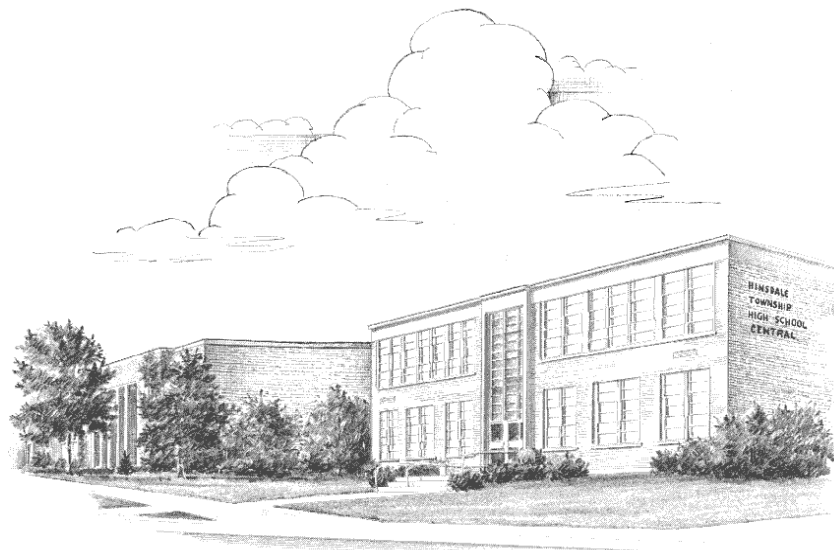


Hinsdale South High School



COMPREHENSIVE ANNUAL FINANCIAL REPORT
for the fiscal year ended June 30, 2020
Hinsdale, Illinois



Hinsdale Central High School

**Hinsdale Township High School District 86
Hinsdale, Illinois**

Comprehensive Annual Financial Report

For the fiscal year ended
June 30, 2020

Officials Issuing Report

**Mr. Josh Stephenson
Chief Financial Officer**

**Department Issuing Report
Business Office**

Hinsdale Township High School District 86

Year Ended June 30, 2020

Table of Contents

Introductory Section:

Letter of Transmittal.....	i - iv
Principal Officers and Officials.....	v
Organizational Chart.....	vi
Certificate of Achievement for Excellence in Financial Reporting.....	vii

Financial Section:

Independent Auditor's Report.....	1
Management's Discussion and Analysis.....	3 - 10

Basic Financial Statements

Government-wide Financial Statements

Statement of Net Position.....	11
Statement of Activities.....	12

Fund Financial Statements

Balance Sheet - Governmental Funds.....	13 - 14
Reconciliation of Governmental Fund Balances to the Statement of Net Position.....	15
Statements of Revenues, Expenditures and Changes In Fund Balance - Governmental Funds.....	16 - 17
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities.....	18

Fiduciary Fund Financial Statements

Statement of Fiduciary Assets and Liabilities - Agency Fund.....	19
--	----

Notes to Financial Statements.....	20 - 55
------------------------------------	---------

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability and Related Ratios -Illinois Municipal Retirement Fund.....	56 - 57
--	---------

Schedule of Employer Contributions -Illinois Municipal Retirement Fund.....	58
---	----

Schedule of the District's Proportionate Share of the Net Pension Liability - Teachers' Retirement System.....	59 - 60
---	---------

Schedule of Employer Contributions - Teachers' Retirement System.....	61
---	----

Hinsdale Township High School District 86

Year Ended June 30, 2020

Table of Contents (Continued)

Schedule of the District's Proportionate Share of the Net OPEB Liability - Teachers' Health Insurance Security Fund.....	62
Schedule of Employer Contributions - Teachers' Health Insurance Security Fund.....	63
Schedule of Changes in the Employer's Net OPEB Liability and Related Ratios - Other Post-Employment Benefits.....	64
Schedule of Employer Contributions - Other Post-Employment Benefits.....	65
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -General and Major Special Revenue Funds.....	66 - 68
Notes to Required Supplementary Information.....	69

Combining and Individual Fund Financial Statements and Schedules

General Fund

Combining Balance Sheet by Account.....	70
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances by Account.....	71
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Educational Account.....	72 - 80
Operations and Maintenance Account.....	81
Working Cash Account.....	82
Tort Immunity Account.....	83

Major Special Revenue Funds

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Fund Balance - Budget to Actual	
Transportation Fund.....	84
Municipal Retirement/Social Security Fund.....	85 - 86

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual.....	87
---	----

Capital Project Funds

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual.....	88
---	----

Fiduciary Fund - Agency Fund

Agency Fund - Activity Funds - Schedule of Changes in Assets and Liabilities.....	89
---	----

Hinsdale Township High School District 86

Year Ended June 30, 2020

Table of Contents (Continued)

Other Supplementary Information

Operating Cost and Tuition Charge.....	90
February 16, 2012 Limited Tax School Bonds.....	91
December 15, 2015 Limited Tax School Bonds.....	92
July 20, 2016 Limited Tax School Refunding Bonds.....	93
July 15, 2019 General Obligation School Building Bond.....	94
December 10, 2019 Local Government Program Revenue Bonds.....	95

Statistical Section - Unaudited

Net Position by Component - Last Ten Fiscal Years.....	96- 97
Changes in Net Position - Last Ten Fiscal Years.....	98- 99
Fund Balances, Government Funds - Last Ten Fiscal Years.....	100- 101
Governmental Funds Revenues - Last Ten Fiscal Years.....	102- 103
Governmental Funds Expenditures and Debt Service Ratio - Last Ten Fiscal Years.....	104 - 105
Other Financing Sources, Uses, and Net Change in Fund Balance - Last Ten Fiscal Years.....	106 - 107
Equalized Assessed Valuation and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years.....	108
Property Tax Rates - Direct and Overlapping Governments - Last Ten Fiscal Tax Years.....	109 - 110
Principal Property Tax Payers in the District - Current and Nine Years Ago.....	111
Property Tax Rates, Extensions, and Collections - Last Ten Fiscal Tax Years.....	112 - 113
Ratio of Outstanding Debt by Type - Last Ten Fiscal Years.....	114
Computation of Direct and Overlapping Debt.....	115
Legal Debt Margin Information - Last Ten Fiscal Years.....	116 - 117
Demographic and Economic Statistics - Population.....	118
Demographic and Economic Statistics - Median Household Income.....	119
Principal Employers - Current Year and Nine Years Ago.....	120
Demographic and Economic Statistics - Average Unemployment Rates - Last Ten Calendar Years.....	121 - 122
Operating Statistics - Last Ten Fiscal Years.....	123

Hinsdale Township High School District 86

Year Ended June 30, 2020

Table of Contents (Continued)

Statistical Section - Unaudited (Continued)

School Building Information - Last Ten Fiscal Years.....	124 - 125
School District Employees by Function - Last Ten Fiscal Years.....	126

INTRODUCTORY SECTION



A Tradition of Excellence

October 27, 2020

Citizens, President and Members of the Board of Education
Hinsdale Township High School District 86
Hinsdale, Illinois

The Comprehensive Annual Financial Report of Hinsdale Township High School District 86, Hinsdale, Illinois, for the fiscal year ended June 30, 2020 is submitted herewith. The audit was completed on October 15, 2020 and the Report was subsequently issued. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data as presented are: (1) accurate in all material aspects; (2) presented in a manner designed to fairly set forth the financial position and results of operations of the School District as shown by the disclosure of all financial activity of its various funds; and, (3) that all disclosures necessary for maximum public understanding of the District's financial status have been incorporated in the Report.

Basis of Accounting and Reporting

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The Introductory Section includes the table of contents, this transmittal letter, the District's organizational chart, and a list of principal officials. The Financial Section begins with the Independent Auditor's Report and includes Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the District's financial position and operating results, the Individual Fund Statements and other schedules that provide detailed information relative to the Basic Financial Statements. The Statistical Section includes a number of tables of unaudited data depicting the financial history of the District, demographics, and the fiscal capacity of the District.

Hinsdale Township High School District 86 is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Information related to this single audit, including the schedule of expenditures of federal awards and independent auditors' reports on the internal control structure and compliance with applicable laws and regulations are included in a separate report.

Current Initiatives – 2020-21

Hinsdale Township High School District 86 remains committed to meeting the academic, social and emotional needs of all of its students. This year, the district is continuing to implement our strategic plan, which features five main goal areas – student growth and achievement; student learning environment; work environment; family and community connections; and stewardship with resources. The main issues and topics we are focusing on in conjunction with this work include racial and cultural equity, curriculum alignment, equitable resource allocation, social and emotional learning, and agency for student voice.

We are continuing to work with our seven sender elementary districts to help ensure that the students who come to us are on track to meet the increased standards for college and career readiness by the time they graduate from our schools. Our goal is to ensure that all of our students are put on the path toward their ideal future, and maximize their growth and development during their time with us.

On April 2, 2019, the voters of District 86 approved a bond proposition in the amount of \$139.8 million so that we could fix the aging infrastructure of our two high schools, make our facilities fully accessible, improve safety and security across the district and renovate learning spaces to be on par with the quality of instruction. We are continuing to work on the upgrades and improvements that we identified in conjunction with the referendum, and anticipate being done with all projects by the start of the 2022-23 school year.

Lastly, we, like districts throughout the country, are trying to navigate the ongoing academic and operational challenges created by the COVID-19 pandemic, while also striving to keep our students, staff, families and community healthy and safe.

Future Initiatives: 2021-2022

- Ongoing implementation of the strategic plan, with continued emphasis on racial and cultural equity, curriculum alignment, equitable resource allocation, social and emotional learning, and agency for student voice
- Continue to oversee the upgrades and improvements to our facilities that are being funded with the money from the referendum that was passed in 2019.
- Further strengthen the articulation process with our sender elementary districts to increase high school readiness standards for all rising ninth graders.
- Be prepared to continue navigating the challenges associated with the COVID-19 crisis.

Reporting Entity

The District includes all funds that are controlled by, or dependent on, the Board of Education of the District as determined on a basis of financial accountability. The District does not have such financial accountability over any other entity and thus does not include any other entity as a component unit in this report. Additionally, the District is an independent entity, not includable as a component unit of any other reporting entity.

Economic Outlook

Hinsdale Township High School District 86 is located primarily in the Southeast boundary of DuPage County, with the remainder in Western Cook County. The District has an exceptionally strong tax base of over \$5.9 billion. The area is headquarters for many high-profile companies and other successful mid-sized commercial operations (see statistical section, page 111 for further information).

The District operates three sites that includes two high schools and a transition program. Central was built in 1947, South was built in 1965, and the new Transition Center site was opened in 2016. The target enrollment capacity for the District is 4,262 students. The enrollment for fiscal year 2020 was 4,146 and is projected to remain stable over the next year (see statistical section, page 124 for further information).

Accounting Systems and Budgetary Control

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are properly recorded to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America.

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within this framework. Internal control practices are also integrated into the budgetary management of the District's funds.

The District has adopted a legal budget for all its Governmental Funds. The legal level of budgetary control is at the individual fund level, therefore, actual expenditures for the governmental funds may not legally exceed the total budgeted for such funds. However, under the State Budget Act expenditures may exceed the budget if additional resources are available to finance such expenditures.

Budget control is provided by verification of appropriation amounts prior to expenditures, as well as a monthly review of actual account totals compared to budget. Additional control is established through published policies and procedures for all aspects of accounting practices of the District, which includes the recording of receipts and disbursements of funds entrusted to the District.

To ensure sound financial management, proper accounting practices, internal controls, and budgetary planning are affirmed by the continual review of the Board of Education.

The basis of accounting and the various funds utilized by the District are fully described in Note 1 of the financial statements. Additional information on the District's budgetary accounting can also be found in Note 1.

The District has prepared financial statements following GASB 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments." GASB 34 creates basic financial statements for reporting on the District's financial activities as follows:

Government-wide financial statements. These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by many businesses. The government-wide statements include the Statement of Net Position and the Statement of Activities.

Fund financial statements. These statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements.

As part of this model, management is responsible for preparing a Management Discussion and Analysis of the District. This discussion is located in the basic financial statements, providing an assessment of District finances for fiscal year 2020, with comparisons to 2019.

ASBO Certificate

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Hinsdale Township High School District 86 for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2019. This year's comprehensive annual financial report will again be submitted for the ASBO Certificate of Excellence award.

A Certificate of Excellence is awarded to those school districts that have voluntarily submitted their system's Comprehensive Annual Financial Report (CAFR) for review by an ASBO Panel of Review. Upon completion of a vigorous technical review, the panel members conclude whether the school system's financial report has met the criteria for excellence in financial reporting.

Independent Audit

The School Code of Illinois and the District's adopted policy require an annual audit of the books of accounts, financial records, and transactions of all funds of the District. The audit is done by independent certified public accountants that are selected by the District's Board of Education. This requirement has been complied with and the auditor's report has been included in this report.

Closing Statement

It is our belief that this Comprehensive Annual Financial Report will provide the District's management, local citizens, stakeholders and outside investors with a most meaningful financial presentation. We hope that all readers of this Report will obtain a clear and concise understanding of the District's financial condition as of June 30, 2020.

Acknowledgment

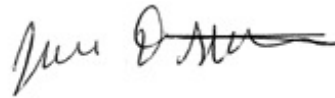
The preparation of this report on a timely basis would not be possible without the efficient and dedicated services of all the members of the Business Office who assisted in closing the District's financial records and preparing this report.

We extend our appreciation to the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a responsible, progressive manner.

Respectfully submitted,

A handwritten signature in cursive script that reads "Tammy Prentiss".

Tammy Prentiss
Superintendent of Schools

A handwritten signature in cursive script that reads "Josh Stephenson".

Josh Stephenson
Chief Financial Officer

Hinsdale Township High School District 86

DuPage and Cook Counties

5500 S Grant Street

Hinsdale, IL 60521



Principal Officers and Officials

Year Ended June 30, 2020

BOARD OF EDUCATION

Nancy Pollak, President, Term Expires: April 2021

Kevin Camden, Vice President, Term Expires: April 2021

Kathleen Hirsman, Secretary, Term Expires: April 2023

Keith Chval, Member, Term Expires: April 2021

Cynthia Hanson, Member, Term Expires: April 2023

Erik Held, Member, Term Expires: April 2023

Marty Turek, Member, Term Expires: April 2021

ADMINISTRATIVE STAFF

Tammy Prentiss, Superintendent

Dr. Carol Baker, Assistant Superintendent for Academics

Brad Verthein, Assistant Superintendent for Student Services

Josh Stephenson, Chief Financial Officer and Treasurer

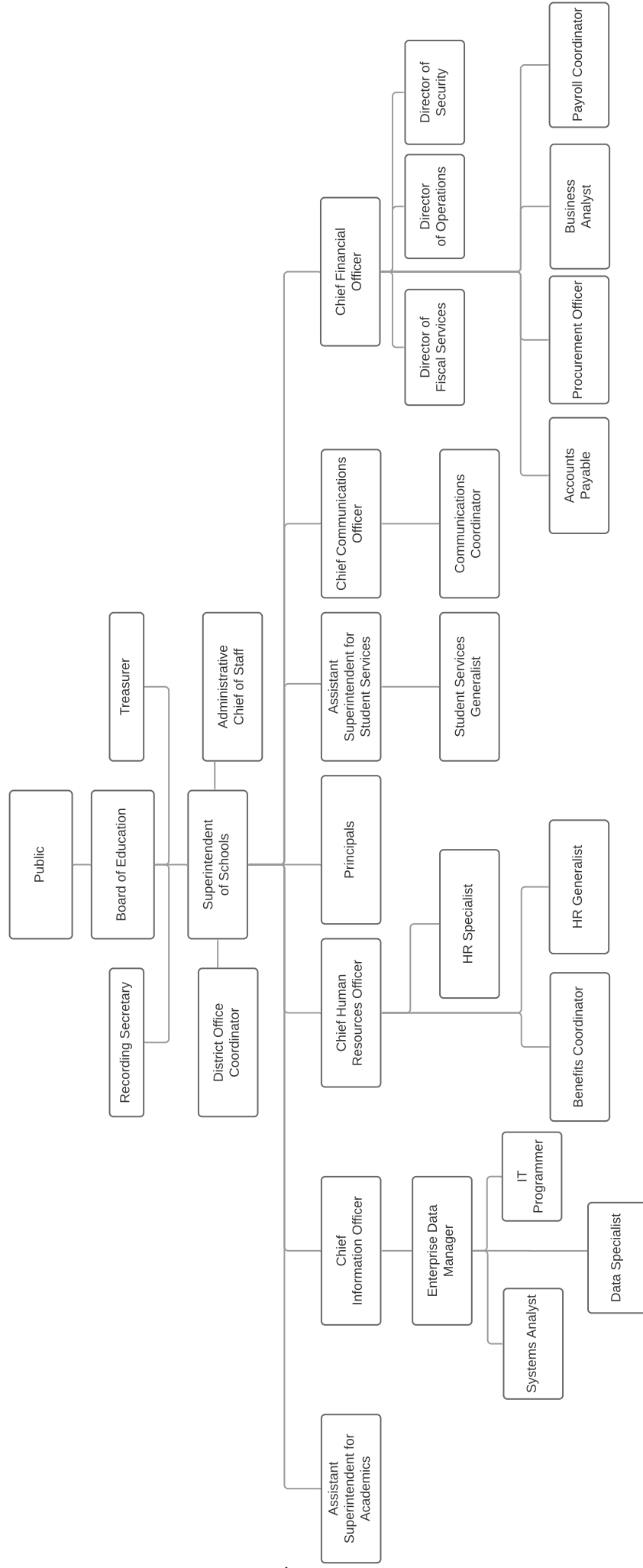
Domenico Maniscalco, Chief Human Resources Officer

Chris Jasculca, Director of Communications

OFFICIAL ISSUING REPORT

Josh Stephenson, Chief Financial Officer and Treasurer

HINSDALE DISTRICT 86: DISTRICT OFFICE ORG CHART





ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

**Hinsdale Township High School
District No. 86**

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director

FINANCIAL SECTION

Independent Auditor's Report

Board of Education

Hinsdale Township High School District 86

Hinsdale, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Hinsdale Township High School District 86 (the "District"), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that a management's discussion and analysis and other required supplementary information as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual fund statements and schedules and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections have 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 October 15, 2020 on our consideration of the District's 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Aurora, Illinois
October 15, 2020

HINSDALE TOWNSHIP HIGH SCHOOL DISTRICT NO. 86

Management's Discussion and Analysis For the Year Ended June 30, 2020

The discussion and analysis of Hinsdale Township High School District 86 (the District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2020. The management of the District encourages readers to consider the information presented herein in conjunction with the transmittal letter found in the introductory section and the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- Total revenue in the governmental funds in 2020 was \$122.4 with \$92.8 received from local sources, \$27.9 from state sources (includes on-behalf payments), and \$1.7 from federal sources.
- Total expenditures in the governmental funds in 2020 was \$143.8 with \$78.8 allocated to instruction, \$38.7 expended on supporting services, and the remainder was split between non-programmed charges, capital outlay, and debt services. Capital Projects accounted for \$25.5 of the total expenditures.
- Total other financing sources (uses) was \$105.6. This was primarily generated by two referendum bond sales that occurred during the fiscal year.
- All governmental funds generated a surplus of \$84.3 for 2020. The surplus is attributable to the proceeds generated from the bond sales. The District anticipates it will expand most of the surplus in Capital Projects by the end of fiscal year 2023.
- Omitting Capital Projects the District generated a surplus of \$1.3 in 2020. This was generated by savings in transportation, supplies, and services due to the spring school shutdown.
- Net position increased by \$6.9 in 2020. Net position includes all financial activity along with pension liability, other post-retirement benefits (OPEB), and deferred inflow and outflows.

Overview of the Financial Statements

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

- Government-wide financial statements,
- Fund financial statements, and
- Notes to the financial statements.

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

HINSDALE TOWNSHIP HIGH SCHOOL DISTRICT NO. 86

Management's Discussion and Analysis For the Year Ended June 30, 2020

Government-wide financial statements

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

The statement of net position presents information on all of the District's assets, deferred outflows, deferred inflows and liabilities, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the fiscal year being reported. All changes in net position are reported as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District has no business-type activities, that is, functions that are intended to recover all or a significant portion of their costs through user fees and charges. The District's governmental activities include instructional services (regular education, special education and other), supporting services, operation and maintenance of facilities and transportation services.

Fund financial statements

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

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a school district's near-term financing requirements.

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

The District maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund (consisting of the Educational Accounts, Working Cash Accounts, Operations & Maintenance Accounts and Tort Immunity & Judgment Accounts), Transportation Fund, IMRF/Social Security Fund, Debt Service Fund and Capital Projects Fund, all of which are considered to be major funds.

HINSDALE TOWNSHIP HIGH SCHOOL DISTRICT NO. 86

Management's Discussion and Analysis For the Year Ended June 30, 2020

The District adopts an annual budget for each of the funds listed above. A budgetary comparison schedule has been provided for each fund to demonstrate compliance with this budget.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the school district. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that for the government-wide financial statements. The District's fiduciary funds are comprised of student activity accounts.

Notes to the financial statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its non-certified employees.

District-Wide Financial Analysis

Net position: The District's combined net position was higher on June 30, 2020 than June 30, 2019 by \$6.9.

HINSDALE TOWNSHIP HIGH SCHOOL DISTRICT NO. 86

Management's Discussion and Analysis

For the Year Ended June 30, 2020

Table 1		
Condensed Statement of Net Position		
(in millions of dollars)		
	2019	2020
Assets and deferred outflows:		
Current and other assets	\$ 107.8	\$ 213.6
Capital assets	37.5	64.6
Total assets	145.3	278.2
Deferred outflows	12.6	5.9
Liabilities, Deferred Inflows and Net Position:		
Liabilities		
Current liabilities	5.6	15.4
Long-term debt outstanding	100.7	199.2
Total liabilities	106.3	214.6
Deferred inflows	101.2	112.2
Net position		
Net investment in capital assets	15.9	16.2
Restricted	8.7	90.9
Unrestricted	(74.2)	(149.8)
Total net position	\$ (49.6)	\$ (42.7)

HINSDALE TOWNSHIP HIGH SCHOOL DISTRICT NO. 86

Management's Discussion and Analysis

For the Year Ended June 30, 2020

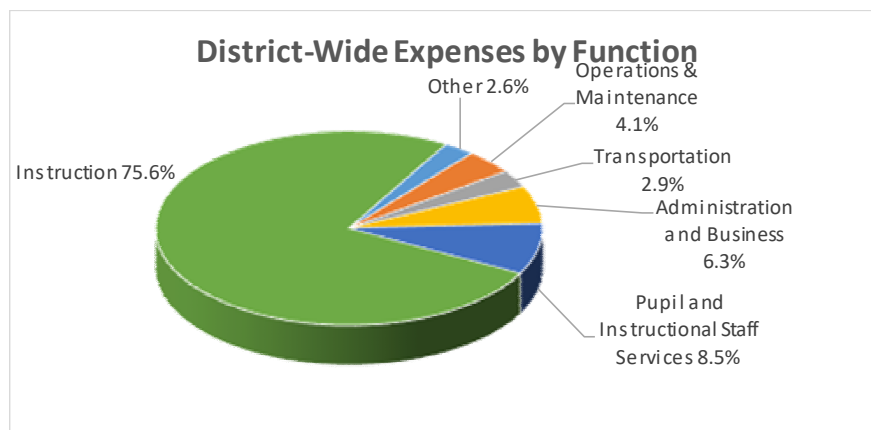
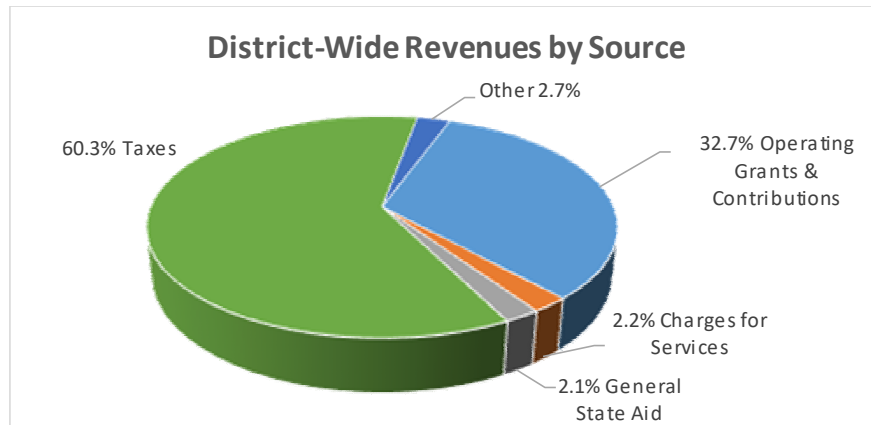
Table 2		
Changes in Net Position		
(in millions of dollars)		
	2019	2020
Revenues		
Program revenues		
Charges for services	\$ 5.4	\$ 3.2
Operating grants & contributions	38.0	46.6
Capital grants & contributions	-	-
General revenues:		
Taxes	82.9	85.9
Evidence based funding	3.0	3.0
Other	2.3	3.8
Total revenues	131.6	142.5
Expenses		
Instruction	97.1	102.6
Pupil & instructional staff services	12.3	11.5
Administration & business	9.2	8.5
Transportation	4.4	4.0
Operations & maintenance	7.3	5.5
Other	4.4	3.5
Total expenses	134.7	135.6
Decrease in net position	(3.1)	6.9
Net position, beginning	(46.5)	(49.6)
Net position, ending	\$ (49.6)	\$ (42.7)

Taxes accounted for the largest portion of the District's revenues, contributing 60%. The increase in tax revenue is due to an increase in the consumer price index and new construction that occurred within the District's boundaries. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$135.6, mostly related to instruction, support services, and the operations and maintenance of District-owned facilities.

