

Dunlap Community Unit School District No. 323

Dunlap, Illinois

***Annual Financial Report
and Other Financial Information***

June 30, 2021

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323

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Gorenz and Associates, Ltd.

Certified Public Accountants

Tim C. Custis, CPA
Jason A. Hobulin, CPA

Russell J. Rumbold II, CPA
Cory S. Cowan, CPA

Independent Auditor's Report

To the Board of Education
Dunlap Community Unit School District No. 323
Dunlap, Illinois

We have audited the accompanying financial statements of Dunlap Community Unit School District No. 323 which are comprised of the Statement of Assets and Liabilities Arising from Cash Transactions as of June 30, 2021, and the related Statement of Revenues Received, Expenditures Disbursed, Other Sources (Uses) and Changes in Fund Balances (All Funds), the Statement of Revenues Received (All Funds), and the Statements of Expenditures Disbursed - Budget to Actual for the year then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Illinois State Board of Education, as described in Note #1. Management is also responsible for 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 an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note #1, the financial statements are prepared by Dunlap Community Unit School District No. 323 on the basis of the financial reporting provisions of the Illinois State Board of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Illinois State Board of Education.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note #1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of Dunlap Community Unit School District No. 323 as of June 30, 2021, or changes in net position or cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of each fund of Dunlap Community Unit School District No. 323 as of June 30, 2021, and their respective revenues received, expenditures disbursed, other sources (uses) and changes in fund balances, revenues received, and expenditures disbursed -budget to actual, for the year then ended in accordance with the financial reporting provisions of the Illinois State Board of Education as described in Note #1.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Dunlap Community Unit School District No. 323’s basic financial statements. The schedules listed in the table of contents as “Supplemental Information” and “Other Information” are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

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

The Other Information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 4, 2021, on our consideration of Dunlap Community Unit School District No. 323 internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 Dunlap Community Unit School District No. 323’s internal control over financial reporting and compliance.

Gorenz and Associates, Ltd.

Peoria, Illinois
November 4, 2021

Gorenz and Associates, Ltd.

Certified Public Accountants

Tim C. Custis, CPA
Jason A. Hobulin, CPA

Russell J. Rumbold II, CPA
Cory S. Cowan, CPA

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

To the Board of Education
Dunlap Community Unit School District No. 323
Dunlap, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Dunlap Community Unit School District No. 323 as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Dunlap Community Unit School District No. 323's basic financial statements, and have issued our report thereon dated November 4, 2021. Our report expressed an adverse opinion on the financial statements because the financial statements are not prepared in accordance with accounting principles generally accepted in the United States of America. However, the financial statements were found to be fairly stated on the cash basis of accounting, in accordance with regulatory reporting requirements prescribed by the Illinois State Board of Education, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Dunlap Community Unit School District No. 323's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Dunlap Community Unit School District No. 323's internal control. Accordingly we do not express an opinion on the effectiveness of the Dunlap Community Unit School District No. 323's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Dunlap Community Unit School District No. 323's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as Finding 2021-001 that we considered to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Dunlap Community Unit School District No. 323's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Dunlap Community Unit School District No. 323's Response to Findings

Dunlap Community Unit School District No. 323's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Dunlap Community Unit School District No. 323's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Gorenz and Associates, Ltd.

Peoria, Illinois
November 4, 2021

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF ASSETS AND LIABILITIES
ARISING FROM CASH TRANSACTIONS
JUNE 30, 2021

											Account Groups		Total
	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Trust and Agency Funds	General Fixed Assets	General Long Term Debt	(Memorandum Only)
<u>Assets</u>													
<u>Current Assets</u>													
Cash and Cash Equivalents	16,367,678	1,855,008	3,642,682	2,001,799	1,152,821	816,566	524,291	1,073,584	888,034	576,253			28,898,716
Investments	17,384,850	2,506,259		5,012,518	4,010,014		2,506,259	2,005,007					33,424,907
<u>Capital Assets</u>													
Land											3,015,649		3,015,649
Buildings & Building Improvements											116,939,575		116,939,575
Site Improvements & Infrastructure											12,128,759		12,128,759
Capitalized Equipment											13,579,893		13,579,893
Amounts Available in Debt Service Funds												3,642,682	3,642,682
Amounts to be Provided for Payment of Debt												42,947,318	42,947,318
Total Assets	33,752,528	4,361,267	3,642,682	7,014,317	5,162,835	816,566	3,030,550	3,078,591	888,034	576,253	145,663,876	46,590,000	254,577,499
<u>Liabilities and Fund Balances</u>													
<u>Liabilities:</u>													
Long Term Debt Payable												46,590,000	46,590,000
Total Liabilities	0	0	0	0	0	0	0	0	0	0	0	46,590,000	46,590,000
<u>Fund Balances:</u>													
Reserved	937,368		1,595,556		2,345,406					576,253			5,454,583
Unreserved	32,815,160	4,361,267	2,047,126	7,014,317	2,817,429	816,566	3,030,550	3,078,591	888,034				56,869,040
Investments in General Fixed Assets											145,663,876		145,663,876
Total Fund Balances	33,752,528	4,361,267	3,642,682	7,014,317	5,162,835	816,566	3,030,550	3,078,591	888,034	576,253	145,663,876	0	207,987,499
Total Liabilities and Fund Balances	33,752,528	4,361,267	3,642,682	7,014,317	5,162,835	816,566	3,030,550	3,078,591	888,034	576,253	145,663,876	46,590,000	254,577,499

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF ASSETS AND LIABILITIES
ARISING FROM CASH TRANSACTIONS
JUNE 30, 2021

											Account Groups		
	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Trust and Agency Funds	General Fixed Assets	General Long Term Debt	Total (Memorandum Only)
Assets/Liabilities for Student Activity Funds													
<u>Current Assets</u>													
Student Activity Fund Cash and Investments	481,875												481,875
Total Current Assets for Student Activity Funds	481,875												481,875
<u>Current Liabilities</u>													
Fund Balance Reserved for Student Activity Funds	481,875												481,875
Total Liabilities and Fund Balance for Student Activity Funds	481,875												481,875
Total Assets/Liabilities District and Student Activity Funds													
Total Current Assets and Student Activity Funds	34,234,403	4,361,267	3,642,682	7,014,317	5,162,835	816,566	3,030,550	3,078,591	888,034	576,253			62,805,498
Total Capital Assets and Student Activity Funds											145,663,876	46,590,000	192,253,876
Total Assets with Student Activity Funds (Memorandum Only)													255,059,374
Long-Term Liabilities and Student Activity Funds												46,590,000	46,590,000
Reserved Fund Balance and Student Activity Funds	1,419,243	0	1,595,556	0	2,345,406	0	0	0	0	576,253			5,936,458
Unreserved Fund Balance and Student Activity Funds	32,815,160	4,361,267	2,047,126	7,014,317	2,817,429	816,566	3,030,550	3,078,591	888,034	0			56,869,040
Investments in General Fixed Assets											145,663,876		145,663,876
Total Liabilities and Fund Balance and Student Activity Funds	34,234,403	4,361,267	3,642,682	7,014,317	5,162,835	816,566	3,030,550	3,078,591	888,034	576,253	145,663,876	46,590,000	255,059,374

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
OTHER SOURCES (USES) AND CHANGES IN FUND BALANCES (ALL FUNDS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts:										
Local Sources	26,928,059	4,215,892	5,721,525	1,823,648	1,799,173	479,211	451,642	2,296,913	444,448	44,160,511
State Sources	3,961,062			878,558						4,839,620
Federal Sources	2,764,875									2,764,875
Total Direct Receipts	33,653,996	4,215,892	5,721,525	2,702,206	1,799,173	479,211	451,642	2,296,913	444,448	51,765,006
Receipts for On-Behalf Payments	19,082,546									19,082,546
Total Receipts	52,736,542	4,215,892	5,721,525	2,702,206	1,799,173	479,211	451,642	2,296,913	444,448	70,847,552
Disbursements:										
Instruction	24,409,668				618,485			244,395		25,272,548
Support Services	8,207,514	4,090,768		2,026,159	780,003	930,436		1,580,826	172,786	17,788,492
Community Services	4,786									4,786
Payments to Other Governmental Units	1,077,315									1,077,315
Debt Services			5,620,241							5,620,241
Total Direct Disbursements	33,699,283	4,090,768	5,620,241	2,026,159	1,398,488	930,436	0	1,825,221	172,786	49,763,382
Disbursements for On-Behalf Payments	19,082,546									19,082,546
Total Disbursements	52,781,829	4,090,768	5,620,241	2,026,159	1,398,488	930,436	0	1,825,221	172,786	68,845,928
Excess of Direct Receipts Over (Under) Direct Disbursements	(45,287)	125,124	101,284	676,047	400,685	(451,225)	451,642	471,692	271,662	2,001,624
Other Sources of Funds:										0
Other (Uses) of Funds:										0
Total Other Sources and (Uses) of Funds	0	0	0	0	0	0	0	0	0	0
Excess of Receipts and Other Sources of Funds Over (Under) Disbursements and Other Uses of Funds	(45,287)	125,124	101,284	676,047	400,685	(451,225)	451,642	471,692	271,662	2,001,624
Fund Balances without Student Activity Funds - July 1, 2020	33,797,815	4,236,143	3,541,398	6,338,270	4,762,150	1,267,791	2,578,908	2,606,899	616,372	59,745,746
Fund Balances without Student Activity Funds - June 30, 2021	33,752,528	4,361,267	3,642,682	7,014,317	5,162,835	816,566	3,030,550	3,078,591	888,034	61,747,370

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
OTHER SOURCES (USES) AND CHANGES IN FUND BALANCES (ALL FUNDS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Student Activity Fund Balance - July 1, 2020	491,431									491,431
Receipts - Student Activity Funds										
Total Student Activity Direct Receipts	403,591									403,591
Disbursements - Student Activity Funds										
Total Student Activity Fund Disbursements	413,147									413,147
Excess Direct Receipts Over(Under) Direct Disbursements	(9,556)									(9,556)
Student Activity Fund Balance - June 30, 2021	481,875									481,875
Receipts (with Student Activity Funds):										
Local Sources	27,331,650	4,215,892	5,721,525	1,823,648	1,799,173	479,211	451,642	2,296,913	444,448	44,564,102
State Sources	3,961,062			878,558						4,839,620
Federal Sources	2,764,875									2,764,875
Total Direct Receipts	34,057,587	4,215,892	5,721,525	2,702,206	1,799,173	479,211	451,642	2,296,913	444,448	52,168,597
Receipts for On-Behalf Payments	19,082,546									19,082,546
Total Receipts (with Student Activity Funds)	53,140,133	4,215,892	5,721,525	2,702,206	1,799,173	479,211	451,642	2,296,913	444,448	71,251,143
Disbursements (with Student Activity Funds):										
Instruction	24,822,815				618,485			244,395		25,685,695
Support Services	8,207,514	4,090,768		2,026,159	780,003	930,436		1,580,826	172,786	17,788,492
Community Services	4,786									4,786
Payments to Other Governmental Units	1,077,315									1,077,315
Debt Services			5,620,241							5,620,241
Total Direct Disbursements	34,112,430	4,090,768	5,620,241	2,026,159	1,398,488	930,436	0	1,825,221	172,786	50,176,529
Disbursements for On-Behalf Payments	19,082,546									19,082,546
Total Disbursements (with Student Activity Funds)	53,194,976	4,090,768	5,620,241	2,026,159	1,398,488	930,436	0	1,825,221	172,786	69,259,075
Excess of Direct Receipts Over (Under) Direct Disbursements	(54,843)	125,124	101,284	676,047	400,685	(451,225)	451,642	471,692	271,662	1,992,068
Other Sources/Uses of Funds (with Student Activity Funds):										
Other Sources of Funds:										
Total Other Sources of Funds	0	0	0	0	0	0	0	0	0	0
Other (Uses) of Funds:										
Total Other Uses of Funds	0	0	0	0	0	0	0	0	0	0
Total Other Sources and (Uses) of Funds	0	0	0	0	0	0	0	0	0	0
Fund Balances (All sources) - June 30, 2021	34,234,403	4,361,267	3,642,682	7,014,317	5,162,835	816,566	3,030,550	3,078,591	888,034	62,229,245

