

LISLE COMMUNITY UNIT SCHOOL  
DISTRICT NO. 202

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ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED  
JUNE 30, 2020

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

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## **FINANCIAL SECTION**

This section includes:

Independent Auditors' Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

## **INDEPENDENT AUDITORS' REPORT**

This section includes the opinion of the District's independent auditing firm.



## **INDEPENDENT AUDITORS' REPORT**

November 16, 2020

Members of the Board of Education  
Lisle Community Unit School District No. 202  
Lisle, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lisle Community Unit School District No. 202, Illinois, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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.

### **Auditor's Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District'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 District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Lisle Community Unit School District No. 202, Illinois, as of June 30, 2020, 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 Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis as listed in the table of contents and budgetary information reported in the required supplementary information as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not 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.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Lisle Community Unit School District No. 202, Illinois', basic financial statements. The other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

### **Other Matters - Continued**

The other supplementary information and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

#### *Prior-Year Comparative Information*

We have previously audited Lisle Community Unit School District No. 202's 2019 modified cash basis financial statements, and we expressed an unmodified audit opinion on the respective modified cash basis financial statements in our report dated November 12, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2019, is consistent, in all material respects, with the audited modified cash basis financial statements from which it has been derived.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 16, 2020, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provision of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Lauterbach & Amen, LLP*

LAUTERBACH & AMEN, LLP



## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

## LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

### Management's Discussion and Analysis

June 30, 2020

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The discussion and analysis of Lisle Community Unit School District No. 202's (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2020. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

### FINANCIAL HIGHLIGHTS

- In total, net position increased by \$1,289,978. This represents a 3.5% increase from 2019.
- General revenues of \$33,093,273 accounted for 69.4% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$14,609,181 or 30.6% of total revenues of \$47,702,454.
- The District had \$46,412,476 in expenses related to government activities. However, only \$14,609,181 of these expenses were offset by program specific charges and grants.
- Revenues for fiscal year 2020 (FY20), as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances, were \$35,387,766, exclusive of on-behalf payments to the Teacher's Retirement System. Expenditures for FY20 were \$39,034,148, also exclusive of State of Illinois payments to the Teachers Retirement System.
- The Illinois Teacher's Retirement System receives on-behalf pension and post-retirement health insurance payments from the State of Illinois for District 202 certified staff. In FY20, \$12,276,265 was included in the total revenues and expenditures of District 202 representing the State of Illinois contributions.
- Actual revenues received in FY20 for the General Fund, exclusive of the State of Illinois on-behalf payment to the Teachers Retirement System, was \$30,639,774. Actual expenditures for the General Fund, exclusive of on-behalf contributions, were \$28,399,743 in FY20.
- The District made payments of \$1,472,958 on its long-term bond principal. The District did not issue any long-term debt in the current fiscal year. As of June 30, 2020, total outstanding long-term debt was \$12,470,000.
- Beginning net position and fund balances were restated in order for the District to be on a modified accrual basis of accounting.

### USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 17 - 19) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. Fund financial statements begin on page 20. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. The remaining statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the government.

**Management's Discussion and Analysis**

**June 30, 2020**

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**USING THIS ANNUAL REPORT - Continued**

**Government-Wide Financial Statements**

The government-wide financial statements provide readers with a broad overview of the District's finances, in a matter similar to a private-sector business. The government wide financial statements can be found on pages 17 - 19 of this report.

The Statement of Net Position reports information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the District's property tax base and the condition of the District's infrastructure, is needed to assess the overall health of the District.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year.

**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 District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

**Governmental Funds**

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, 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 District's near-term financing requirements.

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

**Management's Discussion and Analysis**

**June 30, 2020**

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**USING THIS ANNUAL REPORT - Continued**

**Fund Financial Statements - Continued**

**Governmental Funds - Continued**

The District maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Capital Projects Fund, both of which are considered a major fund.

The District adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 20 - 23 of this report.

**Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on page 24 of this report.

**Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25 - 69 of this report.

**Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's Post-Retirement Health Plan, Teacher's Health Insurance Security Fund, Teacher's Retirement and I.M.R.F employee pension obligations and budgetary comparison schedules for the General Fund. Required supplementary information can be found on pages 71 - 82 of this report. Combining and individual fund statements and schedules can be found on pages 86 - 113 of this report.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Management's Discussion and Analysis

June 30, 2020

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GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, assets/deferred outflows exceeded liabilities/deferred inflows by \$38,075,001.

	Net Position	
	2020	2019*
Current Assets	\$ 51,706,848	41,078,823
Capital Assets	59,206,929	52,381,923
Total Assets	110,913,777	93,460,746
Deferred Outflows	2,064,037	—
Total Assets/Deferred Outflows	112,977,814	93,460,746
Long-Term Debt	36,838,220	14,031,817
Other Liabilities	3,239,727	1,537,483
Total Liabilities	40,077,947	15,569,300
Deferred Inflows	34,824,866	—
Total Liabilities/Deferred Inflows	74,902,813	15,569,300
Net Position		
Net Investment in Capital Assets	45,320,382	44,598,518
Restricted	6,935,766	15,869,810
Unrestricted (Deficit)	(14,181,147)	17,423,118
Total Net Position	38,075,001	77,891,446

\*Modified Cash Basis

A large portion of the District's net position, \$45,320,382 or 119.0 percent, reflects its investment in capital assets (for example, land, improvements other than buildings, buildings, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$6,935,766 or 18.2 percent, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining deficit, \$14,181,147, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Management's Discussion and Analysis**

**June 30, 2020**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued**

	Change in Net Position	
	2020	2019*
Revenues		
Program Revenues		
Charges for Services	\$ 518,822	615,969
Operating Grants/Contrib.	14,090,359	12,575,596
General Revenues		
Property Taxes	29,938,693	28,211,184
Personal Property Replacement	375,973	343,468
Evidence Based Funding Formula	1,254,018	1,252,273
Other General Revenues	1,524,589	1,811,617
Total Revenues	<u>47,702,454</u>	<u>44,810,107</u>
Expenses		
Instructional	19,727,841	17,969,526
Support Services	12,446,866	12,993,160
Community Services	227,736	72,460
Payments to Other Districts/Govts.	1,292,394	1,619,568
State Retirement Contributions	12,276,265	10,926,580
Interest on Long-Term Debt	441,374	389,619
Total Expenses	<u>46,412,476</u>	<u>43,970,913</u>
Change in Net Position	1,289,978	839,194
Net Position - Beginning as Restated	<u>36,785,023</u>	<u>77,052,252</u>
Net Position - Ending	<u><u>38,075,001</u></u>	<u><u>77,891,446</u></u>

**\*Modified Cash Basis**

Net position of the District's governmental activities increased by 3.5 percent (\$38,075,001 in 2020 compared to a restated balance of \$36,785,023 in 2019). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled a deficit \$14,181,147 at June 30, 2020.

Beginning net position were restated in order for the District to be on a modified accrual basis of accounting.

Management's Discussion and Analysis

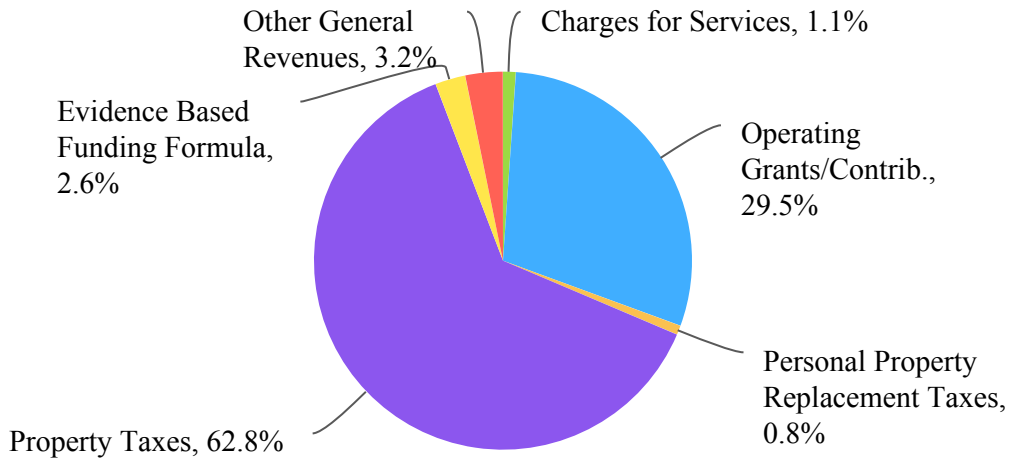
June 30, 2020

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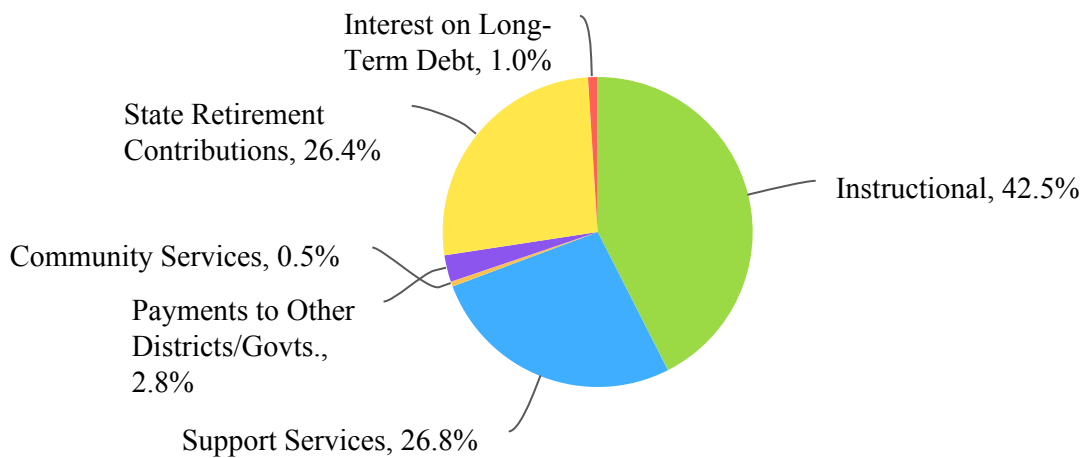
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GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

District-Wide Revenues by Source



District-Wide Expenses by Function



Revenues for governmental activities totaled \$47,702,454, while the cost of all governmental functions totaled \$46,412,476. This results in a surplus of \$1,289,978. In 2019, revenues of \$44,810,107 exceeded expenses of \$43,970,913, resulting in a surplus of \$839,194 on the modified cash basis of accounting.

**Management's Discussion and Analysis**

**June 30, 2020**

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**FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds**

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The District's governmental funds reported combining ending fund balances of \$18,056,176, which is \$3,646,382, or 16.8 percent, lower than last year's restated total of \$21,702,558. The decrease in fund balance is due the completion of the new elementary school. Of the \$18,056,176 total, \$11,120,410, or 61.6 percent, of the fund balance constitutes unassigned fund balance.

Actual revenues, excluding on-behalf payments, for FY20 were \$35,387,766. Actual expenditures, excluding on-behalf payments, totaled \$39,034,148 representing approximately 110.3% of the total FY20 actual revenues. Expenditures were monitored closely during the year, which resulted in the expenditures being below budget in all funds. Property taxes accounted for one of the largest portion of the District's revenues, contributing 84.6% of total revenues. The remainder of revenues came from other local, state, and federal grant sources.

The total cost of all the District's programs was \$39,034,148, excluding on-behalf payments, with the majority (90.8%) of expenditures dedicated to instructing and caring for the students and student transportation. The remaining amount of District expenditures was split among community services, building operation and non-operational support such as debt service, pension and other payroll taxes, capital improvements, and tort liability.

Over the course of the fiscal year, the District did not amend the original fiscal year 2020 budget. District 202 currently supports one long-term debt issues. The District has issued no short-term debt.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The General Fund is the District's largest budgeted fund and consists of the Educational, Operations and Maintenance and Working Cash Accounts. The General Fund's budgeted revenues were greater than actual revenues of \$30,639,774 by \$981,241, excluding on-behalf payments. Actual expenditures of \$28,399,743 were less than budgeted expenditures of \$29,794,688 by \$1,394,945, excluding on-behalf payments.

Within these accounts the Educational Account is the most significant budgeted fund. In the Educational Account revenues were under budget by \$768,563, excluding on-behalf payments. Expenditures in the Educational Account were under budget by \$1,209,221, excluding on-behalf payments.



**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Management's Discussion and Analysis**

**June 30, 2020**

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**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

The District's investment in capital assets for its governmental activities as of June 30, 2020 was \$59,206,929 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings and equipment.

	Capital Assets - Net of Depreciation	
	2020	2019
Land	\$ 1,272,506	941,514
Construction in Progress	—	31,714,806
Land Improvements	1,368,859	848,299
Buildings	54,419,661	20,840,098
Equipment	2,145,903	443,663
Totals	<u>59,206,929</u>	<u>54,788,380</u>

This year's major additions included:

Land	\$ 330,992
Land Improvements	586,859
Buildings	3,304,123
Equipment	<u>1,935,122</u>
	<u>6,157,096</u>

Additional information on the District's capital assets can be found in Note 3 of this report.

**Debt Administration**

The District retired \$1,472,958 in long-term debt and no new long-term debt was issued in the fiscal year, resulting in a long-term principal liability of \$12,470,000 as of June 30, 2020. At the end of FY20, the District had a debt limit of \$87,178,432.

	Long-Term Debt	
	2020	2019
General Obligation Bonds	\$ 12,470,000	13,925,000
Capital Leases	—	17,958
Totals	<u>12,470,000</u>	<u>13,942,958</u>

Additional information on the District's long-term debt can be found in Note 3 of this report.

Management's Discussion and Analysis

June 30, 2020

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**ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE**

At the time these financial statements were prepared and audited, the District was aware of the following circumstances that may affect financial operations in the future:

**COVID-19:** The financial implications of the coronavirus pandemic are still being determined. Additional operating costs under the new normal will need to be accounted for in the District's annual operating budget. The recession caused by the virus has the potential to increase the fiscal vulnerability of the State of Illinois and threaten the funds available for education. Struggling businesses and residents who are out of work will increase pressure for a property tax freeze to provide relief to taxpayers in the community. Fortunately, the District's healthy fund balance reserves will allow some time to adapt to the crisis.

**Property Tax Caps:** Local property taxes are a major revenue source for the District. The Property Tax Extension Limitation Law, also known as Tax Caps, limits the levy increase to the lesser of the consumer price index (CPI) or 5 percent. The tax caps will continue to affect the District's future levies for all non-debt related purposes.

**Interest Rates:** Interest rates are at historically low levels. Lower rates limit the Districts investment earnings making it difficult to supplement revenues using its cash and investment balances.

**School Funding Reform:** In August of 2017, Senate Bill 1947 was signed into law. The new law puts in place an Evidence Based Funding Formula (EBF) that prioritizes equity and allocates state funding to school districts based on student need. The formula maintains a Base Funding Minimum (BFM) for all districts based on their prior year funding. This provision helps ensure that the District will receive at least the same amount in state funds as received during FY2017. However, the District is not anticipating any new state dollars moving forward because of the new funding model

**State Fiscal Outlook:** Many areas of the District's finances are affected by the current fiscal challenges in the State of Illinois. The District's portion of state-based revenue continues to be affected by these economic conditions as many state reimbursements and programs have been reduced or eliminated entirely. In the past, the State of Illinois has also become delinquent in paying their obligations to the District.

**Unfunded Mandates:** The District continues to face the ongoing problem of how to implement and pay for mandates issued by the Illinois State Board of Education that lack funding from the State of Illinois. The costs of these mandates must be carved out of local resources at the expense of other programs. If this trend continues, and these mandates are not funded by additional revenues, this could result in a strain on the District's financial position.

**Pension Reform:** There is a renewed focus to shift the pension costs from the State onto local school districts. While no formal proposal is on the table, this concept is still being discussed by some of the legislative leaders. Shifting the burden of teacher retirement costs to the local taxpayers would have a significant impact on the District's financial situation.

