

A	B	C	D	E	F	G	H	I	J	
SCHEDULE OF SHORT-TERM DEBT										
1	Description (Enter Whole Dollars)	Outstanding Beginning 07/01/16	Issued 07/01/16 Through 06/30/17	Retired 07/01/16 Through 06/30/17	Outstanding Ending 06/30/17					
2	CORPORATE PERSONAL PROPERTY REPLACEMENT TAX									
3	ANTICIPATION NOTES (CPPRT)									
4	Total CPPRT Notes									
5	TAX ANTICIPATION WARRANTS (TAW)									
6	Educational Fund									
7	Operations & Maintenance Fund									
8	Debt Services - Construction									
9	Debt Services - Working Cash									
10	Debt Services - Refunding Bonds									
11	Transportation Fund									
12	Municipal Retirement/Social Security Fund									
13	Fire Prevention & Safety Fund									
14	Other - (Describe & Itemize)									
15	Total TAWs	0	0	0	0					
16	TAX ANTICIPATION NOTES (TAN)									
17	Educational Fund									
18	Operations & Maintenance Fund									
19	Fire Prevention & Safety Fund									
20	Other - (Describe & Itemize)									
21	Total TANs	0	0	0	0					
22	TEACHERS/EMPLOYEES' ORDERS (T/EO)									
23	Total T/EOs (Educational, Operations & Maintenance, & Transportation Funds)									
24	GENERAL STATE AID ANTICIPATION CERTIFICATES (GSAAC)									
25	Total GSAACs (All Funds)									
26	OTHER SHORT-TERM BORROWING									
27	Total Other Short-Term Borrowing (Describe & Itemize)									
28										
29	SCHEDULE OF LONG-TERM DEBT									
	Identification or Name of Issue	Date of Issue (mm/dd/yy)	Amount of Original Issue	Type of Issue *	Outstanding Beginning 07/1/16	Issued 7/1/16 thru 6/30/17	Any differences described and itemized	Retired 7/1/16 thru 6/30/17	Outstanding Ending 6/30/17	Amount to be Provided for Payment on Long- Term Debt
30	Limited School Bonds, 2014 Series	03/03/14	1,155,000	1	585,000					
31	School Building Bonds, 2016 Series	06/28/16	8,990,000	6	8,990,000			585,000	8,990,000	8,889,265
32	Capital Lease - Bus	05/22/13	450,182	7	91,559					
33	Capital Lease - Computer Equipment	02/05/14	304,278	7	154,374			91,559	78,347	78,347
34	Capital Lease - Bus	11/21/14	486,907	7	276,610			76,027	186,136	186,136
35	Capital Lease - Copy Machines	03/29/16	109,531	7	103,054			90,474	76,669	76,669
36	Capital Lease - Ipsads	06/06/16	899,690	7	899,690			26,385	597,711	597,711
37								301,979		
38										
39										
40										
41										
42										
43										
44										
45										
46										
47										
48										
49										
50			12,365,588		11,100,287	0		1,171,424	9,928,863	9,828,128
51	* Each type of debt issued must be identified separately with the amount:									
52	1. Working Cash Fund Bonds									
53	2. Funding Bonds									
54	3. Refunding Bonds									
55	4. Fire Prevent, Safety, Environmental and Energy Bonds									
56	5. Tort Judgment Bonds									
57	6. Building Bonds									
58	7. Other Capital Lease									
59	8. Other									
60	9. Other									

MORTON COMMUNITY UNIT SCHOOL DISTRICT 709
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 5 LONG-TERM BONDED DEBT

The following is a summary of changes in long-term bonded debt of the District for the year ended June 30, 2017:

	Limited School Bonds Series 2014	School Building Bonds Series 2016
Balance - July 1, 2016	\$ 585,000	\$ 8,990,000
Bonds Paid	(585,000)	-
Bonds Issued	-	-
Balance - June 30, 2017	-	8,990,000
Less: Current Portion	-	1,075,000
Long-Term Debt, Net of Current Portion	\$ -	\$ 7,915,000

The General Obligation Limited School Bonds, Series 2014, are dated March 3, 2014, with principal due annually on December 1, commencing on December 1, 2015. Interest was due semiannually on June 1 and December 1, commencing on December 1, 2014, with an interest rate of 1.00 to 2.00%. Original issue of \$1,155,000. Final payment was due and paid on December 1, 2016.