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF REVENUES RECEIVED (ALL FUNDS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts From Local Sources:										
Ad Valorem Taxes Levied By Local Education Agency:										
Designated Purposes Levies	23,878,626	4,200,869	4,653,106	1,768,786	724,566		440,125	2,283,092	442,197	38,391,367
Leasing Levy	442,196									442,196
Special Education Levy	353,757									353,757
Social Security/Medicare Levy					948,927					948,927
Payments in Lieu of Taxes:										
Corporate Personal Property										
Replacement Taxes	936,735				106,500					1,043,235
Tuition:										
Regular - Tuition From Pupils or Parents (In State)	400									400
Summer School - Tuition From Pupils or Parents (In State)	31,500									31,500
Summer School - Tuition From Other Sources (Out of State)	4,800									4,800
Transportation Fees:										
Regular - Transp. Fees From Private Sources (In State)				10,097						10,097
Interest on Investments	156,143	9,325	2,264	24,547	19,154	1,421	11,517	12,483	2,251	239,105
Food Services:										
Sales to Pupils - Ala Carte	116,533									116,533
Sales to Adults	30,477									30,477
District/School Activity Income:										
Admissions - Athletic		2,473								2,473
Other Pupil Activity Revenue	187,193									187,193
Student Activity Fund Revenues	403,591									
Textbook Income:										
Rentals - Regular Textbooks	579,942									579,942
Other Receipts from Local Sources:										
Contributions from Private Sources	362									362
Services Provided Other LEAs	122,616									122,616
Refund of Prior Years' Expenditures	29,363	70		19,213						48,646
Drivers' Education Fees	14,717									14,717
Proceeds from Vendor Contracts	10,000									10,000
School Facility Occupation Tax Proceeds			1,066,150			340,729				1,406,879
Other Local Revenue	32,699	3,155	5	1,005	26	137,061		1,338		175,289
Total Receipts from Local Sources (without Student Activity Funds)	26,928,059	4,215,892	5,721,525	1,823,648	1,799,173	479,211	451,642	2,296,913	444,448	44,160,511
Total Receipts from Local Sources (with Student Activity Funds)	27,331,650									

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
 STATEMENT OF REVENUES RECEIVED (ALL FUNDS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Educational</u>	<u>Operations and Maintenance</u>	<u>Debt Services</u>	<u>Transportation</u>	<u>Municipal Retirement/ Social Security</u>	<u>Capital Projects</u>	<u>Working Cash</u>	<u>Tort</u>	<u>Fire Prevention and Safety</u>	<u>Total (Memorandum Only)</u>
Receipts From State Sources:										
Unrestricted Grants-in-Aid:										
Evidence Based Funding Formula - Sec. 18-8.15	3,493,743									3,493,743
Restricted Grants-in-Aid:										
Special Education:										
Private Facilities Tuition	157,277									157,277
Orphanage - Individual	232,117									232,117
Career and Technical Education (CTE):										
CTE - Secondary Program Improvement (CTEI)	15,165									15,165
CTE - Agriculture Education	400									400
CTE - Other	17,800									17,800
State Free Lunch and Breakfast	1,452									1,452
Driver Education	36,426									36,426
Transportation:										
Transportation - Regular / Vocational				464,447						464,447
Transportation - Special Education				414,111						414,111
Other Restricted Revenues from State Funds	6,682									6,682
Total Receipts from State Sources	3,961,062	0	0	878,558	0	0	0	0	0	4,839,620

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
 STATEMENT OF REVENUES RECEIVED (ALL FUNDS)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts From Federal Sources:										
Restricted Grants-in-Aid Received Directly from the Federal Government Through the State:										
Food Service										
National School Lunch Program	9,489									9,489
Summer Food Service Program	1,022,403									1,022,403
Title 1:										
Low Income	304,810									304,810
Federal - Special Education:										
Pre-School Flow Through	7,996									7,996
I.D.E.A.-Flow Through	1,160,188									1,160,188
I.D.E.A.-Room & Board	75,383									75,383
Emergency Immigrant Assistance	9,096									9,096
Title III - English Language Acquisition	26,349									26,349
Title II - Teacher Quality	74,373									74,373
Medicaid Matching - Administrative Outreach	32,026									32,026
Medicaid Matching - Fee for Service Program	28,158									28,158
Other Federal	14,604									14,604
Total Receipts from Federal Sources	2,764,875	0	0	0	0	0	0	0	0	2,764,875
Total Direct Receipts (without Student Activity Funds)	33,653,996	4,215,892	5,721,525	2,702,206	1,799,173	479,211	451,642	2,296,913	444,448	51,765,006
Total Direct Receipts (with Student Activity Funds)	34,057,587									

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Instruction:			
Regular Programs:			
Salaries	14,105,597	14,169,240	63,643
Employee Benefits	2,809,823	2,904,176	94,353
Purchased Services	63,786	75,696	11,910
Supplies and Materials	360,064	444,387	84,323
Capital Outlay	2,540	1,283	(1,257)
Total Regular Programs	<u>17,341,810</u>	<u>17,594,782</u>	<u>252,972</u>
Pre-K Programs:			
Salaries	284,852	262,139	(22,713)
Employee Benefits	54,755	62,623	7,868
Total Pre-K Programs	<u>339,607</u>	<u>324,762</u>	<u>(14,845)</u>
Special Education Programs:			
Salaries	3,743,362	4,197,058	453,696
Employee Benefits	520,685	525,451	4,766
Purchased Services	31,719	33,639	1,920
Supplies and Materials	18,852	36,630	17,778
Capital Outlay	0	17,000	17,000
Other Objects	149	10,000	9,851
Total Special Education Programs	<u>4,314,767</u>	<u>4,819,778</u>	<u>505,011</u>
Remedial and Supplemental Programs K-12:			
Salaries	259,735	231,150	(28,585)
Employee Benefits	9,074	6,076	(2,998)
Purchased Services	51,959	29,811	(22,148)
Supplies and Materials	32,559	7,234	(25,325)
Capital Outlay	21,585	0	(21,585)
Total Remedial and Supplemental Programs K-12	<u>374,912</u>	<u>274,271</u>	<u>(100,641)</u>
CTE Programs:			
Supplies and Materials	9,647	16,075	6,428
Total CTE Programs	<u>9,647</u>	<u>16,075</u>	<u>6,428</u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Interscholastic Programs:			
Salaries	949,157	971,523	22,366
Employee Benefits	33,624	35,037	1,413
Purchased Services	89,478	156,500	67,022
Supplies and Materials	68,213	102,851	34,638
Capital Outlay	1,000	2,500	1,500
Total Interscholastic Programs	<u>1,141,472</u>	<u>1,268,411</u>	<u>126,939</u>
Summer School Programs:			
Salaries	75,289	30,000	(45,289)
Employee Benefits	3,860	775	(3,085)
Supplies and Materials	2,782	1,500	(1,282)
Total Summer School Programs	<u>81,931</u>	<u>32,275</u>	<u>(49,656)</u>
Gifted Programs:			
Salaries	3,495	15,600	12,105
Employee Benefits	52	0	(52)
Supplies and Materials	0	4,750	4,750
Total Gifted Programs	<u>3,547</u>	<u>20,350</u>	<u>16,803</u>
Driver's Education Programs:			
Salaries	150,513	116,900	(33,613)
Employee Benefits	20,961	22,345	1,384
Purchased Services	2,888	4,000	1,112
Supplies and Materials	0	2,200	2,200
Total Drivers Education Programs	<u>174,362</u>	<u>145,445</u>	<u>(28,917)</u>
Bilingual Programs:			
Salaries	327,008	346,323	19,315
Employee Benefits	64,982	61,864	(3,118)
Purchased Services	467	0	(467)
Total Bilingual	<u>392,457</u>	<u>408,187</u>	<u>15,730</u>
Special Education Programs K-12 - Private Tuition	235,156	325,000	89,844
Student Activity Fund Expenditures	413,147	766,721	353,574
Total Instruction (Without Student Activity Funds)	<u>24,409,668</u>	<u>25,229,336</u>	<u>819,668</u>
Total Instruction (With Student Activity Funds)	<u>24,822,815</u>	<u>25,996,057</u>	<u>1,173,242</u>
Supporting Services:			
Support Services - Pupils:			
Attendance and Social Work Services:			
Salaries	281,740	354,386	72,646
Employee Benefits	67,964	57,248	(10,716)
Total Attendance and Social Work Services	<u>349,704</u>	<u>411,634</u>	<u>61,930</u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Guidance Services:			
Salaries	768,033	757,819	(10,214)
Employee Benefits	172,469	171,436	(1,033)
Purchased Services	0	8,125	8,125
Total Guidance Services	<u>940,502</u>	<u>937,380</u>	<u>(3,122)</u>
Health Services:			
Salaries	112,958	118,343	5,385
Employee Benefits	486	625	139
Purchased Services	381	428	47
Supplies and Materials	34,207	45,096	10,889
Capital Outlay	0	25,000	25,000
Total Health Services	<u>148,032</u>	<u>189,492</u>	<u>41,460</u>
Psychological Services:			
Salaries	269,737	317,422	47,685
Employee Benefits	59,302	53,098	(6,204)
Total Psychological Services	<u>329,039</u>	<u>370,520</u>	<u>41,481</u>
Speech Pathology and Audiology Services:			
Salaries	685,729	709,614	23,885
Employee Benefits	106,417	117,274	10,857
Purchased Services	0	15,000	15,000
Supplies and Materials	3,420	3,420	0
Total Speech Pathology and Audiology Services:	<u>795,566</u>	<u>845,308</u>	<u>49,742</u>
Other Support Services-Pupils:			
Supplies and Materials	22,967	33,175	10,208
Total Other Support Services-Pupils	<u>22,967</u>	<u>33,175</u>	<u>10,208</u>
Total Support Services-Pupils	<u>2,585,810</u>	<u>2,787,509</u>	<u>201,699</u>
Support Services-Instructional Staff:			
Improvement of Instruction Services:			
Salaries	313,840	341,148	27,308
Employee Benefits	28,809	40,127	11,318
Purchased Services	64,103	113,387	49,284
Supplies and Materials	15,052	9,500	(5,552)
Total Improvement of Instructional Services	<u>421,804</u>	<u>504,162</u>	<u>82,358</u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Educational Media Services:			
Salaries	156,935	174,297	17,362
Employee Benefits	14,780	11,372	(3,408)
Purchased Services	395	0	(395)
Supplies and Materials	12,628	14,100	1,472
Total Educational Media Services	<u>184,738</u>	<u>199,769</u>	<u>15,031</u>
Assessment and Testing:			
Supplies and Materials	28,715	30,000	1,285
Capital Outlay	0	10,000	10,000
Total Assessment and Testing	<u>28,715</u>	<u>40,000</u>	<u>11,285</u>
Total Support Services-Instructional Staff	<u>635,257</u>	<u>743,931</u>	<u>108,674</u>
Support Services-General Administration:			
Board of Education Services:			
Purchased Services	34,377	60,250	25,873
Supplies and Materials	0	1,000	1,000
Total Board of Education Services	<u>34,377</u>	<u>61,250</u>	<u>26,873</u>
Executive Administration Services:			
Salaries	313,969	325,636	11,667
Employee Benefits	28,667	23,680	(4,987)
Purchased Services	32,858	31,000	(1,858)
Supplies and Materials	9,076	22,650	13,574
Capital Outlay	0	10,000	10,000
Total Executive Administration Services	<u>384,570</u>	<u>412,966</u>	<u>28,396</u>
Total Support Services-General Administration	<u>418,947</u>	<u>474,216</u>	<u>55,269</u>
Support Services-School Administration:			
Office of the Principal Services:			
Salaries	1,624,964	1,623,251	(1,713)
Employee Benefits	261,196	257,781	(3,415)
Purchased Services	204,027	280,200	76,173
Supplies and Materials	52,539	67,392	14,853
Total Support Services-School Administration	<u>2,142,726</u>	<u>2,228,624</u>	<u>85,898</u>
Support Services-Business:			
Direction of Business Support Services:			
Purchased Services	5,400	0	(5,400)
Total Direction of Business Support Services	<u>5,400</u>	<u>0</u>	<u>(5,400)</u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Fiscal Services:			
Salaries	195,503	186,426	(9,077)
Employee Benefits	23,718	27,000	3,282
Purchased Services	34,561	41,000	6,439
Total Fiscal Services	<u>253,782</u>	<u>254,426</u>	<u>644</u>
Food Services:			
Salaries	577,660	683,405	105,745
Employee Benefits	12,214	10,915	(1,299)
Purchased Services	24,429	40,380	15,951
Supplies and Materials	357,169	645,000	287,831
Capital Outlay	50,963	0	(50,963)
Total Food Services	<u>1,022,435</u>	<u>1,379,700</u>	<u>357,265</u>
Total Support Services-Business	<u>1,281,617</u>	<u>1,634,126</u>	<u>352,509</u>
Support Services-Central:			
Data Processing Services:			
Capital Outlay	0	25,000	25,000
Total Support Service-Central	<u>0</u>	<u>25,000</u>	<u>25,000</u>
Other Support Services:			
Salaries	258,781	269,618	10,837
Employee Benefits	17,440	19,340	1,900
Purchased Services	629,068	702,647	73,579
Supplies and Materials	18,114	21,000	2,886
Capital Outlay	219,754	661,200	441,446
Total Other Supporting Services	<u>1,143,157</u>	<u>1,673,805</u>	<u>530,648</u>
Total Supporting Services	<u>8,207,514</u>	<u>9,567,211</u>	<u>1,359,697</u>
Community Services:			
Purchased Services	4,286	45,550	41,264
Supplies and Materials	500	100	(400)
Total Community Services	<u>4,786</u>	<u>45,650</u>	<u>40,864</u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Payments to Other Governmental Units (In-State):			
Payments for Special Education Programs:			
Purchased Services	310,852	264,902	(45,950)
Total Payments to Other Governmental Units (In-State)	<u>310,852</u>	<u>264,902</u>	<u>(45,950)</u>
Payments to Other Governmental Units - Tuition (In-State):			
Special Education Programs - Tuition	758,028	1,420,000	661,972
CTE Programs - Tuition	<u>8,435</u>	<u>6,500</u>	<u>(1,935)</u>
Total Payments to Other Governmental Units - Tuition (In-State)	<u>766,463</u>	<u>1,426,500</u>	<u>660,037</u>
Total Payments to Other Governmental Units	<u>1,077,315</u>	<u>1,691,402</u>	<u>614,087</u>
Provision for Contingencies	<u>0</u>	<u>10,000</u>	<u>10,000</u>
Total Direct Disbursements (without Student Activity Funds)	<u>33,699,283</u>	<u>36,543,599</u>	<u>2,844,316</u>
Total Direct Disbursements (with Student Activity Funds)	<u>34,112,430</u>	<u>37,310,320</u>	<u>3,197,890</u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
OPERATIONS AND MAINTENANCE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Supporting Services:			
Support Services-Business:			
Operation and Maintenance of			
Plant Services:			
Salaries	1,307,931	1,328,542	20,611
Employee Benefits	104,554	105,264	710
Purchased Services	594,611	755,500	160,889
Supplies and Materials	1,126,022	1,307,586	181,564
Capital Outlay	957,650	474,268	(483,382)
	<u>4,090,768</u>	<u>3,971,160</u>	<u>(119,608)</u>
Total Support Services			
	<u>0</u>	<u>125,000</u>	<u>125,000</u>
Provision for Contingencies			
	<u>0</u>	<u>125,000</u>	<u>125,000</u>
Total Direct Disbursements	<u><u>4,090,768</u></u>	<u><u>4,096,160</u></u>	<u><u>5,392</u></u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
DEBT SERVICES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Interest on Long-Term Debt	1,987,113	1,987,114	1
Payments of Principal on Long-Term Debt	3,630,000	3,630,000	0
Debt Service-Other:			
Purchased Services	<u>3,128</u>	<u>10,000</u>	<u>6,872</u>
Total Direct Disbursements	<u><u>5,620,241</u></u>	<u><u>5,627,114</u></u>	<u><u>6,873</u></u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Supporting Services:			
Support Services-Business:			
Pupil Transportation Services:			
Salaries	1,397,356	1,671,353	273,997
Employee Benefits	65,437	52,500	(12,937)
Purchased Services	92,735	215,500	122,765
Supplies and Materials	270,753	425,000	154,247
Capital Outlay	199,878	165,000	(34,878)
	<u>2,026,159</u>	<u>2,529,353</u>	<u>503,194</u>
Total Direct Disbursements			