Management's Discussion and Analysis

June 30, 2020

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**ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE - Continued**

**Contract Negotiations:** The Board of Education entered into a two-year agreement with the Lisle Education Association for the 2020-2021 and 2021-2022 school years with average annual salary increases of 3.3% and 3% respectively. The Board of Education also entered into a collective bargaining agreement with the Classified Employees Association of Lisle for the 2020-2021 school year. The agreement includes an annual salary increase of 3.3%. Negotiations for a new agreement with the Classified bargaining unit will occur during the spring of 2021.

**Facility Needs:** The District recently completed construction of a new elementary school building in August 2019. A contract to sell Tate Woods Elementary School for \$2.5 million is already in place, contingent on the completion of zoning approval requirements and a successful building inspection. The future of Schiesher Elementary School will be determined by a Facilities Planning Committee. Basic capital improvements at Lisle Senior High and Lisle Junior High will continue to be addressed during the next 5-10 years. Additional costs related to roofs, HVAC units, and other life safety projects will require the Board of Education to use annual operating expenses and fund balances to complete the work.

**Long-term Financial Planning:** The District annually updates its 5-year financial projection to assess future needs in all areas of its operations and enable the development of a multi-year budget projection. With careful planning and monitoring of our finances, the District seeks to provide a quality education for its students and a secure financial future for the school district.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to: Director of Finance, Lisle Community Unit School District No. 202, 5211 Center Avenue, Lisle, Illinois 60532.

## **BASIC FINANCIAL STATEMENTS**

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements
  - Governmental Funds
  - Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Statement of Net Position**

**June 30, 2020**

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**See Following Page**

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Statement of Net Position**

**June 30, 2020**

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	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current Assets	
Cash and Investments	\$ 35,803,442
Deposit	50,677
Receivables - Net of Allowances	
Property Taxes	15,354,846
Intergovernmental	<u>497,883</u>
Total Current Assets	<u>51,706,848</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	1,272,506
Depreciable	82,582,121
Accumulated Depreciation	<u>(24,647,698)</u>
Total Noncurrent Assets	<u>59,206,929</u>
Total Assets	<u>110,913,777</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Items - RHP	318,991
Deferred Items - THIS	995,794
Deferred Items - TRS	209,326
Deferred Items - IMRF	<u>539,926</u>
Total Deferred Outflows of Resources	<u>2,064,037</u>
Total Assets and Deferred Outflows of Resources	<u>112,977,814</u>

The notes to the financial statements are an integral part of this statement.

	<u>Governmental Activities</u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts Payable	\$ 88,262
Salaries and Benefits Payable	2,125,433
Deposits Payable	66,120
Current Portion of Long-Term Debt	959,912
Total Current Liabilities	<u>3,239,727</u>
Noncurrent Liabilities	
Compensated Absences	119,648
Total OPEB Liability - RHP	2,178,310
Total OPEB Liability - THIS	17,405,896
Net Pension Liability - TRS	1,563,904
Net Pension Liability - IMRF	2,613,915
General Obligation Bonds Payable - Net	12,956,547
Total Noncurrent Liabilities	<u>36,838,220</u>
Total Liabilities	<u>40,077,947</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Taxes	31,332,434
Deferred Items - RHP	116,267
Deferred Items - THIS	2,583,383
Deferred Items - TRS	194,297
Deferred Items - IMRF	598,485
Total Deferred Inflows of Resources	<u>34,824,866</u>
Total Liabilities and Deferred Inflows of Resources	<u>74,902,813</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	45,320,382
Restricted	
Operations and Maintenance	520,600
Working Cash	804,793
Transportation	2,291,800
Retirement Benefits	461,801
Debt Service	183,150
Capital Projects	2,673,622
Unrestricted (Deficit)	<u>(14,181,147)</u>
Total Net Position	<u>38,075,001</u>

The notes to the financial statements are an integral part of this statement.

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Statement of Activities**

**For the Fiscal Year Ended June 30, 2020**

		Program Revenues		(Expenses)/
		Charges	Operating	Revenues
	Expenses	for	Grants/	Governmental
		Services	Contributions	Activities
<b>Governmental Activities</b>				
Instruction	\$ 19,727,841	274,152	970,309	(18,483,380)
Support Services	12,446,866	244,670	843,785	(11,358,411)
Community Services	227,736	—	—	(227,736)
Payments to Other Districts/Govts.	1,292,394	—	—	(1,292,394)
Interest on Long-Term Debt	441,374	—	—	(441,374)
State Retirement Contributions	12,276,265	—	12,276,265	—
<b>Total Governmental Activities</b>	<b>46,412,476</b>	<b>518,822</b>	<b>14,090,359</b>	<b>(31,803,295)</b>
<b>General Revenues</b>				
<b>Taxes</b>				
Property Taxes				29,938,693
Personal Property Replacement Taxes				375,973
Evidence Based Funding Formula				1,254,018
Earnings on Investments				827,575
Miscellaneous				697,014
				<u>33,093,273</u>
Change in Net Position				1,289,978
Net Position - Beginning as Restated				<u>36,785,023</u>
Net Position - Ending				<u><u>38,075,001</u></u>

The notes to the financial statements are an integral part of this statement.



**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Balance Sheet - Governmental Funds**

**June 30, 2020**

	General	Capital Projects	Nonmajor	Totals
<b>ASSETS</b>				
Cash and Investments	\$ 28,828,854	2,622,945	4,351,643	35,803,442
Deposit	—	50,677	—	50,677
Receivables - Net of Allowances				
Property Taxes	13,815,275	—	1,539,571	15,354,846
Grants Receivable	304,699	—	193,184	497,883
<b>Total Assets</b>	<b>42,948,828</b>	<b>2,673,622</b>	<b>6,084,398</b>	<b>51,706,848</b>
<b>LIABILITIES</b>				
Accounts Payable	88,262	—	—	88,262
Salaries and Benefits Payable	2,119,368	—	6,065	2,125,433
Deposits Payable	66,120	—	—	66,120
<b>Total Liabilities</b>	<b>2,273,750</b>	<b>—</b>	<b>6,065</b>	<b>2,279,815</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Property Taxes	28,190,852	—	3,141,582	31,332,434
Other Deferred Revenues	38,423	—	—	38,423
<b>Total Deferred Inflows of Resources</b>	<b>28,229,275</b>	<b>—</b>	<b>3,141,582</b>	<b>31,370,857</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>30,503,025</b>	<b>—</b>	<b>3,147,647</b>	<b>33,650,672</b>
<b>FUND BALANCES</b>				
Restricted	1,325,393	2,673,622	2,936,751	6,935,766
Unassigned	11,120,410	—	—	11,120,410
<b>Total Fund Balances</b>	<b>12,445,803</b>	<b>2,673,622</b>	<b>2,936,751</b>	<b>18,056,176</b>
<b>Total Liabilities Deferred inflows of Resources and Fund Balances</b>	<b>42,948,828</b>	<b>2,673,622</b>	<b>6,084,398</b>	<b>51,706,848</b>

The notes to the financial statements are an integral part of this statement.

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities**

**June 30, 2020**

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<b>Total Governmental Fund Balances</b>	<b>\$ 18,056,176</b>
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Amounts reported for Governmental Activities in the Statement of Net Position are different because:

Capital assets used in Governmental Activities are not financial resources and therefore, are not reported in the funds.	59,206,929
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Certain grants receivable are not available to pay for current period expenditures and therefore are deferred in the governmental funds.	38,423
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Deferred Outflows/Inflows of Resources related to the retirement plans not reported in the funds.	
Deferred Items - RHP	202,724
Deferred Items - THIS	(1,587,589)
Deferred Items - TRS	15,029
Deferred Items - IMRF	(58,559)

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(149,560)
Total OPEB Liability - RHP	(2,178,310)
Total OPEB Liability - THIS	(17,405,896)
Net Pension Liability - TRS	(1,563,904)
Net Pension Liability - IMRF	(2,613,915)
General Obligation Bonds - Net	<u>(13,886,547)</u>

<b>Net Position of Governmental Activities</b>	<b><u>38,075,001</u></b>
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**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Fiscal Year Ended June 30, 2020**

	General	Capital Projects	Nonmajor	Totals
<b>Revenues</b>				
Local Sources				
Property Taxes	\$ 26,240,607	—	3,698,086	29,938,693
Personal Property Replacement Taxes	350,817	—	25,156	375,973
Earnings on Investments	648,340	71,408	107,827	827,575
Other Revenue from Local Sources	656,861	—	40,153	697,014
State Sources				
Evidence Based Funding Formula	1,254,018	—	—	1,254,018
Grants-in-Aid	485,939	—	805,362	1,291,301
Federal Sources				
Grants-in-Aid	1,003,192	—	—	1,003,192
On-Behalf Payments - State of Illinois	12,276,265	—	—	12,276,265
<b>Total Revenues</b>	<b>42,916,039</b>	<b>71,408</b>	<b>4,676,584</b>	<b>47,664,031</b>
<b>Expenditures</b>				
Instruction	16,769,718	—	348,205	17,117,923
Support Services	10,239,555	6,078,031	2,018,907	18,336,493
Community Services	98,076	—	129,660	227,736
Payments to Other Districts and Governments	1,292,394	—	—	1,292,394
Debt Service				
Principal Retirement	—	—	1,472,958	1,472,958
Interest and Fiscal Charges	—	—	585,394	585,394
Other	—	—	1,250	1,250
On-Behalf Expenditures	12,276,265	—	—	12,276,265
<b>Total Expenditures</b>	<b>40,676,008</b>	<b>6,078,031</b>	<b>4,556,374</b>	<b>51,310,413</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>2,240,031</b>	<b>(6,006,623)</b>	<b>120,210</b>	<b>(3,646,382)</b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	20,375	2,500,000	318,588	2,838,963
Transfers Out	(2,838,963)	—	—	(2,838,963)
	<b>(2,818,588)</b>	<b>2,500,000</b>	<b>318,588</b>	<b>—</b>
<b>Net Change in Fund Balances</b>	<b>(578,557)</b>	<b>(3,506,623)</b>	<b>438,798</b>	<b>(3,646,382)</b>
<b>Fund Balances - Beginning as Restated</b>	<b>13,024,360</b>	<b>6,180,245</b>	<b>2,497,953</b>	<b>21,702,558</b>
<b>Fund Balances - Ending</b>	<b>12,445,803</b>	<b>2,673,622</b>	<b>2,936,751</b>	<b>18,056,176</b>

The notes to the financial statements are an integral part of this statement.

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the  
Governmental Funds to the Statement of Activities - Governmental Activities  
For the Fiscal Year Ended June 30, 2020**

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**Net Change in Fund Balances - Total Governmental Funds** \$ (3,646,382)

Amounts reported for Governmental Activities in the Statement of Activities  
are different because:

Governmental Funds report 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.

Capital Outlays	6,157,096
Depreciation Expense	(1,734,697)
Disposal - Cost	(79,935)
Disposal - Accumulated Depreciation	76,085

Changes in grant revenues not collected for several months after the close  
of the fiscal year were not considered to be available and are not reported  
as revenue in the governmental funds. 38,423

Changes in Deferred Items Related to Pensions

RHP	241,387
THIS	(228,338)
TRS	(148,767)
IMRF	(1,395,647)

The issuance of long-term debt provides current financial resources to  
Governmental Funds, while the repayment of the principal on long-term  
debt consumes the current financial resources of the governmental funds.

Change in Compensated Absences Payable	(40,102)
Change in Total OPEB Liability - RHP	(330,750)
Change in Total OPEB Liability - THIS	(548,271)
Change in Net Pension Liability - TRS	105,097
Change in Net Pension Liability - IMRF	1,206,551
Retirement of Long-Term Debt	1,472,958
Amortization on Bond Premium	145,270

**Changes in Net Position of Governmental Activities** 1,289,978

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Statement of Fiduciary Assets and Liabilities - Agency Fund  
June 30, 2020**

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	<u>Student Convenience Accounts, and Other Agency Funds</u>
<b>ASSETS</b>	
Cash and Investments	<u>\$ 95,806</u>
<b>LIABILITIES</b>	
Due to Activity Fund Organizations	<u>95,806</u>

The notes to the financial statements are an integral part of this statement.

**Notes to the Financial Statements**

**June 30, 2020**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Lisle Community Unit School District No. 202 (the “District”) operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the District’s accounting policies established under GAAP and used by the District are described below.

**REPORTING ENTITY**

In determining the financial reporting entity, the District complies with the provisions of GASB Statement No. 61, “The Financial Reporting Omnibus - an Amendment of GASB Statements No. 14 and No. 34” and includes all component units that have a significant operational or financial relationship with the District. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

**Government-Wide Statements**

The District’s basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District’s major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The District’s operating activities are all considered governmental activities, that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered business-type activities. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District’s functions (instruction, support services, community services, etc.). The functions are supported by general government revenues (property and personal property replacement taxes, interest income, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function) are normally covered by general revenue (property and personal property replacement taxes, interest income, etc.).

This government-wide focus is more on the sustainability of the District as an entity and the change in the District’s net position resulting from the current year’s activities.

Notes to the Financial Statements

June 30, 2020

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**BASIS OF PRESENTATION - Continued**

**Fund Financial Statements**

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the District:

**Governmental Funds**

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

*General Fund* is the general operating fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state government aid. The General Fund is a major fund and is comprised of the Educational, the Operations and Maintenance, and the Working Cash Accounts.

*Special Revenue Funds* are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes, other than those accounted for in the Debt Service Fund, Capital Projects Funds or Fiduciary Funds. The District maintains three nonmajor special revenue funds.

*Debt Service Fund* is used to account for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service. The Debt Services Fund is a nonmajor fund.

Notes to the Financial Statements

June 30, 2020

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**BASIS OF PRESENTATION - Continued**

**Governmental Funds - Continued**

*Capital Projects Funds* are used to account for the financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities. The Capital Projects Fund, a major fund, is used to account for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from transfers from other funds.

**Fiduciary Funds**

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

*Agency Funds* include the Student Activity Fund. Although the Board of Education has the ultimate responsibility for Activity Funds, they are not local education agency funds. Student Activity Funds account for assets held by the District which are owned, operated and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational or cultural purposes. Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities or obligations of the District, these funds are not incorporated into the government-wide statements.

**MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

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

**Measurement Focus**

On the government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus is used.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.



Notes to the Financial Statements

June 30, 2020

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued**

**Measurement Focus - Continued**

Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

**Basis of Accounting**

In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “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 pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after year-end, except for state aid. State aid payments received after 60 days are being considered as available as historically, state aid collected within 60 days has represented all state aid expected to be collected. The state is currently behind on payments to local government agencies, resulting in current year state aid collections after 60 days of year-end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

On-behalf payments (payments made by a third party for the benefit of the District, such as payments made by the state to the Teachers’ Retirement System) have been recognized in the financial statements. Property taxes, replacement taxes, certain state and federal aid, and interest on investments are susceptible to accrual. Other receipts become measurable and available when cash is received by the District and are recognized as revenue at that time. Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until earned.

Notes to the Financial Statements

June 30, 2020

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY**

**Cash and Investments**

For the purpose of the Statement of Net Position, cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District 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. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

**Interfund Receivables, Payables and Activity**

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

**Capital Assets**

Capital assets purchased or acquired with an original cost of more than \$5,000 for furniture, equipment and land improvements and \$25,000 for buildings and building improvements or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the District as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Notes to the Financial Statements

June 30, 2020

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued**

**Capital Assets - Continued**

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Land Improvements	20 Years
Buildings and Improvements	10 - 50 Years
Equipment	5 - 20 Years

**Compensated Absences**

District employees earn vacation days and these vacation days may be taken at any time during the year in which they were earned or a subsequent one-year period. The number of vacation days earned is dependent on the type of position, collective bargaining agreement and length of service. The General Fund liquidates the liabilities pertaining to their employees.

