

Township Trustees of Schools

TOWNSHIP 38 NORTH, RANGE 12 EAST

www.lyonstto.net

BOARD OF SCHOOL TRUSTEES

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NOTICE

NOTICE OF A SPECIAL MEETING OF THE BOARD OF TRUSTEES OF THE LYONS TOWNSHIP SCHOOL TREASURER'S OFFICE

October 21, 2019 – 6:00 P.M.

The Board of Township Trustees of Schools, Range 38 North, Range 12 East, Illinois (Lyons Township) have called a special meeting to be held in the office of the School Treasurer located at 22 Calendar Court, Suite D., LaGrange, Illinois, on September 23, 2019 at 5:30 P.M.

AGENDA

1. Call to Order & Roll Call
2. Pledge of Allegiance
3. Public Comments
4. FY2019 –Audit Presentation
5. Accept the FY2019 Lyons Township School Treasurer's Audit
6. Review/Approval of Minutes
Board of School Trustees review and approval of the Lyons Township School Treasurer's minutes of:
 1. September 23, 2019 – TTO Open Meeting
 2. September 23, 2019 – TTO Closed Meeting
7. Review the Lyons Township Treasurer's Financial Reports
Board of School Trustees discussion and review of the Lyons Township School Treasurer's financial statements for the following months as presented.
 - September 2019

8. **Review/Approval of Payables List**

Board of School Trustees approval and ratification for the payment of expenses is requested for the Lyons Township School Treasurer's payables in the amount of

- October 3, 2019 - \$ 480.00
- October 21, 2019 - \$ 165,810.04
- **Total \$ 166,290.04**

9. **Review School Districts Official Records**

Board of School Trustees discussion and review of the Lyons Township Schools and Coop's financial records for:

- September 2019

NEW BUSINESS:

10. **Quarterly Investment Report – September 30, 2019**

11. **FY2020 Tyler Technology Infinite Vision Amendment to Subscription Agreement**

OLD BUSINESS:

12. **FY2020 Proposed Budget**

13. **District 204 Litigation Update**

14. **West 40**

15. **Motion to suspend the Special Meeting for the purpose of entering closed session**

- *Illinois Open Meetings Act, (5 ILCS 120/2 (c)(11)*, "Litigation, when an action against, affecting or on behalf of the particular public body has been filed and is pending before a court or administrative tribunal, or when the public body finds that an action is probable or imminent, in which case the basis for the finding shall be recorded and entered into the minutes of the closed meeting."
- *Illinois Open Meetings Act, (5 ILCS 120/2 (c)(1)*, "Discussion on the appointment, employment, compensation, discipline, performance or dismissal of specific employees of the public body."

16. **Motion to reconvene the Special Meeting of the Board of Trustees**

17. **Action as a result of Closed Session**

18. **Adjournment**

Township of School Trustees
Special Meeting
October 21, 2019

6:00 P.M.

22 Calendar Court, Suite D



MEETING

Call to Order

Pledge of Allegiance

Public Comments

FY19 Audit Presentation

MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

To the Board of Trustees
Lyons Township School Treasurer
LaGrange, Illinois

In planning and performing our audit of the financial statements of Lyons Township School Treasurer (the "Treasurer") as of and for the year ended June 30, 2019, in accordance with auditing standards generally accepted in the United States of America, we considered the Treasurer's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Treasurer's internal control. Accordingly, we do not express an opinion on the effectiveness of the Treasurer's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, control deficiencies, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified a certain deficiency in internal control that we consider to be material weaknesses.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A deficiency in design exists when (a) a control necessary to meet the control objective is missing, or (b) an existing control is not properly designed so that, even if the control operates as designed, the control objective would not be met. A deficiency in operation exists when a properly designed control does not operate as designed or when the person performing the control does not possess the necessary authority or competence to perform the control effectively.

A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Treasurer's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the following deficiency in the Treasurer's internal control to be material weaknesses:

Inherent Operational Deficit

The Treasurer has an inherent operating deficit related to various factors, including a district failing to pay their pro-rata expenses and the Treasurer's billing practice of waiting almost a full year to allocate the pro-rata expense back to members. The inherent operating deficit also relates to past practices of the former Treasurer absorbing a Township District's cost. We recommend the Treasurer, Board and Township Districts re-evaluate current practices and develop a plan to address the above issues and prevent the deficit from continuing to grow.

Management Response

The significant percentage of the inherent operating deficit is due to non-payment of previous years pro-rata expenses by Lyons Township High School District 204.

Inherent Operational Deficit (Continued)

Management Response (Continued)

Illinois School Code requires districts to pay a pro-rata share of the annual Treasurer's office expenses. The practice of billing Township Districts and agencies for prior year expenditures is outlined in the Illinois School Code. Currently the pro-rata bills are calculated for reimbursement of the prior year expenditures in the winter of each year. The bills are prepared following the close of the fiscal year and after the collection of the annual financial report from each district. This process is completed about 6 months following the close of the fiscal year. The Treasurer's office has collected approximately 92% of the prior year's pro-rata bill and the remaining outstanding amount is due from Lyons Township High School District 204.

Non-payment of previous year pro-rata expenses is being pursued via multiple lawsuits filed against Lyons Township High School District 204. Legal action has continued. No disposition will be made until judges decide the payment matters.

This letter also includes a comment and suggestion with respect to a matter that came to our attention in connection with our audit of the financial statements. This item is offered as a constructive suggestion to be considered part of the ongoing process of modifying and improving the Treasurer's practices and procedures.

Technology and Data Security Risk Assessment and Management

Technology continues to transform business. But technology is not only changing business, it is changing who and what has access, custody and control over information. Therefore, companies need to evolve in the ways that they manage technology and data security. While there is no way to prevent all data breaches, phishing scams or other risks, the Treasurer can mitigate its risks with a thorough understanding of data security, privacy, and protection of its information technology. We recommend management evaluates its data security risk plan on a periodic basis (at least annually) to ensure it addresses all the risks associated with a rapidly changing environment and should ensure management's plan incorporates the following items (which is not an exhaustive list):

- Risk assessment
- A written policy
- Effective screenings of employees, vendors and business partners
- Insurance
- Red flags
- Training of employees
- Plan for responding to a breach notification
- Carefully integrating new technologies
- New legislation and regulation which may impact your industry

Technology and Data Security Risk Assessment and Management (Continued)

Management Response

The Treasurer's office has taken several steps to mitigate its risks of data security, privacy, and protection of its information technology, including and not limited to purchasing a \$1 million Cyber Liability, Privacy and Cyber Deception Policy that included the following coverage for the Treasurer's office and its Township District:

- *Privacy Liability (including Employee Privacy)*
- *Privacy Regulatory Claims Coverage*
- *Security Breach Response Coverage*
- *Security Liability*
- *Multimedia Liability*
- *Cyber Extortion*
- *Cyber Terrorism*
- *Business Income and Digital Asset Restoration*
- *PCI DSS Assessment*
- *Cyber Deception*

The Treasurer's written response to the material weakness and other matter identified in our audit has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

* * * * *

This communication is intended solely for the information and use of the Board of Trustees and management of the Treasurer and is not intended to be, and should not be, used by anyone other than these specified parties.

MILLER, COOPER & CO., LTD.

Miller, Cooper & Co., Ltd.

Certified Public Accountants

Deerfield, Illinois
October 11, 2019

MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

To the Board of Trustees
Lyons Township School Treasurer
La Grange, Illinois

We have audited the financial statements of Lyons Township School Treasurer (“the Treasurer”) as of and for the year ended June 30, 2019, and have issued our report thereon dated October 11, 2019. Professional standards require that we advise you of the following matters related to the audit.

Our Responsibility under Auditing Standards Generally Accepted in the United States of America

As communicated in our engagement letter dated March 6, 2019, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free from material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Treasurer’s internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of the Treasurer solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you. We have provided our comments regarding a material weakness and another matter noted during our audit in a separate letter to you dated October 11, 2019.

Other Information in Documents Containing Audited Financial Statements

Pursuant to professional standards, our responsibility as auditors for other information in documents containing the Treasurer’s audited financial statements does not extend beyond the financial information identified in the audit report, and we are not required to perform any procedures to corroborate such other information.

Our responsibility also includes communicating to you any information which we believe is a material misstatement of fact. We are not aware of any documents that include the audited financial statements.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing that we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, and our firm have complied with all relevant ethical requirements regarding independence.

Management and the Board of Trustees have acknowledged our role in providing requested non-audit services and has taken full responsibility for these non-audit services, including drafting the financial statements and assistance with the Treasurer's year-end adjustments.

Qualitative Aspects of the Treasurer's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the Treasurer is included in Note A to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during the fiscal year ended June 30, 2019. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Policies which will be Applicable in Future Years

GASB Statement No. 84, *Fiduciary Activities*, issued in January 2017, will be effective for the Treasurer beginning with its year ending June 30, 2020. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The Statement establishes criteria for identifying fiduciary activities of all state and local governments.

GASB Statement No. 87, *Leases*, issued in June 2017, will be effective for the Treasurer beginning with its year ending June 30, 2021. The objective of this Statement is to improve the accounting and financial reporting for leases by governments. This statement will require recognition of certain lease assets, liabilities, and a deferred inflow of resources related to certain leases that were previously classified as operating leases.

GASB Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*, issued April 2018, will be effective for the Treasurer beginning with its year ending June 30, 2020. The objective of this Statement is to improve information that is disclosed in the notes of government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt.

GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, issued June 2018, will be effective for the Treasurer beginning with its year ending June 30, 2021. The objective of this Statement is to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and simply accounting for interest cost incurred before the end of a construction period.

Qualitative Aspects of the Treasurer's Significant Accounting Practices (Continued)

Significant Accounting Policies which will be Applicable in Future Years (Continued)

GASB Statement No. 90, *Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61*, issued August 2018, will be effective for the Treasurer beginning with its year ending June 30, 2020. The objective of this Statement is to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units.

GASB Statement No. 91, *Conduit Debt Obligations*, issued May 2019, will be effective for the Treasurer beginning with its year ending June 30, 2022. The objective of this Statement is to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice.

The Treasurer's management has not yet determined the effect that these statements will have on the Treasurer's financial statements.

Significant Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on 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 markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements are the estimated collectability of receivables, pro-rata billings, valuation of investments, and assumptions used for the Illinois Municipal Retirement Fund pension liability and other postemployment benefits liability. Included in the notes to the financial statements are the methodologies used by management to determine the estimates.

We evaluated the key factors and assumptions used to develop those estimates and determined that they are reasonable in relation to the basic financial statements taken as a whole.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to the financial statement users. The most sensitive disclosures affecting the Treasurer's financial statements relate to deposits and investments, actuarial methods and assumptions regarding the Illinois Municipal Retirement Fund (IMRF) and other postemployment benefit (OPEB) liabilities, and allocations determined by the Board of Trustees based on current member balances.

Significant Difficulties Encountered During the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole. There were no uncorrected misstatements, including disclosures.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. There were no material, corrected misstatements identified by us.

We assisted your personnel with non-audit services necessary for the preparation of the financial statements and assistance with modified accrual adjustments and GASB 34 entries at June 30, 2019.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the Treasurer's financial statements or the auditors' report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management, which are included in the representation letter dated October 11, 2019.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Findings or Issues

In the normal course of our professional association with the Treasurer, we generally discuss a variety of matters including the application of accounting principles and auditing standards, business conditions affecting the Treasurer, and business plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the Treasurer's auditors.

This communication is intended solely for the information and use of the Board of Trustees and management of the Treasurer and is not intended to be and should not be used by anyone other than these specified parties.

MILLER, COOPER & CO., LTD.

Miller, Cooper & Co., Ltd.

Certified Public Accountants

Deerfield, Illinois
October 11, 2019

**Lyons Township School Treasurer
Township 38 North, Range 12 East
Cook County, Illinois**

Financial Statements

Year Ended June 30, 2019

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FINANCIAL SECTION

MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Board of Trustees
Lyons Township School Treasurer
LaGrange, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of governmental activities, major fund and the aggregate remaining fund information of Lyons Township School Treasurer (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

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

(Continued)

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, major fund and the aggregate remaining fund information of the Treasurer, as of June 30, 2019, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3 through 7, the Illinois Municipal Retirement Fund pension data on pages 48 through 49, the other postemployment benefits and related retiree health plan data on page 50, and the notes to the required supplementary information on pages 51 through 53, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The Treasurer has not presented the General Fund budgetary comparison information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not modified for this missing information.

MILLER, COOPER & CO., LTD.

Miller, Cooper & Co., Ltd.

Certified Public Accountants

Deerfield, Illinois
October 11, 2019

**Lyons Township School Treasurer
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2019**

The discussion and analysis of the Lyons Township School Treasurer's (the Lyons Township Treasurer's Office) financial performance provides an overall review of the Treasurer's financial activities, for the year ended June 30, 2019. The management of the Lyons Township Treasurer's Office encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the Lyons Township Treasurer's Office financial performance. Certain comparative information between the current year and prior year is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- In total, the net deficit decreased by \$4,316. This represents a .20% decrease in the deficit position from 2018.

Overview of the Financial Statements

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

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

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

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the Lyons Township Treasurer's Office finances, in a manner similar to a private-sector business.

The Statement of Net Deficit presents information on all of the Lyons Township Treasurer's Office assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as net position (deficit). Over time, increases or decreases in net deficit may serve as a useful indicator of whether the financial position of the Lyons Township Treasurer's Office is improving or deteriorating.

The Statement of Activities presents information showing how the Lyons Township Treasurer's Office net deficit changed during the fiscal year being reported. All changes in net deficit are reported when revenue is recognized and expenses are incurred.

The government-wide financial statements present the functions of the Lyons Township Treasurer's Office that are principally supported by fees received from school districts for investing and other business services performed. The Lyons Township Treasurer's Office 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.

**Lyons Township School Treasurer
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2019**

Fund financial statements

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

The 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 near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Lyons Township Treasurer's Office near-term financing requirements.

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

The Lyons Township Treasurer's Office maintains one individual governmental fund – General (Distributive) Fund. Information is presented in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund deficit for the General (Distributive) Fund.

Fiduciary funds are used to account for resources held for the benefit of parties outside the Lyons Township Treasurer's Office. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Lyons Township Treasurer's Office own programs. The accounting used for fiduciary (agency) funds is on the accrual basis of accounting.

Notes to the financial statements

The notes to the financial statements provide additional information that is essential to a better 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 required supplementary information concerning the Lyons Township School Treasurer's status with the Illinois Municipal Retirement Fund and Other Postemployment Benefits – Retiree Health Plan.

**Lyons Township School Treasurer
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2019**

Government-Wide Financial Analysis

The Lyons Township Treasurer's Office net deficit decreased .20% to \$2,154,724.

Table 1 Condensed Statement of Net Deficit		
	<u>2019</u>	<u>2018</u>
Current and other assets	\$ 1,335,131	\$ 1,323,665
Capital assets	<u>80,627</u>	<u>96,814</u>
Total assets	<u>1,415,758</u>	<u>1,420,479</u>
Deferred outflows related to pensions and other postemployment benefits	<u>340,753</u>	<u>116,606</u>
Current liabilities	3,368,622	3,264,808
Long-term liabilities	<u>358,871</u>	<u>164,533</u>
Total liabilities	<u>3,727,493</u>	<u>3,429,341</u>
Deferred inflows related to pensions and other postemployment benefits	<u>183,742</u>	<u>266,784</u>
Net position (deficit):		
Investment in capital assets	80,627	96,814
Unrestricted	<u>(2,235,351)</u>	<u>(2,255,854)</u>
Total net deficit	\$ <u>(2,154,724)</u>	\$ <u>(2,159,040)</u>

**Lyons Township School Treasurer
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2019**

**Table 2
Changes in Net Deficit**

	<u>2019</u>	<u>2018</u>
Revenues:		
Program revenues:		
Pro-rata billing	\$ <u>1,578,284</u>	\$ <u>1,299,564</u>
Total revenues	<u>1,578,284</u>	<u>1,299,564</u>
Expenses:		
Treasurer's office Services	<u>1,573,968</u>	<u>1,341,578</u>
Total expenses	<u>1,573,968</u>	<u>1,341,578</u>
Change in net deficit	\$ <u>4,316</u>	\$ <u>(42,014)</u>

Financial Analysis of the Lyons Township Treasurer's Office Funds

As the Lyons Township Treasurer's Office completed the year, the government-wide (annual operational activities) net deficit was \$2,154,724. Annual operational revenues are generated from the pro-rata billing which are based on the prior year's (FY18) operational expenditures. The governmental fund expenses are based on the current year (FY19) operational expenditures. In FY19 the government-wide deficit decreased by \$4,316 due to timely pro-rata payments.

The collective financial position of the Lyons Township School Treasurer is reflected in its governmental funds. The governmental fund's fund deficit increased to \$3,314,276 from the prior year deficit of \$3,184,230. Uncollected pro-rata revenue has continued to affect the governmental fund's fund deficit.

**Lyons Township School Treasurer
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2019**

Financial Analysis of the Lyons Township Treasurer's Office Funds (Continued)

The Agency fund undistributed investment activity, which includes the unrealized gains/losses on investments, current year activity and prior year undistributed income decreased to \$1,759,539 in FY19 from \$3,279,559 in FY18 mainly due to changes in market value of the investment portfolio. Governmental Accounting Standards Board Statement No. 72 Statement addresses the accounting and financial reporting related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement will adjust based on investment portfolio and market factors.

Factors Bearing on Future

The Lyons Township School Treasurer has strived for continuous improvements. The following factors could bear on the future financial position:

- As of July 1, 2019, the Lyons Township Elementary School Districts' Employee Benefit Cooperative (LTESDEBC) dissolved and will cease to be a member district of the Lyons Township Treasurer's Office after fiscal year 2021 per the LTESDEBC Bylaws. LTESDEBC's share of FY18 pro-rata billing was 1.77%. LTESDEBC's share of assets was 0.1% based on the 2019 audit.
- The TTO is actively pursuing collection of unpaid pro-rata payments, recovery of over-paid interest income distribution and recovery of audit costs from Lyons Township High School District 204 (LTHS) through litigation. Pending those outcomes the fund balance is expected to be decreased or eliminated.
- Per Illinois Public Act 100-0921 signed in to law August 2018, Lyons Township High School District 204 may withdraw from the Lyons Township School Treasurer after July 1, 2019. Lyons Township High School District 204's share of FY18 pro-rata billing was 19.98%. Lyons Township High School District 204's share of assets was 20.3% based on the 2019 audit.
- The total FY19 pro-rata bill (FY19 operational revenues) will be based on the FY19 expenditures of \$1,625,774 (cash basis).

Requests for Information

This financial report is designed to provide the Lyons Township Treasurer's Office citizens, taxpayers, and creditors with a general overview of the Lyons Township Treasurer's Office finances and to demonstrate the accountability of the Lyons Township Treasurer's Office. If you have questions about this report, or need additional financial information, contact Mr. Kenneth T. Getty at:

Lyons Township School Treasurer
22 Calendar Court, Suite D
LaGrange, IL 60525

BASIC FINANCIAL STATEMENTS

Lyons Township School Treasurer
STATEMENT OF NET DEFICIT
June 30, 2019

	Governmental Activities (Distributive) Fund
ASSETS	
Cash	\$ 250
Accounts receivable:	
Pro-rata billings and other receivables (net of allowance for doubtful accounts of \$3,678,230)	1,246,785
Prepaid expenses	88,096
Capital assets, net of accumulated depreciation	80,627
	1,415,758
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions	340,574
Deferred outflows related to other postemployment benefits	179
	340,753
LIABILITIES	
Accounts payable	113,659
Accrued salaries	10,651
Advances from Township Districts	3,244,312
Noncurrent liabilities:	
Due within one year	12,443
Due after one year	346,428
	3,727,493
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions	173,680
Deferred inflows related to other postemployment benefits	10,062
	183,742
NET DEFICIT	
Investment in capital assets	80,627
Unrestricted	(2,235,351)
	\$ (2,154,724)

The accompanying notes are an integral part of this statement.