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Instruction:			
Regular Programs:			
Employee Benefits	236,014	234,654	(1,360)
Pre-K Programs:			
Employee Benefits	13,486	8,073	(5,413)
Special Education Programs:			
Employee Benefits	291,168	385,025	93,857
Remedial and Supplemental Programs K-12:			
Employee Benefits	30,207	31,799	1,592
Interscholastic Programs:			
Employee Benefits	39,653	40,887	1,234
Summer School Programs:			
Employee Benefits	1,188	435	(753)
Gifted Programs:			
Employee Benefits	50	226	176
Driver's Education Programs:			
Employee Benefits	2,120	1,630	(490)
Bilingual Programs:			
Employee Benefits	4,599	6,543	1,944
Total Instruction	<u>618,485</u>	<u>709,272</u>	<u>90,787</u>
Supporting Services:			
Support Services-Pupils:			
Attendance and Social Work Services:			
Employee Benefits	3,921	4,893	972
Guidance Services:			
Employee Benefits	10,483	10,697	214
Health Services:			
Employee Benefits	29,201	32,457	3,256
Psychological Services:			
Employee Benefits	3,852	3,827	(25)
Speech Pathology and Audiology:			
Employee Benefits	10,692	11,680	988
Other Support Services-Pupils:			
Employee Benefits	10,098	10,503	405
Total Support Services-Pupils	<u>68,247</u>	<u>74,057</u>	<u>5,810</u>
Support Services-Instructional Staff:			
Improvement of Instruction Services:			
Employee Benefits	4,532	6,442	1,910
Educational Media Services:			
Employee Benefits	17,728	20,949	3,221
Total Support Services-Instructional Staff	<u>22,260</u>	<u>27,391</u>	<u>5,131</u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Support Services-General Administration:			
Executive Administration Services:			
Employee Benefits	17,110	17,000	(110)
Educational, Inspectional, Supervisory Services			
Related to Loss Prevention or Reduction			
Employee Benefits	<u>0</u>	<u>5,358</u>	<u>5,358</u>
Total Support Services-General Administration	<u>17,110</u>	<u>22,358</u>	<u>5,248</u>
Support Services-School Administration:			
Office of the Principal Services:			
Employee Benefits	<u>94,047</u>	<u>96,469</u>	<u>2,422</u>
Total Support Services-School Administration	<u>94,047</u>	<u>96,469</u>	<u>2,422</u>
Support Services-Business:			
Fiscal Services:			
Employee Benefits	29,214	28,600	(614)
Operation and Maintenance of			
Plant Services:			
Employee Benefits	217,700	230,654	12,954
Pupil Transportation Services:			
Employee Benefits	208,320	239,500	31,180
Food Services:			
Employee Benefits	<u>83,236</u>	<u>95,050</u>	<u>11,814</u>
Total Support Services-Business	<u>538,470</u>	<u>593,804</u>	<u>55,334</u>
Other Support Services:			
Employee Benefits	<u>39,869</u>	<u>41,400</u>	<u>1,531</u>
Total Support Services	<u>780,003</u>	<u>855,479</u>	<u>75,476</u>
Total Direct Disbursements	<u><u>1,398,488</u></u>	<u><u>1,564,751</u></u>	<u><u>166,263</u></u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Support Services:			
Support Services-Business:			
Facilities Acquisition & Construction:			
Purchased Services	7,237	0	(7,237)
Capital Outlay	<u>923,199</u>	<u>975,000</u>	<u>51,801</u>
Total Direct Disbursements	<u><u>930,436</u></u>	<u><u>975,000</u></u>	<u><u>44,564</u></u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
TORT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Actual	Budget	Variance with Budget
Expenditures Disbursed:			
Instruction:			
Special Education Programs:			
Salaries	226,880	377,731	150,851
Employee Benefits	2,792	2,796	4
Total Special Education Programs	<u>229,672</u>	<u>380,527</u>	<u>150,855</u>
Interscholastic Programs:			
Salaries	13,461	13,460	(1)
Employee Benefits	1,262	1,258	(4)
Total Interscholastic Programs	<u>14,723</u>	<u>14,718</u>	<u>(5)</u>
Total Instruction	<u>244,395</u>	<u>395,245</u>	<u>150,850</u>
Support Services:			
Support Services - Pupils:			
Health Services:			
Salaries	83,551	112,503	28,952
Employee Benefits	402	420	18
Total Health Services	<u>83,953</u>	<u>112,923</u>	<u>28,970</u>
Other Support Services-Pupils:			
Salaries	143,093	156,850	13,757
Total Other Support Services-Pupils	<u>143,093</u>	<u>156,850</u>	<u>13,757</u>
Total Support Services-Pupils	<u>227,046</u>	<u>269,773</u>	<u>42,727</u>
Support Services-General Administration:			
Executive Administration Services:			
Salaries	70,297	70,297	0
Employee Benefits	4,972	5,131	159
Total Executive Administration Services	<u>75,269</u>	<u>75,428</u>	<u>159</u>
Risk Management and Claims Services Payments:			
Purchased Services	853,501	910,600	57,099
Other Objects	17,585	40,000	22,415
Total Risk Management and Claims Payments	<u>871,086</u>	<u>950,600</u>	<u>79,514</u>
Total Support Services-General Administration	<u>946,355</u>	<u>1,026,028</u>	<u>79,673</u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
TORT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Support Services-School Administration:			
Office of the Principal Services:			
Salaries	186,132	186,132	0
Employee Benefits	29,314	30,045	731
Total Support Services-School Administration	<u>215,446</u>	<u>216,177</u>	<u>731</u>
Support Services-Business:			
Operation and Maintenance of Plant Services:			
Salaries	174,734	229,934	55,200
Employee Benefits	17,245	18,576	1,331
Total Support Services-Business	<u>191,979</u>	<u>248,510</u>	<u>56,531</u>
Total Supporting Services	<u>1,580,826</u>	<u>1,760,488</u>	<u>179,662</u>
Provision for Contingencies	<u>0</u>	<u>100,000</u>	<u>100,000</u>
Total Direct Disbursements	<u><u>1,825,221</u></u>	<u><u>2,255,733</u></u>	<u><u>430,512</u></u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
FIRE PREVENTION AND SAFETY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Support Services:			
Support Services-Business:			
Facilities Acquisition & Construction:			
Capital Outlay	172,786	260,000	87,214
Total Direct Disbursements	<u>172,786</u>	<u>260,000</u>	<u>87,214</u>

The accompanying notes are an integral part of these financial statements.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #1 – Summary of Significant Accounting Policies

The District's accounting policies conform to the cash basis of accounting as defined by the Illinois State Board of Education Audit Guide.

A. Principles Used to Determine the Scope of the Reporting Entity

The District's reporting entity includes the District's governing board and all related organizations for which the District exercises oversight responsibility.

Component Units

The District has developed criteria to determine whether outside agencies with activities that benefit the citizens of the District, including joint agreements which serve pupils from numerous districts, should be included within its financial reporting entity. The criteria includes, but is not limited to, whether the District exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

Joint agreements have been determined not to be part of the reporting entity after applying the manifesting of oversight, scope of public service, and special financing relationships criteria and are, therefore, excluded from the accompanying financial statements because the District does not control the assets, operations, or management of the joint agreements. In addition, the District is not aware of any entity which would exercise such oversight as to result in the District being considered a component unit of the entity.

B. Basis of Presentation - Fund Accounting

The accounts of the District are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets and liabilities (arising from cash transactions), fund balance, revenue received, and expenditures disbursed. The District maintains individual funds required by the State of Illinois. The various funds are summarized by type in the financial statements. These funds are grouped as required for reports filed with the Illinois State Board of Education. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following funds and account groups are used by the District:

Governmental Funds -

Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use, and balances of the District's expendable financial resources and the related liabilities (arising from cash transactions) are accounted for through governmental funds.

The Educational Fund is the general operating funds of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

The Educational Fund includes the Student Activity Funds. These funds are used to account for financial resources used for student programs.

The Operations and Maintenance Fund is used to account for cash received from specific sources (other than those accounted for in the Debt Services, Capital Projects or Fiduciary Funds) that are legally restricted to cash disbursements for specified purposes.

The Debt Services Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #1 – Summary of Significant Accounting Policies (cont'd)

B. Basis of Presentation - Fund Accounting (cont'd)

Governmental Funds - (cont'd)

The Transportation Fund is used to account for cash received from specific sources (other than those accounted for in the Debt Services, Capital Projects or Fiduciary Funds) that are legally restricted to cash disbursements for specified purposes.

The Illinois Municipal Retirement/Social Security Fund is used to account for cash received from specific sources (other than those accounted for in the Debt Services, Capital Projects, or Fiduciary Funds) that are legally restricted to cash disbursements for specified purposes.

The Working Cash Fund accounts for financial resources held by the District to be used for temporary interfund loans to the other funds.

The Tort Fund accounts for financial resources held by the District to be used for tort immunity and tort judgment purposes.

The Fire Prevention and Safety Fund and Capital Projects Fund are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Trust 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 Flexible Benefit Plan Fund and Scholarship Fund are Trust Funds. They account for assets held by the District as an agent for the students, teachers, and other entities. These funds are custodial in nature and do not involve the measurement of the results of operations. The net assets available are shown as a reserve fund balance in these financial statements.