All full-time employees receive various numbers of sick days per year based on the collective bargaining agreements or policies in place. These days may accumulate base on type of position and collective bargaining agreement. Sick leave does not vest and, therefore, is recognized only when used.

**Long-Term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Notes to the Financial Statements

June 30, 2020

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued**

**Net Position**

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted - All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

**NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**BUDGETARY INFORMATION**

The Board of Education follows these procedures in establishing the budgetary data reflected in the general purpose financial statements:

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December, a tax resolution is filed with the county clerk to obtain tax revenues.
4. The Board of Education, authorizes the Superintendent, or their designee to transfer up to a legal level of 10% of the total budget between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law. There were no budget amendments during the year ended June 30, 2020.

Notes to the Financial Statements

June 30, 2020

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**NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued**

**BUDGETARY INFORMATION - Continued**

5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. The District has adopted a legal budget for all its governmental funds. Total actual expenditures for the governmental funds may not legally exceed the total budgeted for such funds. However, under the State Budget Act expenditures may exceed the budget if additional resources are available to finance such expenditures.
7. All budget appropriations lapse at the end of the fiscal year.

**ON-BEHALF PAYMENTS**

The Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds includes “on-behalf” payments received and made for the amounts contributed by the State of Illinois for the employer’s share of the Teachers Retirement System pension. The District does budget for these amounts in the Educational Accounts of the General Fund.

**NOTE 3 - DETAIL NOTES ON ALL FUNDS**

**DEPOSITS AND INVESTMENTS**

Under State law, limits are imposed as to investments in commercial paper, corporate bonds, and mutual funds in which the District may invest, as well as the Illinois School District Liquid Asset Fund Plus (ISDLAF+).

The ISDLAF+ is a non-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. It is not registered with the SEC as an investment company. Investments are sold valued at share price, which is the price for which the investment could be sold.

**Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk**

*Deposits.* At year-end, the carrying amount of the District’s deposits for governmental activities totaled \$16,743,425 and the bank balances totaled \$16,708,333.

Notes to the Financial Statements

June 30, 2020

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**DEPOSITS AND INVESTMENTS - Continued**

**Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued**

*Investments.* At year-end, the District has the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
ISDLAF+	\$ 19,110,694	19,110,694	—	—	—

The District has the following recurring fair value measurements as of June 30, 2020:

- ISDLAF+ of \$19,110,694 are measured at the net asset value per share as determined by the pool.

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District’s investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the policy requires the District’s investment portfolio to be sufficiently liquid to enable the District to meet all operating requirements as they come due.

*Custodial Credit Risk – Deposits.* With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District’s deposits may not be returned to it. The District’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. As of June 30, 2020, the bank balance of the District’s deposits with financial institutions totaled \$16,708,333; this entire amount was insured through FDIC insurance and additional letter of credit.

*Custodial Credit Risk – Investments.* For an investment, this is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District’s investment policy limits the exposure to investment custodial credit risk by requiring all investments be with financial institutions in excess of any insurance limit shall be collateralized in accordance with the Public Funds Investment Act, 30 ILCS 235. At year end, the District's investment in ISDLAF+ was not subject to custodial credit risk.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. To limit its exposure, the District’s investment policy prefers investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. At year-end, the District’s investment in the ISDLAF+ was rated AAAM from Standard & Poor's.

Notes to the Financial Statements

June 30, 2020

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**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**DEPOSITS AND INVESTMENTS - Continued**

**Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued**

*Concentration of Credit Risk.* Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy requires that the portfolio is diversified as to materials and investments, as appropriate to the nature, purpose, and amount of the funds. Investments in any one depository will not exceed 25% of District funds at any time. At year-end, the District has over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) invested in the following institutions:

Customers Bank	7.53%
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**PERSONAL PROPERTY REPLACEMENT TAXES**

Personal property replacement taxes are first allocated to the Municipal Retirement/Social Security Fund, and the balance is allocated to the General Fund - Education Account at the discretion of the District.

**PROPERTY TAXES**

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2019 levy resolution was approved during the December 16, 2019 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of the real property on January 1 in any years is liable for taxes of that year.

Property taxes are collected by the County Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two equal installments the following year: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the District within 30 days of the respective installment dates. Revenue is recognized on the current year's levy in conjunction with the amount budgeted by the Board for the current year with the unrecognized amount being recorded as a deferred inflow of resources.

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

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**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**INTERFUND TRANSFERS**

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General - Educational Accounts	General - Working Cash Account	\$ 20,375 (1)
Capital Projects	General - Education Accounts	1,500,000 (3)
Capital Projects	General - Operations & Maintenance Account	1,000,000 (3)
Nonmajor Governmental - Debt Service Fund	General - Education Account	<u>318,588 (2)</u>
		<u><u>2,838,963</u></u>

Transfers are used to (1) move excess interest earned out of the Working Cash Account to other funds, (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.



**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**CAPITAL ASSETS**

**Governmental Activities**

Governmental capital asset activity for the year was as follows:

	Beginning Balances as Restated	Increases	Decreases	Ending Balances
<b>Nondepreciable Capital Assets</b>				
Land	\$ 941,514	330,992	—	1,272,506
Construction in Progress	31,714,806	—	31,714,806	—
	<u>32,656,320</u>	<u>330,992</u>	<u>31,714,806</u>	<u>1,272,506</u>
<b>Depreciable Capital Assets</b>				
Land Improvements	2,224,083	586,859	—	2,810,942
Buildings and Improvements	39,717,361	35,018,929	—	74,736,290
Equipment	3,179,702	1,935,122	79,935	5,034,889
	<u>45,121,146</u>	<u>37,540,910</u>	<u>79,935</u>	<u>82,582,121</u>
<b>Less Accumulated Depreciation</b>				
Land Improvements	1,375,784	66,299	—	1,442,083
Buildings and Improvements	18,877,263	1,439,366	—	20,316,629
Equipment	2,736,039	229,032	76,085	2,888,986
	<u>22,989,086</u>	<u>1,734,697</u>	<u>76,085</u>	<u>24,647,698</u>
<b>Total Net Depreciable Capital Assets</b>	<u>22,132,060</u>	<u>35,806,213</u>	<u>3,850</u>	<u>57,934,423</u>
<b>Total Net Capital Assets</b>	<u>54,788,380</u>	<u>36,137,205</u>	<u>31,718,656</u>	<u>59,206,929</u>

Depreciation expense was charged to governmental activities as follows:

Instructional	\$ 1,471,078
Support Services	<u>263,619</u>
	<u>1,734,697</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT**

**Capital Lease**

The District has entered into a separate lease agreement to lease copier equipment. The lease agreement qualifies as capital leases for accounting purposes and; therefore, have been recorded at the present value of the future minimum lease payments as of the inception date. The capital leases have been recorded as liabilities on the government-wide balance sheet. The capital lease has been paid in full as of June 30, 2020.

**General Obligation Bonds**

General Obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Limited School Bonds of 2010 - Due in annual installments of \$535,000 to \$555,000 plus semi-annual interest at 2.00% to 3.00% through December 30, 2019.	\$ 555,000	—	555,000	—
General Obligation Limited Refunding Tax School Bonds of 2015 - Due in annual installments of \$730,000 to \$895,000 plus semi-annual interest at 1.49% through December 30, 2019.	730,000	—	730,000	—
General Obligation Limited Tax School Bonds of 2019 - Due in annual installments of \$170,000 to \$1,420,000 plus semi-annual interest at 3.00% to 5.00% through December 30, 2030.	12,640,000	—	170,000	12,470,000
	<u>13,925,000</u>	<u>—</u>	<u>1,455,000</u>	<u>12,470,000</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

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**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**Debt Service Requirements to Maturity**

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	General Obligation Bonds	
	Principal	Interest
2021	\$ 930,000	543,500
2022	980,000	495,750
2023	1,025,000	445,625
2024	1,080,000	393,000
2025	1,130,000	337,750
2026	1,190,000	279,750
2027	1,250,000	218,750
2028	1,310,000	161,300
2029	1,365,000	107,800
2030	1,420,000	52,100
2031	790,000	11,850
Totals	<u>12,470,000</u>	<u>3,047,175</u>

**Legal Debt Margin**

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 13.8% of the most recent available equalized assessed valuation of the District. At year-end the legal debt margin is as follows:

Assessed Valuation - 2019	<u>\$ 631,727,771</u>
Legal Debt Limit - 13.8% of Assessed Value	87,178,432
Amount of Debt Applicable to Limit	<u>(12,470,000)</u>
Legal Debt Margin	<u>74,708,432</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**Long-Term Liabilities Activity**

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances as Restated	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 109,458	80,204	40,102	149,560	29,912
Total OPEB Liability - RHP	1,847,560	330,750	—	2,178,310	—
Total OPEB Liability - THIS	16,857,625	548,271	—	17,405,896	—
Net Pension Liability - TRS	1,669,001	—	105,097	1,563,904	—
Net Pension Liability - IMRF	3,820,466	—	1,206,551	2,613,915	—
General Obligation Bonds	13,925,000	—	1,455,000	12,470,000	930,000
Plus: Unamortized Premium	1,561,817	—	145,270	1,416,547	—
Capital Leases Payable	17,958	—	17,958	—	—
	<u>39,808,885</u>	<u>959,225</u>	<u>2,969,978</u>	<u>37,798,132</u>	<u>959,912</u>

The obligations for the compensated absences, the total OPEB liabilities and the net pension liability for TRS will be repaid from the General Fund (Educational Accounts). The net pension liability for IMRF is being liquidated from the Municipal Retirement/Social Security Fund. The general obligation bonds and capital lease payable is being liquidated from the Debt Service Fund.

**FUND BALANCE CLASSIFICATIONS**

In the governmental fund financial statements, the District considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The District first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

*Nonspendable Fund Balance.* Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

*Restricted Fund Balance.* Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Notes to the Financial Statements

June 30, 2020

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**FUND BALANCE CLASSIFICATIONS - Continued**

*Committed Fund Balance.* Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Education; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

*Assigned Fund Balance.* Consists of amounts that are constrained by the Board of Education' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Education itself or b) a body or official to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. The District's highest level of decision-making authority is the Board of Education, who is authorized to assign amounts to a specific purpose.

*Unassigned Fund Balance.* Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

*Minimum Fund Balance Policy.* The District's policy manual states that the General Fund and Transportation Fund should maintain a minimum fund balance equal to 25% of the combined expenditures.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Capital Projects	Nonmajor	Totals
Fund Balances				
Restricted				
Operations and Maintenance	\$ 520,600	—	—	520,600
Working Cash	804,793	—	—	804,793
Transportation	—	—	2,291,800	2,291,800
Retirement Benefits	—	—	461,801	461,801
Debt Service	—	—	183,150	183,150
Capital Projects	—	2,673,622	—	2,673,622
	<u>1,325,393</u>	<u>2,673,622</u>	<u>2,936,751</u>	<u>6,935,766</u>
Unassigned	<u>11,120,410</u>	—	—	<u>11,120,410</u>
Total Fund Balances	<u>12,445,803</u>	<u>2,673,622</u>	<u>2,936,751</u>	<u>18,056,176</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

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**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**NET POSITION CLASSIFICATIONS**

Net investment in capital assets was comprised of the following as of June 30, 2020:

Governmental Activities		
Capital Assets - Net of Accumulated Depreciation	\$	59,206,929
Less Capital Related Debt:		
General Obligation Limited Tax School Bonds of 2019		(12,470,000)
Unamortized Premium		<u>(1,416,547)</u>
Net Investment in Capital Assets		<u><u>45,320,382</u></u>

**NET POSITION/FUND BALANCE RESTATEMENTS**

As of July 1, 2019, the District has restated its financial statements for all governmental funds to be on a modified accrual basis of accounting.

The following is a summary of the net position/fund balance as originally reported and as restated:

<u>Net Position/Fund Balance</u>	<u>As Reported</u>	<u>As Restated</u>	<u>(Decrease)</u>
Government-Wide Activities	\$ 77,891,446	36,785,023	(41,106,423)
Educational Account	25,144,488	11,519,748	(13,624,740)
Operations and Maintenance Account	2,277,091	704,121	(1,572,970)
Working Cash Account	802,615	800,491	(2,124)
Capital Projects	8,599,441	6,180,245	(2,419,196)
Transportation	1,978,239	1,224,480	(753,759)
Municipal Retirement/Social Security	691,447	119,397	(572,050)
Tort Immunity	—	(2,124)	(2,124)
Debt Service	1,520,977	1,156,200	(364,777)

**Notes to the Financial Statements**

**June 30, 2020**

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**NOTE 4 - OTHER INFORMATION**

**RISK MANAGEMENT**

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from such risks, the District participates in the following public entity risk pools: the Educational Benefit Cooperative (EBC) for health benefit claims, the Suburban School Cooperative Insurance Pool (SSCIP) for property damage and injury claims, and the School Employees Loss Fund (SELF) for workers' compensation claims. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that the pools will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pools.

Complete financial statements for EBC can be obtained from its Treasurer, 1105 North Hunt Club Road, Gurnee, Illinois 60031.

Complete financial statements for SSCIP can be obtained from its Treasurer, 5540 Arlington Drive, Hanover Park, Illinois 60103.

Complete financial statements for SELF can be obtained from their accountant, 2850 West Golf Road, Rolling Meadows, Illinois 60008.

Settled claims have not exceeded commercial insurance coverage for the past three fiscal years.

**CONTINGENT LIABILITIES**

**Litigation**

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

**State and Federal Contingencies**

The District has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under the terms of the grant. Management believes such disallowance, if any, would be immaterial.

**Notes to the Financial Statements**

**June 30, 2020**

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**NOTE 4 - OTHER INFORMATION - Continued**

**CONTINGENT LIABILITIES - Continued**

**Financial Impact from COVID-19**

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the District's operations and financial position cannot be determined.

**JOINT VENTURES**

**School Association for Special Education in DuPage County (SASED)**

The District entered into a joint agreement to provide special education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the Board of Directors.

Complete financial statements for SASED can be obtained from the Business Office at 2900 Ogden Ave., Lisle, Illinois 60532.

**DuPage Area Occupational Education System (DAOES)**

The District entered into a joint agreement to provide vocational education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the Board of Directors.

Complete financial statements for DAOES can be obtained from the Administrative Office at the Technology Center of DuPage at 301 South Swift Road, Addison, Illinois 60101-1499.



Notes to the Financial Statements

June 30, 2020

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**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS**

**Retiree Health Program**

**General Information about the OPEB Plan**

*Plan Description.* The District administers a single-employer defined benefit healthcare plan (the “Retiree Health Plan”). Eligible administrators that retire from the District may continue their health care coverage for up to ten years, depending on length of service, with the Board paying the monthly premium. IMRF employees that retire from the District may elect to continue their health care coverage by paying the monthly premium. The District subsidizes a portion of the cost for hospital and medical coverage for retired IMRF employees and their dependents. The subsidy is an implied age related cost differential based upon the expected higher cost of coverage for retired employees versus the average cost for the entire group. The District also reimburses eligible retirees for a portion of the cost of health coverage at established rates. Benefit provisions are established through contractual agreements and may only be amended through negotiations with the Board. The plan does not issue a separate, publicly available report. All insurance benefits cease when the retired employee begins receiving Medicare coverage, or attains age 65, whichever comes first.

*Eligibility:* Non-Bargaining Unit Support Staff, Classified Employees and Level I Administrators eligible to retire from the District and continue their health coverage after meeting the age and service requirements for retirement.

Level II Administrators and Teachers are eligible to retire from the District and receive reimbursement toward the cost of medical coverage after meeting the age and service requirements.