Lyons Township School Treasurer
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2019

Programs	Expenses	Program Revenues	Net Revenues and Change in Net Deficit
Governmental activities			
Treasurer's office services	\$ <u>1,573,968</u>	\$ <u>1,578,284</u>	\$ <u>4,316</u>
Net deficit - beginning of year			<u>(2,159,040)</u>
Net deficit - end of year			<u><u>\$ (2,154,724)</u></u>

The accompanying notes are an integral part of this statement.

Lyons Township School Treasurer

Governmental Fund
BALANCE SHEET
June 30, 2019

	General (Distributive) Fund
ASSETS	
Cash	\$ 250
Accounts receivable	
Pro-rata billings and other receivables (net of allowance for doubtful accounts of \$3,678,230)	1,246,785
Prepaid items	88,096
	<hr/>
Total assets	\$ 1,335,131
	<hr/> <hr/>
LIABILITIES AND FUND DEFICIT	
Liabilities	
Accounts payable	\$ 113,659
Accrued salaries	10,651
Unearned revenue	1,280,785
Advances from township districts	3,244,312
	<hr/>
Total liabilities	4,649,407
	<hr/>
Fund Deficit	
Nonspendable for prepaid items	88,096
Unassigned	(3,402,372)
	<hr/>
Total fund deficit	(3,314,276)
	<hr/>
Total liabilities and fund deficit	\$ 1,335,131
	<hr/> <hr/>

The accompanying notes are an integral part of this statement.

Lyons Township School Treasurer
 RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
 FUND TO THE STATEMENT OF NET DEFICIT
June 30, 2019

Amounts reported for governmental activities in the statement of net deficit are different because:

Total fund deficit - governmental fund	\$	(3,314,276)
Net capital assets used in governmental activities and included in the statement of net deficit do not require the expenditure of financial resources and, therefore, are not reported in the governmental fund balance sheet.		
		80,627
Deferred outflows and inflows of resources related to IMRF pension and other postemployment benefits are applicable to future periods and, therefore, are not reported in the governmental fund:		
Deferred outflows of resources related to IMRF pension and other postemployment benefits	\$ 325,174	
Deferred outflows of 2019 employer contributions related to IMRF pension	<u>15,579</u>	340,753
Deferred inflows of resources related to IMRF pension and other postemployment benefits		(183,742)
Pro-rata billings revenue that is deferred in the fund financial statements, because it is not available, is recognized as revenue in the government-wide financial statements.		
		1,280,785
Long-term liabilities included in the statement of net deficit are not due and payable in the current period and, accordingly, are not reported in the governmental fund balance sheet.		
		<u>(358,871)</u>
Net deficit - governmental activities	\$	<u><u>(2,154,724)</u></u>

The accompanying notes are an integral part of this statement.

Lyons Township School Treasurer
Governmental Fund
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND DEFICIT
For the Year Ended June 30, 2019

	General (Distributive) Fund
Revenues	
Pro-rata billings	\$ <u>1,470,471</u>
Expenditures	
Salaries	494,231
Benefits	216,375
Purchased services	870,431
Supplies and materials	7,644
Capital outlay	8,781
Other objects	<u>3,055</u>
Total expenditures	<u>1,600,517</u>
Net change in fund deficit	(130,046)
Fund deficit	
Beginning of year	<u>(3,184,230)</u>
End of year	<u>\$ (3,314,276)</u>

The accompanying notes are an integral part of this statement.

Lyons Township School Treasurer
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE
IN FUND DEFICIT OF GOVERNMENTAL FUND TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2019

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund deficit - governmental fund	\$ (130,046)
The governmental fund reports capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeds capital outlay in the current period.	(16,187)
Changes in deferred outflows and inflows of resources related to IMRF pension and other postemployment benefits are reported only in the statement of activities:	
Deferred outflows and inflows of resources related to IMRF pension	308,610
Deferred outflows and inflows related to other postemployment benefits	(1,421)
Pro-rata billings revenue not collected within 60 days after year end is considered unavailable and is deferred in the government fund. These amounts are considered earned, however, and recognized as revenue in the government-wide statements.	107,813
In the Statement of Activities, certain operating expenses are measured by the amounts earned during the year. In the governmental fund, however, expenditures for these items are measured by the amount of financial resources that are used.	<u>(264,453)</u>
Change in net deficit - governmental activities	<u><u>\$ 4,316</u></u>

The accompanying notes are an integral part of this statement.

Lyons Township School Treasurer
Agency Fund
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2019

Assets	
Pooled cash and investments	\$ 201,136,618
Restricted cash (See Note O)	1,500,296
Advances to Township School Treasurer	<u>3,244,312</u>
 Total assets	 <u>\$ 205,881,226</u>
Liabilities	
Due to Township Districts:	
Cook County School District 101	\$ 9,757,941
Elementary School District 102	10,147,726
Lyons Elementary School District 103	12,769,741
Cook County School District 104	12,566,491
Cook County School District 105	15,968,369
LaGrange Highlands School District 106	12,854,938
Pleasantdale School District 107	14,212,436
Cook County School District 108	6,192,598
Indian Springs School District 109	30,864,644
Lyons Township High School District 204	41,805,422
Argo Community High School District 217	29,913,185
LaGrange Area Department of Special Education	3,741,426
Lyons Township Elementary School Districts' Employee Benefit Cooperative	1,138,770
Cook County Intermediate Service Center #2 (West 40)	2,188,000
Undistributed investment activity - See Note C	<u>1,759,539</u>
 Total liabilities	 <u>\$ 205,881,226</u>

The accompanying notes are an integral part of this statement.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Lyons Township School Treasurer (the Treasurer) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

The following is a summary of the reporting entity and the Treasurer's significant accounting policies:

1. Reporting Entity

As required by State Statute, the Lyons Township School Treasurer oversees the treasury functions of eleven school districts, two educational cooperatives and a medical self-insurance cooperative (collectively, the Township Districts) through the activities of the assistant school treasurer at each Township District. In this capacity, funds received by the Treasurer from various sources are distributed to the Township Districts on a current basis to meet operating needs. Excess funds are invested by the Treasurer, per the Investment Policy. The Treasurer and each Township District are located within the Township of Lyons in Cook County, Illinois.

2. Fund Accounting

The accounts of the Treasurer are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets and liabilities, fund balances, revenues, and expenditures. The Treasurer maintains individual funds as required. Resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following funds are kept by the Treasurer:

a. General (Distributive) Fund

The General (Distributive) Fund is the operating fund of the Treasurer. This fund is used for the administrative aspects of the Treasurer's operations. The revenue consists primarily of pro-rata billings to Township Districts.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Fund Accounting (Continued)

b. Fiduciary Fund

The Agency Fund is a fiduciary fund, custodial in nature. It is used to account for cash and investments maintained by the Treasurer, in an agency capacity, for the benefit of the Township Districts.

3. Fund Balance

In the fund financial statements, governmental funds may report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The nonspendable in form criteria include items that are not expected to be converted to cash such as prepaid items.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or are imposed by law through enabling legislation. As of June 30, 2019, the Treasurer had no restricted fund balances.
- c. *Committed* - refers to 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 (the Board of Trustees). The Board of Trustees commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the Board removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. As of June 30, 2019, the Treasurer had no committed fund balances.
- d. *Assigned* - refers to amounts that are constrained by the Treasurer's intent to be used for a specific purpose, but are neither restricted or committed. Authority to assign fund balance has not been delegated by the Board of Trustees. As of June 30, 2019, the Treasurer had no assigned fund balances.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Fund Balance (Continued)

- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the General (Distributive) Fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

4. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net deficit and the statement of activities) report information on all of the nonfiduciary activities of the Treasurer. The Treasurer's operating activities are considered "governmental activities". The Treasurer has no operating activities that would be considered "business activities".

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. The Treasurer's expenses are those that are clearly identifiable with a specific function. Program revenues include charges to Township Districts who use or directly benefit from the goods, services, or privileges provided by a given function.

Separate financial statements are provided for the governmental fund and fiduciary fund. The fiduciary fund is excluded from the government-wide financial statements.

5. Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues and additions are recorded when earned, and expenses and deductions are recorded when a liability is incurred. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

A Governmental fund is used to account for the Treasurer's general governmental activities. Governmental fund financial statements are reported using current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay the liabilities of the current period. The Treasurer considers revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for certain compensated absences, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

6. Deferred Outflows / Deferred Inflows

In addition to assets, the statement of net deficit may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net position / fund balance that applies to a future period. At June 30, 2019, the Treasurer has deferred outflows of resources related to the IMRF pension and other postemployment benefits. In addition to liabilities, the Treasurer may report deferred inflows of resources. Deferred inflows of resources represent the acquisition of resources that is applicable to a future reporting period. At June 30, 2019, the Treasurer reported deferred inflows of resources related to the IMRF pension and other postemployment benefits.

7. Investments

State statutes and the Treasurer's investment policy authorize the Treasurer to invest in obligations listed in Note F. Investments are stated at fair value, cost, amortized cost or net asset value (NAV), as disclosed in the related notes. No amortization is made to interest income for discounted federal securities. Gains and losses on the sale of investments are recorded as interest income at the date of sale or maturity. Investments held in the Fiduciary (Agency) Fund are stated at fair value.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Fair Value Measurements

Current accounting standards establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted market prices for identical assets or liabilities in active markets that the Treasurer has the ability to access.

Level 2 Inputs to the valuation methodology include the following:

- * Quoted prices for similar assets or liabilities in active markets;
- * Quoted prices for identical or similar assets or liabilities in inactive markets;
- * Inputs other than quoted prices that are observable for the asset or liability;
- * Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for the Treasurer's investments measured at fair value. There have been no changes in the methodologies used at June 30, 2019 and June 30, 2018.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Fair Value Measurements (Continued)

Municipal Bonds: Valued at the closing price of similar instruments with comparable durations reported on the inactive market on which the individual securities are traded.

U.S. Treasury Securities and Debt Securities: Valued at the closing price of similar instruments with comparable durations reported on the inactive market on which the individual securities are traded.

Corporate Bonds: Valued at the closing price of similar instruments with comparable durations reported on the active market on which the individual securities are traded.

Negotiable Certificates of Deposit: Valued at the closing price of similar instruments with comparable durations reported on the inactive market on which the individual securities are traded.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Treasurer believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

9. Accumulated Unpaid Vacation and Sick Pay

On July 1, 2016, the Lyons Township Treasurer's Office implemented a single Paid Time-Off (PTO) policy, in place of vacation time, sick leave, or personal time. Full-Time Employees are entitled to be compensated PTO based on the completed years of service. Every PTO day equals the standard eight (8) hour work day and are awarded on a pro rata basis. Employees who separate from employment will be deducted unearned PTO days or paid for any accrued and unused PTO days on the employee's final paycheck. Accrued and unused PTO days cannot be carried forward into the next fiscal year, and are forfeited.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

9. Accumulated Unpaid Vacation and Sick Pay (Continued)

Unused, accrued vacation days earned prior to July 1, 2013 went into a separate accrued vacation time bank. Employees may still use these days as vacation days, subject to prior approval from the Treasurer. Any vacation days accrued prior to July 1, 2013 will be paid out to the employee upon his or her separation from employment. All unused, accrued vacation days earned prior to July 1, 2013 are accrued when incurred in the government-wide financial statement. A liability is reported in the General (Distributive) Fund only to the extent that the earned and untaken vacation will be paid with the expendable available resources. At June 30, 2019, accumulated unpaid vacation pay was \$32,573.

Unused, accrued sick days earned prior to July 1, 2016 are tracked in a separate accrued sick time bank. Employees may still use these days as sick days, subject to prior approval from the Treasurer. No liability is provided in the financial statements for accumulated unpaid sick leave as sick leave days are forfeited if not used.

10. Capital Assets

Capital assets, which consists entirely of equipment, are reported in the government-wide financial statements. Capital assets are defined by the Treasurer as assets with an initial individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized.

Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Equipment	8 - 15

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. Long-Term Obligations

In the government-wide financial statements, all long-term obligations to be paid from government resources are reported as liabilities in the statement of net deficit.

12. Illinois Municipal Retirement Fund Pension and Other Postemployment Benefits

For purposes of measuring the net pension liability and other postemployments liability, deferred outflows of resources and deferred inflows of resources related to the Illinois Municipal Retirement Fund (IMRF) pension and other postemployment benefits (OPEB), and pension expense, information about the fiduciary net position of the IMRF pension/OPEB plan and additions to/deductions from the IMRF pension/OPEB plan's fiduciary net position have been determined on the same basis as they are reported by the IMRF pension/OPEB plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are stated at fair value.

13. Unearned Revenue

The Treasurer reports unearned revenue on its governmental fund balance sheet. Unearned revenues arise from pro-rata billings to Township Districts which do not meet the Treasurer's revenue recognition criteria for availability as defined in Note A-5. At the end of the current fiscal year, the unearned revenue reported in the General (Distributive) Fund was \$1,280,785.

14. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosure of contingent assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the date of the financial statements, and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE B - TRANSACTIONS WITH TOWNSHIP DISTRICTS

The Lyons Township School Treasurer collects both pro-rata billings and insurance premiums from Township Districts in accordance with state statute 105 ILCS 5/8-4. Billings are used to pay for each Township District's pro rata share of Township Treasurer's expenditures.

Pro rata billings for the fiscal year ended June 30, 2019, are not calculated and billed until the following fiscal year. Prior year billings were billed in a similar manner. The amounts not collected within sixty days of year-end are considered unearned in the governmental fund financial statements until the following year. While collection is expected within one year, some amounts remain outstanding from certain Township Districts for prior fiscal years. The amount owed to the Treasurer's Office at June 30, 2019 for these billings is \$119,764 which relates to all billing periods through June 30, 2019; of this amount, none were collected within the sixty day recognition period and recognized as revenue in the General (Distributive) fund.

Also included in the pro-rata billings receivable is the estimated amount for the pro-rata billings for the fiscal year ended June 30, 2019. The entire amount of \$1,600,517, less amounts totaling \$34,000 already billed and collected from the Cooperative as of June 30, 2019, will be billed in fiscal year 2020. Based on prior history, \$1,246,785 is expected to be collected within one year.

Accounts receivable include costs for a Township District's prior year audits of \$511,069. The entire amount is fully reserved by an allowance for doubtful accounts. See Note N for additional information.

Detail of the accounts receivable are as follows:

Township District	<u>Amount</u>
Unbilled pro-rata receivable to all Township Districts (net of allowance)	\$ 1,246,785
Lyons Township High School District 204	<u>3,678,230</u>
Total pro-rata and other receivables	4,925,015
Less: Allowance for doubtful accounts	<u>(3,678,230)</u>
Total pro-rata billings and other receivables	<u><u>\$ 1,246,785</u></u>

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE C - UNDISTRIBUTED INVESTMENT ACTIVITY

At June 30, 2019, the balance in the undistributed investment activity account within the agency fund was \$1,759,539. The balance consists of prior year undistributed income, current year activity and the unrealized gain (loss) on the investment portfolio at June 30, 2019. The amount of the unrealized gain (loss) will fluctuate each year and the amount of the unrealized gain (loss) is not available to be distributed to each Township District.

NOTE D - DEFICIT FUND BALANCE

The General (Distributive) Fund has a deficit balance of \$3,314,276 as of June 30, 2019. This deficit is anticipated to be funded by future receipts from Township Districts.

NOTE E - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

1. **Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Deficit**

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net deficit - governmental activities as reported in the government-wide statement of net deficit. One element of that reconciliation explains that "Long-term liabilities included in the statement of net deficit are not due and payable in the current period and, accordingly, are not reported in the governmental funds balance sheet." The details of the difference are as follows:

Compensated absences	\$ (32,573)
Health insurance premiums payable	(7,546)
Lease incentive obligation	(15,102)
IMRF net pension liability	(267,595)
RHP total other postemployment benefit liability	<u>(36,055)</u>
 Net adjustment to increase fund deficit - total governmental funds to arrive at net deficit of governmental activities	 \$ <u><u>(358,871)</u></u>

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE E - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

(Continued)

2. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Deficit and the Government-wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund deficit includes a reconciliation between net change in fund deficit - governmental funds and change in net deficit of governmental activities as reported in the government-wide statement of net deficit. One element of that reconciliation explains that "Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this difference are as follows:

Capital outlay	\$	8,781
Depreciation expense		(24,968)
		(24,968)
Net adjustment to decrease net change in fund deficit - total governmental fund to arrive at change in net deficit of governmental activities	\$	(16,187)
		(16,187)

Another element of that reconciliation states that "In the Statement of Activities, certain operating expenses are measured by the amounts earned during the year. In the governmental fund, however, expenditures for these items are measured by the amount of financial resources that are used." The details of this difference are as follows:

Compensated absences, net	\$	2,966
Health insurance premiums payable		17,521
Lease incentive obligation		4,897
IMRF pension (asset) liability, net		(337,710)
RHP total other postemployment benefit liability, net		47,873
		47,873
Net adjustment to decrease net change in fund deficit - total governmental fund to arrive at change in net deficit of governmental activities	\$	(264,453)
		(264,453)

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE F - DEPOSITS AND INVESTMENTS

The Treasurer is the legal custodian of all Township Districts' cash and investments. Accounting records are maintained to separate the common cash and investment accounts by individual Township District. Cash and investments are recorded at cost and the realized gains, realized losses and investment income are allocated on a pro-rata basis to the Township Districts. No unrealized gains and losses are allocated to the Township Districts. Cash deposits, investments, and the underlying collateral are held in the name of the Treasurer.

The Treasurer's investment policy is in line with State Statutes. The investments that the Treasurer may purchase are limited by Illinois law to the following: (1) securities that are fully guaranteed by the U.S. government as to principal and interest; (2) certain U.S. government agency securities; (3) interest-bearing savings accounts, interest-bearing certificates of deposit or time deposits or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; (4) short-term discount obligations of corporations organized in the United States with assets exceeding \$500,000,000; (5) interest-bearing bonds of any county, township, city, village, incorporated town, municipal corporation or school district; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

At June 30, 2019, the Treasurer's cash and investments consisted of the following:

	Governmental	Fiduciary	Total
Cash and investments	\$ 250	\$ 202,636,914	\$ 202,637,164

For disclosure purposes, this amount is segregated into the following components, at June 30, 2019:

Cash on hand	\$ 250
Deposits with financial institutions*	58,656,012
Illinois Funds	442
Other Investments	143,980,460
Total	\$ 202,637,164

*Deposits with financial institutions include amounts held in demand accounts, savings accounts and non-negotiable certificates of deposit; custodial credit risk is applicable to these holdings. Carrying value approximates fair value due to the short term nature of these deposits.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE F - DEPOSITS AND INVESTMENTS (Continued)

Deposits with financial institutions include certain non-negotiable certificates of deposit in the amount of \$1,500,296, which are reported as restricted cash in the Statement of Fiduciary Assets and Liabilities. See Note O.

Interest Rate Risk

The Treasurer's investment policy seeks to ensure preservation of capital in the Treasurer's overall portfolio. The highest return on investments is sought, consistent with the preservation of principal and prudent investment principles. The investment portfolio is required to provide sufficient liquidity to pay Treasurer obligations as they come due, considering maturity and marketability. The investment portfolio is also required to be diversified as to maturities and investments, as appropriate to the nature, purpose, and amount of funds. The Treasurer will also consider investments in local financial institutions, recognizing their contribution to the community's economic development.