Governmental and Expendable Trust Funds - Measurement Focus

The financial statements of all Governmental Funds and Expendable Trust Funds focus on the measurement of spending or "financial flow" and the determination of changes in financial position rather than upon net income determination. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (cash receipts and other financing sources) and decreases (cash disbursements and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

General Fixed Assets and General Long-Term Debt Account Group

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated. The District records purchases of property and equipment as expenditures of various funds when paid. The District maintains a detailed list of property and equipment purchased for insurance purposes.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #1 – Summary of Significant Accounting Policies (cont'd)

B. Basis of Presentation - Fund Accounting (cont'd)

General Fixed Assets and General Long-Term Debt Account Group (cont'd)

The District's capitalization policy defines capital items as a unit cost in excess of \$500 if purchased from state or federal grant funds and \$5,000 if purchased from general District revenues and has an expected useful life greater than one year.

No depreciation has been provided on fixed assets in these financial statements. The Illinois State Board of Education's Annual Financial Report (ISBE Form SD50-35/JA50-60) includes depreciation of \$4,095,196 which has been utilized for the calculation of the per capita tuition charge, and accumulated depreciation totaling \$50,279,366. Depreciation has been computed over the estimated useful lives of the assets using the straight-line method.

The estimated useful lives are as follows:

Depreciable Land	50 years
Buildings	
Permanent	50 years
Temporary	20 years
Infrastructure Improvements other than Building	20 years
Capitalized Equipment	3-10 years

Long-term liabilities are accounted for in the General Long-Term Debt Account Group, not in the governmental funds. Proceeds from sales of bonds are included as receipts in the appropriate fund on the date received. Related bond principal payable in the future is recorded at the same time in the General Long-Term Debt Account Group.

The two account groups are not "funds". They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

C. Basis of Accounting

Basis of accounting refers to when revenues received and expenditures disbursed are recognized in the account and how they are reported in the financial statements. The District maintains its accounting records for all funds and account groups on the cash basis of accounting under guidelines prescribed by the Illinois State Board of Education. Accordingly, revenues are recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions.

Cash-basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

Proceeds from sales of bonds are included as other financing sources in the appropriate fund on the date received. Related principal payable in the future is recorded at the same time in the General Long-Term Debt Account Group.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #1 – Summary of Significant Accounting Policies (cont'd)

D. Budgets and Budgetary Accounting

The budget for all Governmental Funds and for the Expendable Trust Fund is prepared on the cash basis of accounting, which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with Chapter 105, Section 5, Paragraph 17-1 of the Illinois Compiled Statutes. The original budget was passed on September 16, 2020. For each fund, total fund expenditures disbursed may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

The District follows these procedures in establishing the budgetary data reflected on the financial statements:

1. Prior to July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures disbursed and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
3. Prior to October 1, the budget is legally adopted through passage of a resolution.
4. Formal budgetary integration is employed as a management control device during the year.
5. The Board of Education may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget.
6. The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption.

E. Cash and Cash Equivalents

Cash includes amounts in demand deposits and time deposit (savings) accounts. Cash equivalents include amounts in time deposits and other investments with original maturities of less than 90 days.

F. Investments

Investments are stated at cost or amortized cost, which approximates market. The District, under 30 ILCS 235/2, may legally invest in all securities guaranteed by the full faith and credit of the United States, as well as interest-bearing savings accounts, certificates of deposit, or time deposits constituting direct obligations of banks insured by FDIC and savings and loan associates insured by FSLIC. The District may also invest in short-term obligations of the Federal National Mortgage Association, the Public Treasurer's Investment Pool, and all interest-bearing obligations of the State of Illinois.

G. Inventories

Inventory consists of expendable supplies held for consumption. The cost is recorded as an expenditure disbursed at the time the individual inventory items are purchased.

H. Fund Balances

In accordance with Government Accounting Standards, fund balances are classified into five major classifications: Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #1 – Summary of Significant Accounting Policies (cont'd)

H. Fund Balances (cont'd)

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts. As of June 30, 2021, the District had no Nonspendable balances.

Restricted - The restricted fund balance classification refers to amounts that are subject to outside restrictions not controlled by the entity, such as restrictions imposed by creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The District has certain funds that are, by definition, restricted for specified purposes. These funds consist of the reserved amounts in the Educational as identified in Note #3, the Operations and Maintenance, Debt Services, Transportation, Municipal Retirement/Social Security, Capital Projects, Tort, and the Fire Prevention and Safety funds.

Committed - The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision making authority (the School Board). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

The School Board commits fund balance by making motions or passing resolutions to adopt policies or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. As of June 30, 2021, the District had no Committed balances.

Assigned - The assigned fund balance classification refers to amounts that are constrained by the government’s intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the School Board itself by assigning amounts to be used for specific purposes. As of June 30, 2021, the District had no Assigned balances.

Unassigned - The unassigned fund balance classification is the residual classification for amounts in the general funds (Educational and Working Cash) for amounts that have not been restricted, committed, or assigned to specific purposes within the general funds.

It is the District’s policy to consider restricted resources to have been spent first when an expenditure is incurred for which both restricted and unrestricted (i.e. committed, assigned or unassigned fund balances) are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

The District follows the regulatory basis of reporting fund balances under guidelines prescribed by the Illinois State Board of Education, which is a special purpose reporting framework. The regulatory basis reports Reserved and Unreserved fund balance. See Note #3 for more detail.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #1 – Summary of Significant Accounting Policies (cont'd)

I. Change in Accounting Principle

During the year ended, June 30, 2021, the District implemented Government Accounting Standards Board Statement No. 84 – Fiduciary Activities, as interpreted by the Illinois State Board of Education (ISBE). The new standard changed the definition of Fiduciary Funds, specifically, Student Activity Funds had previously been treated as Agency Funds of the District. Under the new definitions the Student Activity Funds are required to be included in the General Fund (the Educational Fund) of the School District. Under the ISBE interpretation in this regulatory basis report, the Student Activity funds are being shown separately within the Educational Fund Statements.

J. Total Memorandum Only

The “Total Memorandum Only” column represents the aggregation (by addition) of the line-item amounts reported for each fund type and account group. No consolidations or other eliminations were made in arriving at the totals; thus, they do not present consolidated information.

These totals are presented only to facilitate financial analysis and are not intended to reflect the financial position or results of operations of the District as a whole.

Note #2 – Property Taxes

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. Taxes are levied in Peoria County. The 2020 levy was passed by the Board on December 16, 2020. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments in June and September. The District receives significant distributions of tax receipts approximately one month after these due dates. The District received \$18,292,954 from the 2020 tax levy prior to June 30, 2021. The balance of taxes shown in these financial statements are from the 2019 and prior tax levies.

The following are the tax rates applicable to the various levies per \$100 of assessed valuation:

	Maximum Rate	Actual <u>2020 Rate</u>	Actual <u>2019 Rate</u>	Actual <u>2018 Rate</u>
Educational	2.70000	2.70000	2.70000	2.70000
Operations and Maintenance	0.47500	0.47500	0.47500	0.47500
Transportation	0.20000	0.20000	0.20000	0.20000
Debt Services	None	0.53571	0.51815	0.48737
Municipal Retirement	None	0.07919	0.08421	0.10375
Social Security	None	0.10481	0.10937	0.12568
Tort	None	0.26259	0.25446	0.18934
Leasing	0.05000	0.05000	0.05000	0.05000
Special Education	0.04000	0.04000	0.04000	0.04000
Fire Prevention and Safety	0.05000	0.05000	0.05000	0.05000
Working Cash	0.05000	<u>0.05000</u>	<u>0.04957</u>	<u>0.05000</u>
Total		<u>4.54730</u>	<u>4.53076</u>	<u>4.47114</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #3 - Regulatory Fund Balances

The District follows the regulatory basis of reporting fund balances under guidelines prescribed by the Illinois State Board of Education, which consists of Reserved and Unreserved Fund Balances. Reserved Fund Balances results when constraints placed on fund balance use is either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation. Unreserved Fund Balances consists of fund balance that does not meet the criteria of the preceding category.

The District has the following categories of reserved fund balances:

1. Special Education Levy

Cash receipts and the related cash disbursements of this tax levy are accounted for in the Educational Fund. Expenditures disbursed exceeded revenue received for this purpose, resulting in no reserved fund balance.

2. Leasing Levy

Cash disbursed and the related cash receipts of this tax levy are accounted for in the Educational Fund. Revenue received exceeded expenditures disbursed for this purpose, resulting in a reserved fund balance of \$937,368.

3. Social Security Levy

Cash disbursed and the related cash receipts of this tax levy are accounted for in the Municipal Retirement/Social Security Fund. Revenue received exceeded expenditures disbursed for this purpose, resulting in a reserved fund balance of \$2,345,406.

4. School Facility Occupation Tax

Proceeds from the school facility occupation tax have been included in the Debt Services and Capital Projects Funds. Revenue received exceeded expenditures disbursed for this purpose, resulting in a reserved fund balance of \$1,595,556 in the Debt Services Fund.

5. Trust and Agency Funds

The District had various trust accounts for a Flexible Benefit Plan, scholarships, and memorials during the fiscal year totaling \$576,253. This balance is included in the financial statements as reserved in the Trust and Agency Fund.

6. State Grants

Proceeds from state grants and the related expenditures have been included in the Educational and Transportation Funds. Expenditures disbursed exceeded revenue received for those specific purposes, resulting in no reserved fund balance.

7. Federal Grants

Proceeds from federal grants and the related expenditures have been included in the Educational Fund. Expenditures disbursed exceeded revenue received for those specific purposes, resulting in no reserved fund balance.

8. Student Activity Funds

The District has Student Activity Funds included in the Educational Fund. The beginning balance of \$491,431 which had been shown as a Trust and Agency fund balance has been added to the beginning fund balance in the Educational Fund. The net revenue over expenditures resulted in a reserved balance of \$481,875 as of June 30, 2021.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #3 - Regulatory Fund Balances (cont'd)

When both reserved and unreserved resources are available for use, it is the District's policy to use reserved resources first to finance qualifying activities, then unreserved resources as they are needed.

Note #4 – Deposits and Investments

The District is allowed to invest in securities as authorized by the District's investment policy, Sections 2 and 6 of the Public Funds Investment Act (30 ILCS 235), and Section 8-7 of the School Code of Illinois. These include the following items:

- (1) in bonds, notes, certificates of indebtedness, treasury bills, or other securities now or hereafter issued, which are guaranteed by the full faith and credit of the United States of America as to principal and interest;
- (2) in interest-bearing savings accounts, interest-bearing certificates of deposits, interest-bearing time deposits, or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act;
- (3) in short-term obligations of corporations organized in the United States with assets exceeding \$500,000,000;
- (4) in money market mutual funds registered under the Investment Company Act of 1940, provided that the portfolio of any such money market mutual fund is limited to obligations described in (1) or (2) above and to agreements to repurchase such obligations;
- (5) in short term discount obligations of the Federal National Mortgage Association or in shares or other forms of securities legally issuable by savings banks or savings and loan associations incorporated under the laws of this State or any other state or under the laws of the United States;
- (6) in dividend-bearing share accounts, share certificate accounts, or class of share accounts of a credit union chartered under the laws of this State or the laws of the United States; provided, however, the principal office of any such credit union must be located within the State of Illinois;
- (7) in a Public Treasurer's Investment Pool created under Section 17 of the State Treasurer Act;
- (8) in the Illinois School District Liquid Asset Fund Plus;
- (9) in repurchase agreements of government securities having the meaning set out in the Government Securities Act of 1986 subject to the provisions of said Act and the regulations issued thereunder;
- (10) in any investment as authorized by the Public Funds Investment Act, and Acts amendatory thereto. Paragraph 10 supersedes paragraphs 1-9 and controls in the event of conflict.

Custodial Credit Risk Related to Deposits with Financial Institutions

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's general investment policy requires all amounts deposited or invested with financial institutions in excess of any insurance limit shall be collateralized by securities eligible for District investment or any other high-quality, interest-bearing security rated at least AA/Aa by one or more standard rating services to include Standard & Poor's, Moody's, or Fitch. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization. The District's investment policy states the preferred method for safekeeping of collateral is to have securities registered in the District's name and held by a third-party custodian. Safekeeping practices should qualify for the Governmental Accounting Standards Board's Statement III, Category I, the highest recognized safekeeping procedures.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #4 – Deposits and Investments (cont'd)

As of June 30, 2021, none of the District's bank balances were exposed to custodial credit risk.

Investments

As of June 30, 2021, the District had the following investments and maturities.