*Non-Certified Personnel*

Non-Bargaining Unit Support Staff must be age 55, have at least 10 years of service, and qualify for a pension with the Illinois Municipal Retirement Fund (“IMRF”). Classified Staff must have 15 years or more of full-time service to the District. Participation requirements for the IMRF are as follows:

Regular Plan Tier 1 (Enrolled in IMRF prior to January 1, 2011)

- At least 55 years old and at least 8 years of credited service (reduced pension)
- At least 60 years old and at least 8 years of credited service (full pension)

Regular Plan Tier 2 (Enrolled in IMRF on or After January 1, 2011)

- At least 62 years old and at least 10 years of credited service (reduced pension)
- At least 67 years old and at least 10 years of credited service (full pension)

Notes to the Financial Statements

June 30, 2020

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Retiree Health Program - Continued**

**General Information about the OPEB Plan - Continued**

*Certified Personnel*

Level II Administrators and Teachers must be at least age 55, have 12 total years of full-time service and qualify for an Illinois Teachers' Retirement System ("TRS") pension. Level I Administrators must have completed at least 5 years of full-time continuous service and qualify for a TRS pension. Participation requirements for the TRS are as follows:

Tier I Members (First Contributed Prior to January 1, 2011)

- Age 62 with 5 years of service; or
- Age 60 with 10 years of service; or
- Age 55 with 20 years of service (reduced pension)
- Age 55 with 35 years of service (full pension)

Tier II Members (First Contributed On or After January 1, 2011)

- 62 years old with 10 years of service (reduced pension)
- 67 years old with 10 years of service (full pension)

*Plan Membership.* As of June 30, 2020, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	28
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>254</u>
 Total	 <u><u>282</u></u>

**Total OPEB Liability**

The District's total OPEB liability was measured as of June 30, 2020, and was determined by an actuarial valuation as of that date.

Notes to the Financial Statements

June 30, 2020

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**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Retiree Health Program - Continued**

**Total OPEB Liability - Continued**

*Actuarial assumptions and other inputs.* The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary Increases	4.00%
Discount Rate	2.66%
Healthcare Cost Trend Rates	4.5% per year
Retirees' Share of Benefit-Related Costs	Not Available

The discount rate was based on the S&P Municipal Bond 20 Year High- Grade Rate Index as of June 30, 2020.

The mortality projection assumption is based off of retirees' rates from December 31, 2019 IMRF actuarial valutaion report.

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Retiree Health Program - Continued**

**Change in the Total OPEB Liability**

	Total OPEB Liability
Balance at June 30, 2019	\$ 1,847,560
Changes for the Year:	
Service Cost	116,663
Interest on the Total OPEB Liability	48,616
Changes of Benefit Terms	112,964
Difference Between Expected and Actual Experience	(53,885)
Changes of Assumptions or Other Inputs	287,976
Benefit Payments	(210,100)
Other	28,516
Net Changes	<u>330,750</u>
Balance at June 30, 2020	<u><u>2,178,310</u></u>

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

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.66%)	Current Discount Rate (2.66%)	1% Increase (3.66%)
Total OPEB Liability	\$ 2,292,321	2,178,310	2,069,254

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Retiree Health Program - Continued**

**Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using variable healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost rate:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 2,085,304	2,178,310	2,284,951

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

For the year ended June 30, 2020, the District recognized OPEB expense of \$299,463. At June 30, 2020, the District 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	Totals
Difference Between Expected and Actual Experience	\$ —	(79,625)	(79,625)
Change in Assumptions	318,991	(36,642)	282,349
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	318,991	(116,267)	202,724

Notes to the Financial Statements

June 30, 2020

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Retiree Health Program - Continued**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - Continued**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Net Deferred Outflows of Resources
2021	\$ 21,220
2022	21,220
2023	21,220
2024	21,220
2025	21,220
Thereafter	<u>96,624</u>
Total	<u><u>202,724</u></u>

**Teachers' Health Insurance Security (THIS) Fund**

**Plan Description**

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the City of Chicago. THIS health coverage includes provisions for medical, prescription, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits. Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Beginning February 1, 2015, annuitants who were enrolled in Medicare Parts A and B may be eligible to enroll in Medicare Advantage Plans.

Notes to the Financial Statements

June 30, 2020

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**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Teachers' Health Insurance Security Fund (THIS) - Continued**

**Plan Description - Continued**

*Benefits Provided.* The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 required all active contributors to TRS, who are not employees of the State, to contribute to the THIS Fund.

The percentage of employer required contributions in the future will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

*On Behalf Contributions to THIS Fund.* The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 1.24 percent of pay during the year ended June 30, 2020. State of Illinois contributions were \$191,715, and the District recognized revenues and expenditures of this amount during the year. State contributions intended to match active member contributions during the years ended June 30, 2019 was 1.24 percent of pay. State contributions on behalf of the District's employees were \$188,771.

*Employer Contributions to THIS Fund.* The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.92 percent during the year ended June 30, 2020. For the year ended June 30, 2020 the District paid \$142,240 to the THIS Fund, which was 100 percent of the required contribution. For the year ended June 30, 2019 the employer THIS Fund Contribution was 0.92 and the District paid \$140,056 to the THIS Fund, which was 100 percent of the required contribution.

*Further Information on the THIS Fund.* The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: <https://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp> The current reports are listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

Notes to the Financial Statements

June 30, 2020

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**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Teachers' Health Insurance Security Fund - Continued**

**Plan Description - Continued**

*Actuarial Assumptions.* The total OPEB liability was determined by an actuarial valuation as of June 30, 2018, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation:	2.50%
Salary Increases:	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Investment Rate of Return:	0%, net of OPEB plan investment expense, including inflation, for all plan years.
Healthcare Cost Trend Rates:	Actual trend used for fiscal year 2019. For fiscal years on and after 2020, trend starts at 8.00% and 9.00% for non-Medicare cost and Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.50%. Additional trend rate of 0.31% is added to non-Medicare cost on and after 2022 to account for the Excise Tax.

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. For disabled annuitant, mortality rates were based on the RP-2014 Disabled Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2017.



Notes to the Financial Statements

June 30, 2020

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Teachers' Health Insurance Security Fund - Continued**

**Single Discount Rate**

Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

Since the THIS fund is financed on a pay-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index described above. The discount rates are 3.62 percent as of June 30, 2018, and 3.13 percent as of June 30, 2019.

**Sensitivity of the Employer's Proportionate Share of the Collective Net OPEB Liability to Changes in the Discount Rate**

The following presents the District's proportionate share of the collective net OPEB liability, as well as what the District's proportionate share of the collective net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease (4.13)%	Current Discount Rate (3.13)%	1% Increase (2.13)%
Employer's Proportionate Share of the OPEB Liability	\$ 20,928,084	17,405,896	14,623,944

Notes to the Financial Statements

June 30, 2020

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Teachers' Health Insurance Security Fund - Continued**

**Sensitivity of the Employer's Proportionate Share of the Collective Net OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the District's proportionate share of the collective net OPEB liability, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower. The key trend rates are 8.00% in 2020 decreasing to an ultimate trend rate of 4.81% in 2027, for non-Medicare coverage, and 9.00% in 2020 decreasing to an ultimate trend rate of 4.50% in 2027 for Medicare coverage.

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Employer's Proportionate Share of the OPEB Liability	\$ 14,062,463	17,405,896	21,921,389

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

At June 30, 2020, the District reported a liability for its proportionate share of the net OPEB liability that reflected a reduction for State OPEB support provided to the District. The collective net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the collective net OPEB liability was determined by an actuarial valuation as of that date. The District's proportion of the collective net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of the District, actuarially determined. At June 30, 2019, the District's proportion was 0.062888 percent, which was a decrease of 0.001098 from its proportion measured as of June 30, 2018. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follow:

Employer's Proportionate Share of the Net OPEB Liability	\$ 17,405,896
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>22,124,259</u>
Total	<u><u>39,530,155</u></u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Teachers' Health Insurance Security Fund - Continued**

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - Continued**

For the year ending June 30, 2020, the District recognized OPEB revenue and expense of \$191,715 for support provided by the State. For the year ending June 30, 2020, the District recognized OPEB revenue of \$918,849. At June 30, 2020, the District 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	Totals
Differences Between Expected and Actual Experience	\$ —	(288,837)	(288,837)
Net Difference Between Projected and Actual Earnings on Pension Investments	6,599	(1,995,283)	(1,988,684)
Changes of Assumptions	—	(570)	(570)
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	846,955	(298,693)	548,262
Total Pension Expense to be Recognized in Future Periods	853,554	(2,583,383)	(1,729,829)
Employer Contributions Subsequent to the Measurement Date	142,240	—	142,240
Totals	995,794	(2,583,383)	(1,587,589)

\$142,240 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2021	\$ (348,396)
2022	(348,396)
2023	(348,362)
2024	(348,291)
2025	(236,673)
Thereafter	(99,711)
Total	(1,729,829)

Notes to the Financial Statements

June 30, 2020

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**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS**

The retirement plans of the District include the Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF). Most funding for TRS is provided through payroll withholdings of certified employees and contributions made by the State of Illinois on-behalf of the District. IMRF is funded through property taxes and a perpetual lien of the District's corporate personal property replacement tax. Each retirement system is discussed below.

**Teachers' Retirement System (TRS)**

**Plan Descriptions, Provisions and Funding Policies**

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can only be made by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for TRS's administration. TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/cafrs/fy2019>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling 888-678-3675, option 2.

**Benefits Provided**

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

Tier 2 members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the last four. Disability provisions for Tier 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different from Tier 1.

Notes to the Financial Statements

June 30, 2020

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**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

**Benefits Provided - Continued**

Essentially all Tier 1 retirees receive an annual 3 percent increase in the current retirement beginning January 1 following the attainment of age 61 or on January 1 following the members' first anniversary in retirement, whichever is later. Tier 2 annual increases will be the lesser of 3 percent of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the members' first anniversary in retirement, whichever is later.

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2021. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs will begin in 2019 and will be funded by bonds issued by the state of Illinois.

**Contributions**

The State of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90 percent of the total actuarial liabilities of the System by the end of fiscal year 2045.

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contributions rates are specified by the pension code. The active member contribution rate for the year ended June 30, 2019, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

*On Behalf Contributions to TRS.* The State of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2020, State of Illinois contributions recognized by the employer were based on the State's proportionate share of the collective net pension liability associated with the employer, and the employer recognized revenue and expenditures of \$12,084,550 in pension contributions from the State. For the year ended June 30, 2019, the employer recognized revenue and expenditures of \$10,737,809 in pension contributions from the State.

Notes to the Financial Statements

June 30, 2020

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**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

**Contributions - Continued**

*2.2 Formula Contributions.* Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2020 were \$89,673 and are deferred because they were paid after the June 30, 2019 measurement date.

*Federal and Special Trust Fund Contributions.* When TRS members are paid from federal and special trust funds administered by the employer, there is a statutory requirement for the employer to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

Previously, employer contributions for employees paid from federal and special trust funds were at the same rate as the state contribution rate to TRS and were much higher.

For the fiscal year ended June 30, 2020, the employer pension contribution was 10.66 percent of salaries paid from federal and special trust funds. For the fiscal year ended June 30, 2019, the employer pension contribution was 9.85 percent of salaries paid from those funds. For the fiscal year ended June 30, 2020, salaries totaling \$38,000 were paid from federal and special trust funds that required employer contributions of \$4,051, which was equal to the District's actual contributions. These contributions are deferred because they were paid after the June 30, 2019 measurement date.

*Employer Retirement Cost Contributions.* Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2020, the employer paid \$8,948 to TRS for employer contributions due on salary increases in excess of 6 percent, \$5,934 for contributions on salaries in excess of the Governor's statutory salary and \$0 for sick leave days granted in excess of the normal annual allotment. For the year ended June 30, 2019, the District paid \$30 to TRS for employer contributions due on salary increases in excess of 6 percent, \$4,499 for contributions on salaries in excess of the Governor's statutory salary and \$0 for sick leave days granted in excess of the normal annual allotment.

Notes to the Financial Statements

June 30, 2020

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

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

At June 30, 2019, the employer reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the employer. The state's support and total are for disclosure purposes only. The amount recognized by the employer as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the employer were as follows:

Employer's Proportionate Share of the Net Pension Liability	\$ 1,563,904
State's Proportionate Share of the Net Pension Liability Associated with the Employer	<u>111,301,337</u>
Total	<u><u>112,865,241</u></u>

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018, and rolled forward to June 30, 2019. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2019, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2019, the employer's proportion was 0.0019% , which was a decrease of 0.0002% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the employer recognized pension expense of \$12,084,550 and revenue of \$12,084,550 for support provided by the state. At June 30, 2020, the employer reported deferred outflows of resources and deterred inflows of resources related to pension from the following sources:

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Notes to the Financial Statements

June 30, 2020

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - Continued**

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ 25,644	—	25,644
Net Difference Between Projected and Actual Earnings on Pension Investments	2,477	—	2,477
Changes of Assumptions	35,042	(30,019)	5,023
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	52,439	(164,278)	(111,839)
Total Pension Expense to be Recognized in Future Periods	115,602	(194,297)	(78,695)
Employer Contributions Subsequent to the Measurement Date	93,724	—	93,724
Totals	<u>209,326</u>	<u>(194,297)</u>	<u>15,029</u>

\$93,724 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2021	\$ (7,112)
2022	(30,494)
2023	(12,048)
2024	(16,826)
2025	(12,215)
Thereafter	—
Total	<u>(78,695)</u>



Notes to the Financial Statements

June 30, 2020

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**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

**Actuarial Assumptions**

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation: 2.50 Percent

Salary Increases: Varies by Amount of Service Credit

Investment Rate of Return: 7.00 Percent, Net of Pension Plan Investment Expense, Including Inflation

In the June 30, 2019 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2017. In the June 30, 2018 actuarial valuation, mortality rates were also based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2014.

The long-term (20-year) 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 by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

Notes to the Financial Statements

June 30, 2020

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

**Actuarial Assumptions - Continued**

Asset Class	Target Allocatio	Long-Term Expected Real Rate of Return
U.S. Large Cap	15.0%	6.3%
U.S. Small/Mid Cap	2.0%	7.7%
International Equities Developed	13.6%	7.0%
Emerging Market Equities	3.4%	9.5%
U.S. Bonds Core	8.0%	2.2%
U.S. Bonds High Yield	4.2%	4.0%
International Debt Developed	2.2%	1.1%
Emerging International Debt	2.6%	4.4%
Real Estate	16.0%	5.2%
Real Return	4.0%	1.8%
Absolute Return	14.0%	4.1%
Private Equity	15.0%	9.7%
Total	<u>100.0%</u>	

**Discount Rate**

At June 30, 2019, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2018 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2019 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

Notes to the Financial Statements

June 30, 2020

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

**Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate.

	1% Decrease (8.00)%	Current Discount Rate (7.00)%	1% Increase (6.00)%
Employer's Proportionate Share of the OPEB Liability	\$ 1,910,172	1,563,904	1,279,203

**TRS Fiduciary Net Position**

Detailed information about the TRS's fiduciary net position as of June 30, 2019 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

**Illinois Municipal Retirement Fund (IMRF)**

The District contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at [www.imrf.org](http://www.imrf.org). The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

**Plan Descriptions**

*Plan Administration.* All employees (other than those covered by the Teachers Retirement Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Notes to the Financial Statements

June 30, 2020

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Plan Descriptions - Continued**

*Benefits Provided.* IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff’s Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

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

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.

*Plan Membership.* As of December 31, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	128
Inactive Plan Members Entitled to but not yet Receiving Benefits	117
Active Plan Members	91
Total	336

Notes to the Financial Statements

June 30, 2020

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**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Plan Descriptions - Continued**

*Contributions.* As set by statute, the District'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. For the year-ended June 30, 2020, the District's contribution was 13.17% of covered payroll.