At June 30, 2019, other investments consisted of the following fixed income holdings:

Investment Type	Fair Value	Investment Maturity			
		Less Than One Year	One to Five Years	Six to Ten Years	Greater than Ten Years
Debt Securities					
Freddie Mac	\$ 4,083,366	\$ -	\$ 867,809	\$ 2,120,916	\$ 1,094,641
FHLMC	17,715,869	95,476	10,196,770	6,037,385	1,386,238
FNMA	69,614,182	4,647,356	27,056,736	16,471,549	21,438,541
FFCB	1,003,670	-	1,003,670	-	-
GNMA	4,843,548	-	-	-	4,843,548
Corporate Bonds	3,089,377	498,168	2,591,209	-	-
Municipal Bonds	38,822,611	7,853,882	23,250,692	7,718,037	-
US Treasury Bonds	1,529,762	-	1,039,644	490,118	-
Negotiable Certificates of Deposit	3,278,075	1,004,257	2,273,818	-	-
	<u>\$ 143,980,460</u>	<u>\$ 14,099,139</u>	<u>\$ 68,280,348</u>	<u>\$ 32,838,005</u>	<u>\$ 28,762,968</u>

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE F - DEPOSITS AND INVESTMENTS (Continued)

The following investment is measured at net asset value (NAV):

			<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
Illinois Funds	\$	442	n/a	Daily	1 day

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). The Treasurer's investment policy further minimizes credit risk by limiting the investments to the safest types of securities and/or financial institutions; pre-qualifying the financial institutions, brokers, intermediaries, and advisors with which the Treasurer will do business; and diversifying the investment portfolio so that potential losses on individual securities will be minimized. The Treasurer's investments in negotiable certificates of deposit are unrated.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are rated AAAM and are valued at Illinois Funds' share price, which is the price for which the investment could be sold.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE F - DEPOSITS AND INVESTMENTS (Continued)

Credit Risk (Continued)

At June 30, 2019, the Treasurer's investments subject to credit risk were rated as followed:

Investment	Moody's Investor Service	Standard & Poor's
Freddie Mac - U.S. Agency explicitly guaranteed	Aaa	Not available
Federal Home Loan Mortgage Corporation (FHLMC) - U.S. Agency explicitly guaranteed	Aaa	Not available
Federal National Mortgage Association (FNMA) - U.S. Agency explicitly guaranteed	Aaa	Not available
Federal Farm Credit Banks (FFCB) - US Agency implicitly guaranteed	Aaa	Not available
Government National Mortgage Association (GNMA) - U.S. Agency explicitly guaranteed	Not available	Not available
Corporate Bonds	A2 - A3	A-2
Municipal Bonds *	Aaa - A1	AAA - A
US Treasury Bonds	Aaa	Not available

* Credit risk ratings were not available for certain Municipal bonds

Concentration of Credit Risk

The Treasurer's investment policy requires diversification of the investment portfolio to minimize the risk of loss resulting from overconcentration in a particular type of security, risk factor, issuer, or maturity. The policy requires diversification strategies to be determined and revised periodically by the Treasurer's Investment Officer to meet the Treasurer's ongoing need for safety, liquidity, and rate of return.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE F - DEPOSITS AND INVESTMENTS (Continued)

Custodial Credit Risk

With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The Treasurer's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. At June 30, 2019, the bank balance of the Treasurer's deposits with financial institutions totaled \$70,516,329, all of which was insured or collateralized at June 30, 2019.

With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Treasurer's investments are held by their agent and in the Treasurer's name. At June 30, 2019, there were no investments exposed to custodial credit risk.

Fair Value Measurement of 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 asset. The Treasurer has the following recurring fair value measurements as of June 30, 2019:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Debt Securities				
Freddie Mac	\$ -	\$ 4,083,366	\$ -	\$ 4,083,366
FHLMC	-	17,715,869	-	17,715,869
FNMA	-	69,614,182	-	69,614,182
FFCB	-	1,003,670	-	1,003,670
GNMA	-	4,843,548	-	4,843,548
Corporate Bonds	3,089,377	-	-	3,089,377
Municipal Bonds	-	38,822,611	-	38,822,611
US Treasury Bonds	-	1,529,762	-	1,529,762
Negotiable Certificates of Deposit	-	3,278,075	-	3,278,075
	<u>\$ 3,089,377</u>	<u>\$ 140,891,083</u>	<u>\$ -</u>	<u>\$ 143,980,460</u>

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE G - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2019 was as follows:

	<u>Balance</u> <u>July 1, 2018</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2019</u>
Capital assets, being depreciated				
Equipment	\$ 248,936	\$ 8,781	\$ 1,651	\$ 256,066
Total capital assets, being depreciated	<u>248,936</u>	<u>8,781</u>	<u>1,651</u>	<u>256,066</u>
Less accumulated depreciation for:				
Equipment	<u>152,122</u>	<u>24,968</u>	<u>1,651</u>	<u>175,439</u>
Total accumulated depreciation	<u>152,122</u>	<u>24,968</u>	<u>1,651</u>	<u>175,439</u>
Governmental activities capital assets, net	<u>\$ 96,814</u>	<u>\$ (16,187)</u>	<u>\$ -</u>	<u>\$ 80,627</u>

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE H - LONG-TERM LIABILITIES

The long-term liabilities activity for the Treasurer during the year ended June 30, 2019 were as follows:

Governmental Activities	<u>Balance July 1, 2018</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2019</u>
Compensated absences	\$ 35,539	\$ -	\$ 2,966	\$ 32,573
Health insurance premiums payable	25,067	-	17,521	7,546
Lease incentive obligation (See Note I)	19,999	-	4,897	15,102
IMRF net pension liability*	-	360,941	93,346	267,595
RHP total other postemployment benefit liability	<u>83,928</u>	<u>2,214</u>	<u>50,087</u>	<u>36,055</u>
 Total long-term liabilities - governmental activities	 <u>\$ 164,533</u>	 <u>\$ 363,155</u>	 <u>\$ 168,817</u>	 <u>\$ 358,871</u>
	<u>Due Within One Year</u>			
Health insurance premiums payable	\$ 7,546			
Lease incentive obligation	<u>4,897</u>			
	<u>\$ 12,443</u>			

The obligations for accrued compensated absences and health insurance premiums payable will be repaid from the General (Distributive) Fund.

* In 2018, the IMRF plan fiduciary net position exceeded the total pension liability resulting in a net pension asset of \$70,115 (Note K).

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE 1 - OPERATING LEASES AND LEASE INCENTIVE OBLIGATION

The Treasurer leases its office space and equipment under non-cancelable operating leases with various maturities through 2023. Total costs for such leases were \$181,184 for the year ended June 30, 2019. At June 30, 2019, future minimum lease payments for these leases are as follows:

Year Ending June 30	Total
2020	\$ 54,659
2021	11,616
2022	11,616
2023	968
Total	\$ 78,859

During the year ended June 30, 2018, the Treasurer entered into an equipment operating lease agreement with a vendor, which included a lease incentive payment to reimburse the Company for terminating a previous lease agreement with a different vendor. The reimbursed amounts are amortized over the current lease term and the amortization is included as a reduction of rental expense over the life of the lease.

	2019
Lease incentive obligation, beginning of year	\$ 19,999
Lease incentive obligation amortization	(4,897)
Lease incentive obligation, end of year	15,102
Lease incentive obligation, current portion	4,897
Lease incentive obligation, net of current portion	\$ 10,205

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE J - RISK MANAGEMENT

The Treasurer is exposed to various risks of loss related to torts; workers' compensation claims; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Treasurer has purchased insurance from private insurance companies for general liability, workers' compensation, and other coverages to mitigate these risks. Premiums have been recorded as expenditures in the general fund. There have been no significant reductions in insurance coverage during 2019 compared to prior years. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

The Treasurer is a member of the Lyons Township Elementary School Districts' Employee Benefit Cooperative (LTESDEBC), a health insurance cooperative that provides medical, dental and life insurance coverage to the employees of the Treasurer. The Township Districts of LTESDEBC make payments to the Cooperative which is used to pay the insurance provider for medical and dental coverage. The Treasurer believes that because it does not control the selection of the governing authority, and because of the control over operations, scope of public service, and special financing relationships exercised by the governing board, LTESDEBC is not included as a component unit of the Treasurer. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years. Complete financial statements for LTESDEBC can be obtained from the Chairperson. As of July 1, 2019, the Lyons Township Elementary School Districts' Employee Benefit Cooperative was dissolved and the Treasurer now obtains insurance through a commercial third-party insurance provider.

NOTE K - PENSION LIABILITY - ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description

The Treasurer's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The Treasurer's plan is managed with the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the Benefits Provided section below. 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. That report is available for download at www.imrf.org.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE K - PENSION LIABILITY - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP).

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

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

Employees Covered by Benefit Terms

As of December 31, 2018, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	16
Inactive plan members entitled to but not yet receiving benefits	5
Active plan members	6
Total	27

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE K - PENSION LIABILITY - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Contributions

As set by statute, the Treasurer's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Treasurer's annual required contribution rate for calendar year 2018 was 8.46%. For the fiscal year ended June 30, 2019, the Treasurer contributed \$30,801 to the plan. The Treasurer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The Treasurer'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:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.50%
Salary Increases	3.39% to 14.25%
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates, specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2014-2017.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE K - PENSION LIABILITY - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Actuarial Assumptions (Continued)

Mortality

For non-disabled retirees, the 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 projections scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Long-term Expected
Rate of Return

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:

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE K - PENSION LIABILITY - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Actuarial Assumptions (Continued)

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Equities	37%	(6.08%)
International Equities	18%	(14.16%)
Fixed Income	28%	(0.28%)
Real Estate	9%	8.36%
Alternative Investments	7%	4.75% - 12.40%
Cash Equivalents	1%	2.50%
Total	100%	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that 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:

- a. 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
- b. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on pension plan investments is 7.25%, the municipal bond rate is 3.71% (based on the daily rate closest to but not later than the measurement date of the "20-Year Municipal GO AA index"), and the resulting single discount rate is 7.25%.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE K - PENSION LIABILITY - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Changes in Net Pension Liability

The following table shows the components of the change in the Treasurer's net pension asset for the calendar year ended December 31, 2018:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability(Asset) (A) - (B)
	<u> </u>	<u> </u>	<u> </u>
Balances at December 31, 2017	\$ 1,937,155	\$ 2,007,270	\$ (70,115)
Changes for the year:			
Service cost	35,742	-	35,742
Interest on the total pension liability	141,959	-	141,959
Difference between expected and actual experience of the total pension liability	57,792	-	57,792
Changes of assumptions	58,187	-	58,187
Contributions - employer	-	32,397	(32,397)
Contributions - employees	-	17,233	(17,233)
Net investment income	-	(137,376)	137,376
Benefit payments, including refunds of employee contributions	(124,476)	(124,476)	-
Other (net transfer)	-	43,716	(43,716)
	<u> </u>	<u> </u>	<u> </u>
Net changes	169,204	(168,506)	337,710
	<u> </u>	<u> </u>	<u> </u>
Balances at December 31, 2018	\$ 2,106,359	\$ 1,838,764	\$ 267,595
	<u> </u>	<u> </u>	<u> </u>

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE K - PENSION LIABILITY - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

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

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

	1% Lower (6.25%)	Current Discount Rate (7.25%)	1% Higher (8.25%)
Net pension liability	\$ 528,132	\$ 267,595	\$ 48,636

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Illinois Municipal Retirement Fund Pension

For the year ended June 30, 2019, the Treasurer recognized pension expense of \$59,900. At June 30, 2019, the Treasurer reported deferred outflows of resources and deferred inflows of resources related to the IMRF pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension		
Expense in Future Periods		
Differences between expected and actual experience	\$ 35,083	\$ 6,077
Change of assumptions	35,323	15,005
Net difference between projected and actual earnings on pension plan investments	254,589	152,598
Total deferred amounts to be recognized in pension expense in the future periods	324,995	173,680
Pension contributions made subsequent to the measurement date	15,579	-
Total deferred amounts related to pensions	\$ 340,574	\$ 173,680

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE K - PENSION LIABILITY - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Illinois Municipal Retirement Fund Pension (Continued)

The Treasurer reported \$15,579 as deferred outflows of resources related to pensions resulting from Treasurer contributions subsequent to the measurement date which will be recognized as an addition to the net pension liability in the reporting year ended June 30, 2020. Amounts reported as net deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	Net Deferred Outflows of Resources
2020	\$ 52,898
2021	28,055
2022	13,012
2023	57,350
2024	-
Thereafter	-
Total	\$ 151,315

NOTE L - SOCIAL SECURITY/MEDICARE

Employees not qualifying for coverage under the Illinois Municipal Retirement Fund are considered "nonparticipating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security/Medicare. The Treasurer paid the total required contribution for the current fiscal year.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE M - OTHER POSTEMPLOYMENT BENEFITS - RETIREE HEALTH PLAN

Plan Description

The Treasurer administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The benefits, benefit levels, employee contributions and employer contributions are governed by the Treasurer and may be amended by the Treasurer through its employment contracts. The plan does not issue a separate financial report.

Benefits Provided

The plan provides the ability for retirees and their spouses to access the Treasurer's group health insurance plan during retirement, provided they are on the group health insurance plan at the time of retirement and have applied for the basic hospital plan as required by 215 ILCS 5/367j, relating to municipal employees' continuance privilege until age sixty-five (65). Retirees are responsible to contribute 100% of the premium toward the cost of their insurance, which is determined by the Administrator. All life insurance coverage terminates on the final day of employment.

The Treasurer provides free healthcare for a limited time period to one retiree based on an individual separation agreement.

Employees Covered by Benefit Terms

As of June 30, 2019 the following employees were covered by the benefit terms:

Active employees	7
Inactive employees entitled to but not yet receiving benefits	0
Inactive employees currently receiving benefits	<u>3</u>
Total	<u><u>10</u></u>

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE M - OTHER POSTEMPLOYMENT BENEFITS - RETIREE HEALTH PLAN (Continued)

Contributions

Retirees under the age of 65 contribute the full active employee equivalent rate. Retirees have the option of choosing from an HMO or PPO plan through the Treasurer. Premiums for the plan are set by the Administrator. Currently, the Treasurer contributes 0 percent to 100 percent to postemployment benefits, which varies for different employee groups. For fiscal year 2019, the Treasurer contributed \$17,521 toward the cost of the postemployment benefits for retirees, which was 4% of covered payroll.

Total OPEB Liability

The total OPEB liability was determined by an actuarial valuation performed as of July 1, 2017 using the following actuarial methods and assumptions:

Actuarial valuation date	July 1, 2017
Measurement date	June 29, 2018
Actuarial cost method	Entry Age Normal (Alternative Measurement Method)
Actuarial assumptions:	
Inflation rate	3.00%
Discount rate	2.79%
Salary rate increase	4.00%
Healthcare inflation rate	6.50% initial 4.50% ultimate (ultimate rate reached in 2028)

Ad-hoc benefit changes including ad-hoc COLAs.

Mortality rates RP-2014 Combined Annuitant Mortality Table for males and females. The Mortality Table reflects recent rates developed by the Society of Actuaries.

Election at Retirement: 10% of active IMRF employees are assumed to elect coverage continuation at retirement.

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE M - OTHER POSTEMPLOYMENT BENEFITS - RETIREE HEALTH PLAN (Continued)

Total OPEB Liability (Continued)

Marital Status: 20% of active employees are assumed to be married and elect spousal coverage upon retirement. Males are assume to be three years older than females.

Discount Rate

The Treasurer does not have a dedicated Trust to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). A rate of 2.79% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2019.

Changes in the Total OPEB Liability

	Total OPEB Liability (A)	Plan Fiduciary Net Position (B)	Net OPEB Liability (A) - (B)
Balances at July 1, 2018	\$ 83,928	\$ -	\$ 83,928
Changes for the year:			
Service cost	309	-	309
Interest on the total OPEB liability	1,800	-	1,800
Difference between expected and actual experience of the total OPEB liability	-	-	-
Changes of assumptions and other inputs	105	-	105
Contributions - employer	-	-	-
Contributions - employees	-	-	-
Net investment income	-	-	-
Benefit payments, including the implicit rate subsidy	(47,053)	-	(47,053)
Other changes	(3,034)	-	(3,034)
Net changes	(47,873)	-	(47,873)
Balances at June 30, 2019	\$ 36,055	\$ -	\$ 36,055

Lyons Township School Treasurer
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE M - OTHER POSTEMPLOYMENT BENEFITS - RETIREE HEALTH PLAN (Continued)

Changes in the Total OPEB Liability (Continued)

In 2019, changes in assumptions related to the discount rate were made (2.98% to 2.79%), which is the S&P Municipal Bond 20 Year High-Grade Rate Index as of June 30, 2019.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the plan's total OPEB liability, calculated using a Single Discount Rate of 2.79%, as well as what the plan's total OPEB liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher than the current rate:

	<u>1% Lower (1.79%)</u>	<u>Current Discount Rate (2.79%)</u>	<u>1% Higher (3.79%)</u>
Total OPEB liability	\$ 36,625	\$ 36,055	\$ 35,510

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Trend Rate

The following presents the plan's net OPEB liability, calculated using a Healthcare Trend Rate range of 6.50%-4.50%, as well as what the plan's net OPEB liability would be if it were calculated using a Healthcare Trend Rate range that is 1% lower or 1% higher than the current range:

	<u>1% Lower (3.50% - 5.50%)</u>	<u>Current Healthcare Rate (4.50% - 6.50%)</u>	<u>1% Higher (5.50% - 7.50%)</u>
Total OPEB liability	\$ 35,375	\$ 36,055	\$ 36,793

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE M - OTHER POSTEMPLOYMENT BENEFITS - RETIREE HEALTH PLAN (Continued)

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

For the year ended June 30, 2019 the Treasurer recognized OPEB expense of \$601. At June 30, 2019, the Treasurer reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in OPEB Expense in Future Periods		
Differences between expected and actual experience	\$ -	\$ -
Change of assumptions	179	10,062
Net difference between projected and actual earnings on OPEB plan investments	-	-
Total deferred amounts to be recognized in OPEB expense in the future periods	\$ 179	\$ 10,062

Other amounts reported as net deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30,	Net Deferred Inflows of Resources
2020	\$ 1,507
2021	1,507
2022	1,507
2023	1,507
2024	1,507
Thereafter	2,348
Total	\$ 9,883

Lyons Township School Treasurer
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE N - LITIGATION

On October 15, 2013, the Lyons Township School Treasurer filed litigation against one of its Township Districts (Lyons Township High School District 204). The claim is pursuing uncollected pro-rata billings, unreimbursed audit costs, and interest income allocations for a total of approximately \$4,700,000. On June 29, 2018, the Lyons Township School Treasurer filed additional litigation against Lyons Township High School District 204. The second claim pursued additional uncollected pro-rata billings for fiscal years 2014 and beyond, for a total of approximately \$643,000. As of October 11, 2019, the date these financial statements were available to be issued, legal action has continued but the outcome of the litigation is not determinable. The amount for the uncollected pro-rata billings and unreimbursed audit costs have been reported on the Statement of Net Deficit and the Governmental Fund Balance Sheet as an accounts receivable with the entire amount fully reserved by an allowance for doubtful accounts.

NOTE O - RESTRICTED CASH

A Township District has a line of credit from a bank for approximately \$1,500,000 for its operations. The collateral for the line of credit is provided by the Treasurer on behalf of the Township District. The Treasurer executed approximately \$1,500,000 of non-negotiable certificates of deposit, which earn 1.80% interest, as the collateral.

