

Berwyn North School District 98

Berwyn, Illinois

Annual Financial Report

Year Ended June 30, 2020

Berwyn North School District 98
Annual Financial Report
For the Year Ended June 30, 2020

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Independent Auditors' Report

To Members of the Board of Education
Berwyn North School District 98
Berwyn, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Berwyn North School District 98 (District), as of and for the period 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 have 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 of material misstatement.

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

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

Opinion

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, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 10, other post-employment benefits information on page 61, the Teachers Retirement System Fund pension data on page 62, Teachers' Health Insurance Security Fund pension data on page 63, the Illinois Municipal Retirement Fund pension data on page 64-66, and budgetary comparison schedules and notes to the required supplementary information on pages 67 through 84 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 other 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 combining and individual nonmajor fund financial statements and the statistical tables are presented for purposes of additional analysis and are not a required part of the financial statements.

The supplementary financial information is 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

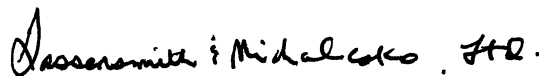
To the Board of Education
Berwyn North School District 98

procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary financial information for the year ended June 30, 2020 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements for the year ended June 30, 2019, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The 2020 other supplementary information is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 2020 other supplementary information is fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 16, 2020, on our consideration of the District's internal control over financial reporting and our tests of its compliance with provisions of laws, regulations, contracts and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.


Gassensmith & Michalesko, Ltd.
Certified Public Accountants

October 16, 2020

Berwyn North School District 98
Management's Discussion and Analysis
Year Ended June 30, 2020

The discussion and analysis of Berwyn North School District 98's (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 basic financial statements and notes to the financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior year is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- Total net position increased by approximately \$2.6 Million.
- Assets and deferred outflows exceeded liabilities and deferred inflows by approximately \$55.4 million.

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 required, supplementary and other supplementary information in addition to the basic financial statements.

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the 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 and liabilities and deferred inflows/outflows, with the difference 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 District's net position changed during the fiscal year being reported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

Berwyn North School District 98
Management's Discussion and Analysis
Year Ended June 30, 2020

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, operations and maintenance of facilities and transportation services.

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District 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 financial 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 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 balance 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 funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General Fund (Educational, Tort Immunity and Judgment Account, and Working Cash Account), Operations and Maintenance, Transportation, IMRF, and Fire Prevention and Safety, all of which are considered to be major funds.

Berwyn North School District 98
Management's Discussion and Analysis
Year Ended June 30, 2020

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

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 statements 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 fund financial statements.

Notes to the financial statements

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

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its noncertified employees. Information is also included comparing actual results to the initial budget.

Government-Wide Financial Analysis

- The District's net position is \$2.6 million higher as of June 30, 2020 than it was as of June 30, 2019.
- The District's total revenues were \$58.6 million. Real estate and personal property replacement taxes accounted for 16 percent of revenues. Another 84 percent of revenues came from state and federal aid for specific programs and the remainder from fees charged for services and miscellaneous sources.
- The District's total expenses were \$56.0 million. These expenses were used to provide instructional and related services to the District's students.

Berwyn North School District 98
Management's Discussion and Analysis
Year Ended June 30, 2020

Table 1 Condensed Statement of Net Position		
	<u>2020</u>	<u>2019</u>
Current and other assets	59,996,608	56,285,368
Capital assets, net	<u>28,664,670</u>	<u>29,922,835</u>
Total assets	<u>88,661,278</u>	<u>86,208,203</u>
Deferred outflow of resources	3,207,671	3,697,224
Current liabilities	<u>32,678</u>	<u>82,576</u>
Long-term liabilities	<u>23,948,175</u>	<u>25,307,970</u>
Total liabilities	<u>23,980,853</u>	<u>25,390,546</u>
Deferred inflow of resources	<u>12,506,878</u>	<u>11,766,831</u>
Net position:		
Investment in capital assets	28,664,670	29,922,835
Restricted	6,414,360	5,751,256
Unrestricted	<u>20,302,187</u>	<u>17,073,959</u>
Total net position	<u>55,381,217</u>	<u>52,748,050</u>

Berwyn North School District 98
Management's Discussion and Analysis
Year Ended June 30, 2020

Table 2
Changes in Net Position

	<u>2020</u>	<u>% of Total</u>	<u>2019</u>	<u>% of Total</u>
Revenues:				
Program revenues:				
Charges for services	3,343	0.0%	63,063	0.1%
Operating/capital grants and contributions	22,520,820	38.4%	20,417,392	36.6%
General revenues:				0.0%
Property taxes	9,102,347	15.5%	8,854,356	15.9%
State aid-formula grants	26,527,803	45.2%	25,791,419	46.2%
Other	489,338	0.8%	640,757	1.1%
Total revenues	<u>58,643,651</u>	<u>100.0%</u>	<u>55,766,987</u>	<u>100.0%</u>
Expenses:				
Instruction	39,379,941	70.3%	38,753,399	71.2%
Pupil and instructional services	4,839,200	8.6%	4,823,600	8.9%
Administration and business	6,302,292	11.3%	5,603,464	10.3%
Transportation	1,318,619	2.4%	1,436,254	2.6%
Operations and maintenance	3,927,894	7.0%	3,503,492	6.4%
Other	242,538	0.4%	274,966	0.5%
Total expenses	<u>56,010,484</u>	<u>100.0%</u>	<u>54,395,175</u>	<u>100.0%</u>
Increase (decrease) in net position	<u>2,633,167</u>		<u>1,371,812</u>	
Net Position, beginning of Year	<u>52,748,050</u>		<u>51,376,238</u>	
Net Position, End of Year	<u>55,381,217</u>		<u>52,748,050</u>	

Berwyn North School District 98
Management's Discussion and Analysis
Year Ended June 30, 2020

Financial Analysis of the District's Funds

As the District completed the year, its governmental funds reported combined fund balances of \$55.6 million.