*Net Pension Liability.* The District's net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation performed, as of December 31, 2019, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Investment Rate of Return	7.25%
Salary Increases	3.35% to 14.25%
Inflation	2.50%

Notes to the Financial Statements

June 30, 2020

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Plan Descriptions - Continued**

*Actuarial Assumptions - Continued.* For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	3.25%
Domestic Equities	37.00%	5.75%
International Equities	18.00%	6.50%
Real Estate	9.00%	5.20%
Blended	7.00%	3.60% - 7.60%
Cash and Cash Equivalents	1.00%	1.85%

Notes to the Financial Statements

June 30, 2020

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Discount Rate**

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

**Discount Rate Sensitivity**

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the District calculated using the discount rate as well as what the District's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 4,490,501	2,613,915	1,032,774

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

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**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	\$ 16,343,708	12,523,242	3,820,466
Changes for the Year:			
Service Cost	328,823	—	328,823
Interest on the Total Pension Liability	1,164,563	—	1,164,563
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	323,197	—	323,197
Changes of Assumptions	—	—	—
Contributions - Employer	—	385,599	(385,599)
Contributions - Employees	—	141,588	(141,588)
Net Investment Income	—	2,370,550	(2,370,550)
Benefit Payments, Including Refunds of Employee Contributions	(890,361)	(890,361)	—
Other (Net Transfer)	—	125,397	(125,397)
Net Changes	926,222	2,132,773	(1,206,551)
Balances at December 31, 2019	17,269,930	14,656,015	2,613,915

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

For the year ended June 30, 2020, the District recognized pension expense of \$604,117. At June 30, 2020, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:



**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ 233,423	—	233,423
Changes of Assumptions	84,205	—	84,205
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(598,485)	(598,485)
Total Pension Expense to be Recognized in Future Periods	317,628	(598,485)	(280,857)
Pension Contributions Made Subsequent to the Measurement Date	222,298	—	222,298
Total Deferred Amounts Related to Pensions	<u>539,926</u>	<u>(598,485)</u>	<u>(58,559)</u>

\$222,298 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2021. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2021	\$ 83,187
2022	(127,959)
2023	58,161
2024	(294,246)
2025	—
Thereafter	<u>—</u>
Total	<u>(280,857)</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Notes to the Financial Statements**

**June 30, 2020**

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**NOTE 4 - OTHER INFORMATION - Continued**

**SUBSEQUENT EVENT**

On June 25, 2018, the Board of Education of Lisle Community Unit School District No. 202 (“Seller”) entered into a sale contract with Kindi Academy (“Purchaser”) for the sale of Tate Woods Elementary School building located at 1736 Middleton Ave., Lisle, DuPage County, Illinois. The purchase price was \$2,555,000 with the Purchaser making a one-time payment of \$51,100 as earnest money at the time of bid submission. The closing was tentatively set for August 1, 2019 with the Seller having the right to delay the time of closing up to May 30, 2021. The closing has not occurred as of the opinion date.

## **REQUIRED SUPPLEMENTARY INFORMATION**

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Changes in the Employer's Total OPEB Liability  
Retiree Health Program
- Schedule Employer Contributions  
Teacher's Health Insurance Security Fund
- Schedule of Employer's Proportionate Share of the Collective Net OPEB Liability  
Teacher's Health Insurance Security Fund
- Schedule of Employer's Proportionate Share of the Net Pension Liability and Employer Contributions  
Teachers' Retirement System
- Schedule Employer Contributions  
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability  
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedules  
General Fund

### Notes to the Required Supplementary Information

Budgetary information - budgets are adopted on a basis consistent with generally accepted accounting principles.

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Retirement Health Plan**

**Schedule of Changes in the Employer's Total OPEB Liability**

**June 30, 2020**

	6/30/2018	6/30/2019	6/30/2020
Total OPEB Liability			
Service Cost	\$ 96,981	101,459	116,663
Interest	63,908	52,559	48,616
Changes in Benefit Terms	(206,069)	—	112,964
Differences Between Expected and Actual			
Experience	(45,693)	—	(53,885)
Change of Assumptions or Other Inputs	4,972	16,228	287,976
Benefit Payments	(162,128)	(170,938)	(210,100)
Other	(25,625)	(945)	28,516
Net Change in Total OPEB Liability	(273,654)	(1,637)	330,750
Total OPEB Liability - Beginning	2,122,851	1,849,197	1,847,560
Total OPEB Liability - Ending	1,849,197	1,847,560	2,178,310
Covered Payroll	\$ 14,436,333	N/A	15,081,937
Total OPEB Liability as a Percentage of Covered Payroll	12.81%	N/A	14.44%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2018, 2019 and 2020.

N/A - Not Available

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Teacher's Health Insurance Security Fund**

**Schedule of Employer Contributions**

**June 30, 2020**

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Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2018	\$ 121,148	\$ 121,208	\$ 60	\$ 14,422,385	0.84%
2019	140,056	140,056	—	15,223,491	0.92%
2020	142,240	142,240	—	15,460,907	0.92%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Teacher's Health Insurance Security Fund  
Schedule of Employer Contributions - Continued  
June 30, 2020**

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**Notes to the Schedule of Employer Contributions**

<b>Valuation Date</b>	6/30/2018
<b>Measurement Date</b>	6/30/2019
<b>Sponsor's Fiscal Year End</b>	6/30/2020

**Methods and Assumptions Used to Determine Actuarial Liability and Contributions:**

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB Liability
Contribution Policy	Benefits are financed on a pay-as-you basis. Contribution rates are defined by statute. For fiscal year end June 30, 2019, contribution rates are 1.24% of pay for active members, 0.92% of pay for school districts, and 1.24% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.
Asset Valuation Method	Market Value
Investment Rate of Return	0%, net of OPEB plan investment expense, including inflation, for all plan years.
Inflation	2.50%
Salary Increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2018 actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. Disabled Annuitants: RP-2014 Disabled Annuitant Table. Pre-Retirement: RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.
Healthcare Cost Trend Rates	Actual trend used for fiscal year 2019. For fiscal years on and after 2020, trend starts at 8.00% and 9.00% for non-Medicare cost and Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.50%. Additional trend rate of 0.31% is added to non-Medicare cost on and after 2022 to account for the Excise Tax.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Teachers' Retirement System**

**Schedule of the Employer's Proportionate Share of the Net Pension Liability and Employer Contributions  
June 30, 2020**

	6/30/2018	6/30/2019	6/30/2020
Employer's Proportion of the Net OPEB Liability	0.0627%	0.0640%	0.0629%
Employer's Proportionate Share of the Net OPEB Liability	\$ 16,276,762	16,857,625	17,405,896
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	21,375,433	22,636,204	22,124,259
Total	37,652,195	39,493,829	39,530,155
Employer's Covered Payroll	\$ 14,422,385	15,223,491	15,460,907
Employer's Proportionate Share of the Net OPEB Liability as a % of its Covered Payroll	112.86%	110.73%	112.58%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	(0.17%)	(0.07%)	0.25%

Notes:

The amounts presented were determined as of the prior fiscal-year end.

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Teachers' Retirement System**

**Schedule of the Employer's Proportionate Share of the Net Pension Liability and Employer Contributions  
June 30, 2020**

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**See Following Page**



**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Teachers' Retirement System**

**Schedule of the Employer's Proportionate Share of the Net Pension Liability and Employer Contributions  
June 30, 2020**

	<u>6/30/2014 *</u>	<u>6/30/2015 *</u>
Employer's Proportion of the Net Pension Liability	0.0021%	0.2200%
Employer's Proportionate Share of the Net Pension Liability	\$ 1,248,181	1,447,395
State's Proportionate Share of the Net Pension Liability Associated with the Employer	<u>77,837,814</u>	<u>86,428,445</u>
Total	<u>79,085,995</u>	<u>87,875,840</u>
Employer's Covered Payroll	\$ 12,623,410	13,294,254
Employer's Proportionate Share of the Net Pension Liability as a % of its Covered-Employee Payroll	9.89%	10.89%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	43.00%	41.50%
Contractually-Required Contribution	\$ 77,107	83,768
Contributions in Relation to the Contractually Required Contribution	<u>\$ 77,366</u>	<u>79,980</u>
Contribution Deficiency (Excess)	<u>\$ (259)</u>	<u>3,788</u>
Employer's Covered Payroll	\$ 13,294,254	14,442,741
Contributions as a % of Covered Payroll	0.58%	0.58%

Notes:

\*The amounts presented were determined as of the prior fiscal year.

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

For the 2019, 2018, 2017 and 2016 measurement years, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.5 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit, but the rates of increase in the 2018 measurement year were slightly higher.

For the 2015 measurement year, the assumed investment rate of return was 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three year period ending June 30, 2014.

For the 2014 measurement year, the assumed investment rate of return was also 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. However, salary increases were assumed to vary by age.

6/30/2016 *	6/30/2017 *	6/30/2018 *	6/30/2019 *
0.0021%	0.0020%	0.0021%	0.0019%
1,631,526	1,548,859	1,669,001	1,563,904
109,543,584	106,626,644	114,333,595	111,301,337
111,175,110	108,175,503	116,002,596	112,865,241
14,442,741	14,422,385	15,223,491	15,460,907
11.30%	10.74%	10.96%	10.12%
36.40%	39.30%	40.00%	39.60%
83,650	88,250	88,464	93,724
83,675	88,967	88,183	93,467
(25)	(717)	281	257
14,422,385	15,215,524	15,223,491	15,460,907
0.58%	0.58%	0.58%	0.61%

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Illinois Municipal Retirement Fund  
Schedule of Employer Contributions  
June 30, 2020**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 373,862	\$ 373,862	\$ —	\$ 2,800,467	13.35%
2016	388,175	388,175	—	2,875,368	13.50%
2017	414,094	414,094	—	2,916,155	14.20%
2018	403,065	403,065	—	3,023,743	13.33%
2019	397,866	397,866	—	3,120,597	12.75%
2020	415,021	415,021	—	3,151,627	13.17%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	24 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**LISLE COMMUNITY UNIT SCHOOLD DISTRICT NO. 202**

**Illinois Municipal Retirement Fund**

**Schedule of Changes in the Employer's Net Pension Liability**

**June 30, 2020**

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**See Following Page**

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Illinois Municipal Retirement Fund  
Schedule of Changes in the Employer's Net Pension Liability  
June 30, 2020**

	<u>12/31/2014</u>
Total Pension Liability	
Service Cost	\$ 322,092
Interest	907,195
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	271,995
Change of Assumptions	625,274
Benefit Payments, Including Refunds of Member Contributions	<u>(679,150)</u>
Net Change in Total Pension Liability	1,447,406
Total Pension Liability - Beginning	<u>12,306,801</u>
 Total Pension Liability - Ending	 <u><u>13,754,207</u></u>
 Plan Fiduciary Net Position	
Contributions - Employer	\$ 373,863
Contributions - Members	128,548
Net Investment Income	644,918
Benefit Payments, Including Refunds of Member Contributions	<u>(679,150)</u>
Other (Net Transfer)	114,085
Net Change in Plan Fiduciary Net Position	582,264
Plan Net Position - Beginning	<u>10,660,799</u>
 Plan Net Position - Ending	 <u><u>11,243,063</u></u>
 Employer's Net Pension Liability	 <u><u>\$ 2,511,144</u></u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	  81.74%
 Covered Payroll	 \$ 2,669,171
 Employer's Net Pension Liability as a Percentage of Covered Payroll	  94.08%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019
310,331	329,554	329,788	315,592	328,823
1,010,599	1,061,878	1,096,123	1,117,831	1,164,563
—	—	—	—	—
101,464	(180,877)	176,797	202,664	323,197
15,658	(80,082)	(473,133)	403,707	—
(724,938)	(757,397)	(780,642)	(885,416)	(890,361)
713,114	373,076	348,933	1,154,378	926,222
13,754,207	14,467,321	14,840,397	15,189,330	16,343,708
14,467,321	14,840,397	15,189,330	16,343,708	17,269,930
388,174	414,094	403,065	415,004	385,599
129,716	135,037	139,236	151,087	141,588
55,698	781,545	2,091,033	(763,414)	2,370,550
(724,938)	(757,397)	(780,642)	(885,416)	(890,361)
282,422	(135,339)	(321,387)	262,601	125,397
131,072	437,940	1,531,305	(820,138)	2,132,773
11,243,063	11,374,135	11,812,075	13,343,380	12,523,242
11,374,135	11,812,075	13,343,380	12,523,242	14,656,015
3,093,186	3,028,322	1,845,950	3,820,466	2,613,915
78.62%	79.59%	87.85%	76.62%	84.86%
2,875,368	2,916,155	3,023,743	3,068,045	3,142,619
107.58%	103.85%	61.05%	124.52%	83.18%

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				
	Budget		Actual	Variance with Final Budget	2019
	Original	Final			Actual
Revenues					
Local Sources					
Property Taxes	\$ 27,146,500	27,146,500	26,240,607	(905,893)	24,925,691
Personal Property					
Replacement Taxes	370,000	370,000	350,817	(19,183)	318,719
Earnings on Investments	632,800	632,800	648,340	15,540	716,497
Other Revenue from Local Sources	714,100	714,100	656,861	(57,239)	759,119
State Sources					
General State Aid	1,254,018	1,254,018	1,254,018	—	1,252,273
Grants-in-Aid	434,090	434,090	485,939	51,849	460,288
Federal Sources					
Grants-in-Aid	1,069,507	1,069,507	1,003,192	(66,315)	1,061,307
Total Direct Revenues	31,621,015	31,621,015	30,639,774	(981,241)	29,493,894
On-Behalf Payments - State of Illinois	11,476,000	11,476,000	12,276,265	800,265	10,926,580
Total Revenues	43,097,015	43,097,015	42,916,039	(180,976)	40,420,474
Expenditures					
Current					
Instruction	17,280,321	17,280,321	16,769,718	510,603	16,789,093
Support Services	10,768,572	10,768,572	10,239,555	529,017	10,324,118
Community Services	47,281	47,281	98,076	(50,795)	72,435
Payments to Other Districts and Government Units	1,698,514	1,698,514	1,292,394	406,120	1,619,568
Total Direct Expenditures	29,794,688	29,794,688	28,399,743	1,394,945	28,805,214
On Behalf Expenditures	11,476,000	11,476,000	12,276,265	(800,265)	10,926,580
Total Expenditures	41,270,688	41,270,688	40,676,008	594,680	39,731,794
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,826,327	1,826,327	2,240,031	413,704	688,680
Other Financing Sources (Uses)					
Debt Issuance	—	—	—	—	12,446,511
Premium on Issuance	—	—	—	—	1,558,202
Disposal of Capital Assets	2,500,000	2,500,000	—	(2,500,000)	—
Transfers In	22,000	22,000	20,375	(1,625)	109,335
Transfers Out	(4,559,500)	(4,559,500)	(2,838,963)	1,720,537	(21,908,116)
	(2,037,500)	(2,037,500)	(2,818,588)	(781,088)	(7,794,068)
Net Change in Fund Balances	(211,173)	(211,173)	(578,557)	(367,384)	(7,105,388)
Fund Balances - Beginning as Restated			13,024,360		35,329,582
Fund Balances - Ending			12,445,803		28,224,194

\*Modified Cash Basis

## **OTHER SUPPLEMENTARY INFORMATION**

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Statements - General Fund - by Accounts
- Budgetary Comparison Schedules - General Fund Accounts
- Budgetary Comparison Schedule - Major Governmental Fund
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Schedule of Changes in Assets and Liabilities - Agency Fund
- Consolidated Year-End Financial Report



## **INDIVIDUAL FUND DESCRIPTIONS**

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### **GENERAL FUND**

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. The General Fund includes the Educational, Operations and Maintenance, and Working Cash Accounts.

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### **SPECIAL REVENUE FUNDS**

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that are legally restricted to expenditure for specified purposes.

#### **Transportation Fund**

The Transportation Fund is used to account for all revenue and expenditures made for student transportation. Revenue is derived primarily from local property taxes and state reimbursement grants.

#### **Municipal Retirement/Social Security**

The Municipal Retirement/Social Security Fund is used to account for the District's portion of pension contributions to the Illinois Municipal Retirement Fund, payments to Medicare, and payments to the Social Security System for non-certified employees. Revenue to finance the contributions is derived primarily from local property taxes and personal property replacement taxes.

#### **Tort Immunity Fund**

The Tort Fund is used to account for activity relating to risk management and loss prevention

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### **DEBT SERVICE FUND**

The Debt Service Fund is used to account for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service.