NOTE P - SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 11, 2019, the date that these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the statement of net deficit date that require disclosure in the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

Lyons Township School Treasurer
MULTIYEAR SCHEDULES OF CHANGES IN NET PENSION (ASSET) LIABILITY
AND RELATED RATIOS
Illinois Municipal Retirement Fund (IMRF)
Five Most Recent Fiscal Years

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability					
Service cost	\$ 35,742	\$ 33,883	\$ 30,542	\$ 49,307	\$ 52,146
Interest on the total pension liability	141,959	144,210	128,202	174,722	180,410
Difference between expected and actual experience of total pension liability	57,792	(23,607)	177,700	(732,476)	(253,535)
Assumption changes	58,187	(58,299)	-	(8,158)	77,015
Benefit payments and refunds	<u>(124,476)</u>	<u>(129,788)</u>	<u>(119,567)</u>	<u>(93,957)</u>	<u>(180,772)</u>
Net change in total pension liability	169,204	(33,601)	216,877	(610,562)	(124,736)
Total pension liability, beginning	<u>1,937,155</u>	<u>1,970,756</u>	<u>1,753,879</u>	<u>2,364,441</u>	<u>2,489,177</u>
Total pension liability, ending	<u>\$ 2,106,359</u>	<u>\$ 1,937,155</u>	<u>\$ 1,970,756</u>	<u>\$ 1,753,879</u>	<u>\$ 2,364,441</u>
Plan fiduciary net position					
Contributions, employer	\$ 32,397	\$ 33,092	\$ 101,157	\$ 64,311	\$ 36,449
Contributions, employee	17,233	16,657	16,008	21,624	4,302
Net investment income	(137,376)	351,757	172,717	9,825	118,742
Benefit payments, including refunds of employee contributions	(124,476)	(129,788)	(119,567)	(93,957)	(180,772)
Other (net transfer)	<u>43,716</u>	<u>(77,030)</u>	<u>(18,488)</u>	<u>(310,038)</u>	<u>(26,335)</u>
Net change in plan fiduciary net position	(168,506)	194,688	151,827	(308,235)	(47,614)
Plan fiduciary net position, beginning	<u>2,007,270</u>	<u>1,812,582</u>	<u>1,660,755</u>	<u>1,968,990</u>	<u>2,016,604</u>
Plan fiduciary net position, ending	<u>\$ 1,838,764</u>	<u>\$ 2,007,270</u>	<u>\$ 1,812,582</u>	<u>\$ 1,660,755</u>	<u>\$ 1,968,990</u>
Net pension liability (asset)	<u>\$ 267,595</u>	<u>\$ (70,115)</u>	<u>\$ 158,174</u>	<u>\$ 93,124</u>	<u>\$ 395,451</u>
Plan fiduciary net position as a percentage of the total pension liability	87.30 %	103.62 %	91.97 %	94.69 %	83.28 %
Covered Valuation Payroll	\$ 393,705	\$ 370,163	\$ 351,246	\$ 399,695	\$ 423,552
Net pension liability (asset) as a percentage of covered valuation payroll	67.97 %	(18.94) %	45.03 %	23.30 %	93.37 %

Note: The Treasurer implemented GASB 68 beginning with its fiscal year ended June 30, 2015; therefore, 10 years of information is not available.

Note: Actuary valuations are as of December 31st, which is six months prior to the end of the fiscal year.

Lyons Township School Treasurer
MULTIYEAR SCHEDULE OF CONTRIBUTIONS
Illinois Municipal Retirement Fund (IMRF)
Five Most Recent Fiscal Years

<u>Year</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a Percentage of Covered Valuation Payroll</u>
2019	\$ 69,686 *	\$ 32,397	\$ 37,289	\$ 393,705	8.23 %
2018	33,093	33,092	1	370,163	8.94
2017	60,730	101,157	(40,427)	351,246	28.80
2016	64,311	64,311	-	399,695	16.09
2015	105,276	36,449	68,827	423,522	8.61

* Estimated based on contribution rate of 17.70% and covered valuation payroll of \$393,705.

Note: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015; therefore, 10 years of information is not available.

Lyons Township School Treasurer
MULTIYEAR SCHEDULE OF CHANGES IN TOTAL OTHER POSTRETIREMENT
BENEFITS (OPEB) LIABILITY AND RELATED RATIOS
Retiree Health Plan
Two Most Recent Fiscal Years

	2019	2018
Total OPEB liability		
Service cost	\$ 309	\$ 312
Interest on the total OPEB liability	1,800	3,421
Difference between expected and actual experience of the total OPEB liability	-	-
Changes of assumptions and other inputs	105	114
Benefit payments, including the implicit rate subsidy	(47,053)	(49,978)
Other changes	(3,034)	(9,721)
Net change in total OPEB liability	(47,873)	(55,852)
Total OPEB liability, beginning	83,928	139,780
Total OPEB liability, ending	\$ 36,055	\$ 83,928
Plan fiduciary net position		
Contributions, employer	\$ -	\$ -
Contributions, employee	-	-
Net investment income	-	-
Benefit payments, including refunds of employee contributions	-	-
Other (net transfer)	-	-
Net change in plan fiduciary net position	-	-
Plan fiduciary net position, beginning	-	-
Plan fiduciary net position, ending	\$ -	\$ -
Net OPEB liability	\$ 36,055	\$ 83,928
Plan fiduciary net position as a percentage of the total OPEB liability	0.00 %	0.00 %
Covered Valuation Payroll	\$ 402,967	\$ 402,967
Net OPEB liability as a percentage of covered valuation payroll	20.83 %	20.83 %

Note: The District implemented GASB 75 beginning with its fiscal year ended June 30, 2018 therefore 10 years of information is not available.

Lyons Township School Treasurer
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2019

1. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE
CALCULATION OF THE 2018 IMRF CONTRIBUTION RATE*

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 the 2018 Contribution Rate:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, and ECO groups): 25-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 20 years for most employers (two employers were financed over 29 years).
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	3.50%
Price Inflation	2.75% - approximate; no explicit price inflation assumption is used in this valuation.
Salary Increases	3.75% to 14.50%, including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 calculation pursuant to an experience study of the period 2011-2013.

Lyons Township School Treasurer
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2019

1. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE
CALCULATION OF THE 2018 IMRF CONTRIBUTION RATE* (Continued)

Mortality	For non-disabled retirees, an IMRF mortality table was used with fully generational projections 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.
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Other Information:

Notes	There were no benefit changes during the year.
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* Based on Valuation Assumptions used in the December 31, 2016 actuarial valuation.

Change in Assumption:

For the 2018 measurement year, the assumed investment rate of return was 7.25 percent, including an inflation rate of 2.50 percent and a real return of 4.75%.

For the 2017, 2016, 2015 and 2014 measurement years, the assumed investment rate of return was 7.50 percent, including an inflation rate of 2.50 percent and a real return of 5.00%.

Lyons Township School Treasurer
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2019

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

Valuation Date:

Valuation Date	July 1, 2017
Measurement Date	June 29, 2018
Fiscal Year End	June 30, 2019

Methods and Assumptions Used to Determine the 2019 Contribution Rate:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Straight-line
Remaining Amortization Period	6.51 years
Municipal Bond Index	2.79%
Asset Valuation Method	Market value
Investment Rate of Return	Not applicable
Price Inflation	3.00%
Salary Increases	4.00%
Retirement Rates	IMRF Employees: Rates from the December 31, 2017 IMRF Actuarial
Election at Retirement	10% of IMRF employees will elect continuation of medical coverage at retirement.
Mortality	RP-2014 Combined Annuitant Mortality Table for males and females.
Healthcare Cost Trend Rates	6.50%, Initial 4.50%, Ultimate

Change in Assumption:

The Discount Rate was changed from 2.98% used in the Fiscal Year 2018 valuation to 2.79%, which is the S&P Municipal Bond 20 Year High-Grade Rate Index as of June 30, 2019.

Accept the FY2019 Lyons School
Treasurer's Audit

Review/Approval of Minutes

September 23, 2019 – TTO Open Meeting
September 23, 2019 – TTO Closed Meeting

Review the Lyons Township Treasurer's Financial Reports

- September 2019

Lyons Township Trustee of Schools

Account Level Operating Statement For the Period 09/01/2019 through 09/30/2019

Fiscal Year: 2019-2020

		09/01/2019 - 09/30/2019	Budget	Budget Balance		
4	EDUCATION					
REVENUE						
LineDesc		MTD	YTD	Budget	BudgetBalance	Percent
10.4.1940.0000.000.4001	PRORATA - CURRENT YEAR	\$0.00	\$0.00	(\$1,678,186.00)	(\$1,678,186.00)	0.0%
10.4.1940.0000.000.4002	PRORATA - IMMEDIATE PRIOR YEAR	\$0.00	(\$597,761.76)	(\$354,104.00)	\$243,657.76	168.8%
10.4.1940.0000.000.4003	PRORATA - PRIOR YEARS	\$0.00	\$0.00	(\$386,985.00)	(\$386,985.00)	0.0%
10.4.1950.0000.000.0000	REFUND OF PRIOR YEARS' EXPENDITURES	\$0.00	(\$9.72)	\$0.00	\$9.72	0.0%
	REVENUE	\$0.00	(\$597,771.48)	(\$2,419,275.00)	(\$1,821,503.52)	24.7%
EXPENDITURE						
LineDesc		MTD	YTD	Budget	BudgetBalance	Percent
10.5.2520.1000.000.5001	SALARIES - TREASURER	\$11,666.66	\$34,999.98	\$140,000.00	\$105,000.02	25.0%
10.5.2520.1000.000.5002	SALARIES - OFFICE MANAGER	\$6,000.00	\$18,000.00	\$72,000.00	\$54,000.00	25.0%
10.5.2520.1000.000.5004	SALARIES - PAYROLL	\$5,250.00	\$15,750.00	\$63,000.00	\$47,250.00	25.0%
10.5.2520.1000.000.5008	SALARIES - PT RECORDS MANAGEMENT	\$3,333.34	\$9,816.84	\$40,000.00	\$30,183.16	24.5%
10.5.2520.1000.000.5010	SALARIES - OVERTIME	\$0.00	\$0.00	\$2,000.00	\$2,000.00	0.0%
10.5.2520.1000.000.5011	SALARIES - DIR OF FINANCE AND OPERATIONS	\$9,236.64	\$21,354.96	\$101,603.05	\$80,248.09	21.0%
10.5.2520.1000.000.5012	SALARIES - ACCOUNTANT	\$1,584.45	\$8,255.37	\$40,500.00	\$32,244.63	20.4%
10.5.2520.1000.000.5013	SALARIES - SR ACCOUNTANT	\$0.00	\$3,171.84	\$0.00	(\$3,171.84)	0.0%
10.5.2520.1000.000.5015	SALARIES - PT BUSINESS SERVICES	\$1,179.20	\$3,920.20	\$27,500.00	\$23,579.80	14.3%
10.5.2520.2120.000.0000	BENEFITS - IMRF	\$2,864.20	\$8,601.13	\$43,802.00	\$35,200.87	19.6%
10.5.2520.2130.000.0000	FICA	\$3,217.47	\$9,684.55	\$39,912.00	\$30,227.45	24.3%
10.5.2520.2140.000.0000	MEDICARE	\$752.47	\$2,264.91	\$9,334.00	\$7,069.09	24.3%
10.5.2520.2210.000.0000	LIFE INSURANCE	\$56.10	\$253.30	\$1,608.00	\$1,354.70	15.8%
10.5.2520.2220.000.0000	MEDICAL INSURANCE	\$12,412.41	\$26,154.19	\$127,393.00	\$101,238.81	20.5%
10.5.2520.2230.000.0000	DENTAL INSURANCE	\$0.00	\$1,253.52	\$7,994.00	\$6,740.48	15.7%
10.5.2520.2341.000.0000	VISION INSURANCE	\$10.53	\$190.75	\$1,076.00	\$885.25	17.7%
10.5.2520.3100.000.0000	CPA SERVICES	\$6,110.00	\$13,828.75	\$90,000.00	\$76,171.25	15.4%
10.5.2520.3100.000.0019	PROGRAMMING & TRAINING	\$0.00	\$0.00	\$3,000.00	\$3,000.00	0.0%
10.5.2520.3100.000.0023	PROF. & TECH. SERVICES - IT	\$527.50	\$1,055.00	\$13,000.00	\$11,945.00	8.1%
10.5.2520.3110.000.0000	EMPLOYEE ASSISTANCE SERVICES	\$0.00	\$625.00	\$2,500.00	\$1,875.00	25.0%
10.5.2520.3160.000.0000	ANNUAL I.V. LICENSE	\$0.00	\$0.00	\$124,000.00	\$124,000.00	0.0%
10.5.2520.3160.000.0027	SOFTWARE	\$392.76	\$888.09	\$9,000.00	\$8,111.91	9.9%
10.5.2520.3170.000.0000	AUDIT/FINANCIAL SERVICES	\$0.00	\$5,000.00	\$23,000.00	\$18,000.00	21.7%
10.5.2520.3180.000.0000	LEGAL SERVICES	\$971.25	\$5,750.00	\$32,000.00	\$26,250.00	18.0%
10.5.2520.3180.000.0001	DISTRICT 204 - LITIGATION	\$73,975.94	\$175,681.39	\$500,000.00	\$324,318.61	35.1%
10.5.2520.3190.000.0000	OTHER PROFESSIONAL AND TECHNICAL SERVICES	\$0.00	\$0.00	\$1,000.00	\$1,000.00	0.0%
10.5.2520.3200.000.0000	PROPERTY SERVICES	\$49.16	\$147.48	\$575.00	\$427.52	25.6%
10.5.2520.3200.000.0002	PROPERTY APPRAISAL	\$0.00	\$0.00	\$250.00	\$250.00	0.0%
10.5.2520.3210.000.0000	SANITATION SERVICES	(\$355.00)	\$210.00	\$840.00	\$630.00	25.0%
10.5.2520.3220.000.0000	CLEANING SERVICES	\$850.00	\$1,275.00	\$5,100.00	\$3,825.00	25.0%
10.5.2520.3250.000.0000	RENTALS	\$4,154.00	\$12,482.00	\$51,000.00	\$38,538.00	24.4%
10.5.2520.3250.000.0003	COPIER & PRINTER LEASE	\$1,176.52	\$3,485.90	\$13,500.00	\$10,014.10	25.8%
10.5.2520.3250.000.0004	ENVELOPE INSERTER LEASE	\$0.00	\$501.00	\$2,004.00	\$1,503.00	25.0%
10.5.2520.3320.000.0000	TRAVEL	\$0.00	\$23.43	\$1,800.00	\$1,776.57	1.3%
10.5.2520.3330.000.0000	MEETING EXPENSE	\$181.21	\$256.57	\$1,200.00	\$943.43	21.4%
10.5.2520.3400.000.0000	TELEPHONE SERVICE	\$724.55	\$2,150.52	\$9,000.00	\$6,849.48	23.9%
10.5.2520.3400.000.0005	POSTAGE	\$17.75	\$17.75	\$500.00	\$482.25	3.6%
10.5.2520.3400.000.0008	INTERNET	\$236.85	\$710.55	\$2,700.00	\$1,989.45	26.3%
10.5.2520.3600.000.0000	PRINTING AND BINDING	\$0.00	\$0.00	\$16,500.00	\$16,500.00	0.0%
10.5.2520.3800.000.0000	COBRA ADMINISTRATION	\$0.00	\$0.00	\$750.00	\$750.00	0.0%
10.5.2520.3800.000.0011	RETIREE/COBRA BENEFITS	(\$2,463.11)	\$8,069.67	\$15,844.00	\$7,774.33	50.9%
10.5.2520.3800.000.0013	COMMERCIAL PACKAGE	\$0.00	\$0.00	\$10,000.00	\$10,000.00	0.0%
10.5.2520.3800.000.0014	WORKERS COMPENSATION	\$0.00	\$0.00	\$4,000.00	\$4,000.00	0.0%
10.5.2520.3800.000.0015	COMMERCIAL UMBRELLA	\$0.00	\$0.00	\$20.00	\$20.00	0.0%
10.5.2520.3800.000.0016	PUBLIC OFFICIALS LIABILITY	\$0.00	\$0.00	\$15,000.00	\$15,000.00	0.0%
10.5.2520.3800.000.0017	CYBER LIABILITY	\$0.00	\$0.00	\$1,875.00	\$1,875.00	0.0%
10.5.2520.3800.000.2009	ILLINOIS DEPT OF EMPLOYMENT SECURITY	\$0.00	\$0.00	\$16,550.00	\$16,550.00	0.0%

Lyons Township Trustee of Schools

Account Level Operating Statement For the Period 09/01/2019 through 09/30/2019

Fiscal Year: 2019-2020

			<u>09/01/2019 - 09/30/2019</u>	<u>Budget</u>	<u>Budget Balance</u>	
10.5.2520.4100.000.0000	OFFICE SUPPLIES	\$716.54	\$846.47	\$12,000.00	\$11,153.53	7.1%
10.5.2520.4100.000.0018	PAPER	\$0.00	\$567.00	\$500.00	(\$67.00)	113.4%
10.5.2520.4100.000.0024	ENVELOPES	\$0.00	\$535.00	\$1,100.00	\$565.00	48.6%
10.5.2520.4400.000.0000	PERIODICALS	\$42.98	\$79.47	\$500.00	\$420.53	15.9%
10.5.2520.4900.000.0020	CHECKS	\$0.00	\$0.00	\$1,500.00	\$1,500.00	0.0%
10.5.2520.5500.000.0000	CAPITALIZED EQUIPMENT	\$0.00	\$0.00	\$6,000.00	\$6,000.00	0.0%
10.5.2520.6400.000.0000	DUES AND FEES	\$19.35	\$117.70	\$3,500.00	\$3,382.30	3.4%
	EXPENDITURE	\$144,891.72	\$397,955.28	\$1,709,330.05	\$1,311,374.77	23.3%
Net (Revenue)/Expense		\$144,891.72	(\$199,816.20)	(\$709,944.95)	(\$510,128.75)	28.1%

End of Report

Review/Approval of Payables List

- October 3, 2019 - \$480.00
- October 21, 2019- \$165,810.04

➤ **Total Amount - \$166,290.04**

LYONS TOWNSHIP TRUSTEE OF SCHOOLS VOUCHER

Voucher No: 1028

Voucher Date: 10/03/2019

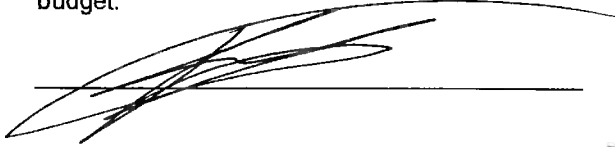
Prepared By:



Printed: 10/03/2019 08:42:53 AM

LYONS TOWNSHIP TRUSTEE OF SCHOOLS is hereby authorized to draw warrants against LYONS TOWNSHIP TRUSTEE OF SCHOOLS funds for the sum of \$480.00 on account of obligations incurred for value received in services and for materials as shown below for period July 1, 2019 to June 30, 2020 (period cannot overlap fiscal year end.)

I certify that this claim is just and correct, and the services and/or materials herein represented have been received during the period listed above. All items are properly coded and not in excess of the budget.



Michael S. Thiessen Board President

Michael Dickman Trustee

Nicholas A. Kantas Trustee

LYONS TOWNSHIP TRUSTEE OF SCHOOLS

Fund		Amount
10	EDUCATION	\$480.00
		<hr/> \$480.00

Lyons Township Trustee of Schools

Voucher Detail Listing

Voucher Batch Number: 1028 10/03/2019

Fiscal Year: 2019-2020

Vendor Remit Name
Description

LYONS TOWNSHIP ELEMENTARY SCHOOL DIST. 1000132

Check Group:

TTO - October pro rata assessment for 999

Vendor #	QTY	PO No.	Invoice Invoice Date	Account	Amount
1000132	1	0	V367931 10/3/2019	10.5.2520.2220.000.0000 MEDICAL INSURANCE	\$480.00

Check #: 0

PO/InvoiceTotal: \$480.00
Vendor Total: \$480.00
Grand Total: \$480.00

End of Report

LYONS TOWNSHIP TRUSTEE OF SCHOOLS VOUCHER

Voucher No: 1033

Voucher Date: 10/21/2019


Prepared By:



Printed: 10/17/2019 02:25:34 PM

LYONS TOWNSHIP TRUSTEE OF SCHOOLS is hereby authorized to draw warrants against LYONS TOWNSHIP TRUSTEE OF SCHOOLS funds for the sum of \$165,810.04 on account of obligations incurred for value received in services and for materials as shown below for period July 1, 2019 to June 30, 2020 (period cannot overlap fiscal year end.)