The General Obligation School Building Bonds, Series 2016, are dated June 28, 2016, with principal due annually on January 15, commencing on January 15, 2018. Interest is due semiannually on January 15 and July 15, commencing on July 15, 2017, with an interest rate of 1.05 to 1.70%. Original issue of \$8,990,000. Final payment is due on January 15, 2024.

Annual debt service requirements to maturity are as follows:

Years Ending June 30,	Principal	Interest	Total
2018	1,075,000	195,078	1,270,078
2019	1,155,000	114,795	1,269,795
2020	1,315,000	100,935	1,415,935
2021	1,330,000	83,840	1,413,840
2022	1,350,000	65,885	1,415,885
2023-2024	2,765,000	69,350	2,834,350
Total	\$ 8,990,000	\$ 629,883	\$ 9,619,883

Legal Debt Margin

The legal debt margin of the District at June 30, 2017 is as follows:

Assessed Valuation 2016	\$ 571,937,361
Statutory Debt Limitation (13.8 Percent of Assessed Valuation)	\$ 78,927,356
Less: Total Debt (Including Capital Leases)	9,928,863
Legal Debt Margin	\$ 68,998,493

EXHIBIT 1

Property Description and Payment Schedule

Re: **Property Schedule No. 1** to Master Tax-Exempt Installment Purchase Agreement between Key Government Finance, Inc., and Morton Community Unit School District 709.

The Property is as follows: The Property as more fully described in Exhibit A incorporated herein by reference and attached hereto.

EQUIPMENT LOCATION: 1050 South Fourth Ave, Morton, IL 61550

USE: Networking – This use is essential to the proper, efficient and economic functioning of Purchaser or to the services that Purchaser provides; and Purchaser has immediate need for and expects to make immediate use of substantially all of the Property, which need is not temporary or expected to diminish in the foreseeable future.

Installment Payment Schedule

If the Due Dates are not defined in this Installment Payment Schedule, they shall be defined as the first day of each monthly period of this Installment Payment Schedule commencing with the Acceptance Date.

Total Principal Amount: \$322,955.73.

The financing table below is net of the special financing promotion payment from the vendor in the amount of \$18,677.80. Purchaser is responsible for any taxes associated with this payment. This payment will be made by the vendor to the Seller.

Payment No.	Due Date	Payment Made by Vendor	Payment Made by Purchaser	Principal	Interest	Termination Amount
1	5-Feb-2014	18,677.80		18,677.80	0.00	313,406.27
2	5-Aug-2014		80,738.93	76,129.65	4,609.29	234,992.73
3	5-Aug-2015		80,738.93	73,774.47	6,964.46	159,005.03
4	5-Aug-2016		80,738.93	76,026.51	4,712.42	80,697.72
5	5-Aug-2017		80,738.93	78,347.30	2,391.63	0.00

Purchaser: Morton Community Unit School District 709
By: <i>Barbara A Getz</i>
Name: <i>Barbara A Getz</i>
Title: <i>Treasurer</i>

**SCHEDULE C
PAYMENT SCHEDULE**

Lessee: Morton Community Unit School District 709
 Lessor: Commerce Bank
 Lease Number: 1001148-002
 Lease term in Months: Fifty-four (54) Months
 Rental Periods: Five (5) Annual Payments, In Arrears
 First Payment Date: May 15, 2015
 Capital Cost of Equipment: \$456,907.00