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## **INDIVIDUAL FUND DESCRIPTIONS**

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### **CAPITAL PROJECTS FUND**

The Capital Projects Fund is used to account for financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities.

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### **FIDUCIARY FUNDS**

The Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds.

### **AGENCY FUND**

#### **Student Activity, Convenience Accounts, and Other Agency Funds**

The Student Activity Fund is used to account for assets held by the District which are owned, operated and managed generally by the student body, under the guidance and direction of adults or a staff member, for educations, recreational, or cultural purposes. The Convenience Accounts Fund is used to account for assets that are normally maintained by a local educational agency as a convenience for its faculty, staff, etc.

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**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**General Fund - by Accounts**

**Combining Balance Sheet**

**June 30, 2020**

	Educational	Operations and Maintenance	Working Cash	Totals
<b>ASSETS</b>				
Cash and Investments	\$ 25,421,643	2,600,163	807,048	28,828,854
Receivables - Net of Allowances				
Property Taxes	11,903,891	1,909,217	2,167	13,815,275
Grants Receivable	304,699	—	—	304,699
<b>Total Assets</b>	<b>37,630,233</b>	<b>4,509,380</b>	<b>809,215</b>	<b>42,948,828</b>
<b>LIABILITIES</b>				
Accounts Payable	57,634	30,628	—	88,262
Salaries and Benefits Payable	2,117,181	2,187	—	2,119,368
Deposits Payable	6,020	60,100	—	66,120
<b>Total Liabilities</b>	<b>2,180,835</b>	<b>92,915</b>	<b>—</b>	<b>2,273,750</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Property Taxes	24,290,565	3,895,865	4,422	28,190,852
Other Deferred Revenues	38,423	—	—	38,423
<b>Total Deferred Inflows of Resources</b>	<b>24,328,988</b>	<b>3,895,865</b>	<b>4,422</b>	<b>28,229,275</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>26,509,823</b>	<b>3,988,780</b>	<b>4,422</b>	<b>30,503,025</b>
<b>FUND BALANCES</b>				
Restricted	—	520,600	804,793	1,325,393
Unassigned	11,120,410	—	—	11,120,410
<b>Total Fund Balances</b>	<b>11,120,410</b>	<b>520,600</b>	<b>804,793</b>	<b>12,445,803</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>37,630,233</b>	<b>4,509,380</b>	<b>809,215</b>	<b>42,948,828</b>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**General Fund - by Accounts**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**

**For the Fiscal Year Ended June 30, 2020**

	Education	Operations and Maintenance	Working Cash	Totals
<b>Revenues</b>				
Local Sources				
Property Taxes	\$ 23,141,763	3,094,542	4,302	26,240,607
Personal Property Replacement Taxes	350,817	—	—	350,817
Earnings on Investments	584,411	43,554	20,375	648,340
Other Revenue from Local Sources	532,812	124,049	—	656,861
State Sources				
Evidence Based Funding Formula	1,254,018	—	—	1,254,018
Grants-in-Aid	435,939	50,000	—	485,939
Federal Sources				
Grants-in-Aid	1,003,192	—	—	1,003,192
Total Direct Revenues	27,302,952	3,312,145	24,677	30,639,774
On-Behalf Payments - State of Illinois	12,276,265	—	—	12,276,265
Total Revenues	39,579,217	3,312,145	24,677	42,916,039
<b>Expenditures</b>				
Current				
Instruction	16,769,718	—	—	16,769,718
Support Services	7,743,889	2,495,666	—	10,239,555
Community Services	98,076	—	—	98,076
Payments to Other Districts and Government Units				
	1,292,394	—	—	1,292,394
Total Direct Expenditures	25,904,077	2,495,666	—	28,399,743
On-Behalf Expenditures	12,276,265	—	—	12,276,265
Total Expenditures	38,180,342	2,495,666	—	40,676,008
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,398,875	816,479	24,677	2,240,031
<b>Other Financing Sources (Uses)</b>				
Transfers In	20,375	—	—	20,375
Transfers Out	(1,818,588)	(1,000,000)	(20,375)	(2,838,963)
	(1,798,213)	(1,000,000)	(20,375)	(2,818,588)
Net Change in Fund Balance	(399,338)	(183,521)	4,302	(578,557)
Fund Balances - Beginning as Restated	11,519,748	704,121	800,491	13,024,360
Fund Balances - Ending	11,120,410	520,600	804,793	12,445,803

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
<b>Revenues</b>					
<b>Local Sources</b>					
General Levy	\$ 18,875,200	18,875,200	18,274,083	(601,117)	18,040,584
Special Education Levy	4,906,100	4,906,100	4,867,680	(38,420)	4,655,862
Personal Property					
Replacement Taxes	370,000	370,000	350,817	(19,183)	318,719
Earnings on Investments	552,000	552,000	584,411	32,411	546,457
Food Service	241,750	241,750	204,517	(37,233)	261,694
Pupil Activities	84,350	84,350	78,609	(5,741)	95,446
Textbooks	167,500	167,500	183,028	15,528	173,783
Contributions and Donations					
from Private Sources	7,000	7,000	15,466	8,466	6,837
Impact Fees	15,000	15,000	—	(15,000)	49,599
Refund of Prior Year Expenses	50,000	50,000	23,592	(26,408)	73,639
Drivers Education Fees	20,000	20,000	14,994	(5,006)	19,706
Payments from Other Districts	25,000	25,000	12,515	(12,485)	34,201
Other Revenue from Local Sources	—	—	91	91	787
<b>Total Local Sources</b>	<b>25,313,900</b>	<b>25,313,900</b>	<b>24,609,803</b>	<b>(704,097)</b>	<b>24,277,314</b>
<b>State Sources</b>					
General State Aid	1,254,018	1,254,018	1,254,018	—	1,252,273
Special Education					
Private Facility Tuition	254,000	254,000	235,525	(18,475)	260,776
Orphanage - Individual	140,000	140,000	166,955	26,955	136,172
Orphanage - Summer Individual	6,000	6,000	4,405	(1,595)	24,617
Vocational Education	6,843	6,843	6,298	(545)	6,475
State Fee Lunch and Breakfast	1,700	1,700	1,435	(265)	2,248
Drivers Education	24,500	24,500	20,274	(4,226)	26,336
Other	1,047	1,047	1,047	—	3,664
<b>Total State Sources</b>	<b>1,688,108</b>	<b>1,688,108</b>	<b>1,689,957</b>	<b>1,849</b>	<b>1,712,561</b>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Revenues - Continued					
Federal Sources					
National School Lunch Program	\$ 126,750	126,750	121,382	(5,368)	155,606
Summer Food Service Program	—	—	20,891	20,891	—
Title I - Low Income	190,701	190,701	143,743	(46,958)	196,766
Title IV - Safe and Drug Free Schools	7,000	7,000	3,939	(3,061)	4,561
Federal - Special Education Preschool Flow-Through	12,492	12,492	12,792	300	11,050
Federal - Special Education IDEA Flow-Through	479,038	479,038	529,434	50,396	475,155
Federal - Special Education IDEA Room and Board	—	—	3,529	3,529	—
CTE - Perkins					
Title IIIE - Tech Prep	5,780	5,780	5,780	—	6,232
McKinney Education for Homeless Children	1,500	1,500	4,701	3,201	1,507
Title II - Teacher Quality	89,246	89,246	34,298	(54,948)	52,810
Medicaid Matching Funds					
Administrative Outreach	34,000	34,000	31,314	(2,686)	34,540
Fee-For-Service Program	123,000	123,000	88,175	(34,825)	123,080
Other Restricted Revenue from Federal Sources	—	—	3,214	3,214	—
Total Federal Sources	1,069,507	1,069,507	1,003,192	(66,315)	1,061,307
Total Direct Revenues	28,071,515	28,071,515	27,302,952	(768,563)	27,051,182
On-Behalf Payments	11,476,000	11,476,000	12,276,265	800,265	10,926,580
Total Revenues	39,547,515	39,547,515	39,579,217	31,702	37,977,762

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
<b>Expenditures</b>					
<b>Instruction</b>					
<b>Regular Programs</b>					
Salaries	\$ 8,072,900	8,072,900	8,058,466	14,434	7,894,845
Employee Benefits	2,322,590	2,322,590	2,343,453	(20,863)	2,296,059
Purchased Services	159,640	159,640	134,050	25,590	124,788
Supplies and Materials	573,250	573,250	254,594	318,656	366,472
Other Objects	20,050	20,050	12,368	7,682	15,360
Non-Capital Equipment	55,150	55,150	13,043	42,107	145,568
	<u>11,203,580</u>	<u>11,203,580</u>	<u>10,815,974</u>	<u>387,606</u>	<u>10,843,092</u>
<b>Pre-K Programs</b>					
Salaries	161,600	161,600	160,977	623	52,513
Employee Benefits	54,300	54,300	49,803	4,497	15,715
Purchased Services	1,400	1,400	1,557	(157)	1,207
Supplies and Materials	1,200	1,200	617	583	1,590
	<u>218,500</u>	<u>218,500</u>	<u>212,954</u>	<u>5,546</u>	<u>71,025</u>
<b>Special Education Programs</b>					
Salaries	1,891,300	1,891,300	1,890,596	704	1,832,155
Employee Benefits	705,300	705,300	720,512	(15,212)	727,177
Purchased Services	26,500	26,500	33,102	(6,602)	27,101
Supplies and Materials	14,000	14,000	12,742	1,258	17,889
Capital Outlay	—	—	—	—	5,395
Non-Capital Equipment	3,500	3,500	—	3,500	12,477
	<u>2,640,600</u>	<u>2,640,600</u>	<u>2,656,952</u>	<u>(16,352)</u>	<u>2,622,194</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures - Continued					
Instruction - Continued					
Special Education					
Programs Pre-K					
Salaries	\$ 68,327	68,327	64,201	4,126	159,238
Employee Benefits	23,350	23,350	26,631	(3,281)	54,446
Purchased Services	—	—	—	—	67
Supplies and Materials	—	—	—	—	2,626
	<u>91,677</u>	<u>91,677</u>	<u>90,832</u>	<u>845</u>	<u>216,377</u>
Remedial and Supplemental Programs K-12					
Salaries	322,600	322,600	322,185	415	303,577
Employee Benefits	115,850	115,850	116,096	(246)	111,960
Supplies and Materials	57,621	57,621	24,353	33,268	33,974
	<u>496,071</u>	<u>496,071</u>	<u>462,634</u>	<u>33,437</u>	<u>449,511</u>
CTE Programs					
Salaries	245,900	245,900	246,990	(1,090)	229,193
Employee Benefits	72,660	72,660	72,804	(144)	69,628
Purchased Services	24,500	24,500	12,030	12,470	2,599
Supplies and Materials	20,353	20,353	15,441	4,912	20,872
Non-Capitalized Equipment	2,570	2,570	568	2,002	3,365
	<u>365,983</u>	<u>365,983</u>	<u>347,833</u>	<u>18,150</u>	<u>325,657</u>
Interscholastic Programs					
Salaries	532,100	532,100	521,239	10,861	522,161
Employee Benefits	54,210	54,210	54,580	(370)	53,198
Purchased Services	119,200	119,200	100,574	18,626	99,221
Supplies and Materials	78,750	78,750	57,628	21,122	74,238
Capital Outlay	—	—	—	—	6,450
Other Objects	30,500	30,500	21,718	8,782	26,995
Non-Capital Equipment	13,500	13,500	6,720	6,780	8,596
	<u>828,260</u>	<u>828,260</u>	<u>762,459</u>	<u>65,801</u>	<u>790,859</u>



**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020			Variance with Final Budget	2019
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Instruction - Continued					
Summer School Programs					
Salaries	\$ 25,300	25,300	14,940	10,360	13,361
Employee Benefits	1,230	1,230	2,633	(1,403)	527
Purchased Services	1,900	1,900	2,289	(389)	—
Supplies and Materials	1,400	1,400	—	1,400	681
	<u>29,830</u>	<u>29,830</u>	<u>19,862</u>	<u>9,968</u>	<u>14,569</u>
Gifted Programs					
Salaries	48,400	48,400	48,344	56	46,417
Employee Benefits	5,920	5,920	5,799	121	368
Supplies and Materials	1,000	1,000	1,273	(273)	394
	<u>55,320</u>	<u>55,320</u>	<u>55,416</u>	<u>(96)</u>	<u>47,179</u>
Driver's Education Programs					
Salaries	85,600	85,600	79,381	6,219	97,123
Employee Benefits	24,960	24,960	24,453	507	20,071
Purchased Services	3,275	3,275	890	2,385	1,383
Supplies and Materials	3,000	3,000	2,152	848	2,553
Other Objects	125	125	—	125	—
Termination Benefits	—	—	—	—	2,075
	<u>116,960</u>	<u>116,960</u>	<u>106,876</u>	<u>10,084</u>	<u>123,205</u>
Bilingual Programs					
Salaries	240,100	240,100	241,149	(1,049)	219,299
Employee Benefits	71,040	71,040	78,240	(7,200)	66,861
Purchased Services	2,450	2,450	5,157	(2,707)	401
Supplies and Materials	950	950	1,003	(53)	789
	<u>314,540</u>	<u>314,540</u>	<u>325,549</u>	<u>(11,009)</u>	<u>287,350</u>
Special Education Programs K-12 Private Tuition					
Other Objects	<u>910,000</u>	<u>910,000</u>	<u>896,257</u>	<u>13,743</u>	<u>989,155</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures - Continued					
Instruction - Continued					
Summer School Programs - Private Tuition					
Other Objects	\$ —	—	—	—	470
Truants Alternative/Option Ed Programs - Private Tuition					
Other Objects	9,000	9,000	16,120	(7,120)	8,450
Total Instruction	17,280,321	17,280,321	16,769,718	510,603	16,789,093
Support Services					
Pupils					
Attendance and Social Work Services					
Salaries	307,200	307,200	303,607	3,593	287,049
Employee Benefits	103,920	103,920	104,323	(403)	100,856
Purchased Services	8,950	8,950	10,148	(1,198)	8,507
Supplies and Materials	1,450	1,450	184	1,266	539
Non-Capitalized Equipment	—	—	—	—	726
	421,520	421,520	418,262	3,258	397,677
Guidance Services					
Salaries	257,000	257,000	253,351	3,649	258,659
Employee Benefits	53,470	53,470	53,373	97	51,993
Purchased Services	4,900	4,900	3,930	970	3,978
Supplies and Materials	3,000	3,000	1,249	1,751	2,194
Other Objects	500	500	80	420	80
Non-Capitalized Equipment	—	—	—	—	2,695
	318,870	318,870	311,983	6,887	319,599
Health Services					
Salaries	321,000	321,000	332,592	(11,592)	307,041
Employee Benefits	66,220	66,220	72,688	(6,468)	67,595
Purchased Services	4,650	4,650	1,207	3,443	10,696
Supplies and Materials	4,000	4,000	3,786	214	5,801
Non-Capital Equipment	—	—	—	—	726
	395,870	395,870	410,273	(14,403)	391,859