I certify that this claim is just and correct, and the services and/or materials herein represented have been received during the period listed above. All items are properly coded and not in excess of the budget.



Michael S. Thiessen Board President

Michael Dickman Trustee

Nicholas A. Kantas Trustee

LYONS TOWNSHIP TRUSTEE OF SCHOOLS

Fund		Amount
10	EDUCATION	\$165,810.04
		\$165,810.04

Lyons Township Trustee of Schools

Voucher Batch Number: 1033 10/21/2019

Voucher Detail Listing

Fiscal Year: 2019-2020

Vendor Remit Name
Description

ADT SECURITY SERVICES

Check Group:

11/03/2019 - 12/02/2019

Vendor # 1000021

QTY PO No. Invoice Date Account

Amount

1 0 November 2019 10.5.2520.3200.000.0000 \$49.16

10/21/2019 PROPERTY SERVICES

Check #: 0

PO/InvoiceTotal: \$49.16
Vendor Total: \$49.16

COMCAST

Check Group:

10/16/2019 - 11/15/2019

1 0 November 2019 10.5.2520.3400.000.0008 \$136.86

10/21/2019 INTERNET

Check #: 0

PO/InvoiceTotal: \$136.86
Vendor Total: \$136.86

De Lage Landen Financial Services, Inc.

Check Group:

09/15/2019 - 10/14/2019

1 0 65132269 10.5.2520.3250.000.0003 \$968.00

10/21/2019 COPIER & PRINTER LEASE

Check #: 0

PO/InvoiceTotal: \$968.00
Vendor Total: \$968.00

DEL GALDO LAW GROUP, LLC

Check Group:

August 2019

1 0 23093 10.5.2520.3180.000.0000 \$126.88

10/21/2019 LEGAL SERVICES

August 2019

1 0 23133 10.5.2520.3180.000.0000 \$1,017.50

10/21/2019 LEGAL SERVICES

Check #: 0

PO/InvoiceTotal: \$1,144.38
Vendor Total: \$1,144.38

Lyons Township Trustee of Schools

Voucher Batch Number: 1033 10/21/2019

Voucher Detail Listing

Fiscal Year: 2019-2020

Vendor Remit Name Description

Account Amount

FIRST COMMUNICATIONS

Check Group:

October 2019

\$702.05

118442519 10.5.2520.3400.000.0000
10/21/2019 TELEPHONE SERVICE

Check #: 0

PO/Invoice Total: \$702.05

Vendor Total: \$702.05

FIRST NATIONAL BANK OF LAGRANGE

1000078

Check Group:

MEETING EXPENSE

1 0 November 2019 10.5.2520.3330.000.0000
10/21/2019 MEETING EXPENSE

\$67.63

OFFICE SUPPLIES

1 0 November 2019 10.5.2520.4100.000.0000
10/21/2019 OFFICE SUPPLIES

\$14.25

Indeed.com - Staff Accountant

1 0 November 2019 10.5.2520.6400.000.0000
10/21/2019 DUES AND FEES

\$82.31

Wall Street Journal

1 0 November 2019 10.5.2520.4400.000.0000
10/21/2019 PERIODICALS

\$21.49

TRAVEL

1 0 November 2019 10.5.2520.3320.000.0000
10/21/2019 TRAVEL

\$22.00

OFFICE SUPPLIES

1 0 November 2019 10.5.2520.4100.000.0000
10/21/2019 OFFICE SUPPLIES

\$43.81

OFFICE SUPPLIES

1 0 November 2019 10.5.2520.4100.000.0000
10/21/2019 OFFICE SUPPLIES

\$7.79

OFFICE SUPPLIES

1 0 November 2019 10.5.2520.4100.000.0000
10/21/2019 OFFICE SUPPLIES

\$9.99

OFFICE SUPPLIES

1 0 November 2019 10.5.2520.4100.000.0000
10/21/2019 OFFICE SUPPLIES

\$7.63

OFFICE SUPPLIES

1 0 November 2019 10.5.2520.4100.000.0000
10/21/2019 OFFICE SUPPLIES

\$65.29

Finance Charges

1 0 November 2019 10.5.2520.6400.000.0000
10/21/2019 DUES AND FEES

\$11.29

Lyons Township Trustee of Schools

Voucher Detail Listing

Voucher Batch Number: 1033 10/21/2019

Fiscal Year: 2019-2020

Vendor Remit Name
Description

Amount

Account

Invoice
Invoice Date

PO No.

QTY

Vendor #

Check #: 0

PO/Invoice Total: \$353.48
Vendor Total: \$353.48

HINCKLEY SPRINGS

1000092

Check Group:

Hinckley - September 2019

1 0 14650680092119 10.5.2520.4100.000.0000
10/21/2019 OFFICE SUPPLIES

\$75.96

Check #: 0

PO/Invoice Total: \$75.96
Vendor Total: \$75.96

Kenneth T Getty

Check Group:

TRAVEL - Reimbursement

1 0 September 2019 10.5.2520.3320.000.0000
10/21/2019 TRAVEL

\$22.00

Check #: 0

PO/Invoice Total: \$22.00
Vendor Total: \$22.00

MILLER CANFIELD PADDOCK & STONE, P.L.C

1000117

Check Group:

D204 Litigation - August 2019

1 0 1450717 10.5.2520.3180.000.0001
10/21/2019 DISTRICT 204 - LITIGATION

\$51,788.24

Check #: 0

PO/Invoice Total: \$51,788.24
Vendor Total: \$51,788.24

MILLER COOPER & CO., LTD

1000147

Check Group:

D204 Discovery Requests

1 0 205517 10.5.2520.3180.000.0001
10/21/2019 DISTRICT 204 - LITIGATION

\$2,104.00

FY2019 Audit

1 0 205517 10.5.2520.3170.000.0000
10/21/2019 AUDIT/FINANCIAL SERVICES

\$10,600.00

Lyons Township Trustee of Schools

Voucher Batch Number: 1033 10/21/2019

Voucher Detail Listing

Fiscal Year: 2019-2020

Vendor Remit Name Description

Vendor #	QTY	PO No.	Invoice Invoice Date	Account	Amount
RRP HOLDINGS, LLC					
Check Group:					
	1	0	November 2019 10/21/2019	10.5.2520.3250.000.0000 RENTALS	\$4,154.00
	1	0	November 2019 10/21/2019	10.5.2520.3210.000.0000 SANITATION SERVICES	\$70.00
	Check #: 0				
	PO/Invoice Total: \$12,704.00				
	Vendor Total: \$12,704.00				
STAPLETON & ASSOCIATES					
	1000188				
Check Group:					
	1	0	10199 10/21/2019	10.5.2520.3100.000.0023 PROF. & TECH. SERVICES - IT	\$450.00
	Check #: 0				
	PO/Invoice Total: \$450.00				
	Vendor Total: \$450.00				
The Quinlan Law Firm					
Check Group:					
	1	0	1080 10/21/2019	10.5.2520.3180.000.0001 DISTRICT 204 - LITIGATION	\$92,219.41
	Check #: 0				
	PO/Invoice Total: \$92,219.41				
	Vendor Total: \$92,219.41				
Vision 96, LLC					
Check Group:					
	1	0	3528 10/21/2019	10.5.2520.3100.000.0023 PROF. & TECH. SERVICES - IT	\$527.50

Lyons Township Trustee of Schools

Voucher Batch Number: 1033 10/21/2019

Voucher Detail Listing

Fiscal Year: 2019-2020

Vendor Remit Name Description

Vendor #	QTY	PO No.	Invoice Invoice Date	Account	Amount
	1	0	3528 10/21/2019	10.5.2520.3160.000.0027 SOFTWARE	\$8.00
	1	0	3528 10/21/2019	10.5.2520.3400.000.0000 TELEPHONE SERVICE	\$12.00

Check #: 0

PO/InvoiceTotal: \$547.50
Vendor Total: \$547.50

WIPE N' KLEEN

Check Group:

October 2019

Check #: 0

PO/InvoiceTotal: \$425.00
Vendor Total: \$425.00
Grand Total: \$165,810.04

End of Report

Review School Districts Official Records

- September 2019

Lyons Township School Treasurer's Office
 District Operations Report
 September 2019

District	Beginning FY20 Fund Balance	Beginning FY20 fund balance adjustments	Revenues	Beg. Balance + Revenues	Disbursements	Ending FY20 Fund Balance	% of Total Ending Fund Balance
995	254,607.96		-43.54	254,564.42	20,668.82	233,895.60	0.09%
999	884,162.42		284,444.04	1,168,606.46	985,478.85	183,127.61	0.07%
101	9,473,738.08		8,483,528.65	17,957,266.73	4,213,868.26	13,743,398.47	5.01%
102*	9,734,305.90		8,221,214.88	17,955,520.78	2,331,858.08	15,623,662.70	5.70%
103	12,399,392.72	374,806.43	12,445,290.16	25,219,489.31	8,298,290.49	16,921,198.82	6.17%
104	12,397,473.91		10,814,039.32	23,211,513.23	4,814,376.43	18,397,136.80	6.71%
105	16,144,889.09		11,702,098.12	27,846,987.21	5,571,539.78	22,275,447.43	8.13%
106	12,791,029.55		6,320,623.01	19,111,652.56	2,832,963.71	16,278,688.85	5.94%
106.5	2,180,203.74		778,876.50	2,959,080.24	2,520,178.17	438,902.07	0.16%
106.7	9,360.47		0.00	9,360.47	0.00	9,360.47	0.00%
107	13,974,230.20		6,951,389.65	20,925,619.85	3,001,018.18	17,924,601.67	6.54%
108	6,052,177.93		2,526,944.36	8,579,122.29	985,709.99	7,593,412.30	2.77%
109	30,879,643.59		11,860,725.10	42,740,368.69	9,082,482.09	33,657,886.60	12.28%
204	41,472,894.85		34,752,251.64	76,225,146.49	16,247,429.89	59,977,716.60	21.88%
2045	3,661,488.31		12,957,378.66	16,618,866.97	3,934,833.86	12,684,033.11	4.63%
217	30,337,937.52		14,059,676.07	44,397,613.59	6,184,387.21	38,213,226.38	13.94%
TOTAL	198,552,285.54	374,806.43	142,158,436.62	345,180,779.29	71,025,083.81	274,155,695.48	100.00%

* District 102 August and September 2019 Financials are pending District Level review

Quarterly Investment Report September 30, 2019

Township Trustees of Schools

TOWNSHIP 38 NORTH, RANGE 12 EAST

www.lyonstto.net

BOARD OF SCHOOL TRUSTEES

Michael S. Thiessen, President
Michael Dickman, Trustee
Nicholas A. Kantas, Trustee

22 Calendar Ave. STE D
LaGrange, IL 60525
Phone 708-352-4480
Fax 708-352-4417

DATE: October 18, 2019
TO: Board of School Trustees
FROM: Kenneth T. Getty, MBA, CSBO
SUBJECT: Investment Analysis – September 30, 2019

The Lyons Township Treasurer Office's total investment portfolio continues to outperform its benchmark (Bank of America Merrill Lynch 1-10 Year Treasury & Agency Index) with 30.79% higher returns (LTTO: 2.761% vs. BOA ML 1-10 Index: 2.111%) in the first quarter of FY2020.

Short- and long-term market conditions have tightened with the United States Federal Reserve Federal Funds Rate, United States Treasury Yields, and Municipal Market Data all signaling continued quarter-over-quarter and year-over-year decreases for most of FY2020:

C. Interest Rate Forecast

MMD YIELDS	10/11/2019	1m Ahead	4Q19	1Q20	2Q20	3Q20
2-Year	1.10%	1.15%	1.05%	1.10%	1.15%	1.15%
5-Year	1.12%	1.15%	1.15%	1.20%	1.25%	1.25%
10-Year	1.40%	1.35%	1.35%	1.40%	1.45%	1.50%
30-Year	2.00%	1.90%	2.00%	2.05%	2.10%	2.15%
TAXABLE YIELDS	10/11/2019	1m Ahead	4Q19	1Q20	2Q20	3Q20
Fed Funds	1.82%	1.60%	1.35%	1.35%	1.35%	1.35%
3-Month LIBOR	2.00%	2.10%	1.75%	1.60%	1.60%	1.60%
2-Year T Note	1.61%	1.40%	1.30%	1.35%	1.40%	1.40%
5-Year T Note	1.58%	1.35%	1.35%	1.40%	1.45%	1.50%
10-Year T Note	1.75%	1.50%	1.50%	1.55%	1.60%	1.65%
30-Year T Bond	2.21%	2.00%	2.10%	2.15%	2.20%	2.25%

Source: J.P. Morgan Research, *US Fixed Income Markets Weekly*, 10/4/2019, jpm.com, Thomson Reuters Municipal Market Data, Bloomberg as of 10/11/2019, current rates as of 10/11/2019

The LTTO is expecting the remaining three quarters of FY2020 to produce lower year-over-year returns as a result of the tightening market conditions. The LTTO will continue to monitor market conditions/rates daily and attain the best market rates of return throughout the current and future economic cycles.

Snapshot of the quarter-over-quarter changes in the LTTO total investment portfolio:

Quarter-over-Quarter				
	9/30/2019			6/30/2019
	<i>Cash Basis</i>	<i>\$ Difference</i>	<i>% Difference</i>	<i>Cash Basis</i>
AGENCY DUS/CMBS	\$ 68,532,503	\$ 3,330,667	5.11%	\$ 65,201,836
BROKER CD	\$ 8,372,500	\$ (250,000)	-2.90%	\$ 8,622,500
CORPORATE BOND	\$ 4,031,035	\$ 1,007,060	33.30%	\$ 3,023,975
GOVERNMENT AGENCY	\$ -	\$ (2,531,817)	-100.00%	\$ 2,531,817
LOCAL CD	\$ 1,507,118	\$ (493,178)	-24.66%	\$ 2,000,296
MBS:WHIT MBS	\$ 27,338,735	\$ (1,084,723)	-3.82%	\$ 28,423,458
MONEY MARKET	\$ 122,607,543	\$ 73,356,950	148.95%	\$ 49,250,593
TAX ANTICIPATION WARRANT	\$ -	\$ -	n/a	\$ -
TAXABLE MUNICIPAL BONDS	\$ 37,192,609	\$ (869,342)	-2.28%	\$ 38,061,951
US TREASURIES	\$ 3,096,812	\$ 1,633,472	111.63%	\$ 1,463,340
Grand Total	\$ 272,678,855	\$ 74,099,090	37.31%	\$ 198,579,765
	<i>% Gross of Fees</i>	<i>% Quarterly Difference</i>		<i>% Gross of Fees</i>
Benchmark	2.1110%	6.34%		1.9851%
LTTO	2.7610%	8.62%		2.5420%

Snapshot of the year-over-year changes in the LTTO total investment portfolio:

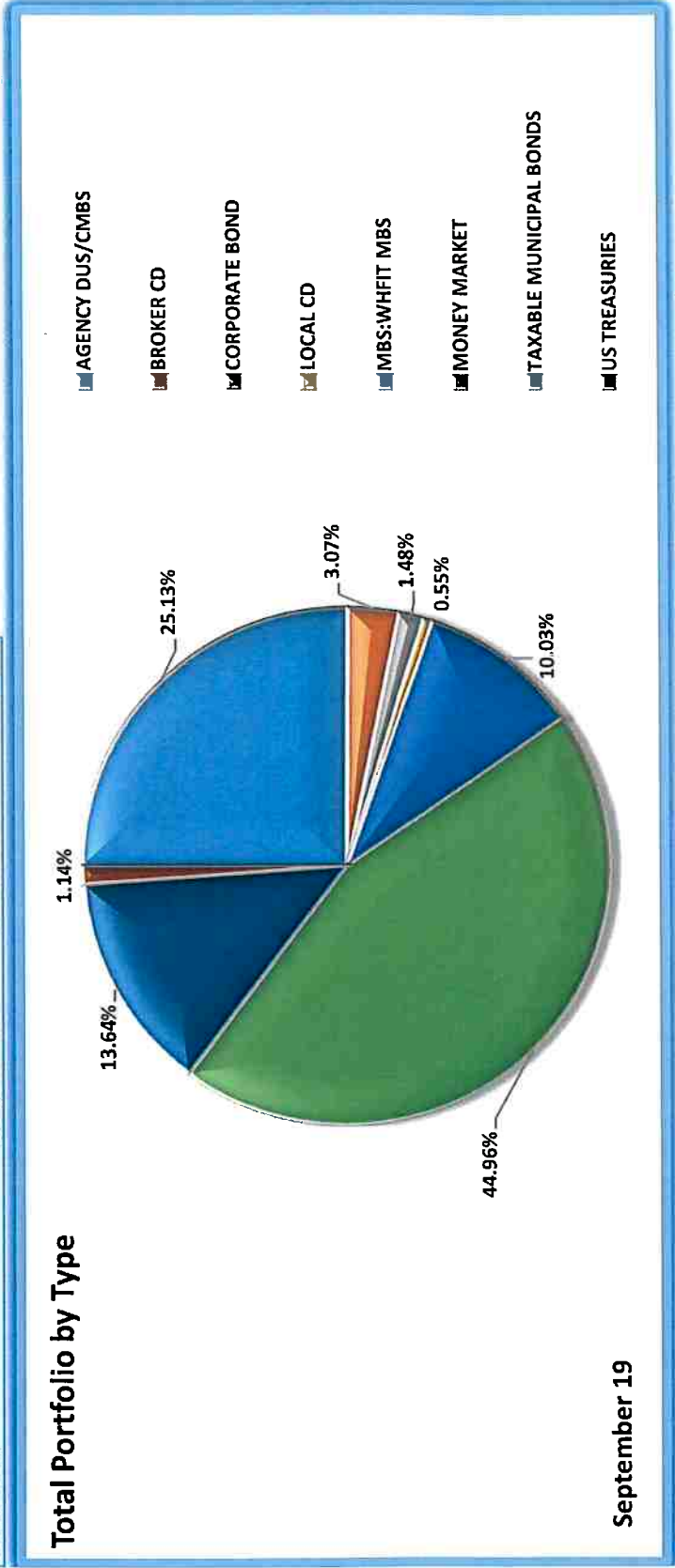
Year-over-Year				
	9/30/2019			9/30/2018
	<i>Cash Basis</i>	<i>\$ Difference</i>	<i>% Difference</i>	<i>Cash Basis</i>
AGENCY DUS/CMBS	\$ 68,532,503	\$ 6,440,904	10.37%	\$ 62,091,599.00
BROKER CD	\$ 8,372,500	\$ 5,372,500	179.08%	\$ 3,000,000.00
CORPORATE BOND	\$ 4,031,035	\$ 4,031,035	100.00%	\$ -
GOVERNMENT AGENCY	\$ -	\$ (2,531,817)	-100.00%	\$ 2,531,817.00
LOCAL CD	\$ 1,507,118	\$ (3,698,148)	-71.05%	\$ 5,205,266.00
MBS:WHIT MBS	\$ 27,338,735	\$ (4,129,910)	-13.12%	\$ 31,468,645.00
MONEY MARKET	\$ 122,607,543	\$ 13,821,073	12.70%	\$ 108,786,470.00
TAX ANTICIPATION WARRANT	\$ -	\$ -	n/a	\$ -
TAXABLE MUNICIPAL BONDS	\$ 37,192,609	\$ (1,166,302)	-3.04%	\$ 38,358,911.00
US TREASURIES	\$ 3,096,812	\$ (7,830,163)	-71.66%	\$ 10,926,975.00
Grand Total	\$ 272,678,855	\$ 10,309,172	3.93%	\$ 262,369,683.00
	<i>% Gross of Fees</i>	<i>% Yearly Difference</i>		<i>% Gross of Fees</i>
Benchmark	2.1110%	131.57%		0.9116%
LTTO	2.7610%	71.17%		1.6130%