HINSDALE TOWNSHIP HIGH SCHOOL DISTRICT NO. 86

Management's Discussion and Analysis For the Year Ended June 30, 2020

DISTRICT-WIDE REVENUES BY SOURCE



Financial Analysis of the District's Funds

The District's Governmental Funds balance increased from \$17.2 to \$101.5 from 2019 to 2020. The financial performance of the District, as it related to the total government funds as a whole, reflects an increase of \$84.3 in financial position. The significant change was due to the sale of bonds to fund the referendum construction projects. The surplus in Capital Projects funds will be spent by fiscal year 2023.

The General Fund (consisting of the Educational Accounts, Operations and Maintenance Accounts, Working Cash Accounts, and Tort Immunity & Judgment Accounts) increased \$0.6 due to reduced supply and purchase service expenses as a result of the spring school shutdown.

The Transportation Fund increased \$0.7 due to reduced expenses as a result of the spring school shutdown.

The Capital Projects Fund increased approximately \$83.0 due to the issuance of bonds for the upcoming construction projects.

HINSDALE TOWNSHIP HIGH SCHOOL DISTRICT NO. 86

Management's Discussion and Analysis For the Year Ended June 30, 2020

General Fund Budgetary Highlights

Overall, the 2020 budget was in line with the District's expectations. The following variances ignore the on-behalf payment made by the state, which is recorded as a revenue and expense on the District financial reports that offsets. Total revenues were in line with the budget with no significant deviations occurring. Total expenditures were \$2.4 million under budget primarily driven by transportation, supplies, and purchase service expenditures being less than anticipated.

Capital Asset and Debt Administration

Capital assets

By the end of 2020, the District had compiled a total investment of \$125.0 (\$64.6 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. The reason for the overall increase was the addition new construction. Total depreciation expense for the year was \$2.5. More detailed information about capital assets can be found in Note 3 of the basic financial statements.

Table 3		
Capital Assets (net of depreciation)		
(in millions of dollars)		
	2019	2020
Land	\$ 2.6	\$ 2.6
Construction in progress		4.7
Land improvements	4.5	2.9
Building improvements	26.3	48.8
Equipment	4.1	5.6
Total	<u>\$ 37.5</u>	<u>\$ 64.6</u>

Long-term debt

Bonded Debt and other long-term liabilities increased by \$99.8 as the result of issuing new bonds. At the end of fiscal 2020, the District had a debt margin of \$298.1. More detailed information on long-term debt can be found in Note 4 of the basic financial statements.

Table 4			
Outstanding Long-Term Debt			
(in millions of dollars)			
	2019	2020	Increase (Decrease)
General Obligation bonds	\$ 20.3	\$ 123.8	509.9%
Other	79.1	75.4	-4.7%
Total	<u>\$ 99.4</u>	<u>\$ 199.2</u>	<u>100.4%</u>

HINSDALE TOWNSHIP HIGH SCHOOL DISTRICT NO. 86

Management's Discussion and Analysis For the Year Ended June 30, 2020

Factors Affecting the District's Future

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

The District is currently in the middle of completing multi-year referendum construction projects. Construction commenced in the summer of 2020 with work scheduled to continue through the summer of 2023 and potentially into the summer of 2024. The District completed two of the three bond sales in fiscal year 2020 with the third being completed in October of 2020 (fiscal year 2021).

The District is also dealing with the uncertainty created by COVID-19. The District anticipates that it will operate under differing instructional models (remote, hybrid, or full in-person) throughout fiscal year 2021 and potentially into fiscal year 2022. The variation in instructional models create differing depends on the District staffing structure which can lead to increased costs. The District is also incurring additional costs related to personal protective equipment (PPE).

Along with the short-term costs, the District is also monitoring potential long-term financial impacts. The uncertainty and reduced economic activity could lead to future reductions in local property tax revenue, state funding, or federal funding. The District is currently experiencing a significant reduction in interest revenue due to a decline in interest rates.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office:

Josh Stephenson, Chief Financial Officer
Hinsdale Township High School District 86
5500 S. Grant Street
Hinsdale, Illinois 60521

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Hinsdale Township High School District 86

Statement of Net Position

<i>June 30, 2020</i>	Governmental Activities
Assets	
Cash and cash equivalents	\$ 162,732,262
Receivables	
Property taxes	47,512,613
Due from other governments	1,487,467
Other	1,773,604
Prepaid items	6,180
Net pension asset - IMRF	104,431
Capital assets	
Land	2,597,925
Construction in progress	4,693,269
Other capital assets, net of depreciation	<u>57,284,290</u>
Total assets	<u>278,192,041</u>
Deferred outflow of resources	
Deferred amount on refunding	338,295
Deferred outflows related to pensions	1,632,773
Deferred outflows related to OPEB	<u>3,947,688</u>
Total deferred outflow of resources	<u>5,918,756</u>
Liabilities	
Accounts payable	10,238,499
Accrued salaries and related expenses	4,307,799
Health claims payable	913,092
Noncurrent liabilities:	
Due within one year	5,731,723
Due in more than one year	<u>193,431,105</u>
Total liabilities	<u>214,622,218</u>
Deferred inflow of resources	
Property taxes levied for subsequent years	96,545,320
Deferred inflows related to pensions	2,831,629
Deferred inflows related to OPEB	<u>12,806,994</u>
Total deferred inflow of resources	<u>112,183,943</u>
Net position	
Net investment in capital assets	16,211,140
Restricted for	
Operations and maintenance	6,408,365
Tort immunity	480,384
Employee retirement	85,492
Debt service	942,202
Capital projects	83,034,682
Unrestricted	<u>(149,857,629)</u>
Total net position	<u>\$ (42,695,364)</u>

See accompanying notes to financial statements.

Hinsdale Township High School District 86

Statement of Activities

		Program Revenues		Net (Expense)
		Charges for	Operating	Revenue and
		Services	Grants and	Changes in
			Contributions	Net Position
				Total
				Governmental
				Activities
<i>For the Year Ended June 30, 2020</i>				
	Expenses			
Functions/Programs				
Governmental activities				
Instructional services				
Regular programs	\$ 37,643,563	\$ 1,962,891	\$ 614,986	\$ (35,065,686)
Special programs	12,199,370	820,144	1,441,422	(9,937,804)
Tuition, learning disabilities	9,927,610	-	-	(9,927,610)
State retirement contributions	42,791,448	-	42,791,448	-
Support services				
Pupils	9,452,290	-	-	(9,452,290)
Instructional staff	2,066,448	-	81,542	(1,984,906)
General administration	4,188,236	-	-	(4,188,236)
School administration	2,146,081	-	-	(2,146,081)
Business	2,165,709	-	68,425	(2,097,284)
Operations and Maintenance	5,467,895	284,993	10,164	(5,172,738)
Transportation	3,977,109	110,068	1,549,993	(2,317,048)
Central	2,994,042	-	-	(2,994,042)
Community Services	93,127	-	-	(93,127)
Non-programmed charges	418,862	-	-	(418,862)
Interest on long-term liabilities	(44,867)	-	-	44,867
Total governmental activities	\$ <u>135,486,923</u>	\$ <u>3,178,096</u>	\$ <u>46,557,980</u>	<u>(85,750,847)</u>
General revenues				
Property taxes levied for				
General purposes				77,354,791
Transportation				2,909,269
Retirement				2,431,048
Debt service				1,956,017
Personal property replacement taxes				1,223,441
Federal and state aid not restricted for specific purposes				2,984,968
Earnings on investments				3,476,916
Other general				<u>338,662</u>
Total general revenue				<u>92,675,112</u>
Change in net position				6,924,265
Net position, beginning of year				<u>(49,619,629)</u>
Net position, ending				\$ <u>(42,695,364)</u>

See accompanying notes to financial statements.

FUND FINANCIAL STATEMENTS

Hinsdale Township High School District 86

Balance Sheet Governmental Funds

<i>June 30, 2020</i>	General Fund	Transportation	IMRF/Social Security
Assets			
Cash and cash equivalents	\$ 60,618,014	\$ 2,400,193	\$ 1,711,871
Receivables			
Taxes receivable	39,147,183	1,329,626	1,400,345
Intergovernmental accounts receivable	1,104,529	382,938	-
Other receivables	247,118	27,766	-
Prepaid items	<u>6,180</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 101,123,024</u>	<u>\$ 4,140,523</u>	<u>\$ 3,112,216</u>
Liabilities, deferred inflows, and fund balances			
Liabilities			
Accounts payable	\$ 476,663	\$ 34	\$ -
Accrued salaries and related expenditures	4,113,089	-	194,710
Health claim payable	<u>913,092</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>5,502,844</u>	<u>34</u>	<u>194,710</u>
Deferred inflow of resources			
Property taxes levied for subsequent year	<u>79,623,831</u>	<u>2,691,798</u>	<u>2,832,014</u>
Fund balances			
Nonspendable:			
Prepaid items	6,180		
Restricted for:			
Operations and maintenance	6,408,365	-	-
Tort immunity	480,384	-	-
Employee retirement	-	-	85,492
Debt service	-	-	-
Capital projects	-	-	-
Assigned for self insurance	1,036,823	-	-
Unassigned	<u>8,064,597</u>	<u>1,448,691</u>	<u>-</u>
Total fund balances	<u>15,996,349</u>	<u>1,448,691</u>	<u>85,492</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 101,123,024</u>	<u>\$ 4,140,523</u>	<u>\$ 3,112,216</u>

See accompanying notes to financial statements.

Debt Service Funds	Capital Projects Funds	Total
\$ 6,704,420	\$ 91,297,764	\$ 162,732,262
5,635,459	-	47,512,613
-	-	1,487,467
-	1,498,720	1,773,604
<u>-</u>	<u>-</u>	<u>6,180</u>
<u>\$ 12,339,879</u>	<u>\$ 92,796,484</u>	<u>\$ 213,512,126</u>

\$ -	\$ 9,761,802	\$ 10,238,499
-	-	4,307,799
<u>-</u>	<u>-</u>	<u>913,092</u>
<u>-</u>	<u>9,761,802</u>	<u>15,459,390</u>
<u>11,397,677</u>	<u>-</u>	<u>96,545,320</u>

		6,180
-	-	6,408,365
-	-	480,384
-	-	85,492
942,202	-	942,202
-	83,034,682	83,034,682
-	-	1,036,823
<u>-</u>	<u>-</u>	<u>9,513,288</u>
<u>942,202</u>	<u>83,034,682</u>	<u>101,507,416</u>
<u>\$ 12,339,879</u>	<u>\$ 92,796,484</u>	<u>\$ 213,512,126</u>

Hinsdale Township High School District 86

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

June 30, 2020

Total fund balances - governmental funds	\$ 101,507,416
---	----------------

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of assets is \$125,016,493 and the accumulated depreciation is \$60,441,009	64,575,484
--	------------

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of:

Bonds payable	(112,545,000)	
Compensated absences	(211,723)	
Net pension asset - IMRF	104,431	
Net pension liability - TRS	(5,112,604)	
Net OPEB liability - THIS	(55,406,480)	
Net OPEB liability - District Plan	(14,629,165)	
Unamortized bond premium	(11,257,856)	
		(199,058,397)

Deferred inflows and outflows of resources related to pensions and OPEB, and bonds are not reported in the governmental funds.

Deferred outflows related to refunding costs	338,295	
Deferred outflows related to pensions and OPEB	5,580,461	
Deferred inflows related to pensions and OPEB	(15,638,623)	(9,719,867)

Net position - governmental activities, per statement of net position	<u>\$ (42,695,364)</u>
--	-------------------------------

See accompanying notes to financial statements.

Hinsdale Township High School District 86

Statements of Revenues, Expenditures and Changes In Fund Balance - Governmental Funds

<i>Year Ended June 30, 2020</i>	General Fund	Transportation	IMRF/Social Security
Revenues			
Local sources			
Property taxes	\$ 77,354,791	\$ 2,909,269	\$ 2,431,048
Replacement taxes	1,173,441	-	50,000
Earnings on investments	1,331,115	37,883	27,047
Charges for services	2,400,051	-	-
Other	<u>978,614</u>	<u>110,068</u>	<u>-</u>
Total local resources	<u>83,238,012</u>	<u>3,057,220</u>	<u>2,508,095</u>
State resources	26,403,931	1,533,411	-
Federal resources	<u>1,643,713</u>	<u>16,582</u>	<u>-</u>
Total revenues	<u>111,285,656</u>	<u>4,607,213</u>	<u>2,508,095</u>
Expenditures			
Instruction	77,479,465	-	1,284,378
Supporting services	27,453,965	3,952,240	1,255,831
Community services	92,875	-	252
Non-programmed charges	418,862	-	-
Capital outlay	2,737,161	-	-
Debt service			
Payments of principal on long-term debt	-	-	-
Interest on long-term debt	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>108,182,328</u>	<u>3,952,240</u>	<u>2,540,461</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,103,328</u>	<u>654,973</u>	<u>(32,366)</u>
Other financing sources (uses)			
Principal on bonds sold	-	-	-
Premium on bonds sold	-	-	-
Proceeds from sale of fixed assets	57,580	-	-
Transfers in	-	-	-
Transfers out	<u>(2,532,999)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,475,419)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	627,909	654,973	(32,366)
Fund balances, beginning of year	<u>15,368,440</u>	<u>793,718</u>	<u>117,858</u>
Fund balances, end of year	<u>\$ 15,996,349</u>	<u>\$ 1,448,691</u>	<u>\$ 85,492</u>

See accompanying notes to financial statements.

Debt Service Funds	Capital Projects Funds	Total
\$ 1,956,017	\$ -	\$ 84,651,125
-	-	1,223,441
35,781	2,045,090	3,476,916
-	-	2,400,051
<u>-</u>	<u>6,900</u>	<u>1,095,582</u>
<u>1,991,798</u>	<u>2,051,990</u>	<u>92,847,115</u>
-	-	27,937,342
<u>-</u>	<u>-</u>	<u>1,660,295</u>
<u>1,991,798</u>	<u>2,051,990</u>	<u>122,444,752</u>
-	-	78,763,843
-	6,060,080	38,722,116
-	-	93,127
-	-	418,862
-	19,439,836	22,176,997
3,093,132	-	3,093,132
<u>528,145</u>	<u>-</u>	<u>528,145</u>
<u>3,621,277</u>	<u>25,499,916</u>	<u>143,796,222</u>
<u>(1,629,479)</u>	<u>(23,447,926)</u>	<u>(21,351,470)</u>
-	93,735,000	93,735,000
-	11,827,169	11,827,169
-	-	57,580
1,680,549	852,450	2,532,999
<u>-</u>	<u>-</u>	<u>(2,532,999)</u>
<u>1,680,549</u>	<u>106,414,619</u>	<u>105,619,749</u>
51,070	82,966,693	84,268,279
<u>891,132</u>	<u>67,989</u>	<u>17,239,137</u>
<u>\$ 942,202</u>	<u>\$ 83,034,682</u>	<u>\$ 101,507,416</u>

Hinsdale Township High School District 86

Reconciliation of the Statement of Revenues, Expenditures and Changes In Fund Balance of the Governmental Funds to the Statement of Activities

Year Ended June 30, 2020

Net change in fund balances - governmental funds \$ 84,268,279

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the assets with an initial, individual cost of more than \$1,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlay	29,554,344	
Depreciation expense	<u>(2,486,920)</u>	27,067,424

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. These activities consist of:

Compensated absences	(81,715)	
Change in net pension liability - TRS	114,009	
Change in net pension liability - IMRF	4,613,802	
Change in OPEB liability - THIS	(2,025,028)	
Change in deferred inflows/outflows related to pensions and OPEB	(4,744,171)	
Change in OPEB liability - District Plan	<u>(392,310)</u>	
		(2,515,413)

The governmental funds record bond and loan proceeds as other financing sources, while repayment of bond and loan principal is reported as an expenditure. Also, governmental funds report the effect of issuance costs and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these differences in the treatment of bonds and loans and related items is as follows:

Bond proceeds	(93,735,000)	
Repayment of bond and loan principal	3,093,132	
Premium on bonds amortization, net of current amortization	(11,220,328)	
Deferred amount on refunding amortization	<u>(33,829)</u>	<u>(101,896,025)</u>

Change in net position of governmental activities \$ 6,924,265

See accompanying notes to financial statements.

Hinsdale Township High School District 86

Statement of Fiduciary Assets and Liabilities - Agency Fund

June 30, 2020

Assets

Cash	\$ <u><u>1,224,166</u></u>
------	----------------------------

Liabilities

Due to student groups	1,101,535
-----------------------	-----------

Due to flex benefit plan	<u>122,631</u>
--------------------------	----------------

Total liabilities	\$ <u><u>1,224,166</u></u>
-------------------	----------------------------

See accompanying notes to financial statements.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Hinsdale Township High School District 86 (the "District") operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to accounting principles generally accepted in the United States of America, as applicable to local governmental units of this type. The following is a summary of the more significant accounting policies of the District.

a. Reporting Entity

Accounting principles generally accepted in the United States of America require that the financial reporting entity include (1) the primary government, (2) organizations for which the primary district is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided by governmental accounting standards have been considered and there are no agencies or entities which should be presented with the District. Using the same criteria, the District is not included as a component unit of any other governmental entity.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the primary government. This report does not contain any component units.

b. Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of interfund activity has been removed from these statements. The District's operating activities are considered "governmental activities," that is, activities that are normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered "business activities."

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: (1) amounts paid by the recipient of goods or services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues instead.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

b. Basis of Presentation (Continued)

Governmental Fund Financial Statements

The governmental fund financial statements are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, reserves, fund balance, revenues and expenditures. Fund accounting segregates funds according to their intended purpose, and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, reserves, fund balance, revenues and expenditures. The minimum number of funds is maintained consistent with legal and managerial requirements.

Separate financial statements are provided for all governmental funds and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements.

c. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide, proprietary fund, and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the County gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been met.

The Government fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities in the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

d. Major Governmental Funds

General Fund - the general operating fund of the District. It accounts for all financial resources except those accounted for in another fund. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state government aid.

Educational Account – These accounts are used for most of the instructional and administrative aspects of the District's operations, as well as providing school lunch services to students. The revenue consists primarily of local property taxes, state government aid, student registration fees, and lunch receipts from the District food service program.

Operations and Maintenance Account – These accounts are used for expenditures made for operation, repair, and maintenance of District property. Revenue consists primarily of local property taxes.

Tort Immunity Account – This fund accounts for revenues and expenditures related to tort immunity. Revenue is primarily derived from local property taxes.

Working Cash Account – This fund accounts for financial resources held by the District to be used as loans for working capital requirements to any other fund for which taxes are levied. The Working Cash Account was established and has been used to respond to fluctuations in cash flow resulting from unpredictable property tax collections. The earnings of the fund are allowed to be transferred to another fund under the Illinois Compiled Statutes. The principal of the fund, accumulated from bond issues, can be used as a source from which the District borrows money to support temporary deficiencies in other funds, or may be partially or fully transferred to the General Fund's Educational Account, upon Board approval.

Special Revenue Funds - account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes, other than those accounted for in the Debt Service Fund, Capital Projects Funds or Fiduciary Funds.

Transportation Fund – This fund accounts for the revenue and expenditures relating to student transportation, both to and from school. Revenue is derived primarily from local property taxes and state reimbursement grants.

Municipal Retirement/Social Security Fund – This fund accounts for the District's portion of the pension contributions to the Illinois Municipal Retirement Fund for noncertified employees and social security contributions for applicable certified and noncertified employees. Revenue to finance the contributions is derived primarily from local property taxes.

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

Hinsdale Township High School District 86

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

d. Major Governmental Funds (Continued)

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

Capital Projects Fund – accounts for construction projects and renovations financed through serial bond issues.

e. Other Fund Types

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

Agency Funds - include Student Activity Funds, Convenience Accounts and Other Agency Funds. These funds are custodial in nature and do not present results of operations or have a measurement focus. Although the Board of Education has the ultimate responsibility for Activity Funds, they are not local education agency funds. Student Activity Funds account for assets held by the District which are owned, operated and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational or cultural purposes. Convenience Accounts accounts for assets that are normally maintained by a local education agency as a convenience for its faculty, staff, etc.

On-behalf payments (payments made by a third party for the benefit of the district, such as payments made by the state to the Teachers' Retirement System) have been recognized in the financial statements.

Property taxes, replacement taxes, certain state and federal aid, and interest on investments are susceptible to accrual. Other receipts become measurable and available when cash is received by the District and recognized as revenue at that time.

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as deferred revenues until earned.

f. All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

g. Deposits and Investments

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly rated commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool. Investments are stated at fair value. Changes in fair value of investments are included as investment income.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

h. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds”. These amounts are eliminated in the governmental activities column in the statement of net position. Receivables are expected to be collected within one year.

i. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are reported as prepaid items in both the government-wide and fund financial statements. Prepaid expenditures are accounted for using the consumption method, that is they are recognized as an expenditure as they are used.

j. Deferred Inflows/ Unearned Revenue

In addition to assets, the statement of net position/balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of net position/balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

k. Property Taxes

The District adopts its tax levy resolution by the last Tuesday in December of each year. The District’s 2019 levy resolution was approved during the December 12, 2019 board meeting. The District’s property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

The tax rate ceilings are applied at the fund level. These ceilings are established by state law subject to change only by the approval of the voters of the District.

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lessor of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is “new growth” in the District’s tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

k. Property Taxes (Continued)

A portion of property taxes are collected by the Cook County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two installments: the first due on March 1 and the second due on the later of August 1 or 30 days after the second installment tax bill is mailed. The first installment is an estimated bill, and is fifty-five percent of the prior year's tax bill. The second installment is based in the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill. Property taxes are normally collected by the District within 60 days of the due date.

A portion of property taxes are collected by the DuPage County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two equal installments: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the District within 60 days of the respective installment dates.

The 2019 property tax levy, less amounts received prior to June 30, is recognized as a receivable in fiscal 2020, net of estimated uncollectible amounts approximating 1%. The District has determined that the first and second installments of the 2019 levy is to be used to finance operations in fiscal 2021 and has deferred the corresponding receivable and related collections.

l. Personal Property Replacement Taxes

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

m. Capital Assets

Capital assets, which include land, land improvements, buildings, buildings improvements, vehicles, machinery, equipment, and construction in progress are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial cost of more than \$1,000 and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings	40
Land improvements	20
Furniture, equipment, and vehicles	5-20

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

n. Compensated Absences

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have maturities, as a result of employee resignations and retirements, or are payable with expendable available resources.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at June 30, 2020 are determined on the basis of current salary rates and include salary related payments.