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures - Continued					
Support Services - Continued					
Pupils - Continued					
Psychological Services					
Salaries	\$ 258,800	258,800	258,748	52	318,227
Employee Benefits	77,580	77,580	74,729	2,851	93,280
Purchased Services	1,400	1,400	3,115	(1,715)	317
Supplies and Materials	950	950	2,564	(1,614)	844
Non-Capitalized Equipment	—	—	—	—	726
	<u>338,730</u>	<u>338,730</u>	<u>339,156</u>	<u>(426)</u>	<u>413,394</u>
Speech Pathology and Audiology Services					
Salaries	296,600	296,600	258,273	38,327	271,973
Employee Benefits	84,290	84,290	80,155	4,135	60,454
Purchased Services	7,150	7,150	58,815	(51,665)	3,504
Supplies and Materials	1,050	1,050	1,270	(220)	2,225
	<u>389,090</u>	<u>389,090</u>	<u>398,513</u>	<u>(9,423)</u>	<u>338,156</u>
Other Support Services					
Salaries	151,110	151,110	160,122	(9,012)	78,972
Employee Benefits	30,480	30,480	27,150	3,330	290
Purchased Services	2,500	2,500	—	2,500	—
Supplies and Materials	1,500	1,500	760	740	1,040
	<u>185,590</u>	<u>185,590</u>	<u>188,032</u>	<u>(2,442)</u>	<u>80,302</u>
Total Pupils	<u>2,049,670</u>	<u>2,049,670</u>	<u>2,066,219</u>	<u>(16,549)</u>	<u>1,940,987</u>
Instructional Staff					
Improvement of Instructional Services					
Salaries	298,700	298,700	267,643	31,057	295,926
Employee Benefits	81,900	81,900	82,124	(224)	85,716
Purchased Services	99,265	99,265	32,134	67,131	73,066
Supplies and Materials	11,876	11,876	2,182	9,694	6,296
	<u>491,741</u>	<u>491,741</u>	<u>384,083</u>	<u>107,658</u>	<u>461,004</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Expenditures - Continued					
Support Services - Continued					
Instructional Staff - Continued					
Educational Media Services					
Salaries	\$ 273,700	273,700	271,629	2,071	471,792
Employee Benefits	77,170	77,170	88,992	(11,822)	74,492
Purchased Services	42,020	42,020	38,041	3,979	36,981
Supplies and Materials	64,946	64,946	50,219	14,727	60,846
Other Objects	365	365	274	91	260
Non-Capital Equipment	2,800	2,800	—	2,800	1,486
	<u>461,001</u>	<u>461,001</u>	<u>449,155</u>	<u>11,846</u>	<u>645,857</u>
Assessment and Testing					
Purchased Services	35,500	35,500	18,455	17,045	27,480
Supplies and Materials	4,000	4,000	2,559	1,441	1,935
	<u>39,500</u>	<u>39,500</u>	<u>21,014</u>	<u>18,486</u>	<u>29,415</u>
Total Instructional Staff	<u>992,242</u>	<u>992,242</u>	<u>854,252</u>	<u>137,990</u>	<u>1,136,276</u>
General Administration					
Board of Education Services					
Salaries	34,500	34,500	33,625	875	29,390
Employee Benefits	8,560	8,560	8,028	532	9,270
Purchased Services	46,200	46,200	42,530	3,670	42,064
Supplies and Materials	7,000	7,000	1,078	5,922	6,478
Other Objects	12,000	12,000	12,198	(198)	11,971
Non-Capital Outlay	4,000	4,000	—	4,000	3,610
	<u>112,260</u>	<u>112,260</u>	<u>97,459</u>	<u>14,801</u>	<u>102,783</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020			Variance with Final Budget	2019 Actual
	Original Budget	Final Budget	Actual		
Expenditures - Continued					
Support Services - Continued					
General Administration - Continued					
Executive Administration Services					
Salaries	\$ 248,200	248,200	248,197	3	237,413
Employee Benefits	72,490	72,490	72,533	(43)	67,457
Purchased Services	5,000	5,000	2,311	2,689	4,698
Supplies and Materials	5,500	5,500	6,715	(1,215)	6,120
Other	2,000	2,000	2,056	(56)	1,761
Non-Capital Outlay	3,500	3,500	—	3,500	2,105
	<u>336,690</u>	<u>336,690</u>	<u>331,812</u>	<u>4,878</u>	<u>319,554</u>
Special Area Administration Services					
Salaries	191,400	191,400	188,966	2,434	184,395
Employee Benefits	72,450	72,450	69,096	3,354	70,586
Purchased Services	4,400	4,400	3,185	1,215	3,719
Supplies and Materials	1,500	1,500	738	762	1,971
Other Objects	700	700	410	290	380
Non-Capitalized Equipment	1,000	1,000	—	1,000	775
Termination Benefits	—	—	2,531	(2,531)	7,775
	<u>271,450</u>	<u>271,450</u>	<u>264,926</u>	<u>6,524</u>	<u>269,601</u>
Tort Immunity Services					
Purchased Services	<u>253,200</u>	<u>253,200</u>	<u>236,512</u>	<u>16,688</u>	<u>254,990</u>
Total General Administration	<u>973,600</u>	<u>973,600</u>	<u>930,709</u>	<u>42,891</u>	<u>946,928</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020			Variance with Final Budget	2019
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Support Services - Continued					
School Administration					
Office of the Principal Services					
Salaries	\$ 1,482,100	1,482,100	1,497,245	(15,145)	1,486,064
Employee Benefits	580,340	580,340	587,672	(7,332)	582,368
Purchased Services	51,400	51,400	26,340	25,060	37,523
Supplies and Materials	22,750	22,750	19,971	2,779	18,772
Other Objects	5,400	5,400	3,067	2,333	3,344
Non-Capital Outlay	16,500	16,500	12,522	3,978	14,715
Termination Benefits	—	—	3,642	(3,642)	2,173
	<u>2,158,490</u>	<u>2,158,490</u>	<u>2,150,459</u>	<u>8,031</u>	<u>2,144,959</u>
Business					
Direction of Business Support Services					
Salaries	116,700	116,700	117,349	(649)	104,644
Employee Benefits	21,890	21,890	20,857	1,033	19,986
Purchased Services	2,100	2,100	1,498	602	1,331
Supplies and Materials	1,000	1,000	55	945	392
Other Objects	600	600	570	30	570
Non-Capitalized Equipment	1,340	1,340	—	1,340	—
	<u>143,630</u>	<u>143,630</u>	<u>140,329</u>	<u>3,301</u>	<u>126,923</u>
Fiscal Services					
Salaries	174,500	174,500	176,150	(1,650)	165,734
Employee Benefits	51,470	51,470	52,178	(708)	52,626
Purchased Services	36,500	36,500	28,831	7,669	27,207
Supplies and Materials	9,500	9,500	4,287	5,213	8,035
Other Objects	500	500	150	350	150
Non-Capitalized Equipment	2,500	2,500	—	2,500	1,549
Termination Benefits	—	—	3,139	(3,139)	—
	<u>274,970</u>	<u>274,970</u>	<u>264,735</u>	<u>10,235</u>	<u>255,301</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures - Continued					
Support Services - Continued					
Business - Continued					
Food Services					
Purchased Services	\$ 352,000	352,000	286,459	65,541	336,920
Supplies and Materials	700	700	3,990	(3,290)	320
Non-Capital Equipment	15,000	15,000	6,654	8,346	—
	<u>367,700</u>	<u>367,700</u>	<u>297,103</u>	<u>70,597</u>	<u>337,240</u>
Total Business	<u>786,300</u>	<u>786,300</u>	<u>702,167</u>	<u>84,133</u>	<u>719,464</u>
Central					
Information Services					
Salaries	77,100	77,100	86,482	(9,382)	75,752
Employee Benefits	840	840	830	10	1,083
Purchased Services	31,800	31,800	32,288	(488)	29,425
Supplies and Materials	2,000	2,000	716	1,284	1,628
Other Objects	300	300	320	(20)	320
Non-Capitalized Equipment	1,500	1,500	—	1,500	1,689
	<u>113,540</u>	<u>113,540</u>	<u>120,636</u>	<u>(7,096)</u>	<u>109,897</u>
Staff Services					
Salaries	142,900	142,900	136,159	6,741	128,188
Employee Benefits	44,080	44,080	44,355	(275)	42,832
Purchased Services	31,200	31,200	21,830	9,370	23,144
Supplies and Materials	3,750	3,750	1,784	1,966	3,505
Other Objects	1,000	1,000	675	325	904
	<u>222,930</u>	<u>222,930</u>	<u>204,803</u>	<u>18,127</u>	<u>198,573</u>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020			Variance with Final Budget	2019
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Support Services - Continued					
Central - Continued					
Data Processing Services					
Salaries	\$ 248,600	248,600	254,129	(5,529)	276,957
Employee Benefits	79,310	79,310	82,519	(3,209)	97,535
Purchased Services	357,500	357,500	301,038	56,462	248,923
Supplies and Materials	39,000	39,000	22,788	16,212	33,197
Capital Outlay	53,000	53,000	54,170	(1,170)	50,237
Non-Capital Equipment	13,000	13,000	—	13,000	19,996
	<u>790,410</u>	<u>790,410</u>	<u>714,644</u>	<u>75,766</u>	<u>726,845</u>
Total Central	<u>1,126,880</u>	<u>1,126,880</u>	<u>1,040,083</u>	<u>86,797</u>	<u>1,035,315</u>
Total Support Services	<u>8,087,182</u>	<u>8,087,182</u>	<u>7,743,889</u>	<u>343,293</u>	<u>7,923,929</u>
Community Services					
Salaries	—	—	38,269	(38,269)	1,706
Employee Benefits	8,000	8,000	9,219	(1,219)	838
Purchased Services	27,889	27,889	30,975	(3,086)	60,935
Supplies and Materials	11,392	11,392	19,613	(8,221)	8,956
Total Community Services	<u>47,281</u>	<u>47,281</u>	<u>98,076</u>	<u>(50,795)</u>	<u>72,435</u>
Payments to Other Districts and Governmental Units					
Payments for Special Education Programs					
Purchased Services	<u>241,722</u>	<u>241,722</u>	<u>234,229</u>	<u>7,493</u>	<u>193,809</u>
Payments for CTE Programs					
Purchased Services	<u>3,000</u>	<u>3,000</u>	<u>2,793</u>	<u>207</u>	<u>2,770</u>
Other Objects	<u>2,300</u>	<u>2,300</u>	<u>1,600</u>	<u>700</u>	<u>1,300</u>
	<u>5,300</u>	<u>5,300</u>	<u>4,393</u>	<u>907</u>	<u>4,070</u>
Payments for Regular Programs - Tuition					
Other Objects	<u>22,000</u>	<u>22,000</u>	<u>29,090</u>	<u>(7,090)</u>	<u>9,530</u>



**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020			Variance with Final Budget	2019
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Payments to Other Districts and Governmental Units - Continued					
Payments for Special Education Programs - Tuition					
Other Objects	\$ 1,339,492	1,339,492	935,798	403,694	1,324,932
Payments for CTE Programs - Tuition					
Other Objects	90,000	90,000	88,884	1,116	87,227
Total Payments to Other Districts and Governmental Units	1,698,514	1,698,514	1,292,394	406,120	1,619,568
Total Direct Expenditures	27,113,298	27,113,298	25,904,077	1,209,221	26,405,025
On Behalf Payments	11,476,000	11,476,000	12,276,265	(800,265)	10,926,580
Total Expenditures	38,589,298	38,589,298	38,180,342	408,956	37,331,605
Excess (Deficiency) of Revenues Over (Under) Expenditures	958,217	958,217	1,398,875	440,658	646,157
Other Financing Sources (Uses)					
Transfers In	22,000	22,000	20,375	(1,625)	109,335
Transfers Out	(1,037,500)	(1,037,500)	(1,818,588)	(781,088)	(1,287,176)
	(1,015,500)	(1,015,500)	(1,798,213)	(782,713)	(1,177,841)
Net Change in Fund Balance	<u>(57,283)</u>	<u>(57,283)</u>	(399,338)	<u>(342,055)</u>	(531,684)
Fund Balance - Beginning as Restated			<u>11,519,748</u>		<u>25,676,172</u>
Fund Balance - Ending			<u>11,120,410</u>		<u>25,144,488</u>

\*Modified Cash Basis

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Operations and Maintenance Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
<b>Revenues</b>					
<b>Local Sources</b>					
General Levy	\$ 3,361,200	3,361,200	3,094,542	(266,658)	2,225,420
Earnings on Investments	58,800	58,800	43,554	(15,246)	60,525
Rentals	93,500	93,500	113,470	19,970	16,950
Refund of Prior Year Expenses	10,000	10,000	10,579	579	26,477
<b>Total Local Sources</b>	<b>3,523,500</b>	<b>3,523,500</b>	<b>3,262,145</b>	<b>(261,355)</b>	<b>2,329,372</b>
<b>State Sources</b>					
School Infrastructure Maintenance Project	—	—	50,000	50,000	—
<b>Total Revenues</b>	<b>3,523,500</b>	<b>3,523,500</b>	<b>3,312,145</b>	<b>(211,355)</b>	<b>2,329,372</b>
<b>Expenditures</b>					
<b>Support Services</b>					
<b>Business</b>					
<b>Operation and Maintenance of Plant Services</b>					
Salaries	1,020,900	1,020,900	1,021,745	(845)	965,168
Employee Benefits	202,190	202,190	204,636	(2,446)	186,088
Purchased Services	618,650	618,650	420,455	198,195	570,156
Supplies and Materials	678,650	678,650	625,684	52,966	598,794
Capital Outlay	80,000	80,000	95,593	(15,593)	5,980
Non-Capitalized Equipment	74,000	74,000	120,369	(46,369)	74,003
Termination Benefits	7,000	7,000	7,184	(184)	—
<b>Total Expenditures</b>	<b>2,681,390</b>	<b>2,681,390</b>	<b>2,495,666</b>	<b>185,724</b>	<b>2,400,189</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>842,110</b>	<b>842,110</b>	<b>816,479</b>	<b>(25,631)</b>	<b>(70,817)</b>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Operations and Maintenance - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020			Variance with Final Budget	2019
	Original Budget	Final Budget	Actual		Actual
Other Financing Sources (Uses)					
Disposal of Capital Assets	\$ 2,500,000	2,500,000	—	(2,500,000)	—
Transfers Out	(3,500,000)	(3,500,000)	(1,000,000)	2,500,000	(1,500,000)
	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>—</u>	<u>(1,500,000)</u>
Net Change in Fund Balance	<u>(157,890)</u>	<u>(157,890)</u>	(183,521)	<u>(25,631)</u>	(1,570,817)
Fund Balance - Beginning as Restated			<u>704,121</u>		<u>3,847,908</u>
Fund Balance - Ending			<u>520,600</u>		<u>2,277,091</u>

\*Modified Cash Basis

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Working Cash Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Local Sources					
General Levy	\$ 4,000	4,000	4,302	302	3,825
Earnings on Investments	22,000	22,000	20,375	(1,625)	109,515
Total Revenues	26,000	26,000	24,677	(1,323)	113,340
Expenditures	—	—	—	—	—
Excess (Deficiency) of Revenues Over (Under) Expenditures	26,000	26,000	24,677	(1,323)	113,340
Other Financing Sources (Uses)					
Debt Issuance	—	—	—	—	12,446,511
Premium on Debt Issuance	—	—	—	—	1,558,202
Transfers Out	(22,000)	(22,000)	(20,375)	1,625	(19,120,940)
	(22,000)	(22,000)	(20,375)	1,625	(5,116,227)
Net Change in Fund Balance	4,000	4,000	4,302	302	(5,002,887)
Fund Balance - Beginning as Restated			800,491		5,805,502
Fund Balance - Ending			804,793		802,615

\*Modified Cash Basis

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Capital Projects Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
<b>Revenues</b>					
<b>Local Sources</b>					
Earnings on Investments	\$ 71,300	71,300	71,408	108	175,536
Refund of Prior Year Expenditures	—	—	—	—	549
<b>Total Revenues</b>	<b>71,300</b>	<b>71,300</b>	<b>71,408</b>	<b>108</b>	<b>176,085</b>
<b>Expenditures</b>					
<b>Support Services</b>					
<b>Business</b>					
<b>Facilities Acquisition and Construction</b>					
Purchased Services	68,000	68,000	70,320	(2,320)	88,118
Non-Capitalized Equipment	—	—	120,746	(120,746)	—
Capital Outlay	10,575,000	10,575,000	5,886,965	4,688,035	25,228,968
<b>Total Expenditures</b>	<b>10,643,000</b>	<b>10,643,000</b>	<b>6,078,031</b>	<b>4,564,969</b>	<b>25,317,086</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(10,571,700)</b>	<b>(10,571,700)</b>	<b>(6,006,623)</b>	<b>4,565,077</b>	<b>(25,141,001)</b>
<b>Other Financing Sources</b>					
Transfers In	4,500,000	4,500,000	2,500,000	(2,000,000)	21,761,605
<b>Net Change in Fund Balance</b>	<b>(6,071,700)</b>	<b>(6,071,700)</b>	<b>(3,506,623)</b>	<b>2,565,077</b>	<b>(3,379,396)</b>
Fund Balance - Beginning as Restated			6,180,245		11,978,837
Fund Balance - Ending			2,673,622		8,599,441