Rental Payment Date	Payment Amount	Amount Credited to Interest	Amount Credited to Capital Cost	*Outstanding Principal Balance
5/15/2015	95,729.35	4,220.04	91,509.31	365,397.69
5/15/2016	95,729.35	6,942.56	88,786.79	276,610.90
5/15/2017	95,729.35	5,255.61	90,473.74	186,137.16
5/15/2018	95,729.35	3,536.61	92,192.74	93,944.42
5/15/2019	<u>95,729.35</u>	<u>1,784.93</u>	<u>93,944.42</u>	0.00
TOTALS	\$478,646.75	\$21,739.75	\$456,907.00	

*Modified- Standard Prepayment-In the event Lessee desires to prepay this lease, they may do so in whole, but not in part at a premium of the then current outstanding principal balance, calculated as follows: 3% in year (1), 2% in year (2), and 1% in each year thereafter until maturity. There is no prepayment penalty if Lessee is using internally generated funds for prepayment.

Interest, if any, accruing from the Start Date to the actual date of funding shall be retained by Lessor as additional consideration for entering into this Lease Purchase Agreement.

Lessee: <u>Morton Community Unit School District 709</u>
Authorized Signature: <u><i>Barbara A. Getz</i></u>
Printed Name: <u>Barbara A. Getz</u>
Title: <u>Treasurer</u>
Date: <u>11-17-14</u>

Morton Unit School District 709

Nominal Annual Rate: 2.930 %

	Event	Amount	Number	Period
1	Loan	109,530.65	1	
2	Payment	2,421.00	48	Monthly

AMORTIZATION SCHEDULE

	Period	Payment	Interest	Principal	Balance
					109,530.65
<i>April 2016</i>	1	2,421.00	267.44	2,153.56	107,377.09
	2	2,421.00	262.18	2,158.82	105,218.27
	3	2,421.00	256.91	2,164.09	103,054.18
<i>July 1, 2016</i>	4	2,421.00	251.62	2,169.38	100,884.80
	5	2,421.00	246.33	2,174.67	98,710.13
	6	2,421.00	241.02	2,179.98	96,530.15
	7	2,421.00	235.69	2,185.31	94,344.84
	8	2,421.00	230.36	2,190.64	92,154.20
	9	2,421.00	225.01	2,195.99	89,958.21
	10	2,421.00	219.65	2,201.35	87,756.86
	11	2,421.00	214.27	2,206.73	85,550.13
	12	2,421.00	208.88	2,212.12	83,338.01
	13	2,421.00	203.48	2,217.52	81,120.49
	14	2,421.00	198.07	2,222.93	78,897.56
	15	2,421.00	192.64	2,228.36	76,669.20
<i>July 2017</i>	16	2,421.00	187.20	2,233.80	74,435.40
	17	2,421.00	181.75	2,239.25	72,196.15
	18	2,421.00	176.28	2,244.72	69,951.43
	19	2,421.00	170.80	2,250.20	67,701.23
	20	2,421.00	165.30	2,255.70	65,445.53
	21	2,421.00	159.80	2,261.20	63,184.33
	22	2,421.00	154.28	2,266.72	60,917.61
	23	2,421.00	148.74	2,272.26	58,645.35
	24	2,421.00	143.19	2,277.81	56,367.54
	25	2,421.00	137.63	2,283.37	54,084.17
	26	2,421.00	132.06	2,288.94	51,795.23
	27	2,421.00	126.47	2,294.53	49,500.70

Lease Payment Schedule

July 2018	28	2,421.00	120.86	2,300.14	47,200.56
	29	2,421.00	115.25	2,305.75	44,894.81
	30	2,421.00	109.62	2,311.38	42,583.43
	31	2,421.00	103.97	2,317.03	40,266.40
	32	2,421.00	98.32	2,322.68	37,943.72
	33	2,421.00	92.65	2,328.35	35,615.37
	34	2,421.00	86.96	2,334.04	33,281.33
	35	2,421.00	81.26	2,339.74	30,941.59
	36	2,421.00	75.55	2,345.45	28,596.14
	37	2,421.00	69.82	2,351.18	26,244.96
	38	2,421.00	64.08	2,356.92	23,888.04
	July 2019	39	2,421.00	58.33	2,362.67
40		2,421.00	52.56	2,368.44	19,156.93
41		2,421.00	46.77	2,374.23	16,782.70
42		2,421.00	40.98	2,380.02	14,402.68
43		2,421.00	35.17	2,385.83	12,016.85
44		2,421.00	29.34	2,391.66	9,625.19
45		2,421.00	23.50	2,397.50	7,227.69
46		2,421.00	17.65	2,403.35	4,824.34
47		2,421.00	11.78	2,409.22	2,415.12
48		2,421.00	5.88	2,415.12	0.00
Grand Totals		116,208.00	6,677.35	109,530.65	