Full-time, twelve month support staff employees are eligible for paid vacation time based on the number of fully completed years of full-time employment with the District as of July 1 according to the following schedule: 1-5 completed years (10 days), 6-10 completed years (15 days), and 11 completed years or more (20 days). In order to be eligible to earn paid vacation, the employee must work at least 1,600 hours during the year preceding July 1. During the first year of employment, the employee must work at least 120 hours during the preceding month to be eligible to earn vacation days.

Vacation pay shall be paid at the rate of the employee's regular hourly rate of pay in effect for the employee's regular job classification. An employee who provides at least two weeks advance written notice of his/her termination of employment with the District shall be paid for any earned but unused vacation at the time of termination. Upon retirement, resignation, or termination, a maximum of thirty days of accrued vacation days will be paid out. The District's entire liability for unpaid vacation is reported on the government-wide financial statements.

All full-time certified employees receive fourteen sick days per year, in accordance with the agreement between the Board of Education and the Hinsdale High School Teachers Association. The District does not reimburse certified employees covered under this agreement for unused sick days remaining upon termination of employment. Due to the nature of the policies on sick leave, and the fact that any liability is contingent upon future events and cannot be reasonably estimated, no liability is provided in the financial statements for accumulated unpaid sick leave.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

o. Long-Term Obligations

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

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

p. Equity Classifications

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

Net investments in capital assets. Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less than any unspent debt proceeds.

Restricted. Consists of net position with constraints placed on its use wither by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.

Unrestricted. All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and then unrestricted resources as they are needed.

Equity is classified as fund balance in the fund financial statements and displayed in five components:

Nonspendable – includes amounts not in spendable form, such as inventory, or amounts required to be maintained intact legally or contractually (principal endowment) (e.g. inventory, prepaid items, permanent scholarships).

Restricted – includes amounts constrained for a specific purpose by external parties (e.g. Debt Service, Capital Projects, State and Federal Grant Funds).

Hinsdale Township High School District 86

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

p. Equity Classifications (Continued)

Committed – includes amounts constrained for a specific purpose by a government using its highest level of decision making authority, the Board of Education. This formal action (a resolution) must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constrained imposed require the same formal action of the Board of Education that originally created the commitment.

Assigned – includes general fund amounts constrained for a specific purpose by the Board of Education or by an Official that has been delegated authority to assign amounts. The Board of Education has declared that the Superintendent or the Superintendent's designee may assign amounts for a specific purpose. The Board of Education may also take official action to assign amounts. Additionally, all remaining positive spendable amounts in governmental funds, other than the General Fund, that are neither restricted nor committed are considered assigned. Assignments may take place after the end of the reporting period.

Unassigned – includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended in the General Fund is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance. In all other funds (Special Revenue, Debt Service, Capital Projects), assigned fund balance will be spent first, followed by committed fund balance, and then restricted fund balance.

Governmental fund balances reported on the fund financial statements at June 30, 2020 are as follows:

The restricted fund balance in the General Fund is comprised of \$6,408,365 for operations and maintenance and \$480,384 for tort immunity. The remaining restricted fund balances are for the purpose of the respective funds as described above in the Major Governmental Funds section. The assigned balance in the General Fund is comprised of \$1,036,823 for self-insurance claims.

q. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net positions of the Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF), together "the Plans," and additions to/deductions from the Plans' fiduciary net positions have been determined on the same basis as they are reported by the Plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

r. Eliminations and Reclassifications

In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified.

Note 2: Deposits and Investments

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

At June 30, 2020, the District's cash and investments comprised of the following:

	Government- Wide	Fiduciary	Total
Cash and investments	<u>\$ 162,732,262</u>	<u>\$ 1,224,166</u>	<u>\$ 163,956,428</u>

For disclosure purposes, this amount is segregated into the following components: 1) deposits with financial institutions, which include amounts held in demand accounts, savings accounts and nonnegotiable certificates of deposit; 2) external investment pools and 3) other investments, which consist of all investments other than non-negotiable certificates of deposits and external investment pools.

	Cash and Investments
Deposits with financial institutions	\$ 57,212,320
Other investments	<u>106,744,108</u>
Total	<u>\$ 163,956,428</u>

The Illinois Funds is investment pool created and regulated by the Illinois General Assembly. The fair value of the District's investment in Illinois Funds has been determined using the net asset value (NAV) per share (or its equivalent) of the investments. The NAV of Illinois Funds is determined as of the close of business on each Illinois banking day. Illinois Funds invests in high-quality short-term debt instruments (U.S. Treasuries, U.S. agencies, and commercial paper), and shares may be redeemed on demand. There were no known restrictions on redemption of the District's investments as of June 30, 2020.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 2: Cash and Investments (Continued)

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is an investment pool created and regulated by the Illinois General Assembly. The fair value of the District's investment in ISDLAF+ has been determined using the net asset value (NAV) per share (or its equivalent) of the investments. The NAV of the Liquid Class and MAX Class are determined as of the close of business on each Illinois banking day. The Multi-Class Series invests in high-quality short-term debt instruments (money market instruments), and shares may be redeemed on any Illinois banking day. The Term Series invest in high-quality debt instruments, which are generally money market instruments but may include instruments with a maturity over one year, and shares may be redeemed with seven days' advance notice. There were no known restrictions on redemption of the District's investments as of June 30, 2020.

U.S. Agency Securities, Municipal Bonds, and Negotiable CDs are valued by a pricing service based on recent market transactions (Level 2 inputs).

As of June 30, 2020, the District had the following investments:

Investment Type	Fair Value	Investment Maturities (in Years)			Percent of Portfolio	Applicable Agency Rating
		Less than 1	1 - 5	6 - 10		
ISDLAF	\$ 90,377,287	\$ 90,377,287	\$ -	\$ -	84.7 %	AAAm
Municipal bonds	<u>16,366,821</u>	<u>-</u>	<u>16,366,821</u>	<u>-</u>	<u>15.3 %</u>	A- to AAA
Total investments	<u>\$ 106,744,108</u>	<u>\$ 90,377,287</u>	<u>\$ 16,366,821</u>	<u>\$ -</u>	<u>100.0 %</u>	

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the District's policy states the objectives of the District's investment activities to be meeting the school district's need for safety, liquidity, rate of return, and diversification, and its general performance.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State Statutes limit the investments in commercial paper and corporate bonds to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The District has no investment policy that would further limit its investment choices.

Concentration of Credit Risk

The District investment policy does not restrict the amount of investment in any one issuer. More than 5 percent of the District's investments are concentrated in specific individual investments. The above table indicates the percentage of each investment to the total investments of the District.

Custodial Credit Risk - Deposits

With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2020, the bank balance of the District's deposits with financial institutions totaled \$64,879,916, of which all was collateralized or insured.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 2: Cash and Investments (Continued)

Custodial Credit Risk -Investments

With respect to Investments, custodial credit risk refers to the risk that, in the event of a bank failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring all investments be secured by private insurance or collateral.

Foreign Currency Risk

The District held no foreign investments during the fiscal year.

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

Note 3: Capital Assets

Governmental activities capital asset balances and activity for the year ended June 30, 2020, were as follows:

Governmental Activities	Balance 7/1/2019	Additions	Deletions	Balance 6/30/2020
Capital assets, not being depreciated:				
Land	\$ 2,597,925	\$ -	\$ -	\$ 2,597,925
Construction in progress	<u>-</u>	<u>4,693,269</u>	<u>-</u>	<u>4,693,269</u>
Total capital assets, not being depreciated	<u>2,597,925</u>	<u>4,693,269</u>	<u>-</u>	<u>7,291,194</u>
Capital assets, being depreciated:				
Land improvements	9,284,498	16,831	-	9,301,329
Building	70,062,921	22,928,108	-	92,991,029
Equipment	<u>13,516,805</u>	<u>1,916,136</u>	<u>-</u>	<u>15,432,941</u>
Total capital assets, being depreciated	<u>92,864,224</u>	<u>24,861,075</u>	<u>-</u>	<u>117,725,299</u>
Accumulated depreciation:				
Land improvements	(6,240,389)	(205,818)	-	(6,446,207)
Building	(42,282,687)	(1,876,399)	-	(44,159,086)
Equipment	<u>(9,431,012)</u>	<u>(404,703)</u>	<u>-</u>	<u>(9,835,715)</u>
Total accumulated depreciation	<u>(57,954,089)</u>	<u>(2,486,920)</u>	<u>-</u>	<u>(60,441,009)</u>
Total capital assets, being depreciated, net	<u>\$ 34,910,135</u>	<u>\$ 22,374,155</u>	<u>\$ -</u>	<u>\$ 57,284,290</u>
Governmental activities capital assets, net	<u>\$ 37,508,060</u>	<u>\$ 27,067,424</u>	<u>\$ -</u>	<u>\$ 64,575,484</u>

Hinsdale Township High School District 86

Notes to Financial Statements

Note 3: Capital Assets (Continued)

Depreciation expense was charged to functions of the District as follows:

<i>Instructional Services</i>		
Regular programs	\$	994,768
Special programs		223,823
Instruction		124,346
<i>Supporting Services</i>		
Pupils		174,084
Instructional staff		74,608
General administration		99,477
School administration		24,869
Business		24,869
Operations and maintenance of facilities		223,823
Transportation		24,869
Central		<u>497,384</u>
	\$	<u>2,486,920</u>

Note 4: Long-Term Debt

Long-term debt consisted of the following at June 30, 2020:

	Balance 7/1/2019	Additions	Reductions	Balance 6/30/2020	Amounts due Within One Year
General Obligation Bonds	\$ 20,275,000	\$ 93,735,000	\$ 1,465,000	\$ 112,545,000	\$ 5,520,000
Unamortized premium	<u>37,528</u>	<u>11,827,169</u>	<u>606,841</u>	<u>11,257,856</u>	<u>-</u>
Total Bonds payable	20,312,528	105,562,169	2,071,841	123,802,856	5,520,000
Net pension liability(asset) -					
IMRF	4,509,371	-	4,613,802	(104,431)	-
Net pension liability - TRS	5,226,613	-	114,009	5,112,604	-
Net OPEB liability - THIS	53,381,452	2,025,028	-	55,406,480	-
Net OPEB liability - District plan	14,236,855	392,310	-	14,629,165	-
Capital leases	1,628,132	-	1,628,132	-	-
Compensated absences	<u>130,008</u>	<u>211,723</u>	<u>130,008</u>	<u>211,723</u>	<u>211,723</u>
Total long-term liabilities - governmental activities	<u>\$ 99,424,959</u>	<u>\$ 108,191,230</u>	<u>\$ 8,557,792</u>	<u>\$ 199,058,397</u>	<u>\$ 5,731,723</u>

Hinsdale Township High School District 86

Notes to Financial Statements

Note 4: Long-Term Debt (Continued)

The obligations for the compensated absences, net pension liability and net OPEB liability will be repaid from the General Fund. The obligations for capital leases are paid from the Debt Service Fund via transfers from the General Fund. The obligations for General Obligations bonds are paid through a levy in the Debt Service Fund.

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

Purpose	Interest rates	Original Indebtedness	Carrying Amount
Series 2012 Limited School Bonds dated February 16, 2012 are due in annual installments through January 15, 2030	2% - 5%	\$ 15,395,000	\$ 1,095,000
Series 2015 Limited School Bonds dated December 15, 2015 are due in annual installments through January 15, 2027	0.61%-3.14%	4,800,000	3,210,000
Series 2016 Limited School Refunding Bonds dated July 20, 2016 are due in annual installments through December 30, 2029	2.01%	14,700,000	14,505,000
Series 2019 School Building Bonds dated July 15, 2019 are due in annual installments through January 15, 2039	4.00%-5.00%	<u>62,260,000</u>	<u>62,260,000</u>
Series 2019 Local Government Program Revenue Bonds are due in annual installments through July 15, 2039	4.00%-5.00%	<u>31,475,000</u>	<u>31,475,000</u>
Total		<u>\$ 128,630,000</u>	<u>\$ 112,545,000</u>

Annual debt service requirements to maturity for general obligation bonds are as follows for governmental type activities:

	Principal	Interest	Total
2021	\$ 5,520,000	\$ 5,799,220	\$ 11,319,220
2022	2,805,000	4,108,016	2,217,116
2023	2,885,000	4,020,952	2,262,052
2024	2,900,000	3,931,551	2,234,401
2025	2,935,000	3,841,449	10,251,383
2026 - 2030	24,580,000	17,351,195	41,931,195
2031 - 2035	31,925,000	11,730,000	43,655,000
2036 - 2040	<u>38,995,000</u>	<u>4,643,600</u>	<u>43,638,600</u>
Total	<u>\$ 112,545,000</u>	<u>\$ 55,425,983</u>	<u>\$ 167,970,983</u>

Hinsdale Township High School District 86

Notes to Financial Statements

Note 4: Long-Term Debt (Continued)

In previous years, the District issued bonds; the proceeds of which were used to advance refund previous issues. At June 30, 2020, \$12,370,000 of defeased bonds remained outstanding.

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.90% of the most recent available equalized assessed valuation of the District. As of June 30, 2020, the statutory debt limit for the District was \$409,687,548, providing a debt margin of \$298,084,750. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2020, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

Capital leases – In previous years, the District entered into capital lease agreements as lessee for financing the acquisition of copiers and computer equipment valued at \$2,921,508. The equipment has a five-year useful life. These lease agreements qualify as capital leases for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the inception dates. As of June 30, 2020, all capital leases have been retired.

Note 5: Risk Management

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from workers' compensation risks, the District participates in the following public entity risk pool: School Employees Loss Fund (SELF). The District pays annual premiums to the pool for insurance coverage. The arrangements with the pool provide that it will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pool. There have been no significant reductions in insurance coverage from coverage in any of the past three fiscal years.

The District continues to carry commercial insurance for all other risks of loss, other than medical and dental coverage. Premiums have been recorded as expenditures in the appropriate funds. There have been no significant reductions in insurance coverage from coverage in the prior years. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The District is self-insured for medical and dental coverage that is provided to District personnel. A third party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third party administrator for payment of employee health claims and administration fees. The District's liability will not exceed \$150,000 per employee or 125% of the average claim value in the aggregate, as provided by stoploss provisions incorporated in the plan.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 5: Risk Management (Continued)

At June 30, 2020, total unpaid claims, including an estimate of claims that have been incurred but not reported to the administrative agent, totaled \$891,014. The estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other nonincremental costs to the claims liability. For the two years ended June 30, 2020 and June 30, 2019, changes in the liability reported in the General (Educational) Fund for unpaid claims are summarized as follows:

Fiscal Year	Claims Payable		Current Year		Claims Payments	Claims Payable End of Year		
	Beginning of Year		Changes in Estimates					
2020	\$	891,014	\$	7,075,069	\$	7,052,991	\$	913,092
2019	\$	638,451	\$	8,533,236	\$	8,280,673	\$	891,014

Note 6: Employee Retirement Systems

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

a. Teachers' Retirement System of the State of Illinois (TRS)

Plan Description

The District participates in the TRS. TRS is a cost-sharing, multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago.

TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/cafrs/fy2019>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 6: Employee Retirement Systems (Continued)

Benefits Provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I 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. Disability and death benefits are also provided.

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

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

Contributions

The state of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90% 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, 2019, was 9.0% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 6: Employee Retirement Systems (Continued)

On-behalf contributions to TRS. The State of Illinois makes employer pension contributions on-behalf of the District. For the year ended June 30, 2020, State of IL contributions recognized by the District were based on the State's proportionate share of the pension expense associated with the District, and the District recognized revenue and expenses of \$39,505,958 in the governmental activities based on the economic resources measurement focus and revenues and expenditures of \$22,271,045 in the General Fund based on the current financial resources measurement focus.

2.2 formula contributions. The District contributes 0.58% of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2020 were \$286,046, and are deferred because they were paid after the June 30, 2020 measurement date.

Federal and special trust fund contributions. When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District 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, 2020, the employer pension contribution was 10.66% of salaries paid from federal and special trust funds. For the year ended June 30, 2020, \$295,155 of salaries were paid from the federal and special trust funds and contributions for the year ended June 30, 2020 were \$286,046 are deferred because they were paid after the June 30, 2019 measurement date.

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

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2020, the District did not make any payments for salary increases over 6 percent, salary increases over 3 percent, or excess sick leave contributions.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 6: Employee Retirement Systems (Continued)

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

At June 30, 2020, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for State pension support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net Pension liability	\$ 5,112,604
State's proportionate share of the net pension liability associated with the District	<u>363,858,478</u>
Total	<u>\$ 368,971,082</u>

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018 and rolled forward to June 30, 2020. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2020, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2020, the employer's proportion was 0.006303%, which was a decrease of 0.000402% from its proportion measured as of June 30, 2018.

At June 30, 2020, the District had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 83,833	\$ -
Changes in assumptions	114,557	98,136
Net difference between projected and actual earnings in pension plan investments	8,099	-
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>51,466</u>	<u>664,833</u>
Total deferred amounts to be recognized in pension expense in future periods	257,955	762,969
District's contributions subsequent to the measurement date	<u>286,046</u>	<u>-</u>
Total	<u>\$ 544,001</u>	<u>\$ 762,969</u>

Hinsdale Township High School District 86

Notes to Financial Statements

Note 6: Employee Retirement Systems (Continued)

\$286,046 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2021	\$ (191,007)
2022	(213,649)
2023	(47,975)
2024	(30,044)
2025	<u>(22,339)</u>
Total	<u>\$ (505,014)</u>

Actuarial Assumptions

The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	varies by amount of service credit
Investment rate of return	7.00% net of pension plan investment expense, including inflation

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

Hinsdale Township High School District 86

Notes to Financial Statements

Note 6: Employee Retirement Systems (Continued)

The long-term (20-year) expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	15.0 %	6.3 %
U.S. equities small/mid cap	2.0 %	7.7 %
International equities developed	13.6 %	7.0 %
Emerging market equities	3.4 %	9.5 %
U.S. bonds core	8.0 %	2.2 %
U.S. bonds high yield	4.2 %	4.0 %
International debt developed	2.2 %	1.1 %
Emerging international debt	2.6 %	4.4 %
Real estate	16.0 %	5.2 %
Commodities (real return)	4.0 %	1.8 %
Hedge funds (absolute return)	14.0 %	4.1 %
Private Equity	15.0 %	9.7 %
Total	100.0 %	

Discount Rate

At June 30, 2020, the discount rate used to measure the total pension liability was 7.0%, which was the same as the June 30, 2018 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2020 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I's liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 6: Employee Retirement Systems (Continued)

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:)

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net Pension liability	\$ 6,244,598	\$ 5,112,604	\$ 4,181,880

Detailed information about the TRS's fiduciary net position as of June 30, 2020 is available in the separately issued TRS Comprehensive Annual Financial Report.

b. Illinois Municipal Retirement Fund (IMRF)

Plan Description and Benefits

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

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

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

Hinsdale Township High School District 86

Notes to Financial Statements

Note 6: Employee Retirement Systems (Continued)

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 the Benefit Terms - At the December 31, 2019 valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	263
Inactive employees entitled to but not yet receiving benefits	255
Active employees	<u>221</u>
Total	<u><u>739</u></u>

Contributions - As set by statute, the employer'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 employer's annual contribution rate for calendar year 2019 was 6.09%. For the fiscal year ended June 30, 2020, the employer contributed \$847,628 to the plan. The employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

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

Hinsdale Township High School District 86

Notes to Financial Statements

Note 6: Employee Retirement Systems (Continued)

Actuarial assumptions – The following are the methods and assumptions used to determine total pension liability at December 31, 2019:

Actuarial cost method	Entry Age Normal
Asset valuation method	Market Value of Assets
Inflation	2.50%
Salary increases	3.35% to 14.25%, including inflation
Investment rate of return	7.25%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
Other information: Notes	There were no benefit changes during the year.

The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2019:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equities	37.0 %	5.75 %
International equities	18.0 %	6.50 %
Fixed income	28.0 %	3.25 %
Real estate	7.0 %	5.20 %
Alternatives	9.0 %	3.20-8.50 %
Cash	1.0 %	1.85 %
Total	100.0 %	

Hinsdale Township High School District 86

Notes to Financial Statements

Note 6: Employee Retirement Systems (Continued)

Single Discount Rate

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

The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75%, and the resulting single discount rate is 7.25%.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate - The following presents the plan's net pension liability, calculated using the single discount rate of 7.25 percent, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1% lower or 1% higher:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 5,575,758	\$ (104,431)	\$ (4,857,857)

Hinsdale Township High School District 86

Notes to Financial Statements

Note 6: Employee Retirement Systems (Continued)

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	<u>\$ 47,573,888</u>	<u>\$ 43,064,517</u>	<u>\$ 4,509,371</u>
Changes for the year:			
Service cost	1,114,715	-	1,114,715
Interest on the total Pension liability	3,407,873	-	3,407,873
Differences between expected and actual experience of the total Pension liability	425,050	-	425,050
Contributions - employer	-	779,167	(779,167)
Contributions - employees	-	530,089	(530,089)
Net investment income	-	8,115,519	(8,115,519)
Benefit payments, including refunds of employee contributions	(2,252,210)	(2,252,210)	-
Other (net transfer)	<u>-</u>	<u>136,665</u>	<u>(136,665)</u>
Net changes	<u>2,695,428</u>	<u>7,309,230</u>	<u>(4,613,802)</u>
Balances at December 31, 2019	<u>\$ 50,269,316</u>	<u>\$ 50,373,747</u>	<u>\$ (104,431)</u>

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

For year ended June 30, 2020, the District recognized pension expense of \$847,628. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 315,069	\$ -
Changes in assumptions	294,291	-
Net difference between projected and actual earnings on pension plan investments	<u>-</u>	<u>2,068,660</u>
Total deferred amounts to be recognized in pension expense in future periods	609,360	2,068,660
District's contributions subsequent to the measurement date	<u>479,412</u>	<u>-</u>
Total	<u>\$ 1,088,772</u>	<u>\$ 2,068,660</u>

Hinsdale Township High School District 86

Notes to Financial Statements

Note 6: Employee Retirement Systems (Continued)

\$479,412 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2021	\$ (92,485)
2022	(561,954)
2023	199,652
2024	<u>(1,004,513)</u>
Total	<u>\$ (1,459,300)</u>

Note 7: Other Postemployment Benefits

a. Teacher Health Insurance Security (THIS)

Plan Description. The District participates in the THIS. The THIS is a cost-sharing, multiple-employer defined benefit post-employment healthcare plan (OPEB) that was established by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago. THIS members are retirees of public schools who were certified educators or administrators. Eligibility is currently limited to former full-time employees, and others who were not full-time employees that meet certain requirements, and their dependents. The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.5) (SEGIA) establishes the eligibility and benefit provisions of the plan.

The THIS issues a publicly available financial report that can be obtained at the website of the Illinois Auditor General: <https://www.auditor.illinois.gov/Audit-Report/ABC-List.asp>. The current reports are listed under "Central Management Services"; prior reports are available under "Healthcare and Family Services".

Benefits Provided

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 were enrolled in Medicare Parts A and B may be eligible to enroll in Medicare Advantage Plans.

Amendments to the plan can be made only by legislative action with the Governor's approval. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 7: Other Postemployment Benefits (Continued)

Contributions

The SEGIA requires that all active contributors to the TRS, who are not employees of a department, make contributions to the plan at a rate of 1.24% of salary and for every employer of a teacher to contribute an amount equal to 0.92% of each teacher's salary. Additionally, the SEGIA requires the State to match the employees' contribution on-behalf of the employer. The Department determines, by rule, the percentage required, which each year shall not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. In addition, under the State Pension Funds Continuing Appropriations Act (40 ILCS 15/1.3), there is appropriated, on a continuing annual basis, from the General Revenue Fund, an account of the General Fund, to the State Comptroller for deposit in the THIS, an amount equal to the amount certified by the Board of Trustees of TRS as the estimated total amount of contributions to be paid under 5 ILCS 376/6.6(a) in that fiscal year.

The SEGIA requires that the Department's Director determine the rates and premiums of annuitants and dependent beneficiaries and establish the cost-sharing parameters, as well as funding. Member premiums are set by this statute, which provides for a subsidy of either 50% or 75%, depending upon member benefit choices. Dependents are eligible for coverage, at a rate of 100% of the cost of coverage.