\*Modified Cash Basis

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2020**

	Special Revenue					Totals
	Transportation	Municipal		Tort Immunity	Debt Service	
		Retirement/ Social Security				
<b>ASSETS</b>						
Cash and Investment	\$ 2,613,987	935,672	2,255	799,729	4,351,643	
Receivables - Net of Allowances						
Property Taxes	489,455	455,401	2,167	592,548	1,539,571	
Grants Receivable	193,184	—	—	—	193,184	
Total Assets	<u>3,296,626</u>	<u>1,391,073</u>	<u>4,422</u>	<u>1,392,277</u>	<u>6,084,398</u>	
<b>LIABILITIES</b>						
Salaries and Benefits Payable	6,065	—	—	—	6,065	
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Property Taxes	998,761	929,272	4,422	1,209,127	3,141,582	
Total Liabilities and Deferred Inflows of Resources	1,004,826	929,272	4,422	1,209,127	3,147,647	
<b>FUND BALANCES</b>						
Restricted	2,291,800	461,801	—	183,150	2,936,751	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>3,296,626</u>	<u>1,391,073</u>	<u>4,422</u>	<u>1,392,277</u>	<u>6,084,398</u>	

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Nonmajor Governmental Funds**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**

**For the Fiscal Year Ended June 30, 2020**

	Special Revenue				Totals
	Transportation	Municipal Retirement/ Social Security	Tort Immunity	Debt Service	
<b>Revenues</b>					
Local Sources					
Property Taxes	\$ 1,796,494	1,158,533	4,302	738,757	3,698,086
Personal Property					
Replacement Taxes	—	25,156	—	—	25,156
Earnings on Investments	58,851	19,767	2	29,207	107,827
Other Revenue from Local Sources	40,153	—	—	—	40,153
State Sources					
Grants-in-Aid	805,362	—	—	—	805,362
<b>Total Revenues</b>	<b>2,700,860</b>	<b>1,203,456</b>	<b>4,304</b>	<b>767,964</b>	<b>4,676,584</b>
<b>Expenditures</b>					
Instruction	—	348,205	—	—	348,205
Support Services	1,503,885	512,842	2,180	—	2,018,907
Community Services	129,655	5	—	—	129,660
Debt Service					
Principal Retirement	—	—	—	1,472,958	1,472,958
Interest and Fiscal Charges	—	—	—	585,394	585,394
Other	—	—	—	1,250	1,250
<b>Total Expenditures</b>	<b>1,633,540</b>	<b>861,052</b>	<b>2,180</b>	<b>2,059,602</b>	<b>4,556,374</b>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	1,067,320	342,404	2,124	(1,291,638)	120,210
Other Financing Sources					
Transfers In	—	—	—	318,588	318,588
<b>Net Changes in Fund Balances</b>	<b>1,067,320</b>	<b>342,404</b>	<b>2,124</b>	<b>(973,050)</b>	<b>438,798</b>
Fund Balances - Beginning as Restated	1,224,480	119,397	(2,124)	1,156,200	2,497,953
<b>Fund Balances - Ending</b>	<b>2,291,800</b>	<b>461,801</b>	<b>—</b>	<b>183,150</b>	<b>2,936,751</b>

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Transportation - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
<b>Revenues</b>					
<b>Local Sources</b>					
General Levy	\$ 1,557,100	1,557,100	1,796,494	239,394	1,266,835
<b>Transportation Fees</b>					
<b>Regular Transportation Fees</b>					
from Other Districts	30,000	30,000	33,494	3,494	39,270
<b>Special Education Transportation</b>					
Fees from Other Districts	10,000	10,000	6,659	(3,341)	26,070
Earnings on Investments	44,100	44,100	58,851	14,751	40,953
<b>Total Local Sources</b>	<b>1,641,200</b>	<b>1,641,200</b>	<b>1,895,498</b>	<b>254,298</b>	<b>1,373,128</b>
<b>State Sources</b>					
<b>Special Education</b>					
Orphanage - Individual	60,000	60,000	29,705	(30,295)	61,759
Orphanage - Summer	500	500	952	452	4,953
Transportation - Regular/Vocational	309,000	309,000	348,574	39,574	273,819
Transportation - Special Education	428,000	428,000	426,131	(1,869)	402,859
<b>Total State Sources</b>	<b>797,500</b>	<b>797,500</b>	<b>805,362</b>	<b>7,862</b>	<b>743,390</b>
<b>Total Revenues</b>	<b>2,438,700</b>	<b>2,438,700</b>	<b>2,700,860</b>	<b>262,160</b>	<b>2,116,518</b>
<b>Expenditures</b>					
<b>Support Services</b>					
<b>Business</b>					
<b>Pupil Transportation Services</b>					
Salaries	46,100	46,100	45,584	516	46,888
Employee Benefits	1,530	1,530	956	574	1,426
Purchased Services	2,049,000	2,049,000	1,454,654	594,346	1,946,039
Supplies and Materials	2,000	2,000	2,691	(691)	1,383
Capital Outlay	100,000	100,000	—	100,000	—
<b>Total Support Services</b>	<b>2,198,630</b>	<b>2,198,630</b>	<b>1,503,885</b>	<b>694,745</b>	<b>1,995,736</b>



**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Transportation - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020			Variance with Final Budget	2019 Actual
	Original Budget	Final Budget	Actual		
Expenditures - Continued					
Community Services					
Purchased Services	\$ —	—	129,655	(129,655)	—
Total Expenditures	2,198,630	2,198,630	1,633,540	565,090	1,995,736
Net Change in Fund Balance	<u>240,070</u>	<u>240,070</u>	1,067,320	<u>827,250</u>	120,782
Fund Balance - Beginning as Restated			<u>1,224,480</u>		<u>1,857,457</u>
Fund Balance - Ending			<u>2,291,800</u>		<u>1,978,239</u>

\*Modified Cash Basis

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Municipal Retirement/Social Security - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
<b>Revenues</b>					
<b>Local Sources</b>					
General Levy	\$ 393,800	393,800	359,545	(34,255)	348,457
FICA/Medicare Levy	653,500	653,500	798,988	145,488	584,412
Personal Property					
Replacement Taxes	24,500	24,500	25,156	656	24,749
Earnings on Investments	14,600	14,600	19,767	5,167	10,869
<b>Total Revenues</b>	<b>1,086,400</b>	<b>1,086,400</b>	<b>1,203,456</b>	<b>117,056</b>	<b>968,487</b>
<b>Expenditures</b>					
<b>Instruction - Employee Benefits</b>					
Regular Programs	147,600	147,600	140,199	7,401	132,218
Special Education Programs	174,100	174,100	163,664	10,436	162,045
Other Programs	36,910	36,910	44,342	(7,432)	41,759
<b>Total Instruction</b>	<b>358,610</b>	<b>358,610</b>	<b>348,205</b>	<b>10,405</b>	<b>336,022</b>
<b>Support Services - Employee Benefits</b>					
Pupil	43,400	43,400	42,247	1,153	40,994
Instructional Staff	19,340	19,340	17,934	1,406	26,841
General Administration	28,510	28,510	27,016	1,494	24,732
School Administration	73,070	73,070	73,325	(255)	76,575
Business	279,150	279,150	276,112	3,038	254,755
Central	73,600	73,600	76,208	(2,608)	74,209
<b>Total Support Services</b>	<b>517,070</b>	<b>517,070</b>	<b>512,842</b>	<b>4,228</b>	<b>498,106</b>
Community Services	—	—	5	(5)	25
<b>Total Expenditures</b>	<b>875,680</b>	<b>875,680</b>	<b>861,052</b>	<b>14,628</b>	<b>834,153</b>
<b>Net Change in Fund Balance</b>	<b>210,720</b>	<b>210,720</b>	<b>342,404</b>	<b>131,684</b>	<b>134,334</b>
Fund Balance - Beginning as Restated			119,397		557,113
Fund Balance - Ending			461,801		691,447

\*Modified Cash Basis

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Tort Immunity - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020			Variance with Final Budget	2019
	Original Budget	Final Budget	Actual		Actual
Revenues					
Local Sources					
General Levy	\$ 4,000	4,000	4,302	302	3,825
Earnings on Investments	—	—	2	2	1
Total Revenues	4,000	4,000	4,304	304	3,826
Expenditures					
Support Services					
Purchased Services	4,000	4,000	2,180	1,820	3,826
Net Change in Fund Balance	<u>—</u>	<u>—</u>	2,124	<u>2,124</u>	—
Fund Balance - Beginning as Restated			<u>(2,124)</u>		<u>—</u>
Fund Balance - Ending			<u>—</u>		<u>—</u>

\*Modified Cash Basis

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Debt Service Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2020**

**(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2019\*)**

	2020			Variance with Final Budget	2019
	Original Budget	Final Budget	Actual		Actual
Revenues					
Local Sources					
General Levy	\$ 1,129,200	1,129,200	738,757	(390,443)	1,081,964
Earnings on Investments	22,000	22,000	29,207	7,207	42,753
Total Revenues	<u>1,151,200</u>	<u>1,151,200</u>	<u>767,964</u>	<u>(383,236)</u>	<u>1,124,717</u>
Expenditures					
Debt Service					
Principal Retirement	1,475,000	1,475,000	1,472,958	2,042	1,477,864
Interest and Fiscal Charges	592,500	592,500	585,394	7,106	202,591
Other	1,000	1,000	1,250	(250)	194,239
Total Expenditures	<u>2,068,500</u>	<u>2,068,500</u>	<u>2,059,602</u>	<u>8,898</u>	<u>1,874,694</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(917,300)</u>	<u>(917,300)</u>	<u>(1,291,638)</u>	<u>(374,338)</u>	<u>(749,977)</u>
Other Financing Sources					
Debt Issuance	—	—	—	—	193,489
Transfers In	37,500	37,500	318,588	281,088	37,176
	<u>37,500</u>	<u>37,500</u>	<u>318,588</u>	<u>281,088</u>	<u>230,665</u>
Net Change in Fund Balance	<u>(879,800)</u>	<u>(879,800)</u>	<u>(973,050)</u>	<u>(93,250)</u>	<u>(519,312)</u>
Fund Balance - Beginning as Restated			<u>1,156,200</u>		<u>2,040,289</u>
Fund Balance - Ending			<u>183,150</u>		<u>1,520,977</u>

\*Modified Cash Basis

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Student Activity, Convenience Accounts, and Other Agency Funds - Agency Fund  
Schedule of Changes in Assets and Liabilities  
For the Fiscal Year Ended June 30, 2020**

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	Beginning Balances	Additions	Deductions	Ending Balances
<b>ASSETS</b>				
Cash and Investments	\$ 101,004	189,366	194,564	95,806
<b>LIABILITIES</b>				
Due to Activity Fund Organizations				
Lisle Elementary School	8,276	5,815	4,776	9,315
Lisle Junior High School	14,252	16,683	18,343	12,592
Lisle High School	78,476	166,868	171,445	73,899
Total Liabilities	101,004	189,366	194,564	95,806

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**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Consolidated Year-End Financial Report  
June 30, 2020**

CSFA #	Program Name	State	Federal	Other	Totals
478-00-0251	Medical Assistance Program	\$ —	31,314	—	31,314
586-18-0407	National School Lunch Program	—	121,382	—	121,382
586-44-0414	Title I - Low Income	—	143,743	—	143,743
586-44-1588	Title IVA - Student Support and Academic Enrichment	—	3,939	—	3,939
586-47-0430	Title II - Teacher Quality	—	34,298	—	34,298
586-69-0418	Career and Technical Ed Improvement (CTIE)	6,298	5,780	—	12,078
586-18-0410	Summer Food Service Program	—	20,891	—	20,891
586-57-0420	Fed - Sp Ed - Pre School Flow Through	—	12,792	—	12,792
586-64-0417	Fed - Sp Ed - Flow Through	—	529,434	—	529,434
586-82-1466	Fed - Sp Ed - Room and Board	—	3,529	—	3,529
586-48-0422	McKinney Education for Homeless Children	—	4,701	—	4,701
586-48-0422	Other Grant Programs and Activities	—	26,822	—	26,822
	All Other Costs Not Allocated	—	—	45,467,553	45,467,553
	Totals	6,298	938,625	45,467,553	46,412,476

## **SUPPLEMENTAL SCHEDULES**

**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Summary of Assessed Valuations, Tax Rates and Extensions - Last Five Tax Levy Years  
June 30, 2020**

	2015	2016	2017	2018	2019
Assessed Valuation	\$ 550,516,709	586,428,685	599,211,843	615,726,142	631,727,771
Tax Rates					
Educational	3.9674	3.5562	3.1812	2.9733	3.0546
Operations and Maintenance	0.0006	0.5080	0.5191	0.5035	0.6167
Debt Service	0.2763	0.2580	0.2530	0.1202	0.1914
Transportation	0.3367	0.0848	0.1340	0.2923	0.1581
Municipal Retirement	0.0728	0.0611	0.0603	0.0585	0.0680
Working Cash	0.0006	0.0005	0.0006	0.0007	0.0007
Social Security	0.0783	0.0677	0.0670	0.1300	0.0791
Tort Immunity	0.0006	0.0005	0.0006	0.0007	0.0007
Special Education	0.5459	0.4657	0.7946	0.7920	0.7905
Total Tax Rates	5.2792	5.0025	5.0104	4.8712	4.9598
Tax Extensions					
Educational	\$ 21,841,200	20,854,577	19,062,127	18,307,385	19,296,756
Operations and Maintenance	3,303	2,979,058	3,110,509	3,100,181	3,895,865
Debt Service	1,521,078	1,512,986	1,516,006	740,103	1,209,127
Transportation	1,853,590	497,292	802,944	1,799,768	998,762
Municipal Retirement	400,776	358,308	361,325	360,200	429,575
Working Cash	3,303	2,932	3,595	4,310	4,422
Social Security	431,055	397,012	401,472	800,444	499,697
Tort Immunity	3,303	2,932	3,595	4,310	4,422
Special Education	3,005,271	2,730,998	4,761,337	4,876,551	4,993,808
Total Tax Extensions	29,062,879	29,336,095	30,022,910	29,993,252	31,332,434
Total Tax Collections	\$ 29,034,540	29,295,902	29,182,905	29,936,681	15,977,588
Percentage Collected	99.90 %	99.86 %	97.20 %	99.81 %	50.99 %



**LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**

**Long-Term Debt Requirements**

**General Obligation Limited Tax School Bonds of 2019**

**June 30, 2020**

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Date of Issue	March 22, 2019
Date of Maturity	December 30, 2030
Authorized Issue	\$12,640,000
Denomination of Bonds	\$5,000
Interest Rates	3.00% - 5.00%
Interest Dates	December 30 and June 30
Principal Maturity Date	December 30
Payable at	Wells Fargo Bank, National Association

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2021	\$ 930,000	543,500	1,473,500
2022	980,000	495,750	1,475,750
2023	1,025,000	445,625	1,470,625
2024	1,080,000	393,000	1,473,000
2025	1,130,000	337,750	1,467,750
2026	1,190,000	279,750	1,469,750
2027	1,250,000	218,750	1,468,750
2028	1,310,000	161,300	1,471,300
2029	1,365,000	107,800	1,472,800
2030	1,420,000	52,100	1,472,100
2031	790,000	11,850	801,850
	<u>12,470,000</u>	<u>3,047,175</u>	<u>15,517,175</u>