<u>Investments</u>	<u>Book Value</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
			<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More Than 10</u>
Commercial Paper	4,995,064	4,996,497	4,996,497	0	0	0
Municipal Bonds	1,052,585	1,051,708	0	1,051,708*	0	0
US Treasuries	15,105,415	15,082,333	875,273	14,207,060	0	0
US Gov't Agency Obligations	8,457,859	8,432,657	0	8,155,478*	0	277,179*
Corporate Bonds	1,813,984	1,812,967	0	1,812,967*	0	0
Negotiable CD's	<u>2,000,000</u>	<u>2,031,131</u>	<u>1,257,918</u>	<u>773,213</u>	<u>0</u>	<u>0</u>
Sub-Total	<u>33,424,907</u>	<u>33,407,293</u>	<u>7,129,688</u>	<u>26,000,426</u>	<u>0</u>	<u>277,179</u>
<u>Other Investments</u>						
Illinois Mutual Funds	<u>2,035,606</u>	<u>2,035,606</u>				
Total Investments	<u>35,460,513</u>	<u>35,442,899</u>				

The Illinois Mutual Funds has been included with cash and cash equivalents in Statement 1.

*Bonds are classified by maturity dates or call dates, whichever is shorter.

Interest Rate Risk

Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. 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.

Custodial Credit Risk of Investments

For an investment, custodial credit risk 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 federal agency securities and the money market fund are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent, but not in the District's name. The District does not have a policy for custodial credit risk.

Credit Risk

US Treasuries carry a rating of AA+ by Standard & Poor's and Aaa by Moody's Investors Service. Federal agencies carry rating ranging from AAA to AA+ by Standard & Poor's and Aaa by Moody's Investors Service. Commercial paper securities carry ratings ranging from A+ to A by Moody's Investor Services and P-1 by Standard & Poor's. The Municipal Bonds carry ratings ranging from Aa1 to A2 by Moody's Investor Services and AA+ to A+ by Standard & Poor's. Standard and Poor's did not rate three Municipal Issues. Corporate Bonds carry ratings ranging from A1 to A3 by Moody's Investor Services and AA to BBB+ by Standard & Poor's. The District has no investment policy that addresses credit risk.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #4 – Deposits and Investments (cont'd)

Concentration of Credit Risk

The District's investment policy places no limit on the amount the District may invest in any one issuer. More than 5 percent of the District's investments are in Fannie Mae, Freddie Mac, and United States Treasury. These investments are 7.37%, 6.81%, and 45.15% respectively of the District's total investments. Investments in mutual funds and other pooled investments are exempt from concentration risk disclosure.

Foreign Currency Risk

Foreign currency risk is the risk that an investment denominated in the currency of a foreign country could reduce its U.S. dollar value, as a result of changes in foreign currency exchange rates. The District had no investments denominated in foreign currencies as of June 30, 2021.

Note #5 – General Fixed Asset Account Group

A summary of changes in general fixed assets follows:

	Balance <u>July 1, 2020</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 2021</u>
Non-Depreciable Land	3,015,649	0	0	3,015,649
Permanent Buildings	115,096,269	1,212,482	0	116,308,751
Temporary Buildings	630,824	0	0	630,824
Improvements Other than Buildings	11,314,571	814,188	0	12,128,759
10 – Year Equipment	8,980,496	379,018	886,893	8,472,621
5 – Year Equipment	4,872,463	199,878	57,565	5,014,776
3 – Year Equipment	92,496	0	0	92,496
Construction in Progress	<u>56,211</u>	<u>0</u>	<u>56,211</u>	<u>0</u>
Totals	<u>144,058,979</u>	<u>2,605,566</u>	<u>1,000,669</u>	<u>145,663,876</u>

Note #6 – Pension Disclosures

The District contributes to two defined benefit pension plans: the Teachers Retirement System (TRS), and the Illinois Municipal Retirement Fund (IMRF). TRS is administered by the TRS board of trustees and is a cost sharing multiple employer plan. IMRF is administered by IMRF board of trustees and is an agent multiple-employer public employee retirement system. The benefits, benefit levels, employee contributions and employer contributions for both plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The aggregate employer recognized pension expense on a cash basis for the year ended June 30, 2021, was \$761,217.

A. Teacher's Retirement System of the State of Illinois

Plan description

The employer participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration. The District employed 423 TRS members during the current fiscal year.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #6 – Pension Disclosures (cont'd)

A. Teacher's Retirement System of the State of Illinois (cont'd)

TRS issues a public financial report that can be obtained at <https://www.trsil.org/financial/cafrs/fy2020>; 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 consecutive years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service.

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 highest four. Disability provisions for Tier 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different than Tier 1.

Essentially all Tier 1 retirees receive an annual 3 percent increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier 2 annual increases will be the lesser of three 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 member's 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 of June 30, 2024. 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 began in 2019 and are 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 contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2021, 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, 2021, state of Illinois contributions recognized by the employer were based on the state's proportionate share of the pension expense associated with the employer, and the employer recognized revenue and expenditures of \$18,879,569 in pension contributions from the state of Illinois.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #6 – Pension Disclosures (cont'd)

A. Teacher's Retirement System of the State of Illinois (cont'd)

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, 2021, were calculated to be \$136,191. \$136,190 was actually paid toward this obligation in the current fiscal year.

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 year ended June 30, 2021, the employer pension contribution was 10.41 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2021, salaries totaling \$803,764 were paid from federal and special trust funds that required employer contributions of \$83,672. \$83,673 of these contributions were actually paid in the current fiscal year. Additionally, the District paid \$794 to complete the prior year obligation.

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, 2021, the employer paid \$6,111 to TRS for employer contributions due on salary increases in excess of 6 percent, \$2,383 for employer contributions due on salary increases in excess of 3 percent, and \$-0- for sick leave days granted in excess of the normal annual allotment.

Pension Expense

For the year ended June 30, 2021, the employer recognized TRS pension expense of \$229,151 on a cash basis under this plan.

B. Illinois Municipal Retirement Fund

Plan Description.

The District's defined benefit pension plan for non-certified employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information, for the plan as a whole, but not for individual employers. That report is available for download at <https://www.imrf.org/en/publications-and-archive/annual-financial-reports>.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #6 – Pension Disclosures (cont'd)

B. Illinois Municipal Retirement Fund (cont'd)

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. Tier 2 benefits are lower than Tier 1, and cost about 40% less to provide. All IMRF members initially hired on or after January 1, 2011, are in Tier 2.

Both the member and the employer contribute toward retirement benefits. Members contribute a percentage of their salary as established by the Pension Code. The percentage depends on the plan in which the member participates. Regular members contribute 4.5%. SLEP and ECO members contribute 7.5%. Members also have the option of making voluntary after-tax contributions up to 10% of their salary. Employer contribution rates are actuarially calculated annually for each employer. Employers pay most of the cost for member and survivor pensions and all of the cost for supplemental retirement, death, and disability benefits. All contributions are pooled for investment purposes.

Since 1982, investment returns account for 65% of IMRF revenue.

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

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees covered by benefit terms.

At December 31, 2020, the following employees were covered by the benefit terms:

Retirees or Beneficiaries currently receiving benefits	82
Inactive employees entitled to but not yet receiving benefits	298
Active employees	<u>276</u>
Total Members	656

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #6 – Pension Disclosures (cont'd)

B. Illinois Municipal Retirement Fund (cont'd)

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. The District's annual contribution rate for calendar year 2020 was 8.26%. The total employer contribution paid for 2020 was \$569,452. The District's contribution rate for the calendar year 2021 is 7.95%. The actual contributions paid during the fiscal year ended June 30, 2021 were \$532,066. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Note #7 – Other Post-Employment Benefits

The District participates in two Post Employment benefit plans Other than Pensions. The two plans are the Teacher's Health Insurance Security (THIS) Fund and their own health insurance plan. All IMRF employers are required by State statutes to allow retirees to continue on their health plans.

A. Teacher Health Insurance Security

The employer 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. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

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 the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

On behalf contributions to the THIS Fund

The state of Illinois makes employer retiree health insurance contributions on behalf of the employer. State contributions are intended to cover the actuarial costs to the THIS Fund that are not covered by contributions from active members which were 1.24 percent of pay for the year ended June 30, 2021. State of Illinois contributions were \$202,977, and the employer recognized revenue and expenditures of this amount during the year.

Employer contributions to the THIS Fund

The employer also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.92 percent during the year ended June 30, 2021. For the year ended June 30, 2021, the employer paid \$216,013 to the THIS Fund, which was 99.99 percent of the required contribution.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #7 – Other Post-Employment Benefits

A. Teacher Health Insurance Security (cont'd)

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 (<http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>). The current reports are listed under “Central Management Services” (<http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>). Reports prior to FY2013 are available under “Healthcare and Family Services” (<http://www.auditor.illinois.gov/Audit-Reports/HEALTHCARE-FAMILY-SERVICES-Teacher-Health-Ins-Sec-Fund.asp>).

B. Post-Retirement Health Care Plan

The District provides post-retirement health care benefits for the retirees and their dependents. All retirees are eligible to continue their health coverage under the District’s self-funded health insurance plan. The retirees are responsible for a portion of the entire premium payment to secure coverage. The District finances the plan on a pay-as-you-go basis. The Unfunded Actuarial Liability has not been determined as of June 30, 2021.

Plan Description. The District administers a single-employer defined benefit healthcare plan. The Educational support employees who contribute to IMRF are eligible for post-retirement medical coverage. The plan does not have a trust fund and therefore does not issue a separate publicly available financial report.

Funding Policy. The contribution requirements of the District may be amended by the School Board. Current policy is for the District to pay for post-retirement medical insurance benefits or premiums as they occur. The District requires retirees to contribute 100% of the premium for their desired coverage. The premiums are established for the employee/retiree group, which currently range from \$441 per month for individual coverage to \$1,390 per month for family coverage. Although, with regard to retirees, this amount contains an implied rate subsidy by the District through the blended premium covering all current employees and retirees, there is no actuarial valuation performed to determine the amount of such subsidy.

Contributions Made. Because the retiree premium established is paid entirely by retiree contributions, there is no net cash outflow by the District related to these benefits when paid. Therefore, there are no cash-basis expenditures reported by the District in regard to the plan benefits for retirees.

Note #8 – General Long-Term Debt Account Group

Bonded indebtedness and capital leases are reflected in the General Long-Term Debt Account Group. Bonded indebtedness principal and interest is payable from property tax revenues (debt services levy) accounted for in the Debt Services Fund. Capital lease principal and interest is payable from property tax revenues accounted for in the Operations and Maintenance Fund.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #8 – General Long-Term Debt Account Group (cont'd)

The following is a summary of long-term debt activity of the District for the year ended June 30, 2021:

Description	Original Amount	Date of Issue	Date of Maturity	Interest Rate	Balance July 1, 2020	Additions	Reductions	Balance June 30, 2021	Due In Less Than One Year
Bonds									
G.O. Series 2013A	9,170,000	6/11/2013	4/1/2033	4.00-4.25%	9,170,000	0	0	9,170,000	0
G.O. Series 2013B	6,865,000	6/11/2013	4/1/2033	0.85-3.51%	2,780,000	0	(730,000)	2,050,000	755,000
G.O. Series 2014A	8,845,000	3/27/2014	4/1/2023	4.00-5.00%	8,845,000	0	0	8,845,000	0
G.O. Series 2014B	1,800,000	3/27/2014	4/1/2030	4.00-5.00%	1,475,000	0	(750,000)	725,000	600,000
Alt Rev Bond 2018	7,720,000	6/6/2018	4/1/2028	4.00-5.00%	7,020,000	0	(735,000)	6,285,000	775,000
G.O. Refunding, Ser. 2019	12,195,000	1/30/2019	12/1/2025	2.16-2.59%	12,070,000	0	(1,415,000)	10,655,000	1,765,000
G.O. Refunding, Ser. 2020	8,860,000	1/9/20	4/1/30	4.00%	<u>8,860,000</u>	<u>0</u>	<u>0</u>	<u>8,860,000</u>	<u>0</u>
Subtotal Bonds					<u>50,220,000</u>	<u>0</u>	<u>(3,630,000)</u>	<u>46,590,000</u>	<u>3,895,000</u>
Other									
Modular Classroom Lease	275,000	9/17/2016	3/17/2021	1.00-3.00%	<u>57,066</u>	<u>0</u>	<u>(57,066)</u>	<u>0</u>	<u>0</u>
Subtotal Other					<u>57,066</u>	<u>0</u>	<u>(57,066)</u>	<u>0</u>	<u>0</u>
Total					<u>50,277,066</u>	<u>0</u>	<u>(3,687,066)</u>	<u>46,590,000</u>	<u>3,895,000</u>

The General Obligation School Bonds, Series 2013A are subject to redemption prior to maturity on April 1, 2022, and on any interest payment date thereafter at a price of par plus accrued interest.

The General Obligation School Bonds, Series 2014A are subject to redemption prior to maturity on April 1, 2025, and on any interest payment date thereafter at a price of par plus accrued interest.