On-behalf contributions to THIS. The state of Illinois makes employer retiree health insurance contributions on behalf of the District. In the fund financial statements, the State contributions are intended to match contributions to THIS Fund from active members which were 1.24% of pay during the year ended June 30, 2020. In the government-wide financial statements, the State of Illinois contributions also include a proportional allocation of the State's OPEB expense (based on the portion of the District's share of the expense compared to all School Districts in aggregate). For the year ended June 30, 2020, the District recognized revenue and expenses of \$3,285,490 in the governmental activities based on the economic resources measurement focus and revenues and expenditures in the amount of \$611,547 in the General Fund based on the current financial resources measurement focus for the State of Illinois contributions on behalf of the District.

Employer contributions to THIS Fund. The District also makes contributions to THIS Fund. The District THIS Fund contribution was 0.92% during the year ended June 30, 2020. For the year ended June 30, 2020, the District paid \$453,728 to the THIS Fund, which was 100 percent of the required contribution.

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

At June 30, 2020, the District's reported a liability for its proportionate share of the net OPEB liability. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net OPEB liability	\$ 55,406,480
State's proportionate share of the net OPEB liability associated with the District	<u>75,027,443</u>
Total	<u>\$ 130,433,923</u>

Hinsdale Township High School District 86

Notes to Financial Statements

Note 7: Other Postemployment Benefits (Continued)

The net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018 and rolled forward to June 30, 2020. The District's proportion of the net OPEB liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2020, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2020, the District's proportion was 0.200186%, which was a decrease of 0.002432% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized the following OPEB expense/expenditure and revenue pertaining to the District's employees:

	Governmental Activities	General Fund
State on-behalf contributions		
State On Behalf Contributions - OPEB revenue		
and expense/expenditure	\$ 3,285,490	\$ 611,547
District OPEB expense/expenditure	<u>268,900</u>	<u>453,728</u>
Total OPEB expense/expenditure	<u>\$ 3,554,390</u>	<u>\$ 1,065,275</u>

At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ -	\$ 919,427
Changes in assumptions	21,005	6,351,387
Net difference between projected and actual earnings in OPEB plan investments	-	1,814
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>1,919,015</u>	<u>1,013,073</u>
Total deferred amounts to be recognized in OPEB expense in future periods	1,940,020	8,285,701
District's contributions subsequent to the measurement date	<u>453,728</u>	<u>-</u>
Total	<u>\$ 2,393,748</u>	<u>\$ 8,285,701</u>

Hinsdale Township High School District 86

Notes to Financial Statements

Note 7: Other Postemployment Benefits (Continued)

\$453,728 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30	Net Deferred Inflows of Resources
	-
2021	\$ (1,191,614)
2022	(1,191,614)
2023	(1,191,471)
2024	(1,191,173)
2025	(929,446)
Thereafter	<u>(650,363)</u>
Total	\$ <u><u>(6,345,681)</u></u>

Actuarial Valuation Method

The actuarial valuation was based on the Entry Age Normal cost method. Under this method, the normal cost and actuarial accrued liability are directly proportional to the employee's salary. The normal cost rate equals the present value of future benefits at entry age divided by the present value of future salary at entry age. The normal cost at the member's attained age equals the normal cost rate at entry age multiplied by the salary at attained age. The actuarial accrued liability equals the present value of benefits at attained age less present value of future salaries at attained age multiplied by normal cost rate at entry age.

Actuarial Assumptions.

The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption
Investment rate of return	0.00%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	Actual trend used for fiscal year 2019. For fiscal years on and after 2020, trend starts at 8.00% and 9.00% for non-Medicare costs and post-Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.50%. Additional trend rate of 0.31% is added to non-Medicare costs on and after 2022 to account for Excise Tax.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 7: Other Postemployment Benefits (Continued)

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

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2017.

Discount Rate

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since the THIS is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates are 3.62% as of June 30, 2018, and 3.13% as of June 30, 2020. The decrease in the single discount rate from 3.62% to 3.13% caused the total OPEB liability to increase by approximately \$2,296 million from 2018 to 2020.

Sensitivity of the Employer's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rate

The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 3.13%, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.13%) or 1-percentage-point higher (4.13%) than the current rate:

	1% Decrease 2.13%	Current Discount Rate 3.13%	1% Increase 4.13%
District's proportionate share of the net OPEB liability	\$ 66,618,698	\$ 55,406,480	\$ 46,551,232

Hinsdale Township High School District 86

Notes to Financial Statements

Note 7: Other Postemployment Benefits (Continued)

The following presents the District's proportionate share of the net OPEB liability would be if it were calculated using the healthcare cost trend rate, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate. The key trend rates are 8.00% in 2020 decreasing to an ultimate trend rate of 4.81% in 2027 for non-Medicare coverage, and 9.00% decreasing to an ultimate trend rate of 4.50% in 2027 for Medicare coverage:

	1% Decrease (a)	Healthcare Cost Trend Rate Assumptions	1% Increase (b)
District's proportionate share of the net OPEB liability	\$ 44,763,916	\$ 55,406,480	\$ 69,780,606

- a) One percentage point decrease in healthcare trend rates are 7.00% in 2020 decreasing to an ultimate trend rate of 3.81% in 2027, for non-Medicare coverage, and 8.00% in 2020 decreasing to an ultimate trend rate of 3.50% in 2027 for Medicare coverage.
- b) One percentage point increase in healthcare trend rates are 9.00% in 2020 decreasing to an ultimate trend rate of 5.81% in 2027, for non-Medicare coverage, and 10.00% in 2020 decreasing to an ultimate trend rate of 5.50% in 2027 for Medicare coverage.

b. Defined Post-Employment Benefit Plan

Plan Description:

The District administers a single-employer defined benefit healthcare plan (the Retiree Healthcare Benefit Program; or the "Plan"). The Plan provides healthcare insurance for eligible retirees and their dependents through the District's group health insurance plan, which covers both active and retired members. Benefit provisions are established by state law and through negotiations between the District and the unions representing District employees, which are renegotiated each bargaining period. As of June 30, 2020, all retirees are eligible for benefits pre and post-Medicare. The Plan does not issue a stand-alone financial report.

Funding Policy

All plan funding is done on a pay-as-you-go basis. Eligibility - Teachers hired prior to January 1, 2011 are eligible at the earliest of: 1. Age 55 with 20 years of service; 2. 60 with 10 years of service; or 3. Age 62 with 5 years of service. Teachers hired after January 1, 2011 are eligible at the earliest of: 1. Age 57 with 20 years of service; or 2. Age 62 with 10 years of service. Non-Teachers (Certified and Support Staff) are eligible at age 55 with 10 years of service. Surviving spouses of support staff are eligible to remain on the District's plan until age 65. Retired teachers are eligible for the Teachers' Retirement Insurance Program (TRIP) with the State of Illinois. Retirees are responsible for the portion of premium rates not covered by the District's health plan and are responsible for the full premium rate. For retired teachers, the District contributes the full premium to TRIP for the first two years after retirement. After two years, the teachers are responsible for the premium rates.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 7: Other Postemployment Benefits (Continued)

For the fiscal year ended June 30, 2020, the District contributed \$910,946 to the Plan, total retiree contributions were not determined.

Employees Covered by Benefit Terms

As of June 30, 2020, the following employees were covered by the benefit terms:

Total active employees	618
Inactive employees entitled to but not yet receiving benefit payments	<u>74</u>
Total	<u>692</u>

Net OPEB Liability

The District's net OPEB liability was measured as of June 30, 2020. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of July 1, 2018, which was rolled forward to July 1, 2019.

Actuarial Assumptions

The following are the methods and assumptions used to determine the total OPEB liability at June 30, 2020:

Actuarial cost method	Entry Age Cost
Asset valuation method	N/A
Inflation	2.50%
Payroll increases	4.00%
Investment rate of return	N/A
Retirement age	IMRF employees; rates from the December 31, 2019 IMRF Actuarial Valuation Report. TRS employees: rates from the June 30, 2019 Teachers' Retirement System Actuarial Valuation Report.
Mortality	IMRF employees and retirees; rates from the December 31, 2019 IMRF Actuarial Valuation Report. TRS employees and retirees: rates from the June 30, 2019 Teachers' Retirement System Actuarial Valuation Report.
Healthcare cost trend rates	Actual trend used for fiscal year 2019. For fiscal years on and after 2020, trend starts at 8.13%, and gradually decreases to an ultimate trend of 5.00%.

Discount Rate

The District does not have a dedicated Trust to pay the benefits of the Plan. Per GASB 75, this discount rate is a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). The discount rate used is 2.69%, which is the S&P Municipal Bond 20 Year High-Grade Rate Index as of June 30, 2020.

Hinsdale Township High School District 86

Notes to Financial Statements

Note 7: Other Postemployment Benefits (Continued)

Changes in Net OPEB Liability

	Total OPEB Liability (A)	Plan Fiduciary Net Position (B)	Net OPEB Liability (A) - (B)
Balances at June 30, 2020	\$ <u>14,236,855</u>	\$ <u>-</u>	\$ <u>14,236,855</u>
Changes for the year:			
Service cost	843,399	-	843,399
Interest on the total OPEB liability	384,501	-	384,501
Changes of assumptions	90,101	-	90,101
Benefit payments, including refunds of employee contributions	(910,946)	-	(910,946)
Other (net transfer)	<u>(14,745)</u>	<u>-</u>	<u>(14,745)</u>
Net changes	<u>392,310</u>	<u>-</u>	<u>392,310</u>
Balances at June 30, 2020	\$ <u>14,629,165</u>	\$ <u>-</u>	\$ <u>14,629,165</u>

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 3.50%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.50%) or 1-percentage-point higher (4.50%) than the current rate:

	1% Decrease (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
Total OPEB liability	\$ 15,694,763	\$ 14,629,165	\$ 13,631,539

Hinsdale Township High School District 86

Notes to Financial Statements

Note 7: Other Postemployment Benefits (Continued)

Sensitivity of the Net OPEB Liability to Changes in the Trend Rate

The actuarial valuation did not include a health care trend rate, yet assumed there would be no increase in benefit level. Therefore, an estimation of what the net OPEB liability would be if it were calculated using a trend rate that is 1% higher and lower is not applicable.

	1% Decrease	Healthcare Cost Trend Rate Assumptions	1% Increase
Total OPEB liability	\$ 13,128,704	\$ 14,629,165	\$ 16,395,821

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

For the year ended June 30, 2020, the District recognized OPEB expense of \$622,991. At June 30, 2020, the District reported \$1,553,940 deferred outflows of resources and \$4,521,293 deferred inflows of resources related to OPEB. The following represents the deferred outflows of resources related to OPEB:

	Deferred Outflows of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 202,485	\$ 2,810,663
Changes in assumptions	<u>1,351,455</u>	<u>1,710,630</u>
Total deferred amounts to be recognized in OPEB expense in future periods	\$ <u>1,553,940</u>	\$ <u>4,521,293</u>

The total deferred outflows related to OPEB will be recognized in future years as follows:

Fiscal year end	Net Deferred Outflows (Inflows) of Resources
2021	\$ (604,908)
2022	(604,908)
2023	(604,908)
2024	(604,908)
2025	(413,365)
2026 - 2030	<u>(134,356)</u>
Total	\$ <u>(2,967,353)</u>

Hinsdale Township High School District 86

Notes to Financial Statements

Note 8: State and Federal Aid Contingencies

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

Note 9: Interfund Transfers

The General Fund (Educational Account and Operations and Maintenance Account) transferred \$1,680,549 to the Debt Service Fund to fund capital lease and certain bond issues and \$852,450 to the Capital Projects Fund to fund various construction projects.

Note 10: Contingent Liabilities

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

REQUIRED SUPPLEMENTARY INFORMATION

Hinsdale Township High School District 86

Schedule of Changes in the Employer's Net Pension Liability and Related Ratios

Illinois Municipal Retirement Fund

Last Six Calendar Years

	2019	2018	2017	2016
Total Pension Liability				
Service cost	\$ 1,114,715	\$ 1,011,230	\$ 963,538	\$ 930,584
Interest	3,407,873	3,260,043	3,150,935	2,975,161
Differences between expected and actual experience	425,050	237,426	867,068	483,284
Changes of assumption	-	1,246,075	(1,370,997)	(48,014)
Benefit payments, including refunds of member contributions	<u>(2,252,210)</u>	<u>(2,285,012)</u>	<u>(2,074,226)</u>	<u>(2,059,371)</u>
Net change in total pension liability	2,695,428	3,469,762	1,536,318	2,281,644
Total pension liability, beginning	<u>47,573,888</u>	<u>44,104,126</u>	<u>42,567,808</u>	<u>40,286,164</u>
Total pension liability - ending	<u><u>\$ 50,269,316</u></u>	<u><u>\$ 47,573,888</u></u>	<u><u>\$ 44,104,126</u></u>	<u><u>\$ 42,567,808</u></u>
Plan Fiduciary Net Position				
Contributions - employer	\$ 779,167	\$ 908,574	\$ 817,257	\$ 1,002,461
Contributions - member	530,089	468,404	441,577	452,289
Net investment income	8,115,519	(2,581,558)	7,246,120	2,627,564
Benefit payments, including refunds of member contributions	(2,252,210)	(2,285,012)	(2,074,226)	(2,059,371)
Administrative expense	<u>136,665</u>	<u>486,258</u>	<u>(831,321)</u>	<u>85,649</u>
Net change in plan fiduciary net position	7,309,230	(3,003,334)	5,599,407	2,108,592
Plan net position, beginning	<u>43,064,517</u>	<u>46,067,851</u>	<u>40,468,444</u>	<u>38,359,852</u>
Plan net position, ending	<u><u>\$ 50,373,747</u></u>	<u><u>\$ 43,064,517</u></u>	<u><u>\$ 46,067,851</u></u>	<u><u>\$ 40,468,444</u></u>
Employer's net pension liability (asset)	<u><u>\$ (104,431)</u></u>	<u><u>\$ 4,509,371</u></u>	<u><u>\$ (1,963,725)</u></u>	<u><u>\$ 2,099,364</u></u>
Plan fiduciary net position as a percentage of the total pension liability	100.21 %	90.52 %	104.45 %	95.07 %
Covered payroll	\$ 10,823,005	\$ 10,379,812	\$ 9,740,849	\$ 8,523,549
Employer's net pension liability as a percentage of covered payroll	(0.96)%	43.44 %	(20.16)%	24.63 %

The District implemented GASB Statement No. 68 in fiscal year 2015. Information prior to calendar year 2014 is not available.

2015	2014
\$ 925,097	\$ 910,170
2,870,473	2,554,976
(427,779)	918,285
-	1,665,638
<u>(1,886,291)</u>	<u>(1,711,332)</u>
1,481,500	4,337,737
<u>38,804,664</u>	<u>34,466,927</u>
<u>\$ 40,286,164</u>	<u>\$ 38,804,664</u>
\$ 3,936,715	\$ 1,412,348
373,764	364,314
183,729	2,029,043
(1,886,291)	(1,711,332)
<u>218,144</u>	<u>209,076</u>
2,826,061	2,303,449
<u>35,533,791</u>	<u>33,230,342</u>
<u>\$ 38,359,852</u>	<u>\$ 35,533,791</u>
<u>\$ 1,926,312</u>	<u>\$ 3,270,873</u>
95.22 %	91.57 %
\$ 8,170,206	\$ 8,023,013
23.58 %	40.77 %

Hinsdale Township High School District 86

Schedule of Employer Contributions

Illinois Municipal Retirement Fund

Last Six Fiscal Years

Fiscal Year	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2020	\$ 847,628	\$ 847,628	\$ -	\$ 11,135,876	7.61 %
2019	812,099	812,099	-	10,637,509	7.63 %
2018	859,132	859,132	-	10,117,570	8.49 %
2017	904,648	904,648	-	9,203,924	9.83 %
2016	937,940	937,940	-	8,170,206	11.48 %
2015	910,588	910,588	-	8,058,301	11.30 %

Notes to Schedule

Valuation date: Actuarially determined contribution rates are calculated as of December 31 of each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rate

Actuarial cost method Aggregate entry age normal
 Amortization method Level percent of pay, closed
 Remaining amortization period 24-year closed period
 Asset valuation method 5-year smoothed market; 20% corridor
 Wage growth 3.250%
 Inflation 2.50%
 Salary increases 3.35% to 14.25%, including inflation
 Investment rate of return 7.50%
 Retirement age Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014 - 2016.

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

Information prior to fiscal year 2015 is not available.

Hinsdale Township High School District 86

Schedule of the District's Proportionate Share of the Net Pension Liability Teachers' Retirement System

Last Six Fiscal Years

	2020*	2019*	2018*	2017*
District's proportion of the net pension liability	0.006303 %	0.006706 %	0.006590 %	0.007507 %
District's proportion share of the net pension liability	\$ 5,112,604	\$ 5,226,613	\$ 5,037,491	\$ 5,926,035
State's proportionate share of the net pension liability associated with the District	<u>363,858,478</u>	<u>358,044,917</u>	<u>346,034,963</u>	<u>365,936,262</u>
Total	<u>\$ 368,971,082</u>	<u>\$ 363,271,530</u>	<u>\$ 351,072,454</u>	<u>\$ 371,862,297</u>
District's covered payroll	\$ 49,250,217	\$ 47,985,029	\$ 44,589,844	\$ 44,046,865
District's proportionate share of the net pension liability as a percentage of covered payroll	10.38 %	10.89 %	11.30 %	13.45 %
Plan fiduciary net position as a percentage of the total pension liability	39.60 %	40.00 %	39.30 %	36.40 %

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

The District implemented GASB Statement No. 68 in fiscal year 2015. Information prior to calendar year 2014 is not available.

2016*	2015*
0.008514 %	0.008260 %
\$ 5,577,352	\$ 5,030,188
<u>274,573,116</u>	\$ 267,900,899
<u>\$ 280,150,468</u>	<u>\$ 272,931,087</u>
\$ 46,735,351	\$ 45,818,972
11.93 %	10.98 %
41.50 %	43.00 %

Hinsdale Township High School District 86

Schedule of Employer Contributions

Teachers' Retirement System

Last Six Fiscal Years

Fiscal Year	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2020	\$ 286,046	\$ 286,514	\$ -	\$ 49,318,274	0.58 %
2019	375,145	375,145	-	49,250,217	0.76 %
2018	417,504	417,504	-	47,985,029	0.87 %
2017	289,885	289,885	-	44,589,844	0.65 %
2016	309,653	309,653	-	44,046,865	0.70 %
2015	294,008	294,008	-	46,735,351	0.63 %

The District implemented GASB Statement No. 68 in fiscal year 2015.

Information prior to fiscal year 2015 is not available.

Hinsdale Township High School District 86

Schedule of the District's Proportionate Share of the Net OPEB Liability Teachers' Health Insurance Security Fund

Last Three Fiscal Years

	2020*	2019*	2018*
District's proportion of the net OPEB liability	0.200186 %	0.202618 %	0.204237 %
District's proportion share of the net OPEB liability	\$ 55,406,480	\$ 53,381,452	\$ 52,998,697
State's proportionate share of the net OPEB liability associated with the District	<u>75,027,443</u> <u>\$ 130,433,923</u>	<u>71,679,815</u> <u>\$ 125,061,267</u>	<u>69,600,458</u> <u>\$ 122,599,155</u>
District's covered payroll	\$ 49,250,217	\$ 47,985,029	\$ 46,871,132
District's proportionate share of the net OPEB liability as a percentage of covered payroll	112.50 %	111.25 %	113.07 %
Plan fiduciary net position as a percentage of the total OPEB liability	(0.22)%	(0.07)%	(0.17)%

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

The District implemented GASB Statement No. 75 in fiscal year 2018. Information prior to fiscal year 2018 is not available.

See Independent Audit Report on Supplementary Information.

Hinsdale Township High School District 86

Schedule of Employer Contributions

Teachers' Health Insurance Security Fund

Last Three Fiscal Years

Fiscal Year	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2020	\$ 453,728	\$ 453,728	\$ -	\$ 49,318,274	0.92 %
2019	453,102	453,102	-	49,250,217	0.92 %
2018	422,268	422,268	-	47,985,029	0.88 %

The District implemented GASB Statement No. 75 in fiscal year 2018. Information prior to fiscal year 2018 is not available.

Hinsdale Township High School District 86

Schedule of Changes in the Employer's Net OPEB Liability and Related Ratios

Other Post-Employment Benefits

Last Three Fiscal Years

	2020	2019	2018
Total OPEB Liability			
Service cost	\$ 843,399	\$ 841,610	\$ 972,687
Interest	384,501	501,553	531,512
Differences between expected and actual experience	-	(692,173)	(439,873)
Changes of assumption	90,101	584,852	(115,931)
Benefit payments, including refunds of member contributions	(910,946)	(930,344)	(701,258)
Other changes	<u>(14,745)</u>	<u>(456,855)</u>	<u>-</u>
Net change in total OPEB liability	392,310	(160,357)	247,137
Total OPEB liability, beginning	<u>14,236,855</u>	<u>14,397,212</u>	<u>14,150,075</u>
Total OPEB liability - ending	<u>\$ 14,629,165</u>	<u>\$ 14,236,855</u>	<u>\$ 14,397,212</u>
Plan Fiduciary Net Position			
Contributions - employer	\$ -	\$ -	\$ -
Contributions - member	-	-	-
Net investment income	-	-	-
Benefit payments, including refunds of member contributions	-	-	-
Administrative expense	<u>-</u>	<u>-</u>	<u>-</u>
Plan net position, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's net pension liability (asset)	<u>\$ 14,629,165</u>	<u>\$ 14,236,855</u>	<u>\$ 14,397,212</u>
Plan fiduciary net position as a percentage of the total pension liability	0.00 %	0.00 %	0.00
Covered payroll	\$ 52,961,908	\$ 50,599,089	\$ 48,341,684
Employer's net pension liability as a percentage of covered payroll	27.62 %	28.14 %	29.78 %

The District implemented GASB Statement No. 75 in fiscal year 2018. Information prior to fiscal year 2018 is not available.

Hinsdale Township High School District 86

Schedule of Employer Contributions

Other Post-Employment Benefits

Last Three Fiscal Years

Fiscal Year	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2020	\$ 622,991	\$ 622,991	\$ -	\$ 52,961,908	1.18 %
2019	730,696	730,696	-	50,599,089	1.44 %
2018	948,395	948,395	-	48,341,684	1.96 %

The District implemented GASB Statement No. 75 in fiscal year 2018. Information prior to fiscal year 2018 is not available.