Lessee: Morton Unit School District 709
 Signer: Lindsey A. Hall
 Name: Dr. Lindsey Hall
 Title: Superintendent
 Date: 3-29-16

EXHIBIT A

Schedule No. 2 Dated June 6, 2016 to Master Lease Purchase Agreement Dated April 24, 2014

This Schedule No. 2 ("Schedule") is entered into pursuant to that Master Lease Purchase Agreement dated April 24, 2014 ("Master Lease"), and is effective as of June 6, 2016. All of the terms and conditions of the Master Lease, including Lessee's representations and warranties, are incorporated herein by reference. Unless otherwise indicated, all capitalized terms used but not otherwise defined herein shall have the same meaning as set forth in the Master Lease.

To the extent that less than all of the Equipment subject to this Schedule has been installed and accepted by Lessee on or prior to the date hereof, Lessee hereby acknowledges that a portion of the Equipment has not been delivered, installed and accepted by Lessee for purposes of this Lease. In consideration of the foregoing, Lessee hereby acknowledges and agrees that its obligation to make Lease Payments as set forth in this Schedule is absolute and unconditional as of the date hereof and on each date and in the amounts as set forth in the Lease Payment Schedule, subject to the terms and conditions of the Lease.

Lessee expressly represents that at least ninety-five percent (95%) of the financing cost set forth in this Schedule is being used to acquire Equipment that will be capitalizable for federal income tax purposes

EQUIPMENT INFORMATION	
QTY	EQUIPMENT DESCRIPTION
	Computer Hardware--See attached Exhibit 1.

LEASE PAYMENT SCHEDULE						
Pmt #	Payment Date	Payment Amount	Interest	Principal	Purchase Price after scheduled payment(s)	Outstanding Balance
	6/6/2016					\$899,690.00
1	7/12/2016	\$302,761.37	\$782.73	\$301,978.64	\$609,665.58	\$597,711.36
2	7/12/2017	\$302,761.37	\$5,200.09	\$297,561.29	\$306,153.07	\$300,150.07
3	7/12/2018	\$302,761.37	\$2,611.31	\$300,150.07	\$0.00	\$0.00
Totals:		\$908,284.12	\$8,594.12	\$899,690.00	Rate 0.8700%	

Lessee acknowledges that the discounted purchase price for the Lease is \$886,921.09 and that such amount is the Issue Price for the Lease for federal income tax purposes. The difference between the principal amount of this Lease and the Issue Price is Original Issue Discount ("OID") for federal income tax purposes. The Yield for this Lease for federal income tax purposes is 2.2000% per annum. Such Issue Price and Yield will be stated in the Form 8038-G or 8038-GC, as applicable.

IMPORTANT: Read before signing. The terms of the Master Lease should be read carefully because only those terms in writing are enforceable. Terms or oral promises which are not contained in this written agreement may not be legally enforced. The terms of the Master Lease or Lease may only be changed by another written agreement between Lessor and Lessee. Lessee agrees to comply with the terms and conditions of the Master Lease and this Lease.

Commencement Date: **June 6, 2016**

LESSOR: **APPLE INC.**
 SIGNATURE: X DA Rogan
 NAME / TITLE: X David Rogan
WW AFS Senior Director
 DATE: X Apple Inc.

LESSEE: **MORTON COMMUNITY UNIT SCHOOL DISTRICT 709**
 SIGNATURE: X Barbara A Getz
 NAME / TITLE: X Barbara A Getz Treasurer
 DATE: X 5-4-16

6-6-2016