Lyons Township Trustees of Schools
 Q1 FY2020 - Total Investment Portfolio Buy/Sell Activity (7/1/2019 to 9/30/2019)

Trade Side	Settlement Month	Custody	Investment Description	Maturity Date	Investment Type	Cusip/Description	Cost Basis	Coupon	Transaction Yield	S&P	Moody's	Fitch
Sell	July	CIBC Trust	38141W273 GOLDMAN SACHS FIN SQ GOVT-FS	7/31/2019	MONEY MARKET	38141W273	(2,440,455)	2.270		AAA	Aaa	
Buy	July	Byline Bank	Public Funds Emerald MMA Var %	7/31/2019	MONEY MARKET	Byline Bank MMA	5,076,384		2.50			
Buy	July	First Midwest Bank	First Midwest Money Market xx403 Var%	7/31/2019	MONEY MARKET	1st Midwest Money Market	17,444,362		2.46			
Buy	July	CIBC Trust	591852VA3 METRO COUNCIL MN ST 1.9% 9/1/21	9/1/2021	TAXABLE MUNICIPAL	591852VA3	50,000	1.900	2.16	AAA	Aaa	
Buy	July	CIBC Trust	735389Y79 PORT SEATTLE WA B 2.43% 5/1/22	5/1/2022	TAXABLE MUNICIPAL	735389Y79	170,950	2.430	2.22	A+	A1	AA-
Buy	July	CIBC Trust	38141W273 GOLDMAN SACHS FIN SQ GOVT-FS	7/31/2019	MONEY MARKET	38141W273	2,349,903	2.270		AAA	Aaa	
Buy	July	CIBC Trust	3136AQHL7 FNMA ACE 2015M13 2.802% 6/25/25	6/25/2025	AGENCY DUS/CMBS	3136AQHL7	102,219	2.711	2.31	AAA	Aaa	
Sell	August	CIBC Trust	3137EADB2 FHLMC 2.375% 1/13/22	1/13/2022	GOVERNMENT AGENCY	3137EADB2	(228,967)	2.375	1.63	AA+	Aaa	AAA
Sell	August	CIBC Trust	3137EADB2 FHLMC 2.375% 1/13/22	1/13/2022	GOVERNMENT AGENCY	3137EADB2	(305,325)	2.375	1.62	AA+	Aaa	AAA
Sell	August	CIBC Trust	38141W273 GOLDMAN SACHS FIN SQ GOVT-FS	8/31/2019	MONEY MARKET	38141W273	(513,452)	2.050		AAA	Aaa	
Buy	August	Byline Bank	Public Funds Emerald MMA Var %	8/31/2019	MONEY MARKET	Byline Bank MMA	87,651		2.30			
Buy	August	First Midwest Bank	First Midwest Money Market xx403 Var%	8/31/2019	MONEY MARKET	1st Midwest Money Market	54,206,065		2.46			
Buy	August	CIBC Trust	2350364K3 DALLAS INT'L A 2.039% 11/1/24	11/1/2024	TAXABLE MUNICIPAL	2350364K3	225,000	2.039	2.04	A+	A1	A+
Buy	August	CIBC Trust	3140J9W31 FNMA #BMS165 4% 7/1/47	7/1/2047	AGENCY DUS/CMBS	3140J9W31	322,093	4.000	1.96			
Buy	August	CIBC Trust	06051GFV4 BK OF AMERICA CO 2.625% 4/19/21	4/19/2021	CORPORATE BOND	06051GFV4	1,007,060	2.625	2.20	A-	A2	A+
Buy	August	CIBC Trust	38141W273 GOLDMAN SACHS FIN SQ GOVT-FS	8/31/2019	MONEY MARKET	38141W273	758,720	2.050		AAA	Aaa	
Sell	September	CIBC Trust	3137EADB2 FHLMC 2.375% 1/13/22	1/13/2022	GOVERNMENT AGENCY	3137EADB2	(1,097,612)	2.375	1.46			
Sell	September	CIBC Trust	3137EADB2 FHLMC 2.375% 1/13/22	1/13/2022	GOVERNMENT AGENCY	3137EADB2	(912,244)	2.375	1.77			
Sell	September	CIBC Trust	38141W273 GOLDMAN SACHS FIN SQ GOVT-FS	9/30/2019	MONEY MARKET	38141W273	(772,279)	2.030		AAA	Aaa	
Sell	September	Byline Bank	Public Funds Emerald MMA Var %	9/30/2019	MONEY MARKET	Byline Bank MMA	(218,195)		2.220			
Sell	September	First Midwest Bank	First Midwest Money Market xx403 Var%	9/30/2019	MONEY MARKET	1st Midwest Money Market	(2,834,810)		2.460			
Buy	September	CIBC Trust	3140X4LH7 FNMA #FM1227 3% 4/1/32	4/1/2032	AGENCY DUS/CMBS	3140X4LH7	1,007,538	3.000	1.94			
Buy	September	CIBC Trust	41422EKD4 HARRIS CTY TX TRNS 2.261% 11/1/2030	11/1/2030	TAXABLE MUNICIPAL	41422EKD4	500,000	2.261	2.26			
Buy	September	CIBC Trust	9128282A7 US TREASURY 1.5% 8/15/26	8/15/2026	US TREASURIES	9128282A7	491,875	1.500	1.75			
Buy	September	CIBC Trust	9128285M8 US TREASURY 3.125% 11/15/28	11/15/2028	US TREASURIES	9128285M8	1,141,597	3.125	1.81			
Buy	September	CIBC Trust	38141W273 GOLDMAN SACHS FIN SQ GOVT-FS	9/30/2019	MONEY MARKET	38141W273	872,784	2.030		AAA	Aaa	
Buy	September	CIBC Trust	31418DGF3 FNMA #MA3797 2.5% 10/1/34	9/1/2034	MBS:WHFIT MBS	31418DGF3	251,387	2.500	2.46	AA+	Aaa	

**Lyons Township Trustees of Schools
Total Investment Portfolio
September 30, 2019**

Investment Type	Cost Basis	Total Market Value	% of Portfolio
AGENCY DUS/CMBS	68,532,503	70,369,751	25.13%
BROKER CD	8,372,500	8,438,398	3.07%
CORPORATE BOND	4,031,035	4,125,951	1.48%
LOCAL CD	1,507,118	1,507,118	0.55%
MBS:WHFIT MBS	27,338,735	27,386,979	10.03%
MONEY MARKET	122,607,543	122,527,329	44.96%
TAXABLE MUNICIPAL BONDS	37,192,609	38,741,392	13.64%
US TREASURIES	3,096,812	3,182,598	1.14%
Grand Total	272,678,855	276,279,515	100.00%



Long Term Portfolio Metric:
Estimate Annualized Rate of Return (Since Inception current advisors; 7/1/14)
Gross of Fees
 2.761%

vs. BOA ML 1-10 Treasury & Agency Index
Gross of Fees
 2.111%

TTO % over Index: 30.79%

Lyons Township Trustees of Schools
Investment Portfolio
Asset Listing
September 30, 2019

Custody	Investment Description	Maturity Date	Investment Type	Cusip/ Description	Cost Basis
Byline Bank	CDARS CD ATLANTIC UNION BK 1.8% 12/26/19	12/26/2019	LOCAL CD:CDARS CD	CDARS CD ATLANTIC UNION BK	245,660.23
Byline Bank	CDARS CD BANK AMERICA NA 1.8% 12/26/19	12/26/2019	LOCAL CD:CDARS CD	CDARS CD BANK AMERICA NA	245,660.23
Byline Bank	CDARS CD BANK OF CHINA 1.8% 12/26/19	12/26/2019	LOCAL CD:CDARS CD	CDARS CD BANK OF CHINA	245,660.23
Byline Bank	CDARS CD BANK OZK 1.8% 12/26/19	12/26/2019	LOCAL CD:CDARS CD	CDARS CD BANK OZK	245,660.23
Byline Bank	CDARS CD GREAT SOUTHERN BK 1.8% 12/26/19	12/26/2019	LOCAL CD:CDARS CD	CDARS CD GREAT SOUTHERN BK	33,156.60
Byline Bank	CDARS CD ISREAL DISC BK NY 1.8% 12/26/19	12/26/2019	LOCAL CD:CDARS CD	CDARS CD ISREAL DISCOUNT BK NY	245,660.23
Byline Bank	CDARS CD LANDMARK BANK 1.8% 12/26/19	12/26/2019	LOCAL CD:CDARS CD	CDARS CD LANDMARK BANK	245,660.23
Byline Bank	Public Funds Emerald MMA Var %	N/A	MONEY MARKET	Byline Bank MMA	45,221,069.65
CIBC Trust	02587DXU7 AMEX CENTURION 2% 5/7/20	05/07/2020	BROKER CD	02587DXU7	250,000.00
CIBC Trust	052414RU5 AUSTIN TX ELEC 2.937% 11/15/28	11/15/2028	TAXABLE MUNICIPAL BONDS	052414RU5	518,435.00
CIBC Trust	052414RV3 AUSTIN TX ELEC 2.987% 11/15/29	11/15/2029	TAXABLE MUNICIPAL BONDS	052414RV3	500,000.00
CIBC Trust	05580ADD3 BMW BANK NA 2% 11/18/19	11/18/2019	BROKER CD	05580ADD3	250,000.00
CIBC Trust	06051GFW4 BK OF AMERICA CO 2.625% 4/19/21	04/19/2021	CORPORATE BOND	06051GFW4	1,007,060.00
CIBC Trust	094808CC4 BLOOMINGTON MN PORT 2.35% 2/1/23	02/01/2023	TAXABLE MUNICIPAL BONDS	094808CC4	416,338.60
CIBC Trust	13067WHZ8 CA ST WTR SER A0 2.437% 12/1/21	12/01/2021	TAXABLE MUNICIPAL BONDS	13067WHZ8	5,063.15
CIBC Trust	14042E6X3 CAPITAL ONE NA 2.2% 9/16/20	09/16/2020	BROKER CD	14042E6X3	250,000.00
CIBC Trust	165573C79 CHESTER CNTY PA 2.818% 5/15/24	05/15/2024	TAXABLE MUNICIPAL BONDS	165573C79	1,007,200.00
CIBC Trust	172311KC5 CINN OH WTR C 2.768% 12/1/22	12/01/2022	TAXABLE MUNICIPAL BONDS	172311KC5	528,675.00
CIBC Trust	17312QH77 CITIBANK NA 2.7% 3/29/21	03/29/2021	BROKER CD	17312QH77	250,000.00

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CIBC Trust	20030NCQ2 COMCAST CORP 3.45% 10/1/21	10/01/2021	CORPORATE BOND	20030NCQ2	1,010,460.00
CIBC Trust	20772KER6 CT ST SER A 3.75% 9/15/20	09/15/2020	TAXABLE MUNICIPAL BONDS	20772KER6	1,011,530.00
CIBC Trust	21614TCZ1 COOK CY DIST#208 HS 3% 12/15/21	12/15/2021	TAXABLE MUNICIPAL BONDS	21614TCZ1	511,645.00
CIBC Trust	2350364K3 DALLAS INTL A 2.039% 11/1/24	11/01/2024	TAXABLE MUNICIPAL BONDS	2350364K3	225,000.00
CIBC Trust	239864AY7 DAYTON OH MET B 2.31% 12/1/22	12/01/2022	TAXABLE MUNICIPAL BONDS	239864AY7	728,427.15
CIBC Trust	254672FV5 DISCOVER BANK CD 2.4% 1/21/22	01/21/2022	BROKER CD	254672FV5	250,000.00
CIBC Trust	3128CUL53 FREDMACGLD PL#G30348 6% 7/1/27	07/01/2027	MBS:WHFIT MBS	3128CUL53	267,466.27
CIBC Trust	3128M8UG7 FREDMAC GLD PL#G06583 5% 6/1/41	06/01/2041	MBS:WHFIT MBS	3128M8UG7	322,073.74
CIBC Trust	3128MEA43 FREDMAC #G15227 3.5% 12/1/29	12/01/2029	AGENCY DUS/CMBS	3128MEA43	714,481.66
CIBC Trust	3128PSC88 FHLMC GOLD PL#J12795 4% 8/1/25	08/01/2025	MBS:WHFIT MBS	3128PSC88	68,098.84
CIBC Trust	3128PT7C3 FREDMAC GLD PL#J14491 4% 2/1/26	02/01/2026	MBS:WHFIT MBS	3128PT7C3	1,046,112.58
CIBC Trust	3133EF4A2 FFCB 1.92% 4/9/22	04/09/2022	AGENCY DUS/CMBS	3133EF4A2	1,000,000.00
CIBC Trust	3136AQ5E6 FNMA 2016M2 AV2 2.152% 1/25/23	01/25/2023	AGENCY DUS/CMBS	3136AQ5E6	919,242.75
CIBC Trust	3136G36U4 FNMA 1.5% 9/29/21	09/29/2021	AGENCY DUS/CMBS	3136G36U4	1,000,000.00
CIBC Trust	31374CLS3 FNMA POOL#310037 6.5% 10/1/36	10/01/2036	MBS:WHFIT MBS	31374CLS3	61,442.46
CIBC Trust	3137AYCE9 FHLMC MULTI 2.682% 10/25/22	10/25/2022	AGENCY DUS/CMBS	3137AYCE9	1,017,500.00
CIBC Trust	3137B4WB8 FHLMC MULTI K03 3.06% 7/25/23	07/25/2023	AGENCY DUS/CMBS	3137B4WB8	514,609.38
CIBC Trust	3138AP3V8 FNMA POOL#AI9811 4.5% 8/1/26	08/01/2026	MBS:WHFIT MBS	3138AP3V8	532,678.18
CIBC Trust	3138EGKL7 FNMA PL#AL0298 4% 5/1/26	05/01/2026	AGENCY DUS/CMBS	3138EGKL7	1,013,386.59

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CIBC Trust	3138EJ3L0 FNMA #AL2606 2.647% 10/1/22	10/01/2022	AGENCY DUS/CMBS	3138EJ3L0	322,816.14
CIBC Trust	3138L0MH1 FNMA #AM0359 2.31% 8/1/22	08/01/2022	AGENCY DUS/CMBS	3138L0MH1	1,019,946.68
CIBC Trust	3138L2AE7 FNMA PL#AM1804 2.19% 12/1/22	12/01/2022	AGENCY DUS/CMBS	3138L2AE7	883,663.36
CIBC Trust	3138L33G8 FNMA #AM3498 2.01% 6/1/20	06/01/2020	AGENCY DUS/CMBS	3138L33G8	1,002,656.25
CIBC Trust	3138L3BR5 FNMA PL#AM2747 2.5% 4/1/23	04/01/2023	AGENCY DUS/CMBS	3138L3BR5	488,750.00
CIBC Trust	3138L86M1 FNMA PL#AM8075 2.85% 2/1/27	02/01/2027	AGENCY DUS/CMBS	3138L86M1	982,776.45
CIBC Trust	3138L8XW9 FNMA PL #AM7892 2.73% 1/1/23	01/01/2023	AGENCY DUS/CMBS	3138L8XW9	700,010.35
CIBC Trust	3138LDAV5 FNMA PL# AN0919 2.88% 2/1/26	02/01/2026	AGENCY DUS/CMBS	3138LDAV5	331,715.63
CIBC Trust	3138LGBV7 FNMA #AN3651 2.51% 11/1/26	11/01/2026	AGENCY DUS/CMBS	3138LGBV7	236,457.24
CIBC Trust	3138LGKF2 FNMA #AN3893 2.65% 12/1/23	12/01/2023	AGENCY DUS/CMBS	3138LGKF2	1,009,687.50
CIBC Trust	3138LH6P4 FNMA #AN53773.02% 5/1/27	05/01/2027	AGENCY DUS/CMBS	3138LH6P4	1,016,563.00
CIBC Trust	31400HKP7 FNMA POOL#688002 5.5% 3/1/33	03/01/2033	MBS:WHFIT MBS	31400HKP7	199,208.43
CIBC Trust	31400HLP6 FNMA POOL#688034 5.5% 3/1/33	03/01/2033	MBS:WHFIT MBS	31400HLP6	96,202.47
CIBC Trust	31401LVL4 FNMA POOL#711719 5.5% 6/1/33	06/01/2033	MBS:WHFIT MBS	31401LVL4	268,953.30
CIBC Trust	31406CU30 FNMA POOL#806202 5.5% 1/1/35	01/01/2035	MBS:WHFIT MBS	31406CU30	213,123.22
CIBC Trust	3140J5NB1 FNMA PL#BM1285 4.5% 5/1/47	05/01/2047	MBS:Other MBS	3140J5NB1	1,007,101.95
CIBC Trust	3140J8EZZ FNMA #BM3751 3.5% 2/1/33	02/01/2033	AGENCY DUS/CMBS	3140J8EZZ	778,264.13
CIBC Trust	3140J8TA1 FNMA #BM4144 5% 7/1/47	07/01/2047	AGENCY DUS/CMBS	3140J8TA1	841,279.63
CIBC Trust	3140J9LW9 FNMA BM4840 4% 10/1/48	10/01/2048	AGENCY DUS/CMBS	3140J9LW9	1,216,507.19

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CIBC Trust	3140J9W31 FNMA #BM5165 4% 7/1/47	07/01/2047	AGENCY DUS/CMBS	3140J9W31	314,501.33
CIBC Trust	3140Q9JA2 FNMA PL#CA2056 4.5% 7/1/48	07/01/2048	MBS:Other MBS	3140Q9JA2	166,892.36
CIBC Trust	3140X4LH7 FNMA #FM1227 3% 4/1/32	04/01/2032	AGENCY DUS/CMBS	3140X4LH7	985,373.65
CIBC Trust	31412QVT3 FNMA POOL#93226 4% 12/1/24	12/01/2024	MBS:WHFIT MBS	31412QVT3	1,657,967.05
CIBC Trust	31416LLU8 FNMA POOL#AA3038 5.5% 5/1/39	05/01/2039	MBS:WHFIT MBS	31416LLU8	582,204.43
CIBC Trust	31416WSV5 FNMA POOL#AB1431 5.5% 8/1/40	08/01/2040	MBS:WHFIT MBS	31416WSV5	835,302.35
CIBC Trust	31417J2M1 FNMA POOL#AC0779 5.5% 9/1/39	09/01/2039	MBS:WHFIT MBS	31417J2M1	605,518.32
CIBC Trust	31418MR79 FNMA POOL#AD0509 6% 1/1/39	01/01/2039	MBS:WHFIT MBS	31418MR79	2,463,979.14
CIBC Trust	31418RQF1 FNMA POOL#AD4053 5.5% 4/1/40	04/01/2040	MBS:WHFIT MBS	31418RQF1	1,710,486.40
CIBC Trust	31418U4X9 FNMA POOL#AD7137 5.5% 7/1/40	07/01/2040	MBS:WHFIT MBS	31418U4X9	3,263,450.87
CIBC Trust	3733842P0 GEORGIA ST SER B 2.67% 2/1/22	02/01/2022	TAXABLE MUNICIPAL BONDS	3733842P0	854,649.50
CIBC Trust	38147JS94 GOLDMAN SACHS USA 3.3% 7/16/24	07/16/2024	BROKER CD	38147JS94	250,000.00
CIBC Trust	38378B6L8 GNMA 2013-12B 2.15487% 11/16/52	11/16/2052	AGENCY DUS/CMBS	38378B6L8	387,875.00
CIBC Trust	38379RX24 GNMA SER2017-126AC 2.5% 5/16/59	05/16/2059	AGENCY DUS/CMBS	38379RX24	966,110.81
CIBC Trust	40434YCU9 HSBC BANK USA NA 2% 10/27/23	10/27/2023	BROKER CD	40434YCU9	250,000.00
CIBC Trust	41422EKD4 HARRIS CITY TX TRNS 2.261% 11/1/	11/01/2030	TAXABLE MUNICIPAL BONDS	41422EKD4	500,000.00
CIBC Trust	438670Q61 HONOLULU HI CITY 2.412% 11/1/21	11/01/2021	TAXABLE MUNICIPAL BONDS	438670Q61	1,638,747.00
CIBC Trust	459200HM6 IBM Corp 1.625% 5/15/20	05/15/2020	CORPORATE BOND	459200HM6	489,665.00
CIBC Trust	46625HHU7 JP MORGAN CHASE 4.25% 10/15/20	10/15/2020	CORPORATE BOND	46625HHU7	1,015,660.00