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes in

Fund Balances - Budget and Actual -

General and Major Special Revenue Funds

<i>Year Ended June 30, 2020</i>	General Fund			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Revenues				
Local sources	82,679,856	83,274,506	83,238,012	(36,494)
State resources	37,971,705	37,971,705	26,403,931	(11,567,774)
Federal resources	<u>1,596,321</u>	<u>1,644,136</u>	<u>1,643,713</u>	<u>(423)</u>
Total revenues	<u>122,247,882</u>	<u>122,890,347</u>	<u>111,285,656</u>	<u>(11,604,691)</u>
Expenditures				
Current operating				
Instruction	89,607,884	89,605,254	77,479,465	(12,125,789)
Support Services	28,606,850	28,606,850	27,453,965	(1,152,885)
Community services	95,680	95,680	92,875	(2,805)
Non-programmed charges	449,011	449,541	418,862	(30,679)
Capital outlay	<u>2,905,233</u>	<u>3,296,640</u>	<u>2,737,161</u>	<u>(559,479)</u>
Total expenditures	<u>121,664,658</u>	<u>122,053,965</u>	<u>108,182,328</u>	<u>(13,871,637)</u>
Excess (deficiency) of revenue over (under) expenditures	<u>583,224</u>	<u>836,382</u>	<u>3,103,328</u>	<u>2,266,946</u>
Other Financing Sources (Uses)				
Proceeds from sale of fixed assets	3,000	56,898	57,580	682
Transfers out	<u>(849,874)</u>	<u>(1,676,909)</u>	<u>(2,532,999)</u>	<u>(856,090)</u>
Total other financing sources (uses)	<u>(846,874)</u>	<u>(1,620,011)</u>	<u>(2,475,419)</u>	<u>(855,408)</u>
Net change in fund balances	<u>\$ (263,650)</u>	<u>\$ (783,629)</u>	627,909	<u>\$ 1,411,538</u>
Fund balances at beginning of year			<u>15,368,440</u>	
Fund balances at end of year			<u>\$ 15,996,349</u>	

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes in

Fund Balances - Budget and Actual -

General and Major Special Revenue Funds

<i>Year Ended June 30, 2020</i>	Transportation			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Revenues				
Local sources	3,101,522	3,111,191	3,057,220	(53,971)
State resources	1,501,322	1,501,322	1,533,411	32,089
Federal resources	<u>31,500</u>	<u>31,500</u>	<u>16,582</u>	<u>(14,918)</u>
Total revenues	<u>4,634,344</u>	<u>4,644,013</u>	<u>4,607,213</u>	<u>(36,800)</u>
Expenditures				
Current operating				
Support Services	<u>4,380,494</u>	<u>3,862,804</u>	<u>3,952,240</u>	<u>89,436</u>
Total expenditures	<u>4,380,494</u>	<u>3,862,804</u>	<u>3,952,240</u>	<u>89,436</u>
Net change in fund balances	<u>\$ 253,850</u>	<u>\$ 781,209</u>	654,973	<u>\$ (126,236)</u>
Fund balances at beginning of year			<u>793,718</u>	
Fund balances at end of year			<u>\$ 1,448,691</u>	

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes in

Fund Balances - Budget and Actual -

General and Major Special Revenue Funds

<i>Year Ended June 30, 2020</i>	Municipal Retirement/Social Security Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local sources	<u>\$ 2,508,984</u>	<u>\$ 2,514,674</u>	<u>\$ 2,508,095</u>	<u>\$ (6,579)</u>
Total revenues	<u>2,508,984</u>	<u>2,514,674</u>	<u>2,508,095</u>	<u>(6,579)</u>
Expenditures				
Current operating				
Instruction	1,350,505	1,350,505	1,284,378	(66,127)
Support Services	1,146,334	1,146,334	1,255,831	109,497
Community services	<u>-</u>	<u>-</u>	<u>252</u>	<u>252</u>
Total expenditures	<u>2,496,839</u>	<u>2,496,839</u>	<u>2,540,461</u>	<u>43,622</u>
Net change in fund balances	<u>\$ 12,145</u>	<u>\$ 17,835</u>	(32,366)	<u>\$ (50,201)</u>
Fund balance at beginning of year			<u>117,858</u>	
Fund balances at end of year			<u>\$ 85,492</u>	

Hinsdale Township High School District 86

Notes to Required Supplementary Information

Budgetary Data

Annual budgets for all Governmental Funds are adopted on the modified accrual basis, consistent with generally accepted accounting principles (GAAP) for local governments.

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

- The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
- Prior to October 1 the budget is legally adopted through passage of a resolution. On or before the last Tuesday in December, a tax levy ordinance is filed with the County Clerk to obtain tax revenues.
- The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund without Board of Education approval; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education following the public hearing process mandated by law. The original budget was adopted on September 26, 2019 and amended on June 25, 2020.
- Formal budgetary integration is employed as a management control device during the year for all Governmental Funds.
- The District has adopted a legal budget for all its Governmental Funds. The legal level of budgetary control is at the individual fund level, therefore, actual expenditures for the governmental funds may not legally exceed the total budgeted for such funds. However, under the State Budget Act expenditures may exceed the budget if additional resources are available to finance such expenditures.
- The budget lapses at the end of each fiscal year.

Excess of Expenditures over Budgets in Individual Funds

Expenditures exceeded the budgeted amount in the following funds:

Fiscal Year	Budget	Actual	Excess
General Fund -Tort Immunity Account	\$ 622,537	\$ 657,853	\$ 35,316
Municipal Retirement/ Social security Fund	2,496,839	2,540,461	43,622

The expenditure variances was sufficiently absorbed by surpluses that existed at the beginning of the fiscal year and were approved by the Board of Education. Under the State Budget Act expenditures may exceed the budget if additional resources are available to finance such expenditures.

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

GENERAL FUND

To account for resources traditionally associated with government operations which are not accounted for in another fund. The District maintains the following legally mandated accounts within the General Fund:

Educational Account - To account for most of the instructional and administrative aspects of the District's operations.

Operations and Maintenance Account - To account for the repair and maintenance of the District's property.

Working Cash Account - To account for financial resources held by the District to be used as loans for working capital requirements to any other fund for which taxes are levied.

Hinsdale Township High School District 86

Combining Balance Sheet by Account General Fund

<i>June 30, 2020</i>	Educational	Operations & Maintenance	Working Cash	Tort Immunity	Total
Assets					
Cash and cash equivalents	\$ 43,928,403	\$ 10,524,428	\$ 5,364,474	\$ 800,709	\$ 60,618,014
Receivables					
Taxes receivable	35,055,001	3,770,995	11,617	309,570	39,147,183
Due from other governments	1,089,929	14,600	-	-	1,104,529
Other	193,522	53,596	-	-	247,118
Prepaid items	<u>6,180</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,180</u>
Total assets	<u>\$ 80,273,035</u>	<u>\$ 14,363,619</u>	<u>\$ 5,376,091</u>	<u>\$ 1,110,279</u>	<u>\$ 101,123,024</u>
Liabilities, Deferred Inflows and Fund Balances					
Accounts payable	\$ 275,202	\$ 201,461	\$ -	\$ -	\$ 476,663
Accrued salaries and related benefits	4,046,891	66,198	-	-	4,113,089
Health claim payable	<u>913,092</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>913,092</u>
Total liabilities	<u>5,235,185</u>	<u>267,659</u>	<u>-</u>	<u>-</u>	<u>5,502,844</u>
Deferred inflows of resources					
Property taxes levied for subsequent year	<u>71,282,841</u>	<u>7,687,595</u>	<u>23,500</u>	<u>629,895</u>	<u>79,623,831</u>
Fund Balances					
Restricted	-	6,408,365	-	480,384	6,888,749
Assigned for self insurance	1,036,823	-	-	-	1,036,823
Unassigned	<u>2,718,186</u>	<u>-</u>	<u>5,352,591</u>	<u>-</u>	<u>8,070,777</u>
Total fund balances	<u>3,755,009</u>	<u>6,408,365</u>	<u>5,352,591</u>	<u>480,384</u>	<u>15,996,349</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 80,273,035</u>	<u>\$ 14,363,619</u>	<u>\$ 5,376,091</u>	<u>\$ 1,110,279</u>	<u>\$ 101,123,024</u>

See Independent Accountant's Audit Report on Supplementary Information.

Hinsdale Township High School District 86

Combining Schedule of Revenues, Expenditures and Changes In Fund Balance by Account - General Fund

<i>Year Ended June 30, 2020</i>	Educational	Operations & Maintenance	Working Cash	Tort Immunity	Total
Revenues					
Local sources					
Property taxes	\$ 69,252,713	\$ 7,438,156	\$ 28,744	\$ 635,178	\$ 77,354,791
Replacement taxes	1,173,441	-	-	-	1,173,441
Earnings on investments	942,004	250,694	126,959	11,458	1,331,115
Charges for services	2,400,051	-	-	-	2,400,051
Other local sources	<u>675,221</u>	<u>303,393</u>	<u>-</u>	<u>-</u>	<u>978,614</u>
Total local sources	74,443,430	7,992,243	155,703	646,636	83,238,012
State sources	26,403,931	-	-	-	26,403,931
Federal sources	<u>1,643,713</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,643,713</u>
Total revenues	<u>102,491,074</u>	<u>7,992,243</u>	<u>155,703</u>	<u>646,636</u>	<u>111,285,656</u>
Expenditures					
Instruction	77,479,465	-	-	-	77,479,465
Support Services - Pupils	19,751,807	7,044,305	-	657,853	27,453,965
Community services	92,875	-	-	-	92,875
Non-programmed charges	418,862	-	-	-	418,862
Capital outlay	<u>1,997,515</u>	<u>739,646</u>	<u>-</u>	<u>-</u>	<u>2,737,161</u>
Total expenditures	<u>99,740,524</u>	<u>7,783,951</u>	<u>-</u>	<u>657,853</u>	<u>108,182,328</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,750,550</u>	<u>208,292</u>	<u>155,703</u>	<u>(11,217)</u>	<u>3,103,328</u>
Other financing sources (uses)					
Sale of equipment	45,408	12,172	-	-	57,580
Transfers out	<u>(1,639,918)</u>	<u>(893,081)</u>	<u>-</u>	<u>-</u>	<u>(2,532,999)</u>
Total other financing sources (uses)	<u>(1,594,510)</u>	<u>(880,909)</u>	<u>-</u>	<u>-</u>	<u>(2,475,419)</u>
Net change in fund balance	1,156,040	(672,617)	155,703	(11,217)	627,909
Fund balances, beginning of year	<u>2,598,969</u>	<u>7,080,982</u>	<u>5,196,888</u>	<u>491,601</u>	<u>15,368,440</u>
Fund balances, end of year	<u>\$ 3,755,009</u>	<u>\$ 6,408,365</u>	<u>\$ 5,352,591</u>	<u>\$ 480,384</u>	<u>\$ 15,996,349</u>

See Independent Accountant's Audit Report on Supplementary Information.

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual

<i>Year Ended June 30, 2020</i>	Educational Account			
	2020			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local sources				
General levy	\$ 67,006,058	\$ 67,215,238	\$ 67,188,880	\$ (26,358)
Special education lev	2,064,469	2,066,123	2,063,833	(2,290)
Corporate property replacement taxes	1,043,870	1,173,441	1,173,441	-
Regular - pupils or parents (in state)	-	3,358	3,358	-
Summer school - pupils or parents (in state)	104,963	151,076	141,776	(9,300)
Special education - tuition from other LEAs (in state)	597,888	675,694	678,368	2,674
Admissions - athletic	31,000	37,189	34,477	(2,712)
Admissions - other	46,850	46,850	49,025	2,175
Fees	1,542,530	1,542,530	1,356,548	(185,982)
Book store sales	14,000	14,000	-	(14,000)
Rentals - Regular Textbooks	90,500	90,500	136,499	45,999
Investment income	711,739	774,216	942,004	167,788
Other	<u>777,240</u>	<u>789,674</u>	<u>675,221</u>	<u>(114,453)</u>
Total local sources	<u>74,031,107</u>	<u>74,579,889</u>	<u>74,443,430</u>	<u>(136,459)</u>
State sources				
Unrestricted				
Evidence based funding formula	2,803,489	2,803,489	2,803,490	1
Restricted				
Private facility tuition	355,432	355,432	349,139	(6,293)
Orphanage - individual	73,906	73,906	78,614	4,708
Technical education - tech prep	33,835	33,835	33,653	(182)
Driver education	71,212	71,212	58,213	(12,999)
Other grants-in-aid	133,831	133,831	198,230	64,399
On behalf payments - State of Illinois	<u>34,500,000</u>	<u>34,500,000</u>	<u>22,882,592</u>	<u>(11,617,408)</u>
Total state sources	<u>37,971,705</u>	<u>37,971,705</u>	<u>26,403,931</u>	<u>(11,567,774)</u>

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget to Actual

Year Ended June 30, 2020	Educational Account			
	2020			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Federal sources				
Restricted				
Special Milk Program	\$ 18,000	\$ 18,000	\$ 9,904	\$ (8,096)
Summer Food Service Program	-	-	58,521	58,521
Title I - low income	296,982	296,982	340,562	43,580
IDEA - flow through	788,423	788,423	611,796	(176,627)
IDEA - room & board	220,000	220,000	310,007	90,007
Vocational education - Perkins	36,781	36,781	36,400	(381)
Title III -english language acquisition	24,870	24,870	13,503	(11,367)
Title II - Teacher Quality	93,025	93,025	81,542	(11,483)
Medicaid matching funds - administrative outreach	66,140	66,140	74,071	7,931
Medicaid matching funds - fee-for-service program	50,000	99,915	106,634	6,719
Other restricted revenue	-	-	773	773
Total federal sources	<u>1,594,221</u>	<u>1,644,136</u>	<u>1,643,713</u>	<u>(423)</u>
Total revenues	<u>\$ 113,597,033</u>	<u>\$ 114,195,730</u>	<u>\$ 102,491,074</u>	<u>\$ (11,704,656)</u>
Expenditures				
Instruction				
Regular programs				
Salaries	27,962,650	27,962,650	27,709,290	253,360
Employee benefits	5,003,417	5,003,417	4,907,159	96,258
On-behalf payments to TRS from State	34,500,000	34,500,000	22,882,592	11,617,408
Purchased services	304,116	304,116	224,535	79,581
Supplies and materials	859,895	859,895	620,998	238,897
Capital outlay	56,480	56,480	52,911	3,569
Other objects	107,511	106,981	77,200	29,781
Non-capitalized equipment	<u>37,462</u>	<u>37,462</u>	<u>32,087</u>	<u>5,375</u>
Total	<u>68,831,531</u>	<u>68,831,001</u>	<u>56,506,772</u>	<u>12,324,229</u>
Pre-K programs				
Capital outlay	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Special education programs				
Salaries	8,802,616	8,802,616	8,990,789	(188,173)
Employee benefits	2,456,591	2,456,591	2,294,638	161,953
Purchased services	49,102	49,102	162,999	(113,897)
Supplies and materials	165,113	165,113	32,497	132,616
Capital outlay	2,449	2,449	-	2,449
Other objects	285	285	193	92
Non-capitalized equipment	<u>2,900</u>	<u>2,900</u>	<u>-</u>	<u>2,900</u>
Total	<u>11,479,056</u>	<u>11,479,056</u>	<u>11,481,116</u>	<u>(2,060)</u>

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget to Actual

Year Ended June 30, 2020	Educational Account			
	2020			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Special education Pre-K programs				
Salaries	\$ 1,500	\$ 1,500	\$ -	\$ 1,500
Remedial and supplemental programs K-12				
Salaries	462,136	462,136	279,334	182,802
Employee benefits	123,908	123,908	115,412	8,496
Purchased services	49,763	49,763	55,095	(5,332)
Supplies and materials	14,014	14,014	5,496	8,518
Total	649,821	649,821	455,337	194,484
CTE programs				
Salaries	2,276,315	2,276,315	2,282,034	(5,719)
Employee benefits	422,213	422,213	440,854	(18,641)
Purchased services	14,390	14,390	9,358	5,032
Supplies and materials	76,992	76,992	47,775	29,217
Capital outlay	30,243	30,243	32,575	(2,332)
Other objects	570	570	566	4
Total	2,820,723	2,820,723	2,813,162	7,561
Interscholastic programs				
Salaries	2,966,068	2,966,068	2,860,898	105,170
Employee benefits	89,523	89,523	111,721	(22,198)
Purchased services	365,925	365,925	293,251	72,674
Supplies and materials	156,600	156,600	146,024	10,576
Capital outlay	34,000	34,000	27,171	6,829
Other objects	121,400	121,400	88,276	33,124
Total	3,733,516	3,733,516	3,527,341	206,175
Summer school programs				
Salaries	180,300	180,300	287,476	(107,176)
Employee benefits	-	-	4,042	(4,042)
Supplies and materials	3,000	3,000	220	2,780
Total	183,300	183,300	291,738	(108,438)

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget to Actual

Year Ended June 30, 2020	Educational Account			
	2020			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Driver's education programs				
Salaries	\$ 22,392	\$ 22,392	\$ 32,879	\$ (10,487)
Employee benefits	-	-	5,828	(5,828)
Purchased services	5,548	5,548	2,395	3,153
Supplies and materials	6,600	6,600	4,036	2,564
Other objects	<u>160</u>	<u>160</u>	<u>-</u>	<u>160</u>
Total	<u>34,700</u>	<u>34,700</u>	<u>45,138</u>	<u>(10,438)</u>
Bilingual programs				
Salaries	62,928	62,928	58,941	3,987
Employee benefits	58,781	58,781	26,968	31,813
Supplies and materials	400	400	(631)	1,031
Non-capitalized equipment	<u>2,700</u>	<u>2,700</u>	<u>1,092</u>	<u>1,608</u>
Total	<u>124,809</u>	<u>124,809</u>	<u>86,370</u>	<u>38,439</u>
Special education programs K-12-private tuition				
Other objects	<u>1,870,000</u>	<u>1,870,000</u>	<u>2,385,148</u>	<u>(515,148)</u>
Total instruction	<u>89,733,956</u>	<u>89,733,426</u>	<u>77,592,122</u>	<u>12,141,304</u>
Support services				
Pupils				
Attendance and social work				
Salaries	2,514,737	2,514,737	2,519,426	(4,689)
Employee benefits	552,595	552,595	563,771	(11,176)
Purchased services	-	-	13,065	(13,065)
Supplies and materials	24,771	24,771	12,491	12,280
Other objects	1,795	1,795	1,407	388
Non-capitalized equipment	<u>2,800</u>	<u>2,800</u>	<u>-</u>	<u>2,800</u>
Total	<u>3,096,698</u>	<u>3,096,698</u>	<u>3,110,160</u>	<u>(13,462)</u>
Guidance services				
Salaries	2,954,739	2,954,739	2,936,357	18,382
Employee benefits	578,075	578,075	574,996	3,079
Purchased services	36,940	36,940	25,053	11,887
Supplies and materials	391,238	391,238	334,549	56,689
Other objects	3,770	3,770	1,444	2,326
Non-capitalized equipment	<u>3,270</u>	<u>3,270</u>	<u>1,354</u>	<u>1,916</u>
Total	<u>3,968,032</u>	<u>3,968,032</u>	<u>3,873,753</u>	<u>94,279</u>

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget to Actual

Year Ended June 30, 2020	Educational Account			
	2020			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Health services				
Salaries	\$ 325,976	\$ 325,976	\$ 331,267	\$ (5,291)
Employee benefits	87,490	87,490	83,942	3,548
Purchased services	42,424	42,424	6,382	36,042
Supplies and materials	18,318	18,318	13,889	4,429
Capital outlay	15,000	15,000	23,609	(8,609)
Other objects	350	350	-	350
Total	<u>489,558</u>	<u>489,558</u>	<u>459,089</u>	<u>30,469</u>
Psychological services				
Salaries	509,523	509,523	514,632	(5,109)
Employee benefits	121,125	121,125	127,564	(6,439)
Purchased services	153,975	153,975	71,212	82,763
Supplies and materials	6,038	6,038	5,659	379
Total	<u>790,661</u>	<u>790,661</u>	<u>719,067</u>	<u>71,594</u>
Speech pathology and audiology services				
Salaries	483,745	483,745	459,444	24,301
Employee benefits	96,683	96,683	93,880	2,803
Purchased services	10,000	10,000	2,879	7,121
Supplies and materials	5,000	5,000	2,351	2,649
Capital outlay	20,000	20,000	12,849	7,151
Total	<u>615,428</u>	<u>615,428</u>	<u>571,403</u>	<u>44,025</u>
Other support services				
Salaries	226,524	226,524	229,219	(2,695)
Employee benefits	59,259	59,259	45,261	13,998
Total	<u>285,783</u>	<u>285,783</u>	<u>274,480</u>	<u>11,303</u>
Total pupils	<u>9,246,160</u>	<u>9,246,160</u>	<u>9,007,952</u>	<u>238,208</u>
Instructional staff				
Improvement of instruction services				
Salaries	1,017,116	1,017,116	844,057	173,059
Employee benefits	56,637	56,637	79,000	(22,363)
Purchased services	324,970	324,970	182,925	142,045
Supplies and materials	29,515	29,515	10,896	18,619
Other objects	2,500	2,500	1,955	545
Total	<u>1,430,738</u>	<u>1,430,738</u>	<u>1,118,833</u>	<u>311,905</u>

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget to Actual

Year Ended June 30, 2020	Educational Account			
	2020			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Educational media services				
Salaries	\$ 487,056	\$ 487,056	\$ 485,344	\$ 1,712
Employee benefits	124,607	124,607	133,428	(8,821)
Purchased services	7,920	7,920	18,853	(10,933)
Supplies and materials	126,434	126,434	111,721	14,713
Other objects	<u>851</u>	<u>851</u>	<u>721</u>	<u>130</u>
Total	<u>746,868</u>	<u>746,868</u>	<u>750,067</u>	<u>(3,199)</u>
Assessment and training				
Salaries	32,543	32,543	33,163	(620)
Employee benefits	-	-	3	(3)
Purchased services	40,225	40,225	43,358	(3,133)
Other objects	<u>-</u>	<u>-</u>	<u>2,648</u>	<u>(2,648)</u>
Total	<u>72,768</u>	<u>72,768</u>	<u>79,172</u>	<u>(6,404)</u>
Total instructional staff	<u>2,250,374</u>	<u>2,250,374</u>	<u>1,948,072</u>	<u>302,302</u>
General administration				
Board of education				
Purchased services	2,093,000	2,093,000	2,159,326	(66,326)
Supplies and materials	1,800	1,800	619	1,181
Other objects	<u>24,700</u>	<u>24,700</u>	<u>19,934</u>	<u>4,766</u>
Total	<u>2,119,500</u>	<u>2,119,500</u>	<u>2,179,879</u>	<u>(60,379)</u>
Executive administration				
Salaries	841,066	841,066	872,596	(31,530)
Employee benefits	126,825	126,825	50,246	76,579
Purchased services	58,525	58,525	221,255	(162,730)
Supplies and materials	6,735	6,735	16,174	(9,439)
Other objects	<u>7,150</u>	<u>7,150</u>	<u>1,148</u>	<u>6,002</u>
Total	<u>1,040,301</u>	<u>1,040,301</u>	<u>1,161,419</u>	<u>(121,118)</u>
Total general administration	<u>3,159,801</u>	<u>3,159,801</u>	<u>3,341,298</u>	<u>(181,497)</u>

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget to Actual

Year Ended June 30, 2020	Educational Account			
	2020			Variance with Final Budget
	Original Budget	Final Budget	Actual	
School administration				
Office of the principal				
Salaries	\$ 1,410,099	\$ 1,410,099	\$ 1,439,637	\$ (29,538)
Employee benefits	293,690	293,690	308,610	(14,920)
Purchased services	229,796	229,796	138,824	90,972
Supplies and materials	174,229	174,229	140,850	33,379
Other objects	19,522	19,522	20,211	(689)
Non-capitalized equipment	<u>1,500</u>	<u>1,500</u>	<u>-</u>	<u>1,500</u>
Total	<u>2,128,836</u>	<u>2,128,836</u>	<u>2,048,132</u>	<u>80,704</u>
Total school administration	<u>2,128,836</u>	<u>2,128,836</u>	<u>2,048,132</u>	<u>80,704</u>
Business				
Director of business				
Salaries	166,471	166,471	166,471	-
Employee benefits	<u>23,082</u>	<u>23,082</u>	<u>22,356</u>	<u>726</u>
Total	<u>189,553</u>	<u>189,553</u>	<u>188,827</u>	<u>726</u>
Fiscal services				
Salaries	503,790	503,790	503,790	-
Employee benefits	111,075	111,075	108,039	3,036
Purchased services	152,209	152,209	80,785	71,424
Supplies and materials	9,556	9,556	10,098	(542)
Other objects	88,654	88,654	89,499	(845)
Non-capitalized equipment	<u>3,000</u>	<u>3,000</u>	<u>2,610</u>	<u>390</u>
Total	<u>868,284</u>	<u>868,284</u>	<u>794,821</u>	<u>73,463</u>
Food services				
Purchased services	16,000	16,000	101,085	(85,085)
Supplies and materials	<u>-</u>	<u>-</u>	<u>1,988</u>	<u>(1,988)</u>
Total	<u>16,000</u>	<u>16,000</u>	<u>103,073</u>	<u>(87,073)</u>
Total business	<u>1,073,837</u>	<u>1,073,837</u>	<u>1,086,721</u>	<u>(12,884)</u>