The General Obligation School Bonds (Alternate Revenue Source), Series 2018 are subject to redemption prior to maturity on April 1, 2028, and on any interest payment date thereafter at a price of par plus accrued interest.

The annual debt service requirements of general obligation bonds and leases/other are as follows:

	Bonds		Leases/Other		Total	Total	Total
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal & Interest</u>
2022	3,895,000	1,774,658	0	0	3,895,000	1,774,658	5,669,658
2023	4,160,000	1,640,801	0	0	4,160,000	1,640,801	5,800,801
2024	4,445,000	1,501,055	0	0	4,445,000	1,501,055	5,946,055
2025	4,735,000	1,341,143	0	0	4,735,000	1,341,143	6,076,143
2026	5,060,000	1,166,515	0	0	5,060,000	1,166,515	6,226,515
2027	5,205,000	1,020,988	0	0	5,205,000	1,020,988	6,225,988
2028	5,640,000	804,413	0	0	5,640,000	804,413	6,444,413
2029	4,885,000	568,963	0	0	4,885,000	568,963	5,453,963
2030	5,230,000	362,863	0	0	5,230,000	362,863	5,592,863
2031	1,065,000	141,738	0	0	1,065,000	141,738	1,206,738
2032	1,110,000	96,475	0	0	1,110,000	96,475	1,206,475
2033	<u>1,160,000</u>	<u>49,300</u>	<u>0</u>	<u>0</u>	<u>1,160,000</u>	<u>49,300</u>	<u>1,209,300</u>
	<u>46,590,000</u>	<u>10,468,912</u>	<u>0</u>	<u>0</u>	<u>46,590,000</u>	<u>10,468,912</u>	<u>57,058,912</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #8 – General Long-Term Debt Account Group (cont'd)

Debt Services Fund Balance. At June 30, 2021, the excess of the assets over liabilities of the Debt Services Fund was allocable to the individual issues as follows:

<u>Bond Issue Dated</u>	<u>Amount</u>
May 29, 2013A	165,546
May 29, 2013B	352,946
May 27, 2014A	174,046
May 27, 2014B	281,608
June 6, 2018, 2018	1,595,556
December 20, 2018, GO 2019	910,837
January 9, 2020, Refunding 2020	<u>162,143</u>
Total	<u>3,642,682</u>

Legal Debt Limit –

Section 5/19-1 of the Illinois School Code limits the amount of qualifying debt of the District to 13.8% of the latest equalized assessed value. The equalized assessed value as of January 1, 2020 was \$858,769,372.

The estimated legal debt margin of the District at June 30, 2021, was calculated as follows:

Legal Debt Limit	118,510,173
Less Qualifying Debt	<u>(40,305,000)</u>
Legal Debt Margin	<u>78,205,173</u>

Note #9 – Tax Anticipation Warrants

There was no tax anticipation warrants issued, retired, or outstanding during the fiscal year ended June 30, 2021.

Note #10 – Interfund Loan and Transfers

There were no interfund loans or permanent transfers during the fiscal year ended June 30, 2021.

Note #11 – Common Bank Accounts

Separate bank accounts are not maintained for all District funds; instead, certain funds maintain their uninvested cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Note #12 – Deficit Fund Balances

As of June 30, 2021, the District had no deficit fund balances.

Note #13 – Self-Insurance Plan

All employees of the District are covered under the State of Illinois Unemployment Insurance Act. The District elected to be self-insured, and therefore is liable to the State for any payments made to an unemployed worker claiming benefits.

The District is a member of the Central Illinois Educators Cooperative (Cooperative), a multiple employer welfare arrangement in which the District contributes into the plan based on the number of eligible employees. The Cooperative then purchases fully insured health insurance.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #14 – Contingencies

The District is a defendant in various legal actions has received funding from state and federal grants in the current and prior years which are subject to audits by the granting agencies. The School Board believes any adjustments that may arise from these audits will be insignificant to District operations.

The District is defendant in pending litigation and administrative proceedings arising in the ordinary course of its activities. Management anticipates that any potential claims against the District will not materially affect the financial position or operations of the District.

Note #15 – Commitments

Construction Commitments – At June 30, 2021, the District has no outstanding construction commitments.

Unpaid Teacher's Contracts - Teacher's contracts for services rendered during the school year for teachers electing twelve-month pay schedules are recorded as disbursements in the fiscal year when such checks are drawn. At June 30, 2021, the total amount of unpaid teacher's contracts for services performed during the year ended June 30, 2021, amounted to \$1,505,548.

Vacation Pay – Vacation pay is considered to be an expenditure in the year paid. Eligible administrators and support staff receive vacation pay. At June 30, 2021, the estimated unused vacation pay liability is \$-0-.

Sick Pay – Sick pay is considered to be an expenditure in the year paid. Accumulated sick pay benefits are available to eligible employees to use in future years. Sick pay does not vest if not used during the term of employment with the District.

Retirement Incentives – The District provides retirement incentives to eligible employees covered by the Teacher's Retirement System of the State of Illinois. The retirement incentive calculation is contingent upon several requirements; one of which is notifying the District by submitting an irrevocable letter of retirement. The employee may notify the District up to four years prior to retirement and receive a retirement incentive as an increase in compensation not to exceed 6% over the prior year's salary for one to four years. The District paid an estimated \$51,464 in retirement incentives during the current fiscal year. Future payments under this program are estimated to be \$385,045.

Operating Leases

On September 18, 2013 the District entered into an agreement to rent administrative office space. The agreement commenced February 1, 2014 and expires January 31, 2020. The District had the option to extend the term of the lease for one additional year and chose to extend to January 31, 2021. Monthly rental payments are required in the amount \$6,629. During the year ended June 30, 2021, the District paid \$39,775 in rental payments for office space out of the Operations and Maintenance Fund.

On March 28, 2016, the District entered into an agreement to rent copiers. The agreement commenced on April 17, 2016 and expires March 17, 2021. The agreement requires monthly rent payments of \$5,640. During the year ended June 30, 2021, the District paid \$50,608 in rental payments for computers out of the Educational Fund.

As of June 30, 2021, there are no future minimum lease payments.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

Note #16 – Joint Ventures

The District is a member of Peoria Educational Region for Employment and Career Training; information can be obtained from the Regional office of Education in Peoria County located in the Peoria County Courthouse, 324 Main St., Peoria, IL 61602. The District is a member of Peoria County Bright Futures located at 500 E. Glen Ave, Peoria Heights, IL 61616. The District is also a member of Special Education Association of Peoria County (SEAPCO), located at 6000 S. Adams St., Bartonville, IL 61607. The District's pupils benefit from programs administered under these joint agreements, and the District benefits from jointly administered grants and programming. The District does not have an equity interest in these joint agreements. The joint agreements are separately audited and are not included in these financial statements. The District paid \$930,369 to SEAPCO during the fiscal year ended June 30, 2021 for special education tuition.

Note #17 – Eunice Richmond Scholarship Fund for Dunlap High School

The Eunice Richmond Scholarship Fund for Dunlap High School (Scholarship Fund) was established to offer \$5,000 scholarships to students, adjusted for inflation using the C.P.I. for education. The candidates must have financial need and major in agriculture or medicine. During the year ended June 30, 2021, \$47,489 in scholarships were awarded. The Scholarship Fund is included in these financial statements as a Trust and Agency Fund.

Note #18 – Risk Management

Significant losses are covered by commercial insurance for all major programs: property, liability, and worker's compensation. During the year ended June 30, 2021, there were no significant reductions in insurance coverage. Also, there have been no settlement amounts which have exceed insurance coverage in the past three years.

The District is insured under a guaranteed cost plan policy for worker's compensation coverage, whereas the initial premium may be adjusted based on actual payroll. Adjustments in premiums are recorded when paid or received. During the year ended June 30, 2021, there were no significant adjustments in premiums based on actual experience.

Note #19 – COVID- 19 Impact

The District is monitoring the global outbreak of the novel coronavirus (COVID-19). During the fiscal year, certain operations of the district were affected by the pandemic. The district received and will continue to receive additional federal funding provided by legislation brought on by the coronavirus. The District believes the ultimate impact of the COVID-19 pandemic is likely to be determined by factors which are uncertain, unpredictable and outside of the District's control. The situation surrounding COVID-19 remains fluid, and if disruptions do arise, they could materially impact the District.

Note #20 – Subsequent Event

The District evaluates events and transactions that occur subsequent to year-end for potential recognition or disclosure in the financial statements through the date of the Independent Auditor's Report, which is the date the financial statements were available to be issued. The District believes there have been no significant subsequent events.

SUPPLEMENTAL INFORMATION

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
 COMBINING SCHEDULE OF REVENUES RECEIVED,
 EXPENDITURES DISBURSED, AND FUND BALANCE
 ALL STUDENT ACTIVITY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Dunlap High School Activity Fund	Dunlap Middle School Activity Fund	Dunlap Valley Middle School Activity Fund	Dunlap Elementary Activity Fund	Wilder Waite Elementary Activity Funds	Banner Elementary Activity Fund	Ridgeview Elementary Activity Fund	Hickory Grove Elementary Activity Fund	Total
Beginning Activity Fund Balance, July 1, 2020	354,396	72,654	33,293	3,428	4,937	8,658	8,577	5,488	491,431
Revenues Received	296,736	26,051	39,295	6,729	3,322	11,852	4,687	14,919	403,591
Expenditures Disbursed	(294,929)	(31,641)	(38,950)	(8,504)	(4,295)	(15,054)	(9,175)	(10,599)	(413,147)
Ending Activity Fund Balances, June 30, 2021	<u>356,203</u>	<u>67,064</u>	<u>33,638</u>	<u>1,653</u>	<u>3,964</u>	<u>5,456</u>	<u>4,089</u>	<u>9,808</u>	<u>481,875</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
DUNLAP COMMUNITY HIGH SCHOOL ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Activities	Beginning Balance	Increases	Decreases	Ending Balance
Club Accounts:				
Art Club	110.20	89.27	-	199.47
Anime	67.50	-	-	67.50
Best Buddies	1,219.95	-	78.36	1,141.59
Chorus	96.54	3,665.00	3,791.54	(30.00)
Graduates	96.25	1,065.00	-	1,161.25
Class of 2020	0.00	-	-	0.00
Class of 2021	301.00	298.82	-	599.82
Class of 2022	41.00	85.00	126.00	-
Class of 2023	260.78	497.60	-	758.38
Class of 2024	-	2,551.62	-	2,551.62
Dual Credit	13,578.36	36,079.43	36,347.04	13,310.75
Essential Skills	462.03	-	-	462.03
F.B.L.A	770.15	1,720.00	813.00	1,677.15
F.C.A.	26.58	245.00	245.00	26.58
F.C.C.L.A.	478.98	3,307.61	3,491.23	295.36
F.F.A.	633.73	1,450.00	667.52	1,416.21
Fine Arts	50.12	-	-	50.12
Flight Club	1,856.80	-	216.68	1,640.12
Flower Fund	263.12	50.00	175.00	138.12
Foreign Language	2,828.59	225.00	927.28	2,126.31
Goodwill	141.74	-	53.96	87.78
Graduation Fund	3,372.42	2,190.50	4,089.96	1,472.96
Grants	469.36	-	-	469.36
Interact	282.66	-	-	282.66
Interest Account	327.68	13,264.19	5,187.38	8,404.49
International Thespian Society	6,621.26	525.00	774.69	6,371.57
JSA	362.34	-	-	362.34
Key Club	709.96	45.00	84.00	670.96
Law	734.74	1,165.00	1,505.43	394.31
LEAF Club	979.18	-	-	979.18
Library	285.79	139.00	-	424.79
Life Skills Vocational	599.45	4,216.40	875.25	3,940.60
Madrigals	2,670.55	1,812.67	3,525.44	957.78
Marching Band	20,668.18	1,000.00	-	21,668.18
Medical Club	-	39.81	-	39.81
MSA	-	89.41	38.08	51.33
Multi-Cultural Club	281.73	-	50.00	231.73
Music Club	1,744.73	-	2,050.00	(305.27)
Musical/Play	24,447.02	4,699.06	7,959.76	21,186.32
NHS	2.49	-	-	2.49
Parent Club Donations	1,716.65	3,058.51	3,302.65	1,472.51
P.E.	111.07	-	-	111.07
Project Purple	772.54	-	-	772.54
Prom	1,329.95	4,242.05	4,184.00	1,388.00
PSAT/AP Testing	11,836.85	86,561.39	81,095.09	17,303.15