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CIBC Trust	48126XYP4 JPMORGAN CHASE BK 2.1% 2/28/21	02/28/2021	BROKER CD	48126XYP4	250,000.00
CIBC Trust	546585LK4 LOUISVILLE/JEFFER KY 3% 12/1/19	12/01/2019	TAXABLE MUNICIPAL BONDS	546585LK4	267,260.40
CIBC Trust	586108AK8 MEMPHIS SHELBY CO TN 2% 11/1/19	11/01/2019	TAXABLE MUNICIPAL BONDS	586108AK8	1,000,000.00
CIBC Trust	590485E46 MESA AZ SER B 1.538% 7/1/20	07/01/2020	TAXABLE MUNICIPAL BONDS	590485E46	150,000.00
CIBC Trust	591852VA3 METRO COUNCIL MN ST 1.9% 9/1/21	09/01/2021	TAXABLE MUNICIPAL BONDS	591852VA3	353,183.00
CIBC Trust	59333P4G0 MIAMI DADECTY FL 2.608% 10/1/22	10/01/2022	TAXABLE MUNICIPAL BONDS	59333P4G0	500,000.00
CIBC Trust	604195VC8 MINNETONKA MN #276 2.55% 1/1/24	01/01/2024	TAXABLE MUNICIPAL BONDS	604195VC8	239,895.00
CIBC Trust	61690UBB5 MORGAN STANLEY BK 3.4% 11/8/22	11/08/2022	BROKER CD	61690UBB5	250,000.00
CIBC Trust	61760AE88 MORRIGAN STAN PVT CD 2.7% 6/6/24	06/06/2024	BROKER CD	61760AE88	250,000.00
CIBC Trust	64966MC49 NY NY 2019-C 3.57% 12/1/26	12/01/2026	TAXABLE MUNICIPAL BONDS	64966MC49	500,000.00
CIBC Trust	64971WAD2 NY,NY TRANS SECDB2 2.8% 11/1/21	11/01/2021	TAXABLE MUNICIPAL BONDS	64971WAD2	501,985.00
CIBC Trust	64971XJD1 NY CITY TAX19 C-2 2.98% 11/1/27	11/01/2027	TAXABLE MUNICIPAL BONDS	64971XJD1	1,001,930.00
CIBC Trust	64990ERK5 NY ST DORM AUTH 2.25% 3/15/20	03/15/2020	TAXABLE MUNICIPAL BONDS	64990ERK5	998,920.00
CIBC Trust	674599BY0 OCCIDENTAL PETROLEUM 4.1% 2/1/2	02/01/2021	CORPORATE BOND	674599BY0	508,190.00
CIBC Trust	68609TJF6 OR ST ART XI Q B 3.352% 5/1/29	05/01/2029	TAXABLE MUNICIPAL BONDS	68609TJF6	225,000.00
CIBC Trust	686356PP5 ORLAND PK IL A 2.3% 12/1/22	12/01/2022	TAXABLE MUNICIPAL BONDS	686356PP5	529,008.00
CIBC Trust	704668DG4 PEACHTREE CITY GA 2.47% 3/1/22	03/01/2022	TAXABLE MUNICIPAL BONDS	704668DG4	294,222.60
CIBC Trust	70922PAL6 PENN ST TURNPIKE 3.029% 12/1/24	12/01/2024	TAXABLE MUNICIPAL BONDS	70922PAL6	777,775.00
CIBC Trust	718814J64 PHOENIX AZ VAR 2.867% 7/1/23	07/01/2023	TAXABLE MUNICIPAL BONDS	718814J64	994,060.00

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CIBC Trust	733911CB5 CORPUS CHRISTI NUECES B 3.318%	12/01/2023	TAXABLE MUNICIPAL BONDS	733911CB5	750,000.00
CIBC Trust	735389YT9 PORT SEATTLE WA B 2.43% 5/1/22	05/01/2022	TAXABLE MUNICIPAL BONDS	735389YT9	670,950.30
CIBC Trust	736740MT5 PORTLAND OR JENLWEN 3.5% 6/1/26	06/01/2026	TAXABLE MUNICIPAL BONDS	736740MT5	1,024,220.00
CIBC Trust	795676QM0 SALT LAKE UT SER B 1.95% 6/15/21	06/15/2021	TAXABLE MUNICIPAL BONDS	795676QM0	471,319.35
CIBC Trust	7976465H5 SAN FRAN CA HSG 3.352% 6/15/29	06/15/2029	TAXABLE MUNICIPAL BONDS	7976465H5	425,000.00
CIBC Trust	812626Y29 SEATTLE WA REFSER B 1.6% 1/1/20	01/01/2020	TAXABLE MUNICIPAL BONDS	812626Y29	1,005,590.00
CIBC Trust	812627FP7 SEATTLE WA IMPTB 3.375% 12/1/28	12/01/2028	TAXABLE MUNICIPAL BONDS	812627FP7	781,368.20
CIBC Trust	867612CX9 SUNNYVALE CA WTR 3.17% 4/1/26	04/01/2026	TAXABLE MUNICIPAL BONDS	867612CX9	537,691.05
CIBC Trust	87164XEY8 SYNCHRONY BANK 1.95% 1/16/20	01/16/2020	BROKER CD	87164XEY8	250,000.00
CIBC Trust	875124ER6 TAMPABAY WTR RG 2.612% 10/1/25	10/01/2025	TAXABLE MUNICIPAL BONDS	875124ER6	1,000,000.00
CIBC Trust	9128282A7 US TREASURY 1.5% 8/15/26	08/15/2026	US TREASURIES	9128282A7	956,074.22
CIBC Trust	9128285M8 US TREASURY 3.125% 11/15/28	11/15/2028	US TREASURIES	9128285M8	1,141,596.68
CIBC Trust	912828VS6 US TREASURY NOTE 2.5% 8/15/23	08/15/2023	US TREASURIES	912828VS6	999,140.63
CIBC Trust	91412GF59 UofCA REV SER AU 1.91% 5/15/21	05/15/2021	TAXABLE MUNICIPAL BONDS	91412GF59	750,000.00
CIBC Trust	914713H47 UN NC CHAP HILL 2.535% 12/1/22	12/01/2022	TAXABLE MUNICIPAL BONDS	914713H47	1,014,580.00
CIBC Trust	938429R74 WASHINGTON SD4BJ 1.796% 6/15/20	06/15/2020	TAXABLE MUNICIPAL BONDS	938429R74	500,000.00
CIBC Trust	93974DHW1 WASHINGTON ST 2.74% 8/1/22	08/01/2022	TAXABLE MUNICIPAL BONDS	93974DHW1	994,120.00
CIBC Trust	949763A48 WELLS FARGO CD 2.75% 5/3/24	05/03/2024	BROKER CD	949763A48	250,000.00
CIBC Trust	CIBC WEALTHMGMT MM 1 Var%	N/A	MONEY MARKET	WMMMA00993-1	44,827.25

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CIBC Trust	CIBC WEALTHMGMT MM 1 Var%	N/A	MONEY MARKET	WMMA00993-2	5,792.37
CIBC Trust	016788B67 ALLEGAN CNTY MI 2.4% 5/1/20	05/01/2020	TAXABLE MUNICIPAL BONDS	016788B67	450,000.00
CIBC Trust	051411RQ1 AUGUSTA ME TX PNS 3.13% 10/1/22	10/01/2022	TAXABLE MUNICIPAL BONDS	051411RQ1	490,000.00
CIBC Trust	080053GM7 BELLWOODANTIS PA 2.85% 6/1/2020	06/01/2020	TAXABLE MUNICIPAL BONDS	080053GM7	255,000.00
CIBC Trust	095167RW4 BLOUNT CNTY TN A 1.73% 6/1/21	06/01/2021	TAXABLE MUNICIPAL BONDS	095167RW4	107,800.00
CIBC Trust	143287BK5 CARMEL IN PUB 1A 1.726% 1/5/21	01/15/2021	TAXABLE MUNICIPAL BONDS	143287BK5	135,000.00
CIBC Trust	199492CU1 COLUMBUS OH SER8 2.483% 12/1/23	12/01/2023	TAXABLE MUNICIPAL BONDS	199492CU1	387,488.00
CIBC Trust	20772JWZ1 CONNECTICUT TX SER 2.7% 9/1/22	09/01/2022	TAXABLE MUNICIPAL BONDS	20772JWZ1	1,002,860.00
CIBC Trust	272497PH5 GRAND RPDS MI SERB 2.52% 5/1/20	05/01/2020	TAXABLE MUNICIPAL BONDS	272497PH5	625,000.00
CIBC Trust	3128M9B92 FRDMC GLDPL#G06964 5.5% 11/1/38	11/01/2038	MBS:WHFIT MBS	3128M9B92	689,393.11
CIBC Trust	3129405F2 FREDMACGLDPL#J21621 5.5% 6/1/40	06/01/2040	MBS:WHFIT MBS	3129405F2	44,963.91
CIBC Trust	3136A72D3 FNMA 2012-M9 A2 2.482 4/25/22	04/25/2022	AGENCY DUS/CMBS	3136A72D3	989,022.16
CIBC Trust	3136AEGQ4 FNMA 2013M7 CLA2 2.28% 12/27/22	12/27/2022	AGENCY DUS/CMBS	3136AEGQ4	1,017,364.28
CIBC Trust	3136AEX69 FNMA 2013-M9 A2 2.389% 1/25/23	01/25/2023	AGENCY DUS/CMBS	3136AEX69	237,677.72
CIBC Trust	3136AJ7G5 FNMA 2014M6 A2 2.67851% 5/25/21	05/25/2021	AGENCY DUS/CMBS	3136AJ7G5	102,206.77
CIBC Trust	3136AMKZ1 FNMA 2015M1 CLA2 2.532% 9/25/24	06/25/2024	AGENCY DUS/CMBS	3136AMKZ1	1,777,921.88
CIBC Trust	3136AMST7 FNMA 2015M3A2 2.72296% 10/25/24	10/25/2024	AGENCY DUS/CMBS	3136AMST7	1,240,199.22
CIBC Trust	3136AQHL7 FNMA ACE 2015M13 2.802% 6/25/25	06/25/2025	AGENCY DUS/CMBS	3136AQHL7	102,218.75
CIBC Trust	3136AQV80 FNMA 2016 MI A2 2.939% 1/25/26	01/25/2026	AGENCY DUS/CMBS	3136AQV80	486,269.53

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CIBC Trust	3136ARTY4 FNMA 2016-M4CLA1 2.187% 3/25/26	03/25/2026	AGENCY DUS/CMBS	3136ARTY4	420,194.97
CIBC Trust	3136ATZ80 FNMA 2.08% 7/25/26	07/25/2026	AGENCY DUS/CMBS	3136ATZ80	887,924.13
CIBC Trust	3136AV7G8 FNMA 17 M7 CLA2 2.961% 2/25/27	02/25/2027	AGENCY DUS/CMBS	3136AV7G8	1,805,857.04
CIBC Trust	3136AX7E9 FNMA 2017 M12 A2 3.081% 6/25/27	06/25/2027	AGENCY DUS/CMBS	3136AX7E9	1,135,255.17
CIBC Trust	3136AXVB8 FNMA 2017M10 AV2 2.646% 7/25/24	07/25/2024	AGENCY DUS/CMBS	3136AXVB8	2,048,126.40
CIBC Trust	3136AY2H5 FNMA 2017M14 A2 2.8765 11/25/27	11/25/2027	AGENCY DUS/CMBS	3136AY2H5	202,687.50
CIBC Trust	3136AY7L1 FNMA 2018M1 A2 2.986% 12/27/27	12/27/2027	AGENCY DUS/CMBS	3136AY7L1	788,500.00
CIBC Trust	3136B0YM2 FNMA 2018-M2A2 2.99924% 1/25/28	01/25/2028	AGENCY DUS/CMBS	3136B0YM2	1,030,473.43
CIBC Trust	3136B1XJ8 FNMA 2018M4A2 3.043% 3/25/28	03/25/2028	AGENCY DUS/CMBS	3136B1XJ8	1,011,328.13
CIBC Trust	3137ATRW4 FRED MAC MULTI 2.373% 5/25/22	05/25/2022	AGENCY DUS/CMBS	3137ATRW4	857,790.62
CIBC Trust	3137AVXN2 FHLMC MULTI 2.355% 7/25/22	07/25/2022	AGENCY DUS/CMBS	3137AVXN2	1,302,966.79
CIBC Trust	3137AWQG3 FHLMC MULTI KO23 1.583% 4/25/22	04/25/2022	AGENCY DUS/CMBS	3137AWQG3	774,982.09
CIBC Trust	3137B1U75 FHLMC MULTI FAM 2.522% 1/25/23	01/25/2023	AGENCY DUS/CMBS	3137B1U75	490,468.75
CIBC Trust	3137B3NA2 FHLMC MULTIFAMPSS 3.25% 4/25/23	04/25/2023	AGENCY DUS/CMBS	3137B3NA2	1,038,359.38
CIBC Trust	3137BGJZ3 FHLMC MULT K043 2.532% 10/25/23	10/25/2023	AGENCY DUS/CMBS	3137BGJZ3	294,407.18
CIBC Trust	3137BLMA3 FHLMC MULTI KS03 2.272% 6/25/22	06/25/2022	AGENCY DUS/CMBS	3137BLMA3	749,906.17
CIBC Trust	3137BLW95 FHLMC MT K050 A2 3.334% 8/25/25	08/25/2025	AGENCY DUS/CMBS	3137BLW95	599,635.20
CIBC Trust	3137BMTX4 FHLMC K052 A2 3.151% 11/25/25	11/25/2025	AGENCY DUS/CMBS	3137BMTX4	1,584,470.51
CIBC Trust	3137BQBY2 FHLMC MULTI K722 2.183% 5/25/22	05/25/2022	AGENCY DUS/CMBS	3137BQBY2	535,564.68

Lyons Township Trustees of Schools
Investment Portfolio
Asset Listing
September 30, 2019

Custody	Investment Description	Maturity Date	Investment Type	Cusip/ Description	Cost Basis *1
CIBC Trust	3137BQYS0 FHLMC MULTI K056 2.525% 5/25/26	05/25/2026	AGENCY DUS/CMBS	3137BQYS0	473,456.25
CIBC Trust	3137BRQH1 FHLMC K057 2.206% 6/25/25	06/25/2025	AGENCY DUS/CMBS	3137BRQH1	547,242.37
CIBC Trust	3137BS6Q1 FHLMC MULTI KJ08 2.356% 1/25/35	01/25/2035	AGENCY DUS/CMBS	3137BS6Q1	1,376,973.09
CIBC Trust	3137BWWWD2 FHLMC MULTK725A2 3.0002 1/25/24	01/25/2024	AGENCY DUS/CMBS	3137BWWWD2	766,816.41
CIBC Trust	3137F4D41 FHLMC MULTI K074 A2 3.6%	01/25/2028	AGENCY DUS/CMBS	3137F4D41	222,406.25
CIBC Trust	3137FAWS3 FHLMC 2067 CL A2 3.194% 7/25/27	07/25/2027	AGENCY DUS/CMBS	3137FAWS3	694,468.67
CIBC Trust	3137FEBQ2 FHLMC MULTI K072A2 3.444% 12/25	12/25/2027	AGENCY DUS/CMBS	3137FEBQ2	934,539.06
CIBC Trust	3137FK4M5 FHLMC MULTI K085A2 4.06% 10/25/	10/25/2028	AGENCY DUS/CMBS	3137FK4M5	563,638.35
CIBC Trust	3138AKW96 FNMA POOL#AI6071 5% 6/1/41	06/01/2041	MBS:WHFIT MBS	3138AKW96	1,475,052.55
CIBC Trust	3138EGDB7 FNMA POOL#AL0097 6% 7/1/40	07/01/2040	MBS:WHFIT MBS	3138EGDB7	473,331.67
CIBC Trust	3138EKEY7 FNMA POOL#AL2850 4% 9/1/26	09/01/2026	MBS:WHFIT MBS	3138EKEY7	2,131,270.68
CIBC Trust	3138EKEZ4 FNMA POOL#AL2851 4% 8/1/26	08/01/2026	MBS:WHFIT MBS	3138EKEZ4	753,423.36
CIBC Trust	3138EKYU3 FNMA POOL#AL3422 5% 1/1/25	01/01/2025	MBS:WHFIT MBS	3138EKYU3	365,761.46
CIBC Trust	3138ELFR9 FNMA POOL#AL3775 5% 1/1/39	01/01/2039	MBS:WHFIT MBS	3138ELFR9	363,220.71
CIBC Trust	3138L06C0 FNMA PL#AM0866 2.2% 12/1/22	12/01/2022	AGENCY DUS/CMBS	3138L06C0	223,418.24
CIBC Trust	3138L1DX4 FNMA PL AM1017 2.15% 10/1/22	10/01/2022	AGENCY DUS/CMBS	3138L1DX4	571,078.66
CIBC Trust	3138L2GK7 FNMA PL#AM2001 1.58% 1/1/20	01/01/2020	AGENCY DUS/CMBS	3138L2GK7	1,680,539.42
CIBC Trust	3138L2SJ7 FNMA PL#AM2320 1.68% 1/1/20	01/01/2020	AGENCY DUS/CMBS	3138L2SJ7	445,180.53
CIBC Trust	3138L33G8 FNMA PL#AM3498 2.01% 6/1/20	06/01/2020	AGENCY DUS/CMBS	3138L33G8	176,148.44

Lyons Township Trustees of Schools
Investment Portfolio
Asset Listing
September 30, 2019