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget to Actual

Year Ended June 30, 2020	Educational Account			
	2020			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Central				
Information services				
Salaries	\$ 144,758	\$ 144,758	\$ 148,686	\$ (3,928)
Employee benefits	20,498	20,498	23,110	(2,612)
Purchased services	88,000	88,000	19,248	68,752
Supplies and materials	3,000	3,000	-	3,000
Other objects	4,450	4,450	498	3,952
Non-capitalized equipment	<u>200</u>	<u>200</u>	<u>-</u>	<u>200</u>
Total	<u>260,906</u>	<u>260,906</u>	<u>191,542</u>	<u>69,364</u>
Data processing services				
Salaries	1,062,587	1,062,587	1,107,938	(45,351)
Employee benefits	264,837	264,837	235,613	29,224
Purchased services	978,601	978,601	741,460	237,141
Supplies and materials	64,000	64,000	71,353	(7,353)
Capital outlay	1,487,961	1,879,368	1,848,400	30,968
Other objects	<u>10,000</u>	<u>10,000</u>	<u>8,184</u>	<u>1,816</u>
Total	<u>3,867,986</u>	<u>4,259,393</u>	<u>4,012,948</u>	<u>246,445</u>
Total central	<u>4,128,892</u>	<u>4,520,299</u>	<u>4,204,490</u>	<u>315,809</u>
Other support services				
Other objects	<u>9,000</u>	<u>9,000</u>	<u>-</u>	<u>9,000</u>
Total	<u>9,000</u>	<u>9,000</u>	<u>-</u>	<u>9,000</u>
Total support services	<u>21,996,900</u>	<u>22,388,307</u>	<u>21,636,665</u>	<u>751,642</u>
Community services				
Salaries	17,138	17,138	18,885	(1,747)
Employee benefits	1,542	1,542	2,110	(568)
Purchased services	6,500	6,500	5,895	605
Supplies and materials	15,500	15,500	14,255	1,245
Other objects	<u>55,000</u>	<u>55,000</u>	<u>51,730</u>	<u>3,270</u>
Total	<u>95,680</u>	<u>95,680</u>	<u>92,875</u>	<u>2,805</u>

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget to Actual

<i>Year Ended June 30, 2020</i>	Educational Account			
	2020			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Payments to other districts and governmental units				
Payments for special education programs				
Other objects	\$ 15,000	\$ 15,000	\$ -	\$ 15,000
Other payments to in-state governmental units				
Other objects	12,320	12,850	4,906	7,944
Payments for special education programs - tuition				
Other objects	163,310	163,310	149,725	13,585
Payments for CTE programs - tuition				
Other objects	258,381	258,381	264,231	(5,850)
Total payments to other districts and governmental units	449,011	449,541	418,862	30,679
Total expenditures	112,275,547	112,666,954	99,740,524	12,926,430
Excess of revenue over expenditures	1,321,486	1,528,776	2,750,550	1,221,774
Other Financing Sources (Uses)				
Proceeds from sale of fixed assets	3,000	44,726	45,408	682
Transfers out	(809,883)	(1,639,918)	(1,639,918)	-
Total other financing sources (uses)	(806,883)	(1,595,192)	(1,594,510)	682
Net change in fund balance	\$ 514,603	\$ (66,416)	1,156,040	\$ 1,222,456
Fund balances, beginning of year			2,598,969	
Fund balances, end of year			\$ 3,755,009	

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual

Year Ended June 30, 2020	Operations & Maintenance Account			
	2020			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local sources				
Property taxes	\$ 7,441,421	\$ 7,444,849	\$ 7,438,156	\$ (6,693)
Investment income	181,175	181,175	250,694	69,519
Other	<u>220,081</u>	<u>243,691</u>	<u>303,393</u>	<u>59,702</u>
Total revenues	<u>7,842,677</u>	<u>7,869,715</u>	<u>7,992,243</u>	<u>122,528</u>
Expenditures				
Support services				
Facilities acquisition and construction services				
Purchased services	74,200	74,200	18,368	55,832
Capital outlay	<u>755,500</u>	<u>755,500</u>	<u>395,184</u>	<u>360,316</u>
Total	<u>829,700</u>	<u>829,700</u>	<u>413,552</u>	<u>416,148</u>
Operations and maintenance plant services				
Salaries	2,819,375	2,819,375	2,739,032	80,343
Employee benefits	1,087,925	1,087,925	1,086,170	1,755
Purchased services	2,226,909	2,226,909	2,143,866	83,043
Supplies and materials	1,268,215	1,268,215	1,019,713	248,502
Capital outlay	498,600	498,600	344,462	154,138
Other objects	9,610	9,610	2,288	7,322
Non-capitalized equipment	<u>24,140</u>	<u>24,140</u>	<u>34,868</u>	<u>(10,728)</u>
Total	<u>7,934,774</u>	<u>7,934,774</u>	<u>7,370,399</u>	<u>564,375</u>
Total expenditures	<u>8,764,474</u>	<u>8,764,474</u>	<u>7,783,951</u>	<u>980,523</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(921,797)</u>	<u>(894,759)</u>	<u>208,292</u>	<u>(857,995)</u>
Other Financing Sources (Uses)				
Proceeds from sale of fixed assets	-	12,172	12,172	-
Transfers out	<u>(36,991)</u>	<u>(36,991)</u>	<u>(893,081)</u>	<u>(856,090)</u>
Total other financing sources (uses)	<u>(36,991)</u>	<u>(24,819)</u>	<u>(880,909)</u>	<u>(856,090)</u>
Net change in fund balance	<u>\$ (958,788)</u>	<u>\$ (919,578)</u>	<u>(672,617)</u>	<u>\$ (1,714,085)</u>
Fund balances, beginning of year			<u>7,080,982</u>	
Fund balances, end of year			<u>\$ 6,408,365</u>	

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual

<i>Year Ended June 30, 2020</i>	Working Cash Account		
	2020		
	Original and Final Budget	Actual	Variance with Final Budget
Revenues			
Local sources			
Property taxes	\$ 33,179	\$ 28,744	\$ (4,435)
Earnings on investments	<u>123,713</u>	<u>126,959</u>	<u>3,246</u>
Total revenues	<u>156,892</u>	<u>155,703</u>	<u>(1,189)</u>
Net change in fund balance	<u>\$ 156,892</u>	155,703	<u>\$ (1,189)</u>
Fund balances, beginning of year		<u>5,196,888</u>	
Fund balances, end of year		<u>\$ 5,352,591</u>	

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual

<i>Year Ended June 30, 2020</i>	Tort Immunity Account			
	2020			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local sources				
Property taxes	\$ 635,670	\$ 645,500	\$ 635,178	\$ (10,322)
Earnings on investments	<u>13,510</u>	<u>13,510</u>	<u>11,458</u>	<u>(2,052)</u>
Total revenues	<u>649,180</u>	<u>659,010</u>	<u>646,636</u>	<u>(12,374)</u>
Expenditures				
Support services				
General administration				
Workers compensation				
Purchased services	166,021	166,021	166,021	-
Unemployment insurance				
Purchased services	15,500	15,500	1,730	13,770
Insurance payments (regular or self insurance)				
Purchased services	418,016	418,016	358,589	59,427
Judgements and settlements				
Other objects	23,000	23,000	105,768	(82,768)
Legal service				
Purchased services	<u>-</u>	<u>-</u>	<u>25,745</u>	<u>(25,745)</u>
Total expenditures	<u>622,537</u>	<u>622,537</u>	<u>657,853</u>	<u>(35,316)</u>
Net change in fund balance	<u>\$ 26,643</u>	<u>\$ 36,473</u>	(11,217)	<u>\$ (47,690)</u>
Fund balances, beginning of year			<u>491,601</u>	
Fund balances, end of year			<u>\$ 480,384</u>	

NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS

To account for proceeds from specific revenue sources which are designated to finance expenditures for specific purposes. The District maintains the following Special Revenue Funds:

Transportation Fund - To account for activity relating to student transportation to and from school.

Municipal Retirement/Social Security Fund - To account for the District's portion of FICA and pension contributions to the Illinois Municipal Retirement Fund.

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual

Year Ended June 30, 2020	Transportation Fund			
	2020			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local sources				
Property taxes	\$ 2,910,085	\$ 2,919,754	\$ 2,909,269	\$ (10,485)
Earnings on investments	30,273	30,273	37,883	7,610
Other local revenues	<u>161,164</u>	<u>161,164</u>	<u>110,068</u>	<u>(51,096)</u>
Total local sources	<u>3,101,522</u>	<u>3,111,191</u>	<u>3,057,220</u>	<u>(53,971)</u>
State sources				
Restricted				
Regular and vocational	72,113	72,113	71,144	(969)
Special education	<u>1,429,209</u>	<u>1,429,209</u>	<u>1,462,267</u>	<u>33,058</u>
Total state sources	<u>1,501,322</u>	<u>1,501,322</u>	<u>1,533,411</u>	<u>32,089</u>
Federal sources				
Restricted				
Title I - low income	<u>31,500</u>	<u>31,500</u>	<u>16,582</u>	<u>(14,918)</u>
Total revenues	<u>4,634,344</u>	<u>4,644,013</u>	<u>4,607,213</u>	<u>(36,800)</u>
Expenditures				
Support services				
Pupil transportation services				
Purchased services	4,372,494	3,854,804	3,948,821	(94,017)
Supplies and materials	<u>8,000</u>	<u>8,000</u>	<u>3,419</u>	<u>4,581</u>
Total expenditures	<u>4,380,494</u>	<u>3,862,804</u>	<u>3,952,240</u>	<u>(89,436)</u>
Net change in fund balance	<u>\$ 253,850</u>	<u>\$ 781,209</u>	654,973	<u>\$ (126,236)</u>
Fund balances, beginning of year			<u>793,718</u>	
Fund balances, end of year			<u>\$ 1,448,691</u>	

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget to Actual

<i>Year Ended June 30, 2020</i>	Municipal Retirement/Social Security Fund			
	2020			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local sources				
Property taxes	\$ 2,431,875	\$ 2,437,565	\$ 2,431,048	\$ (6,517)
Corporate personal property replacement taxes	50,000	50,000	50,000	-
Earnings on investments	<u>27,109</u>	<u>27,109</u>	<u>27,047</u>	<u>(62)</u>
Total revenues	<u>2,508,984</u>	<u>2,514,674</u>	<u>2,508,095</u>	<u>(6,579)</u>
Expenditures				
Instruction				
Regular programs	780,147	780,147	590,917	(189,230)
Special education programs	463,303	463,303	494,431	31,128
Remedial and supplemental program K-12	34,976	34,976	16,250	(18,726)
CTE programs	39,003	39,003	41,319	2,316
Interscholastic programs	20,423	20,423	125,511	105,088
Pre-K programs	-	-	4,800	4,800
Driver's education programs	2,396	2,396	2,426	30
Bilingual programs	<u>10,257</u>	<u>10,257</u>	<u>8,724</u>	<u>(1,533)</u>
Total	<u>1,350,505</u>	<u>1,350,505</u>	<u>1,284,378</u>	<u>(66,127)</u>
Support services				
Pupils	76,185	76,185	88,110	11,925
Guidance	75,423	75,423	80,473	5,050
Health	36,195	36,195	42,612	6,417
Physicological	7,388	7,388	7,798	410
Speech Pathology	7,014	7,014	6,833	(181)
Other support services	<u>36,923</u>	<u>36,923</u>	<u>44,428</u>	<u>7,505</u>
Total pupils	<u>239,128</u>	<u>239,128</u>	<u>270,254</u>	<u>31,126</u>
Instructional staff				
Improvement of instruction services	16,613	16,613	16,853	240
Educational media services	22,384	22,384	24,377	1,993
Assessment and testing	<u>-</u>	<u>-</u>	<u>2,538</u>	<u>2,538</u>
Total instructional staff	<u>38,997</u>	<u>38,997</u>	<u>43,768</u>	<u>4,771</u>
General administration				
Executive Administration	<u>87,271</u>	<u>87,271</u>	<u>89,608</u>	<u>2,337</u>

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget to Actual

<i>Year Ended June 30, 2020</i>	Municipal Retirement/Social Security Fund			
	2020			
	Original Budget	Final Budget	Actual	Variance with Final Budget
School administration				
Office of the Principal	\$ 56,259	\$ 56,259	\$ 73,080	\$ 16,821
Business				
Director of business support services	27,135	27,135	21,171	(5,964)
Fiscal services	82,118	82,118	80,160	(1,958)
Operation and maintenance of plant services	<u>420,992</u>	<u>420,992</u>	<u>469,486</u>	<u>48,494</u>
Total business	<u>530,245</u>	<u>530,245</u>	<u>570,817</u>	<u>40,572</u>
Central				
Information services	23,596	23,596	25,843	2,247
Data processing services	<u>170,838</u>	<u>170,838</u>	<u>182,461</u>	<u>11,623</u>
Total central	<u>194,434</u>	<u>194,434</u>	<u>208,304</u>	<u>13,870</u>
Total support services	<u>1,146,334</u>	<u>1,146,334</u>	<u>1,255,831</u>	<u>109,497</u>
Community services	<u>-</u>	<u>-</u>	<u>252</u>	<u>252</u>
Total expenditures	<u>2,496,839</u>	<u>2,496,839</u>	<u>2,540,461</u>	<u>43,622</u>
Net change in fund balance	<u>\$ 12,145</u>	<u>\$ 17,835</u>	(32,366)	<u>\$ (50,201)</u>
Fund balances, beginning of year			<u>117,858</u>	
Fund balances, end of year			<u>\$ 85,492</u>	

DEBT SERVICE FUND

Debt Service Fund - To account for the accumulation of, resources for, and the payment of, general long-term debt principal, interest and related costs.

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual

<i>Year Ended June 30, 2020</i>	Debt Service Fund			
	2020			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local sources				
Property taxes	\$ 1,953,664	\$ 1,956,119	\$ 1,956,017	\$ (102)
Earnings on investments	<u>38,136</u>	<u>38,136</u>	<u>35,781</u>	<u>(2,355)</u>
Total revenues	<u>1,991,800</u>	<u>1,994,255</u>	<u>1,991,798</u>	<u>(2,457)</u>
Expenditures				
Debt service				
Interest on long-term debt	511,630	511,630	524,742	(13,112)
Principal payments on long term debt	2,274,883	3,114,363	3,093,132	21,231
Other	<u>1,275</u>	<u>1,275</u>	<u>3,403</u>	<u>(2,128)</u>
Total expenditures	<u>2,787,788</u>	<u>3,627,268</u>	<u>3,621,277</u>	<u>5,991</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(795,988)</u>	<u>(1,633,013)</u>	<u>(1,629,479)</u>	<u>3,534</u>
Other Financing Sources (Uses)				
Transfers in	<u>1,688,423</u>	<u>3,357,458</u>	<u>1,680,549</u>	<u>(1,676,909)</u>
Net change in fund balance	<u>\$ 892,435</u>	<u>\$ 1,724,445</u>	51,070	<u>\$ (1,673,375)</u>
Fund balances, beginning of year			<u>891,132</u>	
Fund balances, end of year			<u>\$ 942,202</u>	

CAPITAL PROJECTS FUNDS

Capital Projects Funds - To account for financial resources to be used for the acquisition or construction and/or additions related to major capital projects, other than those required to be accounted for the Fire Prevention and Safety Fund.

Hinsdale Township High School District 86

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual

<i>Year Ended June 30, 2020</i>	Capital Projects Fund			
	2020			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local sources				
Earnings on investments	\$ 1,451,066	\$ 1,451,066	\$ 2,045,090	\$ 594,024
Other	<u>-</u>	<u>-</u>	<u>6,900</u>	<u>6,900</u>
Total revenues	<u>1,451,066</u>	<u>1,451,066</u>	<u>2,051,990</u>	<u>600,924</u>
Expenditures				
Supporting services				
Facilities acquisition and construction				
Purchased services	1,500,000	5,207,107	5,391,146	(184,039)
Capital outlay	<u>5,260,000</u>	<u>18,251,472</u>	<u>19,439,836</u>	<u>(1,188,364)</u>
Total	<u>6,760,000</u>	<u>23,458,579</u>	<u>24,830,982</u>	<u>(1,372,403)</u>
Other support services				
Purchased services	<u>220,290</u>	<u>651,434</u>	<u>668,934</u>	<u>(17,500)</u>
Total expenditures	<u>6,980,290</u>	<u>24,110,013</u>	<u>25,499,916</u>	<u>(1,389,903)</u>
Deficiency of revenue under expenditures	<u>(5,529,224)</u>	<u>(22,658,947)</u>	<u>(23,447,926)</u>	<u>(788,979)</u>
Other Financing Sources (Uses)				
Principal on bonds sold	93,390,000	93,735,000	93,735,000	-
Premium on bonds sold	11,940,840	11,940,840	11,827,169	(113,671)
Transfers in	<u>-</u>	<u>-</u>	<u>852,450</u>	<u>852,450</u>
Total other financing sources (uses)	<u>105,330,840</u>	<u>105,675,840</u>	<u>106,414,619</u>	<u>738,779</u>
Net change in fund balance	<u>\$ 99,801,616</u>	<u>\$ 83,016,893</u>	82,966,693	<u>\$ (50,200)</u>
Fund balances, beginning of year			<u>67,989</u>	
Fund balances, end of year			<u>\$ 83,034,682</u>	

AGENCY FUND

Student Activity Funds - To account for assets held by the District in a trustee capacity as an agent for student organizations and employees.

Hinsdale Township High School District 86

Schedule of Changes in Assets and Liabilities

Agency Funds - Activity Funds

	Balance 7/1/2019	Additions	Reductions	Balance 6/30/2020
<hr/>				
Assets				
Cash	\$ <u>1,419,158</u>	\$ <u>2,168,182</u>	\$ <u>2,363,174</u>	\$ <u>1,224,166</u>
Liabilities				
Student groups	\$ 1,309,961	\$ 1,881,387	\$ 2,089,813	\$ 1,101,535
Flex benefit plan	<u>109,197</u>	<u>286,795</u>	<u>273,361</u>	<u>122,631</u>
Due to organizations	\$ <u>1,419,158</u>	\$ <u>2,168,182</u>	\$ <u>2,363,174</u>	\$ <u>1,224,166</u>

Hinsdale Township High School District 86

Operating Cost and Tuition Charge

Year Ended June 30, 2020 and 2020

2020

2019

Operating Cost Per Pupil

Average Daily Attendance (ADA)	<u>3,874</u>	<u>3,892</u>
--------------------------------	--------------	--------------

Expenditures

Educational fund	\$ 76,857,453	\$ 78,988,759
Operations and maintenance fund	7,783,951	8,642,341
Municipal retirement/social security fund	3,621,277	2,754,156
Transportation fund	3,952,240	4,397,920
Debt service	2,540,461	2,378,079
Tort fund	<u>657,853</u>	<u>669,742</u>

Subtotal	<u>95,413,235</u>	<u>97,830,997</u>
----------	-------------------	-------------------

Less revenues/expenditures not applicable to
operating expense of regular programs

Tuition paid	2,385,148	1,728,791
Summer school	296,538	193,167
Capital outlay	2,737,161	3,113,713
Non capitalized equipment	72,011	63,126
Bond and other debt principal retired	3,093,132	2,220,329
Community services	93,127	103,111
Payments to other districts & governmental units	<u>418,862</u>	<u>2,516,830</u>

Subtotal	<u>9,095,979</u>	<u>9,939,067</u>
----------	------------------	------------------

Regular operating costs	<u>\$ 86,317,256</u>	<u>\$ 87,891,930</u>
-------------------------	----------------------	----------------------

Operating cost per pupil - based on ADA	<u>\$ 22,283</u>	<u>\$ 22,583</u>
---	------------------	------------------

Tuition Charge

Operating costs	\$ 86,317,256	\$ 87,891,930
Less offsetting revenues from specific programs	<u>7,322,524</u>	<u>7,468,029</u>

Net operating expenditures	78,994,732	80,423,901
----------------------------	------------	------------

Depreciation allowance	<u>2,494,122</u>	<u>2,237,049</u>
------------------------	------------------	------------------

Total allowance for tuition computation	<u>\$ 81,488,854</u>	<u>\$ 82,660,950</u>
---	----------------------	----------------------

Tuition charge per pupil - based on ADA	<u>\$ 21,036</u>	<u>\$ 21,239</u>
---	------------------	------------------

=

Hinsdale Township High School District 86

February 16, 2012 Limited Tax School Bonds

As of June 30, 2020

Year Ended June 30	Principal	Interest	Total
2021	\$ 1,080,000	\$ 43,950	\$ 1,123,950
2022	15,000	750	15,750
Total	<u>\$ 1,095,000</u>	<u>\$ 44,700</u>	<u>\$ 1,139,700</u>

Paying Agent Amalgamated Bank of Chicago

Principal payment date January 15

Interest payment dates January 15 and July 15

Interest rates 2%-5%

Hinsdale Township High School District 86

December 15, 2015 Limited Tax School Bonds

As of June 30, 2020

Year Ended June 30	Principal	Interest	Total
2021	\$ 415,000	\$ 89,338	\$ 504,338
2022	395,000	80,168	475,168
2023	460,000	70,450	530,450
2024	445,000	58,050	503,050
2025	460,000	45,500	505,500
2026	475,000	31,976	506,976
2027	560,000	17,584	577,584
Total	<u>\$ 3,210,000</u>	<u>\$ 393,066</u>	<u>\$ 3,603,066</u>

Principal payment date January 15

Interest payment dates January 15 and July 15

Interest rates 4%-4.25%

Hinsdale Township High School District 86

July 20, 2016 Limited Tax School Refunding Bonds

As of June 30, 2020

Year Ended June 30	Principal	Interest	Total
2021	\$ 285,000	\$ 288,686	\$ 573,686
2022	1,455,000	271,199	1,726,199
2023	1,490,000	241,602	1,731,602
2024	1,520,000	211,352	1,731,352
2025	1,545,000	180,548	1,725,548
2026	1,580,000	149,142	1,729,142
2027	1,610,000	117,083	1,727,083
2028	1,640,000	84,420	1,724,420
2029	1,675,000	51,104	1,726,104
2030	1,705,000	17,135	1,722,135
Total	<u>\$ 14,505,000</u>	<u>\$ 1,612,271</u>	<u>\$ 16,117,271</u>

Principal payment date January 15

Interest payment dates January 15 and July 15

Interest rate 2.01%

Hinsdale Township High School District 86

July 15, 2019 General Obligation School Building Bonds

As of June 30, 2020

Year Ended June 30	Principal	Interest	Total
2021		\$ 3,914,100	\$ 3,914,100
2022	\$ 940,000	2,609,400	3,549,400
2023	935,000	2,562,400	3,497,400
2024	935,000	2,515,650	3,450,650
2025	930,000	2,468,900	3,398,900
2026	1,425,000	2,422,400	3,847,400
2027	1,675,000	2,351,150	4,026,150
2028	1,920,000	2,267,400	4,187,400
2029	3,140,000	2,171,400	5,311,400
2030	3,465,000	2,014,400	5,479,400
2031	3,780,000	1,875,800	5,655,800
2032	4,105,000	1,724,600	5,829,600
2033	4,450,000	1,560,400	6,010,400
2034	4,815,000	1,382,400	6,197,400
2035	5,205,000	1,189,800	6,394,800
2036	5,625,000	981,600	6,606,600
2037	6,065,000	756,600	6,821,600
2038	6,300,000	514,000	6,814,000
2039	6,550,000	262,000	6,812,000
Total	<u>\$ 62,260,000</u>	<u>\$ 35,544,400</u>	<u>\$ 97,804,400</u>

Paying Agent Amalgamated Bank of Chicago

Principal payment date January 15

Interest payment dates January 15 and July 15

Interest rate 2.01%

Hinsdale Township High School District 86

December 10, 2019 Local Government Program Revenue Bonds

As of June 30, 2020

Year Ended June 30	Principal	Interest	Total
2021	\$ 3,740,000	\$ 1,463,146	\$ 5,203,146
2022	-	1,146,500	1,146,500
2023	-	1,146,500	1,146,500
2024	-	1,146,500	1,146,500
2025	-	1,146,500	1,146,500
2026	-	1,146,500	1,146,500
2027	-	1,146,500	1,146,500
2028	-	1,146,500	1,146,500
2029	1,530,000	1,146,500	2,676,500
2030	2,180,000	1,070,000	3,250,000
2031	2,115,000	961,000	3,076,000
2032	2,025,000	876,400	2,901,400
2033	1,925,000	795,400	2,720,400
2034	1,815,000	718,400	2,533,400
2035	1,690,000	645,800	2,335,800
2036	1,545,000	578,200	2,123,200
2037	1,390,000	516,400	1,906,400
2038	1,450,000	460,800	1,910,800
2039	1,510,000	402,800	1,912,800
2040	8,560,000	171,200	8,731,200
Total	<u>\$ 31,475,000</u>	<u>\$ 17,831,546</u>	<u>\$ 49,306,546</u>