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
DUNLAP COMMUNITY HIGH SCHOOL ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Activities	Beginning Balance	Increases	Decreases	Ending Balance
Red Cross Club	321.75	30.00	-	351.75
SFL	1,548.26	250.00	99.95	1,698.31
Snowball	1,269.39	425.00	368.00	1,326.39
SOS	266.78	-	-	266.78
St. Jude	5,678.43	6,654.53	11,750.00	582.96
Student Council-Regular	22,015.83	10,494.00	6,006.30	26,503.53
Table Tennis	8.43	-	-	8.43
Vending Machines	1,045.44	1,093.29	766.38	1,372.35
Writing Club	294.00	-	-	294.00
Yearbook	5,868.24	1,705.00	5,613.77	1,959.47
Yearbook Account	5,073.33	2,956.07	6,048.77	1,980.63
Subtotal of Club Activities	<u>146,999.90</u>	<u>197,985.23</u>	<u>192,307.51</u>	<u>152,677.62</u>
Sports Accounts:				
Act. Scholarship Fund	53.06	-	-	53.06
Baseball	1,247.65	5,747.82	4,731.78	2,263.69
Basketball - Boys	7,976.26	3,485.96	6,834.51	4,627.71
Basketball - Girls	2,765.97	4,504.81	4,578.09	2,692.69
Cheerleading	3,530.92	22,019.73	24,673.04	877.61
Cross Country	6,892.04	261.00	841.76	6,311.28
Dance Team	18,916.98	2,845.51	13,842.93	7,919.56
Dunlap Relays	1,017.75	-	-	1,017.75
Bass Fishing Club	1,034.16	-	-	1,034.16
Football	19,885.97	16,742.95	21,166.56	15,462.36
F/S Volleyball Tournament	1,849.14	-	-	1,849.14
Golf	8,651.50	3,620.00	1,657.21	10,614.29
IHSA Account	13,964.92	1,588.79	-	15,553.71
Lacrosse	5,566.13	272.28	313.87	5,524.54
Lacrosse - Girls	2,555.42	100.00	1,404.90	1,250.52
Play/Speech	2,125.08	1,760.00	3,654.62	230.46
Robotics	79,007.05	17,400.00	6,890.33	89,516.72
Scholastic Bowl	825.51	225.00	250.50	800.01
Soccer - Boys	4,628.21	803.61	986.94	4,444.88
Soccer - Girls	4,371.51	500.00	1,825.00	3,046.51
Softball	2,943.56	1,126.53	2,789.00	1,281.09
Swimming	259.71	9,567.94	839.98	8,987.67
Tennis	3,290.34	4,051.24	1,968.04	5,373.54
Track - Boys	1,614.44	-	160.00	1,454.44
Track - Girls	6,462.99	-	619.44	5,843.55
Volleyball	5,425.21	2,029.81	2,417.60	5,037.42
Wrestling	535.00	98.00	175.75	457.25
Subtotal of Sports Activities	<u>207,396.48</u>	<u>98,750.98</u>	<u>102,621.85</u>	<u>203,525.61</u>
Total Activities	<u>354,396.38</u>	<u>296,736.21</u>	<u>294,929.36</u>	<u>356,203.23</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
DUNLAP MIDDLE SCHOOL ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Music	638.25	6.75	388.44	256.56
Class Gift	2,223.69	-	-	2,223.69
Speech	1,827.21	50.00	135.50	1,741.71
Library	267.48	61.55	-	329.03
Pop Fund	651.77	856.67	615.34	893.10
Picture	2,374.84	-	1,863.48	511.36
Resale Items	1,943.96	2,992.50	3,243.44	1,693.02
Staff	997.71	-	232.31	765.40
Student Council	1,593.02	-	163.15	1,429.87
Yearbooks	8,005.11	5,700.00	7,195.43	6,509.68
Tournaments	2,252.84	-	-	2,252.84
Life Skills/Instructional	10,537.02	252.00	193.23	10,595.79
Student Fees	31,046.29	14,540.00	17,610.73	27,975.56
8th Grade	8,294.72	1,592.00	-	9,886.72
Total	<u>72,653.91</u>	<u>26,051.47</u>	<u>31,641.05</u>	<u>67,064.33</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
DUNLAP VALLEY MIDDLE SCHOOL ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Resale Items	6,594.23	12,286.60	9,262.90	9,617.93
Library	879.82	69.99	-	949.81
Yearbooks	1,586.83	6,375.00	7,774.01	187.82
Class Trip	7,109.54	7,602.50	7,602.50	7,109.54
Student Council	3,026.22	2,136.00	3,535.20	1,627.02
Music	1,823.57	-	1,210.71	612.86
Staff	33.40	-	-	33.40
Student Fees	6,576.09	10,243.55	7,438.96	9,380.68
Speech	0.84	-	-	0.84
Pop	414.21	581.06	874.50	120.77
Tournaments	1,194.42	-	390.00	804.42
Picture	959.80	-	861.71	98.09
Science Fair	3,094.43	-	-	3,094.43
Total	33,293.40	39,294.70	38,950.49	33,637.61

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
DUNLAP ELEMENTARY ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Teachers' Fund	3,427.64	6,728.99	8,504.17	1,652.46
Total	<u>3,427.64</u>	<u>6,728.99</u>	<u>8,504.17</u>	<u>1,652.46</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
WILDER WAITE ELEMENTARY ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

<u>Activities</u>	<u>Beginning Fund Balance</u>	<u>Revenues Received</u>	<u>Expenditures Disbursed</u>	<u>Ending Fund Balance</u>
Activity Fund	4,937.34	3,321.65	4,295.43	3,963.56
Total	<u>4,937.34</u>	<u>3,321.65</u>	<u>4,295.43</u>	<u>3,963.56</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
BANNER ELEMENTARY ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Field Trips	30.10	-	-	30.10
General	8,628.07	6,024.58	9,226.72	5,425.93
Charitable	-	5,827.10	5,827.10	-
Total	<u>8,658.17</u>	<u>11,851.68</u>	<u>15,053.82</u>	<u>5,456.03</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
RIDGEVIEW ELEMENTARY ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Teachers' and Students' Fund	8,577.27	4,687.33	9,175.62	4,088.98
Total	<u>8,577.27</u>	<u>4,687.33</u>	<u>9,175.62</u>	<u>4,088.98</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
HICKORY GROVE ELEMENTARY SCHOOL ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
HGES Activity	5,487.87	14,918.68	10,598.39	9,808.16
Total	<u>5,487.87</u>	<u>14,918.68</u>	<u>10,598.39</u>	<u>9,808.16</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
 COMBINING SCHEDULE OF ASSETS, LIABILITIES, AND FUND BALANCE
 ARISING FROM CASH TRANSACTIONS
 ALL TRUST AND AGENCY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Eunice B. Richmond Scholarship Fund	Flexible Benefit Plan Fund	Total
<u>ASSETS</u>			
Cash and Cash Equivalents	532,844	43,409	576,253
Total Assets	<u>532,844</u>	<u>43,409</u>	<u>576,253</u>
<u>LIABILITIES</u>			
Due to other Organizations	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE</u>			
Reserved Fund Balance	532,844	43,409	576,253
TOTAL LIABILITIES AND FUND BALANCE	<u>532,844</u>	<u>43,409</u>	<u>576,253</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF REVENUE RECEIVED, EXPENDITURES DISBURSED, OTHER
SOURCES (USES) AND CHANGES IN FUND BALANCE BEFORE ADVANCE TAXES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Revenue Received Before Advance Taxes:										
Local Sources										
Real Estate Taxes (1)	24,206,194	4,121,127	4,495,479	1,735,210	1,679,533		430,073	2,207,668	433,803	39,309,087
Other Local Revenue	2,253,480	15,023	1,068,419	54,862	125,680	479,211	11,517	13,821	2,251	4,024,264
Evidence Based Funding	3,493,743									3,493,743
Other State Sources	467,319			878,558						1,345,877
Federal Sources	2,764,875									2,764,875
Total Direct Receipts	33,185,611	4,136,150	5,563,898	2,668,630	1,805,213	479,211	441,590	2,221,489	436,054	50,937,846
Expenditures Disbursed:										
Instruction	24,409,668				618,485			244,395		25,272,548
Support Services	8,207,514	4,090,768		2,026,159	780,003	930,436		1,580,826	172,786	17,788,492
Community Services	4,786									4,786
Payments to Other Governmental Units	1,077,315									1,077,315
Debt Services			5,620,241							5,620,241
Total Direct Disbursements	33,699,283	4,090,768	5,620,241	2,026,159	1,398,488	930,436	0	1,825,221	172,786	49,763,382
Excess of Receipts Over (Under) Disbursements	(513,672)	45,382	(56,343)	642,471	406,725	(451,225)	441,590	396,268	263,268	1,174,464
Total Other Sources (Uses)	0	0	0	0	0	0	0	0	0	0
Excess of Receipts Over (Under) Disbursements and Other Sources (Uses)	(513,672)	45,382	(56,343)	642,471	406,725	(451,225)	441,590	396,268	263,268	1,174,464
Fund Balance Before Advanced Taxes, July 1, 2020	23,042,541	2,405,047	1,543,962	5,567,283	4,015,912	1,267,791	2,387,819	1,625,972	423,625	42,279,952
Fund Balance Before Advanced Taxes, June 30, 2021	22,528,869	2,450,429	1,487,619	6,209,754	4,422,637	816,566	2,829,409	2,022,240	686,893	43,454,416
Advanced Taxes Received Prior to June 30, 2021	11,223,659	1,910,838	2,155,063	804,563	740,198	0	201,141	1,056,351	201,141	18,292,954
Fund Balance After Advanced Taxes, June 30, 2021	33,752,528	4,361,267	3,642,682	7,014,317	5,162,835	816,566	3,030,550	3,078,591	888,034	61,747,370

(1) Real Estate Receipts have been reduced by the 2020 Levy received prior to June 30, 2021, and increased by the 2019 Levy received prior to June 30, 2020.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF BONDED INDEBTEDNESS
JUNE 30, 2021

General Obligation School Bonds, Series 2013A - Bank Qualified
Refunded the Taxable General Obligation Limited Tax Debt Certificates, Series 2013
Dated: June 11, 2013
Original Issue - \$9,170,000
Subject to redemption prior to maturity on April 1, 2022, and on any
interest payment date thereafter at a price of par plus accrued interest.
Principal Due: April 1
Interest Due: April 1 and October 1
Interest Rate: 4.000% - 4.250%
Paying Agent: The Bank of New York Trust Company, National Association

Fiscal Year of Maturity	Interest Rate	Principal	Interest Due		Total
		April 1	October 1	April 1	
2022			192,369	192,369	384,738
2023			192,369	192,369	384,738
2024	4.000%	290,000	192,369	192,369	674,738
2025	4.000%	835,000	186,569	186,569	1,208,138
2026	4.000%	870,000	169,869	169,869	1,209,738
2027	4.250%	900,000	152,469	152,469	1,204,938
2028	4.250%	940,000	133,344	133,344	1,206,688
2029	4.250%	980,000	113,369	113,369	1,206,738
2030	4.250%	1,020,000	92,544	92,544	1,205,088
2031	4.250%	1,065,000	70,869	70,869	1,206,738
2032	4.250%	1,110,000	48,238	48,237	1,206,475
2033	4.250%	1,160,000	24,650	24,650	1,209,300
Total		<u>9,170,000</u>	<u>1,569,028</u>	<u>1,569,027</u>	<u>12,308,055</u>

Taxable General Obligation School Bonds, Series 2013B
Refunded the Taxable General Obligation Limited Tax Debt Certificates, Series 2013
Dated: June 11, 2013
Original Issue - \$6,865,000
Not subject to redemption prior to maturity.
Principal Due: April 1
Interest Due: April 1 and October 1
Interest Rate: 0.850% - 3.510%
Paying Agent: The Bank of New York Trust Company, National Association

Fiscal Year of Maturity	Interest Rate	Principal	Interest Due		Total
		April 1	October 1	April 1	
2022	3.210%	755,000	34,260	34,260	823,520
2023	3.360%	780,000	22,142	22,142	824,284
2024	3.510%	515,000	9,038	9,038	533,076
Total		<u>2,050,000</u>	<u>65,440</u>	<u>65,440</u>	<u>2,180,880</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF BONDED INDEBTEDNESS
JUNE 30, 2021

General Obligation Refunding School Bonds, Series 2014A
Refunded the Taxable General Obligation School Building Bonds, Series 2010B
(Build America Bonds - Direct Payment to Issuer)
Dated: March 27, 2014
Original Issue - \$8,845,000
Subject to redemption prior to maturity on April 1, 2025, and on any
interest payment date thereafter at a price of par plus accrued interest.
Principal Due: April 1
Interest Due: April 1 and October 1
Interest Rate: 4.00 - 5.00%
Paying Agent: The Bank of New York Trust Company, National Association, Chicago, Illinois

Fiscal Year of Maturity	Interest Rate	Principal	Interest Due		Total
		April 1	October 1	April 1	
2022			200,500	200,500	401,000
2023	4.500%	400,000	200,500	200,500	801,000
2024	5.000%	670,000	191,500	191,500	1,053,000
2025	5.000%	725,000	174,750	174,750	1,074,500
2026	4.000%	800,000	156,625	156,625	1,113,250
2027	4.500%	1,225,000	140,625	140,625	1,506,250
2028	4.500%	1,500,000	113,062	113,062	1,726,124
2029	4.500%	1,650,000	79,312	79,313	1,808,625
2030	4.500%	1,875,000	42,187	42,187	1,959,374
Total		<u>8,845,000</u>	<u>1,299,061</u>	<u>1,299,062</u>	<u>11,443,123</u>

General Obligation Refunding School Bonds, Series 2014B
Refunded the Taxable General Obligation School Building Bonds, Series 2010B
(Build America Bonds - Direct Payment to Issuer)
Dated: March 27, 2014
Original Issue - \$1,800,000
Not subject to redemption prior to maturity.
Principal Due: April 1
Interest Due: April 1 and October 1
Interest Rate: 4.000% - 5.000%
Paying Agent: The Bank of New York Trust Company, National Association, Chicago, Illinois

Fiscal Year of Maturity	Interest Rate	Principal	Interest Due		Total
		April 1	October 1	April 1	
2022	4.500%	600,000	16,312	16,313	632,625
2023	4.500%	125,000	2,812	2,813	130,625
Total		<u>725,000</u>	<u>19,124</u>	<u>19,126</u>	<u>763,250</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF BONDED INDEBTEDNESS
JUNE 30, 2021

General Obligation School Bonds (Alternate Revenue Source), Series 2018

Dated: June 6, 2018

Original Issue - \$7,720,000

Subject to redemption prior to maturity on April 1, 2028, and on any
interest payment date thereafter at a price of par plus accrued interest.