Custody	Investment Description	Maturity Date	Investment Type	Cusip/ Description	Cost Basis *1
CIBC Trust	3138L3G41 FNMA PL#AM2918 2.51% 4/1/23	04/01/2023	AGENCY DUS/CMBS	3138L3G41	866,608.08
CIBC Trust	3138L3JQ9 FNMA PL#AM2970 2.42% 5/1/23	04/01/2023	AGENCY DUS/CMBS	3138L3JQ9	523,303.04
CIBC Trust	3138L3YR0 FNMA PL#AM3419 2.42% 5/1/23	05/01/2023	AGENCY DUS/CMBS	3138L3YR0	870,648.69
CIBC Trust	3138L87C2 FNMA PL#AM8090 2.48% 2/1/25	02/01/2025	AGENCY DUS/CMBS	3138L87C2	1,000,405.47
CIBC Trust	3138L9HU9 FNMA PL# AM8342 2.36% 4/1/22	04/01/2022	AGENCY DUS/CMBS	3138L9HU9	519,179.69
CIBC Trust	3138L9JE3 FNMA #AM8360 2.165% 5/1/22	05/01/2022	AGENCY DUS/CMBS	3138L9JE3	167,169.20
CIBC Trust	3138LCCK9 FNMA #AN0073 2.29% 11/1/22	11/01/2022	AGENCY DUS/CMBS	3138LCCK9	413,365.16
CIBC Trust	3138LCMS1 FNMA AN0368 3.05% 12/1/25	12/01/2025	AGENCY DUS/CMBS	3138LCMS1	761,705.71
CIBC Trust	3138LD5G4 FNMA #AN1746 2.15% 9/1/23	09/01/2023	AGENCY DUS/CMBS	3138LD5G4	2,057,273.44
CIBC Trust	3138LDPP2 FNMA #AN1329 2.42% 4/1/23	04/01/2023	AGENCY DUS/CMBS	3138LDPP2	594,380.17
CIBC Trust	3138LGP67 FNMA PL#AN4044 2.12% 12/1/20	12/01/2020	AGENCY DUS/CMBS	3138LGP67	484,546.04
CIBC Trust	3138LGWU6 FNMA #AN4258 2.65% 1/1/23	01/01/2023	AGENCY DUS/CMBS	3138LGWU6	369,638.54
CIBC Trust	3138LJ2F6 FMNA AN6173 3.12% 7/1/29	07/01/2019	AGENCY DUS/CMBS	3138LJ2F6	1,263,867.19
CIBC Trust	3138LJUF5 FNMA #AN5981 2.68% 1/1/25	01/01/2025	AGENCY DUS/CMBS	3138LJUF5	295,941.08
CIBC Trust	3138LK7A9 FNMA #AN7188 3.135% 10/1/32	10/01/2032	AGENCY DUS/CMBS	3138LK7A9	2,057,033.79
CIBC Trust	3138LL5H4 FNMA #AN8047 2.73% 2/1/25	02/01/2025	AGENCY DUS/CMBS	3138LLH4	513,300.78
CIBC Trust	31402YEX8 FNMA POOL#741850 5.5% 9/1/33	09/01/2033	MBS:WHFIT MBS	31402YEX8	259,231.65
CIBC Trust	3140HVCU6 FNMA #BL3682 2.67% 9/1/26	09/01/2026	AGENCY DUS/CMBS	3140HVCU6	519,687.50
CIBC Trust	31417TLC0 FNMA POOL#AC6622 5.5% 11/1/39	11/01/2039	MBS:WHFIT MBS	31417TLC0	3,631,513.60

Lyons Township Trustees of Schools
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Custody	Investment Description	Maturity Date	Investment Type	Cusip/ Description	Cost Basis *1
CIBC Trust	31417VZ22 FNMA POOL #AC8860 4.5% 12/1/24	12/01/2024	MBS:WHFIT MBS	31417VZ22	1,362,651.56
CIBC Trust	31418DGF3 FNMA #MA3797 2.5% 10/1/34	10/01/2034	MBS:WHFIT MBS	31418DGF3	251,386.72
CIBC Trust	31418WCA6 FNMA POOL#AD8164 4% 8/1/25	08/01/2025	MBS:WHFIT MBS	31418WCA6	169,271.97
CIBC Trust	38141W273 GOLDMAN SACHS FIN SQ GOVT-FS	N/A	MONEY MARKET	38141W273	753,033.82
CIBC Trust	38378KRM3 GNMA AB2013-78 1.62443% 7/16/39	07/16/2039	AGENCY DUS/CMBS	38378KRM3	345,204.91
CIBC Trust	38378KYD5 GNMA SER2013-107 CLA 2% 5/16/40	05/16/2040	AGENCY DUS/CMBS	38378KYD5	393,595.46
CIBC Trust	38378ND91 GNMA SER2014-33 AB 2.1% 8/16/39	08/16/2039	AGENCY DUS/CMBS	38378ND91	215,564.41
CIBC Trust	38379KBZ0 GNMA SER2015-23 1.9999% 1/1/16/40	11/16/2040	AGENCY DUS/CMBS	38379KBZ0	372,500.93
CIBC Trust	38379KZY7 GNMA 2015-114 CL A 2.1% 6/15/55	06/15/2055	AGENCY DUS/CMBS	38379KZY7	1,407,265.67
CIBC Trust	38379RAA1 GNMA 2015-183 2.3% 3/16/2056	03/16/2056	AGENCY DUS/CMBS	38379RAA1	668,459.18
CIBC Trust	507408LW0 MCHENRY CTY D118 3.45% 1/1/27	01/01/2027	TAXABLE MUNICIPAL BONDS	507408LW0	250,000.00
CIBC Trust	57419RB79 MD ST CMTY DEV A 1.945% 3/1/21	03/01/2021	TAXABLE MUNICIPAL BONDS	57419RB79	250,000.00
CIBC Trust	59465MU94 MI ST HSG DEV B 2.096% 4/1/21	04/01/2021	TAXABLE MUNICIPAL BONDS	59465MU94	300,000.00
CIBC Trust	6041293M6 MINN ST VAR SER D 2.43% 8/1/22	08/01/2022	TAXABLE MUNICIPAL BONDS	6041293M6	358,086.90
CIBC Trust	60416SPS3 MN ST HSG FIN AGY 2.45% 1/1/22	01/01/2021	TAXABLE MUNICIPAL BONDS	60416SPS3	65,000.00
CIBC Trust	64469DXY2 NH ST HSG FIN TX 2.636% 7/1/21	07/01/2021	TAXABLE MUNICIPAL BONDS	64469DXY2	169,771.18
CIBC Trust	64971WFJ4 NY CITY TRANS FIN 2.85% 8/1/22	08/01/2022	TAXABLE MUNICIPAL BONDS	64971WFJ4	1,002,500.00
CIBC Trust	64971WZV5 NY NY TRAN FIN E3 2.92% 2/1/27	02/01/2027	TAXABLE MUNICIPAL BONDS	64971WZV5	636,112.50
CIBC Trust	686356PP5 ORLAND PARK IL 2.3% 12/1/22	12/01/2022	TAXABLE MUNICIPAL BONDS	686356PP5	547,200.00

Lyons Township Trustees of Schools
Investment Portfolio
Asset Listing
September 30, 2019

Custody	Investment Description	Maturity Date	Investment Type	Cusip/ Description	Cost Basis *1
CIBC Trust	689225TM2 OTTAWACTY MI PENS 2.85% 11/1/22	11/01/2022	TAXABLE MUNICIPAL BONDS	689225TM2	140,000.00
CIBC Trust	751622JP7 RAMSEY CTY MN CAP IMP 3% 2/1/24	02/01/2024	TAXABLE MUNICIPAL BONDS	751622JP7	441,460.80
CIBC Trust	751622JQ5 RAMSEY CTY MN CAP IMP 3% 2/1/25	02/01/2025	TAXABLE MUNICIPAL BONDS	751622JQ5	450,955.05
CIBC Trust	771639SY8 ROCHESTER NH B 2% 3/1/20	03/01/2020	TAXABLE MUNICIPAL BONDS	771639SY8	335,418.75
CIBC Trust	79467BAT2 SALES TX SECURIT C 2.754% 1/1/2	01/01/2023	TAXABLE MUNICIPAL BONDS	79467BAT2	402,144.40
CIBC Trust	800732JN0 SANGAMON CNTY IL D5 1.9% 1/1/20	01/01/2020	TAXABLE MUNICIPAL BONDS	800732JN0	137,900.00
CIBC Trust	8827233J6 TX ST FIN AST C-2 1.305% 8/1/20	08/01/2020	TAXABLE MUNICIPAL BONDS	8827233J6	200,000.00
CIBC Trust	8827233L1 TX ST WTR FIN C-2 1.737% 8/1/22	08/01/2022	TAXABLE MUNICIPAL BONDS	8827233L1	250,000.00
CIBC Trust	882806EM0 TX ST TECH 17TH 2.104% 2/15/20	02/15/2020	TAXABLE MUNICIPAL BONDS	882806EM0	450,000.00
CIBC Trust	942221GC0 WATERTOWN WI SCH D 2.5% 4/1/22	04/01/2022	TAXABLE MUNICIPAL BONDS	942221GC0	234,412.50
CIBC Trust	977100CY0 WI ST GEN FD A 1.899% 5/1/22	05/01/2022	TAXABLE MUNICIPAL BONDS	977100CY0	414,711.10
First Midwest Bank	First Midwest Money Market xx403 Var%	N/A	MONEY MARKET	1st Midwest Money Market	76,581,996.55
ISDLAF+ SUMMARY	ISDLAF+ CD BMO Harris Bank 2.732% 12/9/19	12/09/2019	BROKER CD	ISDLAF+ CD BMO Harris Bank	2,694,900.00
ISDLAF+ SUMMARY	ISDLAF+ CD Pacific Western 2.701% 3/5/20	03/05/2020	BROKER CD	ISDLAF+ CD Pacific Western Bank	2,677,600.00
ISDLAF+ SUMMARY	ISDLAF+ SDA BANK OF THE OZARKS 2.250%	N/A	MONEY MARKET	ISDLAF+ SDA BANK OF THE OZARKS	809.00
ISDLAF+ SUMMARY	ISDLAF+ SDA CITIBANK 2.250%	N/A	MONEY MARKET	ISDLAF+ CITIBANK	14.28
					272,678,855.26

*1 Cost basis is the amount at which the asset is purchased less any funds received or adjusted

FY2020 Tyler Technology Infinite
Vision Amendment to Subscription
Agreement

FY2020 Proposed Budget

Township Trustees of Schools

TOWNSHIP 38 NORTH, RANGE 12 EAST

www.lyonstto.net

BOARD OF SCHOOL TRUSTEES

Michael S. Thiessen, President

Michael Dickman, Trustee

Nicholas A. Kantas, Trustee

22 Calendar Ave. STE D

LaGrange, IL 60525

Phone 708-352-4480

Fax 708-352-4417

DATE: October 17, 2019

TO: Board of School Trustees

FROM: Kenneth T. Getty, MBA, CSBO

KTG

SUBJECT: FY2020 Proposed Budget

The proposed budget for the 2019-20 fiscal year has been prepared for Trustee consideration and final approval:

- FY2020 Preliminary Budget is 1.9% higher than FY2019 Actual Expenditures, which matches the Consumer Price Index (CPI) "cost of living" of 1.9% for FY2020.
- Benefits:
 - IMRF has confirmed the LTTO phase-in Employer Contribution rate of 6.94%, which is an increase of 63 basis points.
- Technology Upgrades:
 - The LTTO is migrating to a Microsoft-based platform that will allow for a fully integrated phone/e-mail/video collaboration tools that will increase productivity and reduce costs in FY20.

LYONS TOWNSHIP TREASURER'S OFFICE
Proposed Budget and Staffing Comparison - FY20 to FY19

PROGRAM STAFF DETAIL	FY20	FY19	INC/DEC
Treasurer	1.00	1.00	0.00
Director of Finance & Operations	1.00	1.00	0.00
HR / Office Manager	1.00	1.00	0.00
Payroll / Accounts Receivable	1.00	1.00	0.00
Accountant	1.00	1.00	0.00
Senior Accountant	0.00	1.00	(1.00)
Financial Services Specialist	1.00	0.35	0.65
PT - Business Services	0.75	1.00	(0.25)
TOTAL STAFF	6.75	7.35	(0.60)

Education Fund

EXPENDITURE DETAIL	BUDGETED FY20	ACTUAL FY19	INC/DEC
1000 SALARIES	\$513,000	\$489,259	\$23,741
2000 BENEFITS	\$200,700	\$225,477	(\$24,777)
3000 SERVICES	\$922,574	\$888,006	\$34,568
4000 SUPPLIES	\$14,000	\$12,423	\$1,577
5000 EQUIPMENT	\$4,500	\$7,553	(\$3,053)
6000 OTHER	\$2,000	\$3,055	(\$1,055)
Subtotal Expenditures	\$1,656,774	\$1,625,774	\$31,000

TOTAL EXPENDITURES	\$1,656,774	\$1,625,774	\$31,000
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Proposed Budget Comparison - FY20 to FY19	ACCOUNT NAME	BUDGET 2020	BUDGET 2019	ACTUAL 2019
10.4.1940.0000.000.4001	Pro-rata Current Year	\$1,625,774	\$1,608,192	\$924,666
10.4.1940.0000.000.4002	Pro-rata Immediate Prior Year	\$717,526	\$354,104	\$218,150
10.4.1940.0000.000.4003	Pro-rata Prior Years	\$522,939	\$386,985	\$0
10.4.1999.0000.000.0000	Other Local Revenues	\$11,500	\$0	\$0
10	Education Fund	\$2,877,738	\$2,349,281	\$1,142,816
Education Fund Expenditures				
10.5.2520.1000.000.5001	Salary-Treasurer	\$140,000	\$140,000	\$140,000
10.5.2520.1000.000.5002	Office Manager	\$72,000	\$71,193	\$71,193
10.5.2520.1000.000.5004	Salary-Payroll / Accounts Receivable	\$63,000	\$60,000	\$60,000
10.5.2520.1000.000.5008	Salary-Records Management	\$40,500	\$17,000	\$16,911
10.5.2520.1000.000.5010	Salary-Overtime	\$0	\$0	\$0
10.5.2520.1000.000.5011	Salary-CFO / Dir. of Operations	\$110,000	\$75,000	\$71,250
10.5.2520.1000.000.5012	Salary-Accountant	\$60,000	\$38,603	\$38,557
10.5.2520.1000.000.5013	Salary-Senior Accountant	\$0	\$76,126	\$76,035
10.5.2520.1000.000.5014	Salary-Reception / Banking	\$0	\$1,250	\$1,238
10.5.2520.1000.000.5015	PT-Business Services	\$27,500	\$15,000	\$14,075
1000 Series Total		\$513,000	\$494,172	\$489,259
10.5.2520.2120.000.0000	IMRF	\$35,500	\$43,802	\$40,515
10.5.2520.2130.000.0000	FICA	\$33,500	\$39,912	\$40,480
10.5.2520.2140.000.0000	Medicare	\$8,000	\$9,334	\$9,474
10.5.2520.3800.000.0011	Retiree/COBRA Benefits	\$7,500	\$15,000	\$16,404
10.5.2520.3800.000.2009	IDES	\$14,000	\$5,000	\$3,562
10.5.2520.2210.000.0000	Life Insurance	\$1,100	\$1,350	\$1,306
10.5.2520.2220.000.0000	Medical Insurance	\$93,000	\$100,000	\$105,536
10.5.2520.2230.000.0000	Dental Insurance	\$7,000	\$7,500	\$7,209
10.5.2520.2341.000.0000	Vision Insurance	\$1,100	\$1,000	\$991
2000 Series Total		\$200,700	\$222,898	\$225,477
10.5.2520.3100.000.0000	CPA Services	\$85,500	\$65,000	\$64,867
10.5.2520.3100.000.0019	Programming & Training	\$4,000	\$0	\$0
10.5.2520.3100.000.0023	Prof & Tech Services - IT	\$9,000	\$13,000	\$13,744
10.5.2520.3110.000.0000	Employee Assistance Services	\$2,500	\$2,500	\$2,500
10.5.2520.3160.000.0000	Annual I.V. License	\$123,000	\$120,000	\$119,739
10.5.2520.3160.000.0027	Software	\$10,000	\$12,000	\$11,409

Proposed Budget Comparison - FY20 to FY19	ACCOUNT NAME	BUDGET 2020	BUDGET 2019	ACTUAL 2019
10.5.2520.3170.000.0000	Audit/Financial Services	\$22,000	\$24,000	\$20,339
10.5.2520.3180.000.0000	Legal Services-General	\$26,000	\$26,000	\$24,958
10.5.2520.3180.000.0001	Legal Service-Litigation	\$500,000	\$500,000	\$491,255
10.5.2520.3190.000.0000	Other Professional Services	\$750	\$1,000	\$519
10.5.2520.3200.000.0000	Property Services	\$600	\$575	\$624
10.5.2520.3200.000.0002	Property Appraisal	\$0	\$1,200	\$1,055
10.5.2520.3210.000.0000	Sanitation Services	\$840	\$840	\$840
10.5.2520.3220.000.0000	Cleaning Services	\$5,100	\$5,100	\$5,100
10.5.2520.3250.000.0000	Rentals	\$54,000	\$51,000	\$52,299
10.5.2520.3250.000.0003	Copier & Printer Lease	\$14,000	\$13,500	\$13,624
10.5.2520.3250.000.0004	Neopost Lease	\$2,004	\$2,004	\$2,004
10.5.2520.3320.000.0000	Travel	\$1,600	\$100	\$56
10.5.2520.3330.000.0000	Meeting Expense	\$1,000	\$800	\$875
10.5.2520.3400.000.0000	Telephone service	\$3,000	\$9,000	\$8,337
10.5.2520.3400.000.0005	Postage	\$500	\$500	\$502
10.5.2520.3400.000.0006	Delivery Services	\$80	\$80	\$75
10.5.2520.3400.000.0008	Internet	\$9,000	\$2,800	\$2,780
10.5.2520.3600.000.0000	Printing & Binding	\$19,000	\$19,000	\$18,931
10.5.2520.3800.000.0000	TASC	\$0	\$760	\$760
10.5.2520.3800.000.0013	Insurance-Commercial	\$9,000	\$9,000	\$8,958
10.5.2520.3800.000.0014	Insurance-Workers Comp	\$3,200	\$3,200	\$3,106
10.5.2520.3800.000.0015	Insurance-Umbrella	\$0	\$0	\$0
10.5.2520.3800.000.0016	Insurance-Public Officials Liability	\$15,000	\$15,000	\$15,000
10.5.2520.3800.000.0017	Insurance-Cyber Liability	\$1,900	\$1,875	\$3,750
Series 3000 Total		\$922,574	\$899,834	\$888,006
10.5.2520.4100.000.0000	Office Supplies	\$10,000	\$12,000	\$8,910
10.5.2520.4100.000.0018	Paper	\$600	\$500	\$404
10.5.2520.4100.000.0024	Envelopes	\$1,100	\$1,100	\$1,094
10.5.2520.4400.000.0000	Periodicals	\$600	\$500	\$358
10.5.2520.4900.000.0020	Checks	\$1,700	\$1,700	\$1,657
4000 Series Total		\$14,000	\$15,800	\$12,423
10.5.2520.5500.000.0000	Capitalized Equipment	\$4,500	\$11,000	\$7,553
5000 Series Total		\$4,500	\$11,000	\$7,553

Proposed Budget Comparison - FY20 to FY19		ACCOUNT NAME	BUDGET 2020	BUDGET 2019	ACTUAL 2019
10.5.2520.6400.000.0000		Dues and Fees	\$2,000	\$3,500	\$3,055
6000 Series Total			\$2,000	\$3,500	\$3,055
	2520	Business Office	\$1,656,774	\$1,647,204	\$1,625,774
	1	Education Fund	\$1,656,774	\$1,647,204	\$1,625,774

District 204 Litigation Update

West 40

Closed Session

Motion to suspend the Special Board Meeting for the purpose of entering Closed Session.

- ***Illinois Open Meetings Act, (5 ILCS 120/2 (c)(11)***, “Litigation, when an action against, affecting or on behalf of the particular public body has been filed and is pending before a court or administrative tribunal, or when the public body finds that an action is probable or imminent, in which case the basis for the finding shall be recorded and entered into the minutes of the closed meeting.”
- ***Illinois Open Meetings Act, (5 ILCS 120/2 (c)(1)***, “Discussion on the appointment, employment, compensation, discipline, performance or dismissal specific employees of public body.”

Motion to reconvene the
Special Meeting
of the
Board of Trustees

Time: _____

Action as a result of Closed Session

Adjournment