Paying Agent Amalgamated Bank of Chicago

Principal payment date January 15

Interest payment dates January 15 and July 15

Interest rate 2.01%

STATISTICAL SECTION (UNAUDITED)

This part of the Government's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

Hinsdale Township High School District 86

Net Position by Component Last Ten Fiscal Years

	2020	2019	2018	2017
Governmental activities				
Net Investment In Capital Assets	\$ 16,211,140	\$ 15,939,524	\$ 16,658,657	\$ 16,784,213
Restricted	90,951,125	8,649,562	8,459,501	10,062,645
Unrestricted	(149,857,629)	(74,208,715)	(71,583,534)	(4,279,551)
Total governmental activities				
Net Position	\$ (42,695,364)	\$ (49,619,629)	\$ (46,465,376)	\$ 22,567,307

Source of Information: Annual Financial Statements

2016	2015	2014	2013	2012	2011
\$ 20,566,754	\$ 18,546,379	\$ 40,306,248	\$ 39,527,899	\$ 37,290,387	\$ 41,101,096
11,712,919	9,962,221	16,025,961	14,192,755	12,562,801	11,441,069
(7,666,079)	(2,575,630)	37,902,388	39,465,506	40,996,676	43,250,178
\$ 24,613,594	\$ 25,932,970	\$ 94,234,597	\$ 93,186,160	\$ 90,849,864	\$ 95,792,343

Hinsdale Township High School District 86

Changes in Net Position Last Ten Fiscal Years

	2020	2019	2018	2017
Expenses				
Instruction				
Regular programs	\$ 37,643,563	\$ 38,788,269	\$ 35,423,390	\$ 36,272,782
Special programs	12,199,370	14,867,891	14,367,926	13,802,048
Other instructional programs	9,927,610	9,246,336	8,694,211	8,364,780
State retirement contributions	42,791,448	34,237,023	21,909,635	18,579,214
Support services				
Pupils	9,452,290	9,462,564	9,276,236	8,794,201
Instructional staff	2,066,448	2,836,194	3,102,862	3,034,770
General administration	4,188,236	3,930,193	3,254,455	3,543,647
School administration	2,146,081	2,398,105	2,171,082	2,381,880
Business	2,165,709	2,832,766	2,093,849	1,694,433
Transportation	5,467,895	4,420,227	4,529,735	3,846,843
Operations and maintenance	3,977,109	7,315,368	7,443,761	5,126,492
Central	2,994,042	3,741,483	2,622,303	4,361,273
Other supporting services	-	-	-	-
Community services	93,127	103,111	85,055	122,717
Payments to other Districts, excluding special education	418,862	-	-	-
Interest and fees	(44,867)	538,946	591,553	906,823
Total expenses	135,486,923	134,718,476	115,566,053	110,831,903
Program revenues				
Governmental activities				
Charges for services				
Instruction	2,783,035	4,953,925	4,037,294	4,042,955
Support services	395,061	485,923	495,000	438,539
Operating grants and contributions				
Instruction	44,847,856	36,233,202	24,106,455	21,914,295
Support services	1,710,124	1,737,486	1,184,710	1,262,568
Capital grants and contributions:				
Support services	-	-	-	-
Total governmental activities program revenues	49,736,076	43,410,536	29,823,459	27,658,357
Net expense	(85,750,847)	(91,307,940)	(85,742,594)	(83,173,546)
Governmental activities				
General revenues				
Taxes				
Real estate taxes, levied for general purposes	77,354,791	74,671,517	72,896,547	71,749,818
Real estate taxes, levied for specific purposes	5,340,317	5,177,596	4,478,521	4,761,378
Real estate taxes, levied for debt service	1,956,017	1,929,161	1,431,827	1,730,974
Personal property replacement taxes	1,223,441	1,117,674	1,033,145	1,234,712
Federal and state aid	2,984,968	2,960,025	2,901,625	1,346,567
Investment earnings	3,476,916	1,385,129	1,028,692	626,986
Miscellaneous	338,662	912,585	788,355	(323,176)
Total governmental activities general revenues	92,675,112	88,153,687	84,558,712	81,127,259
Reappraised net capital assets	-	-	-	-
Change in net position	\$ 6,924,265	\$ (3,154,253)	\$ (1,183,882)	\$ (2,046,287)

Source of Information: Annual Financial Statements

2016	2015	2014	2013	2012	2011
\$ 37,524,537	\$ 36,608,459	\$ 35,787,132	\$ 34,208,538	\$ 33,380,436	\$ 34,637,249
12,686,660	18,359,429	17,827,764	13,969,380	14,236,316	10,498,470
9,278,559	3,177,571	3,292,690	7,081,793	6,862,750	6,927,142
16,522,220	14,946,207	15,784,187	12,238,718	10,724,680	9,656,723
8,803,029	7,508,219	7,306,174	6,083,406	6,056,903	6,005,892
2,395,398	2,603,092	2,561,571	2,523,876	2,467,926	2,457,496
2,333,436	2,918,944	2,277,820	1,991,247	1,907,783	2,084,211
2,422,440	2,720,867	2,422,197	2,499,564	2,492,571	2,526,265
2,587,854	2,580,559	2,084,501	657,453	650,883	598,741
3,684,339	3,702,046	3,140,015	2,537,137	2,746,643	2,430,173
6,085,879	4,867,669	5,541,033	7,563,221	7,393,140	8,616,645
2,653,164	3,084,855	2,565,722	2,145,230	2,847,759	1,577,187
-	7,452	-	-	3,100	-
37,354	-	5,980	9,550	-	1,180
-	-	423,731	221,289	259,066	3,911,636
637,465	687,012	320,101	824,846	615,379	410,611
107,652,334	103,772,381	101,340,618	94,555,248	92,645,335	92,339,621
5,713,707	5,333,380	4,683,392	4,469,964	4,408,603	5,628,370
508,753	416,705	394,965	276,861	304,742	257,022
19,643,263	17,979,858	18,473,615	14,966,724	13,668,698	12,816,064
1,380,360	1,128,710	881,603	1,155,121	946,038	1,171,892
-	-	-	50,000	-	-
27,246,083	24,858,653	24,433,575	20,918,670	19,328,081	19,873,348
(80,406,251)	(78,913,728)	(76,907,043)	(73,636,578)	(73,317,254)	(72,466,273)
70,384,668	69,520,738	69,595,652	57,251,732	55,555,688	52,869,625
3,911,510	3,681,857	3,681,025	13,838,054	13,668,500	13,091,038
1,725,633	1,983,863	2,193,496	2,379,601	2,114,987	2,021,133
1,111,519	1,015,573	1,129,786	1,116,809	1,093,041	1,188,181
1,228,788	1,179,191	1,174,142	1,063,464	1,118,033	1,133,467
379,241	198,561	77,550	112,920	112,283	117,519
345,516	132,606	103,829	210,294	328,599	21,754
79,086,875	77,712,389	77,955,480	75,972,874	73,991,131	70,442,717
-	(22,438,106)	-	-	(5,616,356)	-
\$ (1,319,376)	\$ (23,639,445)	\$ 1,048,437	\$ 2,336,296	\$ (4,942,479)	\$ (2,023,556)

Hinsdale Township High School District 86

Fund Balances, Governmental Funds

Last Ten Fiscal Years

	2020	2019	2018	2017
General Fund				
Nonspendable	\$ 6,180	\$ -	\$ -	\$ -
Restricted	6,888,749	7,572,583	8,459,501	10,062,645
Assigned	1,036,823	1,036,823	1,818,221	3,149,076
Unassigned	8,064,597	6,759,034	7,530,892	4,595,463
Total general fund	<u>\$ 15,996,349</u>	<u>\$ 15,368,440</u>	<u>\$ 17,808,614</u>	<u>\$ 17,807,184</u>
All Other Governmental Funds				
Restricted, reported in				
Capital projects funds	\$ 83,034,682	\$ 67,989	\$ 65,751	\$ 64,941
Debt service funds	942,202	891,132	830,753	793,813
Special revenue funds	85,492	117,858	44,781	54,959
Unassigned	1,448,691	793,718	(1,965,786)	(963,369)
Total all other governmental funds	<u>\$ 85,511,067</u>	<u>\$ 1,870,697</u>	<u>\$ (1,024,501)</u>	<u>\$ (49,656)</u>

Source of Information: Annual Financial Statements

Note: In 2011 the District implemented GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. The implementation required consolidation of certain funds into the General Fund. Additionally, new fund balance classifications were implemented.

2016	2015	2014	2013	2012	2011
\$ 220,897	\$ -	\$ -	\$ -	\$ -	\$ 103,823
10,660,868	9,375,723	12,300,412	597,655	652,230	527,086
3,878,526	2,937,037	5,257,911	5,873,486	5,031,313	4,780,999
4,440,708	6,967,407	37,076,880	36,924,747	37,646,283	39,440,596
\$ 19,200,999	\$ 19,280,167	\$ 54,635,203	\$ 43,395,888	\$ 43,329,826	\$ 44,852,504
\$ 119,026	\$ 58,014	\$ 57,816	\$ 57,745	\$ -	\$ 57,646
933,025	528,484	1,632,075	1,779,462	1,800,734	1,427,735
-	-	2,035,658	12,190,374	10,507,794	9,583,198
(1,000,838)	(613,168)	-	-	14,298,682	-
\$ 51,213	\$ (26,670)	\$ 3,725,549	\$ 14,027,581	\$ 26,607,210	\$ 11,068,579

Hinsdale Township High School District 86

Governmental Funds Revenues

Last Ten Fiscal Years

	2020	2019	2018	2017
Local sources				
Property Taxes	\$ 84,651,125	\$ 82,226,137	\$ 78,806,895	\$ 78,242,170
Replacement taxes	1,223,441	1,117,674	1,033,145	1,234,712
Earnings on investment	3,476,916	1,413,918	1,420,815	31,159
Other local sources	3,495,633	5,910,735	4,961,582	4,794,202
Total local sources	92,847,115	90,668,464	86,222,437	84,302,243
State Sources				
General state aid	-	-	-	1,260,475
Evidence based funding formula	2,803,490	2,798,272	2,793,087	-
Other state aid	25,133,852	24,251,930	23,670,471	22,065,818
Total state sources	27,937,342	27,050,202	26,463,558	23,326,293
Federal sources	1,659,816	1,436,053	1,696,176	1,157,080
Total	\$ 122,444,273	\$ 119,154,719	\$ 114,382,171	\$ 108,785,616

Source of Information: Annual Financial Statements

2016	2015	2014	2013	2012	2011
\$ 76,021,811	\$ 75,186,458	\$ 75,470,173	\$ 73,469,387	\$ 71,339,175	\$ 67,981,796
1,111,519	1,015,573	1,129,786	1,116,809	1,093,041	1,188,181
379,241	198,561	77,550	112,920	112,283	117,519
6,673,424	5,973,068	5,284,133	4,957,119	5,179,363	5,907,146
84,185,995	82,373,660	81,961,642	79,656,235	77,723,862	75,194,642
1,129,130	1,077,809	1,094,513	1,063,464	1,409,383	1,769,560
-	-	-	-	-	-
19,768,449	17,845,979	18,241,032	15,657,221	13,133,877	12,022,511
20,897,579	18,923,788	19,335,545	16,720,685	14,543,260	13,792,071
1,249,384	1,273,594	1,091,866	1,175,001	1,139,695	1,443,574
\$ 106,332,958	\$ 102,571,042	\$ 102,389,053	\$ 97,551,921	\$ 93,406,817	\$ 90,430,287

Hinsdale Township High School District 86

Governmental Funds Expenditures and Debt Service Ratio

Last Ten Fiscal Years

	2020	2019	2018	2017
Current				
Instruction				
Regular Programs	\$ 34,162,186	\$ 34,969,691	\$ 34,361,700	\$ 33,703,802
Special Programs	12,447,134	12,150,295	11,691,267	11,091,718
Other Instructional Programs	9,271,931	9,077,835	8,406,792	8,239,790
State Retirement Contributions	22,882,592	21,827,519	21,909,635	18,579,214
Total Instruction	78,763,843	78,025,340	76,369,394	71,614,524
Supporting Services				
Pupils	9,241,748	9,294,214	9,105,300	8,619,215
Instructional Staff	1,991,840	2,712,011	3,029,604	2,959,776
General Administration	4,088,759	3,840,964	3,156,777	3,443,655
School Administration	2,121,212	2,375,798	2,146,663	2,356,882
Business	7,266,500	1,537,934	2,955,501	1,669,435
Transportation	3,952,240	4,397,920	4,505,316	3,821,845
Operations And Maintenance	7,495,423	6,976,347	5,122,992	4,935,965
Central	2,564,394	2,010,178	2,133,914	3,861,314
Other Supporting Services	-	-	-	-
Total Supporting Services	38,722,116	33,145,366	32,156,067	31,668,087
Community services	93,127	103,111	84,886	122,717
Payments to other districts	418,862	2,516,830	2,456,884	2,485,348
Total Current	117,997,948	113,790,647	111,067,231	105,890,676
Other				
Debt Service				
Principal	3,093,132	2,220,329	1,848,047	1,500,000
Interest	528,145	533,827	586,606	991,225
Capital Outlay	22,176,997	3,113,713	1,857,669	4,005,312
Total Other	25,798,274	5,867,869	4,292,322	6,496,537
Total	\$ 143,796,222	\$ 119,658,516	\$ 115,359,553	\$ 112,387,213
Debt services as a percentage of noncapital expenditure	2.98%	2.36%	2.15%	2.30%

Source of Information: Annual Financial Statements

2016	2015	2014	2013	2012	2011
\$ 38,091,188	\$ 34,930,831	\$ 34,244,591	\$ 32,097,924	\$ 31,783,434	\$ 32,646,033
9,772,888	12,110,860	10,180,297	10,129,337	10,267,577	10,169,280
9,159,003	5,895,392	7,269,431	6,923,282	6,697,867	6,737,473
16,522,220	14,946,207	15,784,187	12,238,718	10,724,680	9,656,723
73,545,299	67,883,290	67,478,506	61,389,261	59,473,558	59,209,509
8,635,650	7,330,215	7,079,717	5,879,065	5,866,553	5,752,027
2,323,664	2,526,804	2,453,833	2,442,079	2,388,627	2,343,535
2,237,791	2,817,227	2,154,695	1,881,941	1,790,510	1,936,129
2,398,529	2,695,438	2,328,548	2,482,072	2,460,542	2,468,698
2,563,943	847,059	1,108,281	621,011	628,682	560,330
3,660,428	3,473,183	2,862,983	2,509,259	2,720,472	2,393,885
5,895,573	6,349,545	6,422,099	7,116,704	6,957,328	7,587,825
2,174,939	1,850,474	1,714,824	1,585,218	1,782,761	1,659,536
-	-	-	-	3,100	-
29,890,517	27,889,945	26,124,980	24,517,349	24,598,575	24,701,965
37,354	7,452	5,980	9,550	-	1,180
2,698,571	3,050,425	3,138,783	3,699,072	3,989,398	3,911,636
106,171,741	98,831,112	96,748,249	89,615,232	88,061,531	87,824,290
980,000	1,386,550	1,704,817	1,960,221	1,761,459	2,383,214
843,840	894,737	959,857	965,497	578,236	444,520
3,163,557	2,843,998	2,042,073	17,915,283	7,156,434	4,463,416
4,987,397	5,125,285	4,706,747	20,841,001	9,496,129	7,291,150
\$ 111,159,138	\$ 103,956,397	\$ 101,454,996	\$ 110,456,233	\$ 97,557,660	\$ 95,115,440
1.69%	2.26%	2.68%	3.16%	2.59%	3.13%

Hinsdale Township High School District 86

Other Financing Sources, Uses, and Net Changes in Fund Balance Last Ten Fiscal Years

	2020	2019	2018	2017
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (21,351,470)</u>	<u>\$ (503,797)</u>	<u>\$ (977,382)</u>	<u>\$ (3,601,597)</u>
Other Financing Sources (Uses)				
Principal on bonds sold	93,735,000	-	-	14,700,000
Premium on bonds sold	11,827,169	-	-	-
Payments to escrow agent	-	-	-	(14,590,229)
Sale of capital assets	57,580	-	3,967	34,455
Capital lease value	-	958,821	-	1,962,687
Total	<u>105,619,749</u>	<u>958,821</u>	<u>3,967</u>	<u>2,106,913</u>
Net change in fund balances	<u><u>\$ 84,268,279</u></u>	<u><u>\$ 455,024</u></u>	<u><u>\$ (973,415)</u></u>	<u><u>\$ (1,494,684)</u></u>

Source of Information: Annual Financial Statements

2016	2015	2014	2013	2012	2011
\$ (4,826,180)	\$ (1,385,335)	\$ 934,057	\$ (12,904,312)	\$ (4,150,843)	\$ (4,685,153)
4,800,000	-	-	-	15,395,000	-
-	-	-	-	2,771,056	-
-	-	-	-	-	-
24,895	-	3,226	10,956	740	37,433
-	-	-	379,789	-	590,550
4,824,895	-	3,226	390,745	18,166,796	627,983
\$ (1,285)	\$ (1,385,335)	\$ 937,283	\$ (12,513,567)	\$ 14,015,953	\$ (4,057,170)

Hinsdale Township High School District 86

Equalized Assessed Valuation and Estimated Actual Value of Taxable Property Last Ten Fiscal Tax Years

Tax Year	Cook County	DuPage County	Percentage Increase/ (Decrease) Over Previous Year	Total DuPage County Direct Tax Rate	Actual Estimated Value*
2019	\$ 284,176,000	\$ 5,653,324,700	1.89%	\$ 1.6110	\$ 16,959,974,100
2018	290,584,440	5,546,449,981	2.68%	1.4415	16,639,349,943
2017	302,932,447	5,397,587,865	5.64%	1.4380	16,192,763,595
2016	221,723,243	5,093,284,040	6.60%	1.4731	15,279,852,120
2015	227,811,700	4,756,995,245	4.84%	1.5592	14,270,985,735
2014	224,841,440	4,526,671,784	-0.15%	1.5921	13,580,015,352
2013	237,739,100	4,533,399,886	-4.66%	1.5681	13,600,199,658
2012	254,192,457	4,749,999,545	-8.17%	1.4984	14,249,998,635
2011	322,647,761	5,126,872,731	-7.31%	1.3362	15,380,618,193
2010	326,387,396	5,553,152,167	-5.72%	1.2011	16,659,456,501

Tax Levy Year	DuPage County				
	Residential	Farm	Commercial	Industrial	Railroad
2019	\$ 4,931,298,370	\$ 117,938	\$ 593,810,614	\$ 125,971,731	\$ 2,126,047
2018	4,852,434,319	107,907	569,834,356	122,238,600	1,834,799
2017	4,735,759,092	108,747	542,352,191	117,659,150	1,708,685
2016	4,462,469,741	108,259	513,468,297	115,702,970	1,534,773
2015	4,161,681,395	73,895	484,903,634	108,983,128	1,353,193
2014	3,953,445,411	72,472	470,798,148	101,058,580	1,297,173
2013	3,967,314,276	72,238	464,444,660	100,288,120	1,280,592
2012	4,155,601,672	71,249	489,922,596	103,225,020	1,179,008
2011	4,492,888,703	64,770	522,906,666	109,921,590	1,091,002
2010	4,900,000,910	63,969	539,823,471	112,349,200	914,617

* Equalized Assessed Valuation is one-third of the Actual Estimated Value.

Source of information: DuPage County Levy,
Rate and Extension Reports for the years 2009 to 2018

Hinsdale Township High School District 86

Property Tax Rates Direct and Overlapping Governments

Last Ten Fiscal Tax Years

Taxing District	2019	2018	2017
DuPage County	\$ 0.1655	\$ 0.1673	\$ 0.1749
DuPage County Forest Preserve District	0.1242	0.1278	0.1306
DuPage Airport Authority	0.0141	0.0146	0.0166
Downers Grove Township	0.0311	0.0318	0.0331
Downers Grove Township Road District	0.0510	0.0510	0.0512
Grade School District 181	2.5796	2.5406	2.5456
Community College 502	0.2112	0.2317	0.2431
Village of Hinsdale & Library	0.5321	0.5257	0.5104
Total overlapping rate	3.7088	3.6905	3.7055
Hinsdale Township High School			
District No. 86	<u>1.6110</u>	<u>1.4415</u>	<u>1.4380</u>
Total rate	<u>\$ 5.3198</u>	<u>\$ 5.1320</u>	<u>\$ 5.1435</u>

Source of information: DuPage County Clerk

	2016		2015		2014		2013		2012		2011		2010
\$	0.1848	\$	0.1971	\$	0.2057	\$	0.2040	\$	0.1929	\$	0.1773	\$	0.1659
	0.1514		0.1622		0.1691		0.1657		0.1542		0.1414		0.1321
	0.0176		0.0188		0.0196		0.0178		0.0168		0.0169		0.0158
	0.0350		0.0368		0.0378		0.0368		0.0343		0.0307		0.0281
	0.0524		0.0550		0.0564		0.0549		0.0512		0.0459		0.0420
	2.5828		2.7350		2.8455		2.8094		2.6965		2.3877		2.1353
	0.2626		0.2786		0.2975		0.2956		0.2681		0.2495		0.2349
	0.5310		0.5626		0.5858		0.5711		0.5457		0.4928		0.4538
	3.8176		4.0461		4.2174		4.1553		3.9597		3.5422		3.2079
	1.4952		1.5727		1.6227		1.5681		1.4984		1.3362		1.2011
\$	5.3128	\$	5.6188	\$	5.8401	\$	5.7234	\$	5.4581	\$	4.8784	\$	4.4090

Hinsdale Township High School District 86

Principal Property Tax Payers in the District

Current Year and Nine Years Ago

Name	Type of Business	Equalized Assessed Valuation	Percentage Of District's Total Equalized Assessed Valuation
<u>Year Ended June 30, 2020</u>			
JPD Oak Brook Holdings	Commercial properties	\$24,242,570	0.41 %
TGM Willowbrook Inc.	Apartments	18,867,700	0.32
ASVRF Oak Brook Regency	Regency Towers - office building with restaurant	18,514,930	0.31
Golub Real Estate Corp	Commercial properties	14,728,460	0.25
RREEF America LLC	Commercial properties	14,283,850	0.24
Adventus US Realty 4 LP	Commercial properties	11,332,320	0.19
Heartland Willowbrook LLC	Apartments	10,442,510	0.18
CBRE	Commercial properties	9,740,530	0.16
Commercial properties	9,608,690	8,440,584	0.14
Institute In Basic Life	Residential	9,595,520	0.16
Total		<u>\$ 140,188,974</u>	<u>2.36 %</u>
<u>Year Ended June 30, 2011</u>			
McDonalds Corporation	Headquarter-Fast Food Chain	\$ 25,801,170	0.44 %
Ipers Willowbrook Inc.	Apartments	18,842,000	0.32
North Star Trust Co.	Residential & open land prop	18,682,620	0.32
Hinsdale Management Co.	Office buildings	14,644,050	0.25
SFERS Real Estate Corp.	Office buildings	14,333,330	0.24
National Tax Search	Regency Towers-office build	14,248,330	0.24
Credit Management LP	Shopping center	9,650,810	0.16
Div Oak Brook Property	Office center	9,557,760	0.16
Harlem Irving Companies	Commercial property	9,353,260	0.16
OB I LLC	Office buildings and hotel	9,300,940	0.16
		<u>\$ 144,414,270</u>	<u>2.45 %</u>

*The figures above are totals of numerous parcels with Cook and DuPage Counties' 2019 equalized assessed valuations greater than \$300,000 as recorded in the DuPage County Assessor's office and \$100,000 in Cook County Assessor's office. They were compiled from a meticulous page by page search of a listing of such records. It is possible however, that certain parcels may have been overlooked.