Principal Due: April 1

Interest Due: April 1 and October 1

Interest Rate: 4.000% - 5.000%

Paying Agent: The Bank of New York Mellon Trust Company, National Association, Chicago, Illinois

Fiscal Year of Maturity	Interest Rate	Principal	Interest Due		Total
		April 1	October 1	April 1	
2022	5.000%	775,000	147,075	147,075	1,069,150
2023	5.000%	810,000	127,700	127,700	1,065,400
2024	5.000%	855,000	107,450	107,450	1,069,900
2025	5.000%	895,000	86,075	86,075	1,067,150
2026	5.000%	940,000	63,700	63,700	1,067,400
2027	4.000%	985,000	40,200	40,200	1,065,400
2028	4.000%	1,025,000	20,500	20,500	1,066,000
Total		<u>6,285,000</u>	<u>592,700</u>	<u>592,700</u>	<u>7,470,400</u>

General Obligation Refunding School Bonds, Series 2019

Refunded the General Obligation Refunding School Bonds, Series 2009

Dated: January 30, 2019

Original Issue - \$12,195,000

Not subject to redemption prior to maturity.

Principal Due: December 1

Interest Due: June 1 and December 1

Interest Rate: 2.160% - 2.590%

Paying Agent: The Bank of New York Mellon Trust Company, National Association

Fiscal Year of Maturity	Interest Rate	Principal	Interest Due		Total
		December 1	December 1	June 1	
2022	2.260%	1,765,000	129,584	109,640	2,004,224
2023	2.340%	2,045,000	109,640	85,713	2,240,353
2024	2.410%	2,115,000	85,713	60,228	2,260,941
2025	2.500%	2,280,000	60,228	31,728	2,371,956
2026	2.590%	2,450,000	31,728	-	2,481,728
Total		<u>10,655,000</u>	<u>416,893</u>	<u>287,309</u>	<u>11,359,202</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF BONDED INDEBTEDNESS
JUNE 30, 2021

General Obligation Refunding School Bonds, Series 2020

Dated: January 9, 2020

Original Issue - \$8,860,000

Subject to redemption prior to maturity on April 1, 2028, and on any
interest payment date thereafter at a price of par plus accrued interest.

Principal Due: April 1

Interest Due: October 1 and June 1

Interest Rate: 4.000%

Paying Agent: The Bank of New York Mellon Trust Company, National Association

Fiscal Year of Maturity	Interest Rate	Principal	Interest Due		Total
		April 1	October 1	April 1	
2022			177,200	177,200	354,400
2023			177,200	177,200	354,400
2024			177,200	177,200	354,400
2025			177,200	177,200	354,400
2026			177,200	177,200	354,400
2027	4.000%	2,095,000	177,200	177,200	2,449,400
2028	4.000%	2,175,000	135,300	135,300	2,445,600
2029	4.000%	2,255,000	91,800	91,800	2,438,600
2030	4.000%	2,335,000	46,700	46,700	2,428,400
Total		<u>8,860,000</u>	<u>1,337,000</u>	<u>1,337,000</u>	<u>11,534,000</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF TAXES EXTENDED AND COLLECTED
JUNE 30, 2021

	<u>Educational Levy</u>	<u>Special Education Levy</u>	<u>Leasing Levy</u>	<u>Operation & Maintenance Levy</u>	<u>Debt Services Levy</u>	<u>Trans- portation Levy</u>	<u>Municipal Retirement Levy</u>	<u>Social Security Levy</u>	<u>Working Cash Levy</u>	<u>Tort Immunity Levy</u>	<u>Fire Safety Levy</u>	<u>Total All Levies</u>
<u>2018 Levy</u>												
Assessed Valuation	897,623,445											
Tax Rate per \$100.00	<u>2.70000</u>	<u>0.04000</u>	<u>0.05000</u>	<u>0.47500</u>	<u>0.48737</u>	<u>0.20000</u>	<u>0.10375</u>	<u>0.12568</u>	<u>0.05000</u>	<u>0.18934</u>	<u>0.05000</u>	<u>4.47114</u>
Taxes Extended	<u>24,235,833</u>	<u>359,049</u>	<u>448,812</u>	<u>4,263,711</u>	<u>4,374,747</u>	<u>1,795,247</u>	<u>931,284</u>	<u>1,128,133</u>	<u>448,812</u>	<u>1,699,560</u>	<u>448,812</u>	<u>40,134,000</u>
Taxes Collected 98.47%	<u>23,865,901</u>	<u>353,568</u>	<u>441,961</u>	<u>4,198,631</u>	<u>4,307,972</u>	<u>1,767,844</u>	<u>917,069</u>	<u>1,110,914</u>	<u>441,961</u>	<u>1,673,618</u>	<u>441,961</u>	<u>39,521,400</u>
<u>2019 Levy</u>												
Assessed Valuation	878,365,829											
Tax Rate per \$100.00	<u>2.70000</u>	<u>0.04000</u>	<u>0.05000</u>	<u>0.47500</u>	<u>0.51815</u>	<u>0.20000</u>	<u>0.08421</u>	<u>0.10937</u>	<u>0.04957</u>	<u>0.25446</u>	<u>0.05000</u>	<u>4.53076</u>
Taxes Extended	<u>23,715,877</u>	<u>351,346</u>	<u>439,183</u>	<u>4,172,238</u>	<u>4,551,253</u>	<u>1,756,732</u>	<u>739,672</u>	<u>960,669</u>	<u>435,406</u>	<u>2,235,090</u>	<u>439,183</u>	<u>39,796,649</u>
Advance Taxes Received Prior to June 30, 2020	10,408,330	154,197	192,747	1,831,096	1,997,436	770,987	324,624	421,614	191,089	980,927	192,747	17,465,794
Taxes received July 1, 2020 thru June 30, 2021	<u>13,015,314</u>	<u>192,819</u>	<u>241,024</u>	<u>2,289,731</u>	<u>2,497,735</u>	<u>964,097</u>	<u>405,933</u>	<u>527,217</u>	<u>238,952</u>	<u>1,226,621</u>	<u>241,024</u>	<u>21,840,467</u>
Taxes Collected 98.77%	<u>23,423,644</u>	<u>347,016</u>	<u>433,771</u>	<u>4,120,827</u>	<u>4,495,171</u>	<u>1,735,084</u>	<u>730,557</u>	<u>948,831</u>	<u>430,041</u>	<u>2,207,548</u>	<u>433,771</u>	<u>39,306,261</u>
<u>2020 Levy</u>												
Assessed Valuation	858,769,372											
Tax Rate per \$100.00	<u>2.70000</u>	<u>0.04000</u>	<u>0.05000</u>	<u>0.47500</u>	<u>0.53571</u>	<u>0.20000</u>	<u>0.07919</u>	<u>0.10481</u>	<u>0.05000</u>	<u>0.26259</u>	<u>0.05000</u>	<u>4.54730</u>
Taxes Extended	<u>23,186,773</u>	<u>343,508</u>	<u>429,385</u>	<u>4,079,155</u>	<u>4,600,513</u>	<u>1,717,539</u>	<u>680,059</u>	<u>900,076</u>	<u>429,385</u>	<u>2,255,042</u>	<u>429,385</u>	<u>39,050,820</u>
Advance Taxes Received Prior to June 30, 2021	<u>10,861,605</u>	<u>160,913</u>	<u>201,141</u>	<u>1,910,838</u>	<u>2,155,063</u>	<u>804,563</u>	<u>318,567</u>	<u>421,631</u>	<u>201,141</u>	<u>1,056,351</u>	<u>201,141</u>	<u>18,292,954</u>
Taxes Receivable	<u>12,325,168</u>	<u>182,595</u>	<u>228,244</u>	<u>2,168,317</u>	<u>2,445,450</u>	<u>912,976</u>	<u>361,492</u>	<u>478,445</u>	<u>228,244</u>	<u>1,198,691</u>	<u>228,244</u>	<u>20,757,866</u>

Dunlap Community Unit School District No. 323
48-072-3230-26
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2021

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ 2021- 001 2. THIS FINDING IS: ☐ New ☒ Repeat from Prior Year?
Year originally reported? 2019

3. Criteria or specific requirement

Internal controls are designed to allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements and safeguard assets. A concept in a good system of internal control is adequate segregation of duties.

4. Condition

A limited number of employees have the primary responsibility for performing most of the accounting and financial duties including key functions of recording, reconciling, and reporting transactions. The accounts payable and payroll personnel process payroll and payables in the accounting system. These positions also process electronic payments from financial institutions for direct deposit of payroll, related payroll taxes and other benefits as well as a limited amount of vendor payables. The Assistant Superintendent was also the District Treasurer; these positions have access to both the treasury functions as well as the accounting systems.

5. Context¹²

Most district accounting and financial records are maintained by a limited number of employees.

6. Effect

Some duties that would ideally be performed by separate individuals are not segregated.

7. Cause

A limited number of employees in business services and the assignment of duties among these positions result in a lack of segregation of duties.

8. Recommendation

The Board should take steps it considers necessary to limit the risks that a lack of segregation of duties presents.

9. Management's response¹³

The District has hired a chief financial officer and made additional changes that address segregation of duties.

¹¹ A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year 2020 would be assigned a reference number of 2021-001, 2021-002, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

¹² Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.

¹³ See §200.521 *Management decision* for additional guidance on reporting management's response.

Dunlap Community Unit School District #323



DISTRICT MISSION

The Dunlap School Community empowers all students to reach their individual potential.

Dr. Scott Dearman, Superintendent

Mrs. Alyssa Hart, Director of Student Services

Mr. Damon Hackett, Assistant Superintendent

Ms. Meghan Bagby, Director of Curriculum & Instruction

Dunlap Community Unit School District No. 323

48-072-3230-26

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS¹⁹

Year Ending June 30, 2021

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u> ²⁰
2020-001	Reconciling Bank Statements	Resolved
2020-002	Segregation of Duties	Corrective action was partially implemented as management reviews staffing on an annual basis. The condition has not been fully resolved.

When possible, all prior findings should be on the same page

¹⁹ Explanation of this schedule - §200.511 (b)

²⁰ Current Status should include one of the following:

- A statement that corrective action was taken
- A description of any partial or planned corrective action
- An explanation if the corrective action taken was significantly different from that previously reported or in the management decision received from the pass-through entity.

OTHER INFORMATION

Dunlap Community Unit School District #323



DISTRICT MISSION

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Dunlap Community Unit School District No. 323

48-072-3230-26

CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS²¹

Year Ending June 30, 2021

Corrective Action Plan

Finding No.: **2021- 001**

Condition:

Certain positions and assignments of tasks result in lack of segregation of duties.

Plan:

Assignments of tasks and positions are reviewed on an annual basis and any identified, cost effective changes will be implemented.

Anticipated Date of Completion: 7/1/2021

Name of Contact Person: Mr. Scott Dearman, Superintendent

Management Response: A chief financial officer was hired and additional changes that address segregation of duties has been made.

²¹ Must address **each** audit finding - §200.511 (c)