Source: Cook and DuPage Counties, York and Downers Grove Township Assessor's Offices

Hinsdale Township High School District 86

Property Tax Rates, Extensions, And Collections

Last Ten Fiscal Tax Years

	2019	2018	2017	2016
Educational	1.1534	1.1437	1.1407	1.2025
Tort immunity	0.0105	0.0110	0.0108	0.0139
Special education	0.0355	0.0351	0.0352	0.0366
Operations and maintenance	0.1279	0.1267	0.1263	0.1229
Debt service	0.1907	0.0332	0.0339	0.0270
Transportation	0.0451	0.0497	0.0494	0.0407
Working cash	0.0004	0.0006	0.0003	0.0076
Municipal retirement	0.0139	0.0146	0.0146	0.0168
Social Security	0.0336	0.0269	0.0268	0.0272
Total rates extended	1.6110	1.4415	1.4380	1.4952
Property tax extensions				
Educational	\$ 65,205,447	\$ 67,426,224	\$ 65,405,852	\$ 64,486,983
Tort immunity	593,599	647,774	619,016	744,101
Special education	2,006,930	2,069,475	2,017,536	1,961,238
Operations and maintenance	7,230,602	7,468,967	7,241,397	6,590,609
Debt service	10,780,890	1,961,992	1,947,427	1,435,052
Transportation	2,549,650	2,929,362	2,832,431	2,184,468
Working cash	22,613	34,661	17,195	409,256
Municipal retirement	785,812	860,578	836,819	903,551
Social security	1,899,517	1,585,639	1,536,413	1,456,312
Total levies extended	\$ 91,075,060	\$ 84,984,672	\$ 82,454,086	\$ 80,171,570
Collected in first year of levy	48,730,906	44,124,927	46,111,834	40,434,063
Collected in subsequent years	-	40,506,162	36,131,119	38,742,716
Total collections	\$ 48,730,906	\$ 84,631,089	\$ 82,242,953	\$ 79,176,779
Percentage collected in first year	53.51%	51.92%	55.92%	50.43%
Percentage collected	53.51%	99.58%	99.74%	98.76%

Note: The District's ability to increase property tax levels is limited by the Property Tax Extension Limitation Act passed by the Illinois legislature in 1994. The legislation limits the levy increase to the lesser of the increase in consumer price index or five percent of existing property values.

Tax rates are expressed in dollars per one hundred of assessed valuation

Source of information: DuPage County Levy, Rate, and Extension Reports for 2009-2018.

2015	2014	2013	2012	2011	2010
1.2200	1.2377	1.1953	1.1358	1.0040	0.9176
0.0145	0.0149	0.0145	0.0136	0.0110	0.0104
0.0383	0.0395	0.0381	0.0361	0.1770	0.1557
0.1681	0.2101	0.2023	0.1922	0.0325	0.0228
0.0353	0.0371	0.0411	0.0473	0.0334	0.0341
0.0426	0.0385	0.0371	0.0354	0.0174	0.0166
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0255	0.0190	0.0203	0.0194	0.0449	0.0301
0.0284	0.0259	0.0194	0.0186	0.0160	0.0138
1.5727	1.6227	1.5681	1.4984	1.3362	1.2011
\$ 60,814,645	\$ 58,809,479	\$ 57,520,570	\$ 57,064,710	\$ 54,344,336	\$ 53,905,491
722,797	707,975	696,238	683,083	595,559	611,053
1,909,181	1,876,848	1,830,946	1,814,097	1,759,683	1,339,455
8,414,354	9,982,929	9,724,825	9,659,774	9,585,540	9,149,133
1,759,637	1,762,811	1,980,287	2,381,412	2,435,119	1,771,889
2,103,589	1,829,333	1,783,307	1,778,643	1,808,584	2,003,454
-	-	-	-	-	-
1,271,126	902,788	975,598	974,415	941,917	975,183
1,400,731	1,230,642	932,493	934,237	866,440	810,511
\$ 78,396,060	\$ 77,102,805	\$ 75,444,264	\$ 75,290,371	\$ 72,337,178	\$ 70,566,169
39,452,276	37,807,539	36,735,667	36,024,189	35,688,360	34,612,137
38,159,823	38,225,974	38,506,461	38,952,481	36,421,398	35,760,269
\$ 77,612,099	\$ 76,033,513	\$ 75,242,128	\$ 74,976,670	\$ 72,109,758	\$ 70,372,406
50.32%	49.04%	48.69%	47.85%	49.34%	49.05%
99.00%	98.61%	99.73%	99.58%	99.69%	99.73%

Hinsdale Township High School District 86

Ratio of Outstanding Debt by Type Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Bonded Debt	Debt Certificates	Capital Leases	Total	Percentage of Estimated Actual Taxable Value of Property	General Debt Per Capita
2020	\$ 112,545,000	\$ -	\$ -	\$ 112,545,000	0.66%	1,486
2019	82,535,000	-	1,628,132	84,163,132	0.51%	1,112
2018	21,746,238	-	1,484,640	23,230,878	0.14%	307
2017	23,145,120	-	1,962,687	25,107,807	0.16%	332
2016	24,179,969	-	-	24,179,969	0.17%	319
2015	20,486,344	80,000	-	20,566,344	0.15%	183
2014	21,769,069	265,000	126,550	22,160,619	0.16%	256
2013	23,376,794	445,000	251,368	24,073,162	0.17%	279
2012	25,031,056	615,000	196,800	25,842,856	0.17%	300
2011	8,275,000	775,000	388,259	9,438,259	0.06%	122

Source of information: Annual Financial Statements

Note: Population estimates were based on official U.S. Census, Local, City, Village and School data.

Hinsdale Township High School District 86

Computation of Direct and Overlapping Debt

June 30, 2020

<u>Taxing Authority</u>	<u>2018 Total Equalized Assessed Valuation</u>	<u>Outstanding Bonds</u>	<u>Applicable to District</u>	
			<u>Percent</u>	<u>Amount</u>
Hinsdale Township High School District Number 86	5,937,500,700	81,070,000	100.000%	\$ 81,070,000
DuPage County	41,460,078,330	27,410,000 (2)	13.647%	3,740,643
DuPage County Forest Preserve	41,460,078,330	93,615,000	13.647%	12,775,639
Cook County	166,917,611,547	2,803,851,750	0.171%	4,794,586
Cook County Forest Preserve	166,917,611,547	140,990,000	0.171%	241,093
Metropolitan Water Reclamation District	164,054,703,895	2,274,859,669 (1)	0.174%	3,958,256
Municipalities:				
Village of Clarendon Hills	594,274,371	0 (2)	93.539%	-
City of Darien	932,063,818	5,570,000	59.211%	3,298,053
Village of Hinsdale	1,937,172,800	2,695,000 (2)	99.899%	2,692,278
Village of Lemont	680,520,825	0 (2)	0.071%	-
Village of Westmont	916,320,207	0 (2)	20.572%	-
Village of Willowbrook	480,200,514	0 (2)	100.000%	-
Special Service Areas:				
Clarendon Hills #15	13,018,000	0 (2)	100.000%	-
Hinsdale #13	61,638,114	540,000	100.000%	540,000
Willowbrook #1	11,170,280	2,105,000	100.000%	2,105,000
Park Districts:				
Burr Ridge Park District	798,368,933	2,710,000	100.000%	2,710,000
Clarendon Hills Park District	593,248,541	789,000 (2)	93.552%	738,125
Darien Park District	924,415,467	1,674,810 (2)	59.696%	999,795
Oak Brook Park District	1,632,444,498	18,935,521 (3)	58.729%	11,120,642
Oakbrook Terrace Park District	354,157,623	1,272,000	3.846%	48,921
Westmont Park District	934,189,127	913,000 (2)	19.675%	179,633
Miscellaneous Districts:				
Darien-Woodridge Fire District	1,218,629,757	0 (2)	14.757%	-
School Districts:				
#53	934,069,734	180,000	100.000%	180,000
#60	671,544,202	37,360,000	76.646%	28,634,946
#61	530,441,355	2,835,000	54.642%	1,549,101
#62	779,140,316	3,240,000	100.000%	3,240,000
#63	353,326,094	5,104,112 (2)(3)	96.516%	4,926,285
#181	2,756,084,256	81,690,000 (2)	100.000%	81,690,000
College of DuPage #502	46,462,234,828	121,575,000 (2)	12.794%	15,554,306
Total Direct and Overlapping General Obligation Bonded Debt			\$ 266,787,302	

(1) Includes IEPA Revolving Loan Fund Bonds

(2) Excludes outstanding General Obligation Alternate Revenue Source Bonds which are expected to be paid from sources other than general taxation. Also excludes installment contracts, loans, notes and debt certificates.

(3) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.

Source: Offices of the Cook and DuPage County Clerks, Cook County Comptroller and Treasurer of Metropolitan Water Reclamation District of Greater Chicago

Hinsdale Township High School District 86

Legal Debt Margin Information

Last Ten Fiscal Years

	2020	2019	2018	2017
Legal debt limit (6.9% of equalized assessed valuation)	\$ 409,687,548	\$ 402,755,375	\$ 372,433,563	\$ 367,383,372
General bonded debt outstanding				
General obligation bonds/debt certificates	112,545,000	19,633,574	21,759,640	23,050,000
Less:				
Amounts set aside to repay general debt	942,202	891,132	(830,753)	793,813
Total net debt applicable to debt limit	111,602,798	18,742,442	22,590,393	22,256,187
Legal debt margin	\$ 298,084,750	\$ 384,012,933	\$ 349,843,170	\$ 345,127,185
Total net debt applicable to the limit as a percentage of debt limit	72.76%	95.35%	93.93%	93.94%

Legal debt margin calculation for fiscal year June 30, 2020

Assessed valuation of taxable properties for the tax year 2019	\$ 5,937,500,700
Rate	6.9%
Bonded debt limit	409,687,548
Debt subject to limitation:	
General obligation debt payable	112,545,000
Total debt subject to limitation	112,545,000
Less Debt Service Fund balance	942,202
Net debt outstanding subject to limitation	111,602,798
Legal bonded debt margin at June 30, 2019	\$ 298,084,750

Source of Information: Annual Financial Statements

2016	2015	2014	2013	2012	2011
\$ 343,951,679	\$ 327,854,412	\$ 329,954,232	\$ 346,067,193	\$ 376,813,181	\$ 406,469,532
22,220,000	18,400,000	19,660,000	21,240,000	22,875,000	9,050,000
933,025	528,484	1,632,074	1,779,462	1,800,734	1,427,735
21,286,975	17,871,516	18,027,926	19,460,538	21,074,266	7,622,265
\$ 322,664,704	\$ 309,982,896	\$ 311,926,306	\$ 326,606,655	\$ 355,738,915	\$ 398,847,267
93.81%	94.55%	94.54%	94.38%	94.41%	98.12%

Hinsdale Township High School District 86

Demographic And Economic Statistics - Population

June 30, 2019

Calendar year ended December 31,	Estimated Population	Personal Income (<i>thousands of dollars</i>)	Per Capita Personal Income	Unemployment rate Village of Hinsdale	Ratio of outstanding debt to personal income
2019	17,705	\$ 1,510,591	\$ 85,320	3.1%	7.45%
2018	17,631	\$ 1,399,372	79,370	3.7%	6.01%
2017	16,816	\$ 1,337,461	79,535	4.8%	1.74%
2016	16,816	\$ 1,332,533	79,242	4.7%	1.88%
2015	16,816	\$ 1,326,816	78,902	5.5%	1.82%
2014	16,816	\$ 1,271,222	75,596	7.3%	1.62%
2013	16,816	\$ 1,343,750	79,909	5.8%	1.65%
2012	16,816	\$ 1,216,789	72,359	6.4%	1.98%
2011	16,816	\$ 1,063,965	63,271	6.7%	2.43%
2010	17,940	\$ 1,137,306	63,395	6.9%	0.83%

Source of information: American Fact Finder, 2000 and 2010 Census, 2007-2011, 2008-2012, 2009-2013, 2010-2014, 2011-2015, 2012-2016, 2013-2017 and 2014-2018 American Community Survey 5-year Estimates, Local Area Unemployment Statistics (LAUS).

Hinsdale Township High School District 86

Demographic and Economic Statistics - Median Household Income

June 30, 2020

	VILLAGE OF BURR RIDGE		VILLAGE OF CLARENDON HILLS		CITY OF DARIEN	
	Number	Percent	Number	Percent	Number	Percent
Total:	4,395		3,045		8,947	
Less than \$10,000	165	3.75%	54	1.77%	441	4.93%
\$10,000 to \$14,999	90	2.05%	66	2.17%	247	2.76%
\$15,000 to \$24,999	131	2.98%	233	7.65%	503	5.62%
\$25,000 to \$34,999	103	2.34%	246	8.08%	470	5.25%
\$35,000 to \$49,999	364	8.28%	108	3.55%	915	10.23%
\$50,000 to \$74,999	541	12.31%	457	15.01%	1,515	16.93%
\$75,000 to \$99,999	263	5.98%	260	8.54%	1,318	14.73%
\$100,000 to \$149,999	824	18.75%	459	15.07%	1,613	18.04%
\$150,000 to \$199,999	455	10.35%	380	12.48%	921	10.29%
\$200,000 or more	1,459	33.21%	782	25.68%	1,004	11.22%
	VILLAGE OF HINSDALE		VILLAGE OF OAK BROOK		VILLAGE OF WESTMONT	
	Number	Percent	Number	Percent	Number	Percent
Total:	5,571		3,024		10,853	
Less than \$10,000	164	2.94%	65	2.15%	866	7.98%
\$10,000 to \$14,999	74	1.33%	125	4.13%	590	5.44%
\$15,000 to \$24,999	213	3.82%	77	2.55%	1,124	10.36%
\$25,000 to \$34,999	164	2.94%	109	3.60%	996	9.18%
\$35,000 to \$49,999	318	5.71%	258	8.53%	1,386	12.77%
\$50,000 to \$74,999	520	9.33%	252	8.33%	1,819	16.75%
\$75,000 to \$99,999	381	6.84%	201	6.65%	1,284	11.83%
\$100,000 to \$149,999	659	11.83%	461	15.24%	1,363	12.56%
\$150,000 to \$199,999	546	9.80%	372	12.30%	532	4.90%
\$200,000 or more	2,532	45.46%	1,104	36.52%	893	8.23%
	VILLAGE OF WILLOWBROOK		COUNTY OF COOK		COUNTY OF DUPAGE	
	Number	Percent	Number	Percent	Number	Percent
Total:	3,945		1,951,606		338,987	
Less than \$10,000	160	4.06%	166,238	8.52%	12,998	3.83%
\$10,000 to \$14,999	36	0.91%	93,497	4.79%	7,932	2.34%
\$15,000 to \$24,999	308	7.81%	196,340	10.06%	20,909	6.17%
\$25,000 to \$34,999	325	8.24%	177,670	9.10%	22,970	6.78%
\$35,000 to \$49,999	542	13.74%	237,299	12.16%	36,122	10.66%
\$50,000 to \$74,999	1,006	25.50%	325,112	16.67%	55,454	16.36%
\$75,000 to \$99,999	415	10.52%	233,500	11.96%	46,329	13.67%
\$100,000 to \$149,999	455	11.53%	269,196	13.79%	64,529	19.03%
\$150,000 to \$199,999	270	6.84%	116,722	5.98%	32,608	9.62%
\$200,000 or more	428	10.85%	136,032	6.97%	39,136	11.54%
	STATE OF ILLINOIS					
	Number	Percent				
Total:	4,802,124					
Less than \$10,000	341,280	7.11%				
\$10,000 to \$14,999	212,171	4.42%				
\$15,000 to \$24,999	463,092	9.64%				
\$25,000 to \$34,999	439,726	9.16%				
\$35,000 to \$49,999	605,086	12.60%				
\$50,000 to \$74,999	842,052	17.52%				
\$75,000 to \$99,999	612,265	12.75%				
\$100,000 to \$149,999	698,513	14.55%				
\$150,000 to \$199,999	289,346	6.03%				
\$200,000 or more	298,593	6.22%				

HOUSEHOLD INCOME IN THE PAST 12 MONTHS (IN 2017 INFLATION-ADJUSTED DOLLARS)
2013-2017 American Community Survey 5-Year Estimates

Hinsdale Township High School District 86

Principal Employers Current Year And Nine Years Ago

Firm*	Type of Business	Approximate Employment	Percentage of Total Employment**
<u>Year Ended June 30, 2020</u>			
Argonne National Laboratory	Science and Eng. Research Ctr.	3163	10.41 %
Amita Adventist Medical Center	Hospital & Health Systems	1,560	5.13
Novipax, LLC	Res., Agr. and Cons. Equip.	800	2.63
Advocate Home Health Services	Home Health Services	800	2.63
CNH America LLC	Res., Agr. and Cons. Equip.	800	2.63
Chamberlain Group, Inc.	Security Systems	800	2.63
Citgo Petroleum Corp., Lemont Refinery	Refiner of Industrial Products	750	2.47
Ace Hardware Corp. HQ	Corp. HQ	650	2.14
Hinsdale Township High School District 86	High School District	620	2.04
Crowe Horwath, LLP	Public Acc., Cons. and Tech. Firm	500	1.65
Inland Real Estate Corporation	Real Estate Corporation	445	1.46
RML Specialty Hospital	Hospital	440	1.45
A.M. Castle & Co. HQ	Metals Distribution	400	1.32
Hub Group, Inc.	Transportation Management	345	1.14
Continental Electrical Construction	Electrical Contractor	300	0.99
TCF National Bank Corporate Office	Financial Services	250	0.82
Mars Chocolate North America	Ice Cream Manufacturing Facility	250	0.82
Total		<u>12,873</u>	<u>42.36 %</u>
<u>Year Ended June 30, 2011</u>			
McDonalds Corporation	Headquarters - fast food chain	3,000	11.2%
Hinsdale Hospital	Hospital	1,555	5.8%
Advocate Home Health Care	Home health care	1,200	4.5%
Inland Real Estate & Mortgage	Commercial Mortgage Services	1,057	3.9%
Ace Hardware	Wholesale hardware co-op	1,000	3.7%
Tuthill Corporation	Manufacturing	873	3.3%
Nordstrom	Department Store	700	2.6%
Hinsdale Township HS District 86	Public high school district	615	2.3%
Sandford Corp.	Corporate headquarters and art materials	600	2.0%
Crowe, Horwath & Co., LLP	Accounting services	550	2.0%
Total		<u>11,150</u>	<u>41.30%</u>

* Includes companies and institutions located in the communities in which the District is located but not necessarily within the boundaries of the District.

**Calculating applicable percentages to the Illinois Department of Employment Security reports the 2018 estimated total employment in High School District 86 was approximately 29,813.

Sources:

2019 Illinois Manufacturers Directory
2019 Illinois Services Directory
AtoZ Business Database.com
Official Database/Financial Documents/Phone Canvass of Employers

Hinsdale Township High School District 86

Demographic and Economic Statistics - Average Unemployment Rates Last Ten Calendar Years

	VILLAGE OF BURR RIDGE	VILLAGE OF CLARENDON HILLS	CITY OF DARIEN	VILLAGE OF HINDSDALE	VILLAGE OF OAK BROOK	VILLAGE OF WESTMONT
2010 - Average	3.1	2.9	6.6	6.7	9.6	8.5
2011 - Average	2.4	3.4	6.1	6.4	9.2	8.1
2012 - Average	2.1	3.1	5.5	5.8	8.4	7.4
2013 - Average	7.8	6.7	7.5	7.3	6.6	7.7
2014 - Average	6.1	5.0	6.0	5.5	5.4	5.8
2015 - Average	4.1	4.1	4.6	4.7	4.9	4.7
2016 - Average	4.2	4.3	4.8	4.8	4.6	4.6
2017- Average	3.4	3.6	4.1	3.7	3.9	4.0
2018- Average	2.8	2.9	3.1	3.1	2.8	3.2
2019- Average	2.5	2.8	3.0	2.9	2.7	2.9

Note: 2018 Is the most recent information available.

Source of Information: State of Illinois Department of Employment Security, 2018 released in March 2019. Updated 2009 in February, 2009. Updated 2010-2016 in February, 2017.

VILLAGE OF WILLOWBOOK	COUNTY OF DUPAGE	COUNTY OF COOK	STATE OF ILLINOIS
7.5	8.3	10.5	10.4
7.2	10.4	10.3	9.7
6.5	7.3	9.3	8.9
7.2	5.6	9.6	7.4
5.5	5.8	7.5	7.1
4.2	4.7	6.2	5.9
5.2	4.8	6.1	5.9
4.0	4.1	5.2	5.0
3.2	3.1	4.0	4.3
2.8	2.9	3.8	4.0

Hinsdale Township High School District 86

Operating Statistics

Last Ten Fiscal Years

Fiscal Year	(1) Expenditure	ADA	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/ Teacher Ratio	Student Attendance Record
2020	\$ 86,317,256	3,874	\$ 22,283	-1.33%	360	10.8	95.60%
2019	87,891,930	3,892	22,583	5.43%	371	11.4	93.80%
2018	80,437,912	4,333	20,145	3.04%	374	11.6	94.00%
2017	80,046,109	4,317	19,551	6.00%	376	11.5	94.00%
2016	81,252,207	4,412	18,444	5.94%	369	12.0	93.80%
2015	77,300,936	4,440	17,410	2.83%	371	12.0	93.30%
2014	75,966,601	4,487	16,930	-30.03%	377	11.9	93.40%
2013	110,456,233	4,565	24,196	12.30%	372	12.3	94.30%
2012	97,557,660	4,528	21,545	2.57%	373	12.1	94.20%
2011	95,115,440	4,528	21,006	6.77%	364	12.4	94.20%

Source of information: District records.

(1) Total allowance for per capita tuition computation

Hinsdale Township High School District 86

School Building Information

Last Ten Fiscal Years

	2020	2019	2018	2017
Hinsdale Central High School (1947)				
Buildings (square feet) ^d	478,425	478,425	478,425	478,425
Available capacity (students) ^a	2,515	2,515	2,515	2,515
Enrollment (students housed) ^b	2,682	2,728	2,786	2,765
Hinsdale South High School (1965)				
Buildings (square feet) ^d	468,458	468,458	468,458	468,458
Available capacity (students) ^a	1,705	1,705	1,705	1,705
Enrollment (students housed) ^b	1,393	1,421	1,483	1,507
Hinsdale Twp. HSD 86 Adult Opportunities Program ^c				
Buildings (square feet) ^{d, e}	8,700	8,700	8,700	8,700
Available capacity (students) ^{a, f}	42	42	42	42
Enrollment (students housed) ^b	71	66	64	45

^a Student capacity was updated by the District during the 2017-18 school year. The District completed and published its initial Student Capacity and Space Utilization Report. Target capacity is 80% of the target enrollment cap identified in the report.

^b Enrollment numbers have been updated to reflect the fall housing report that is compiled by the Illinois State Board of Education. The report can be found at:
<https://www.isbe.net/Pages/Fall-Enrollment-Counts.aspx>

^c The Adult Opportunities Program (aka Transition Center) was assigned its own RCDTS number for the 2014-15 school year.

^d The Transition Center renovation was completed in the summer of 2016. The space was opened for students in the fall of 2016. Prior to that, the program met in leased space.

^e Buildings (square feet) was recalculated during the Student Capacity Report process in 2017-18.

^f Capacity is determined by educational needs of the students. Not all students enrolled in the Adult Opportunities Program attend the Transition Center building. The District leases additional space to meet program needs.

Source of information: District building and enrollment records

2016	2015	2014	2013	2012	2011
478,425	478,425	478,425	478,425	478,425	478,425
2,515	2,515	2,515	2,515	2,515	2,515
2,806	2,778	2,777	2,830	2,780	2,721
468,458	468,458	468,458	468,458	468,458	468,458
1,705	1,705	1,705	1,705	1,705	1,705
1,578	1,632	1,710	1,735	1,748	1,807
N/A	N/A				
N/A	N/A				
28	30				

Hinsdale Township High School District 86

School District Employees by Function Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Teachers	316	330	332	334	328	330	336	336	338	329
Counselors	20	20	20	20	20	21	21	24	23	23
Social Workers	14	12	11	12	11	9	9	5	5	5
Librarians	3	4	5	5	6	7	7	7	7	7
Psychologists	5	5	5	5	4	4	4	0	0	0
Administration	24	25	25	26	25	22	16	16	16	16
Aides/Student Safety	104	119	117	107	104	106	89	93	98	94
Buildings & Grounds	30	31	31	29	34	35	38	40	39	40
Information Technology	14	10	10	7	9	9	10	10	10	10
Support Staff	72	65	71	70	69	70	70	70	69	65
	<hr/>									
Total	602	620	627	615	610	613	600	601	605	589

Note: Employee data has been updated to reflect full-time equivalents.

Source of information: District records - full time equivalents.