The most significant changes in the fund balances occurred in the General Fund. The General Fund had revenues in excess of expenditures in the amount of \$3.0 million and is discussed in more detail below.

The General Fund ended with a net increase of \$2,956,736, and ended with a fund balance of \$49,356,217. Revenues were higher than anticipated due to additional state aid received combined with lower than anticipated expenditures.

The Operations and Maintenance Fund ended with a net increase of \$246,723 and ended with a fund balance of \$5,130,625. Revenues were higher than anticipated combined with lower than anticipated expenditures.

The Transportation Fund ended with a net increase of \$235,188, and ended with a fund balance of \$549,084.

The IMRF/Social Security Fund ended with a net increase of \$194,015, and ended with a fund balance of \$421,854.

The Debt Service Fund ended with a net decrease of \$124, and ended with a fund balance of \$2,360 as a result of property tax refund that was paid that was not anticipated.

The Fire Prevention and Safety Fund had a net increase of \$3,709, and an ending fund balance of \$121,360. The change approximates the decrease the District anticipated in the budget.

General Fund Budgetary Highlights

Over the course of the year, the District did not revise the annual operating budget. Expenditures were under budget in the Educational Account, of the General Fund, by \$1.7 million, excluding the on-behalf payments, primarily due to the cost of salaries and benefits being less than anticipated. Revenues were in line with budgeted amount.

Berwyn North School District 98
Management's Discussion and Analysis
Year Ended June 30, 2020

Capital Asset

By the end of fiscal 2020, the District has invested \$28.7 million in a broad range of capital assets, including school buildings, furnishings, and equipment. Total depreciation expense for the year was \$1.3 million.– Detailed information on the District's capital assets can be found in Note 5 of the District's financial statements.

Table 3		
Capital Assets (net of depreciation)		
	<u>2020</u>	<u>2019</u>
Land	255,810	255,810
Buildings	27,690,127	28,781,706
Equipment and vehicles	<u>718,733</u>	<u>885,319</u>
Total	<u>28,664,670</u>	<u>29,922,835</u>

Factors Bearing on the District's Future

Staff and health insurance costs are anticipated to increase, in addition to transportation costs and expenditures in the IMRF fund to support pensions, FICA, and Medicare payments required for qualified non-certified staff.

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 Director of Business Services, 6633 West 16th Street, Berwyn, Illinois 60402.

BERWYN NORTH SCHOOL DISTRICT 98
STATEMENT OF NET POSITION- GOVERNMENTAL ACTIVITIES
June 30, 2020

	<u>2020</u>
Cash and investments	54,001,246
Receivable (net of allowance for uncollectibles):	
Property Taxes	4,433,135
Replacement taxes	30,688
Intergovernmental	1,463,891
Prepaid assets	67,648
Capital assets:	
Land	255,810
Other capital assets, net of depreciation	28,408,860
Total assets	<u>88,661,278</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred outflows of resources related to pensions	<u>3,207,671</u>
Total assets and deferred outflows of resources	<u>91,868,949</u>
<u>LIABILITIES</u>	
Accounts payable	32,678
Long-term liabilities:	
Due within one year	-
Due after one year	<u>23,948,175</u>
Total liabilities	<u>23,980,853</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Deferred inflows of resources related to pensions	8,124,449
Deferred inflows of resources related to taxes	4,382,430
<u>NET POSITION</u>	
Invested in Capital assets, net of related debt	28,664,670
Restricted For:	
Operations and maintenance	5,079,120
Debt service	2,360
Student transportation	549,084
Retirement benefits	421,854
Tort immunity	240,582
Fire prevention and safety	121,360
Unrestricted	<u>20,302,187</u>
Total Net Position	<u><u>55,381,217</u></u>

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

BERWYN NORTH SCHOOL DISTRICT 98
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

<u>Functions/Programs</u>	<u>Expenses</u>	<u>PROGRAM REVENUES</u>		<u>Net (Expenses) Revenue and Changes in Net Position</u>
		<u>Changes for Services</u>	<u>Operating Grants and Contributions</u>	
Governmental activities				
Instruction:				
Regular programs	14,259,633	-	2,213,775	(12,045,858)
Special programs	5,217,980	-	1,655,738	(3,562,242)
Other instructional programs	5,257,508	-	771,408	(4,486,100)
State retirement contributions	14,644,818	-	14,644,818	-
Support services:				
Pupils	2,310,965	-	-	(2,310,965)
Instructional staff	1,577,336	-	219,422	(1,357,914)
General administration	962,751	-	-	(962,751)
School administration	1,713,200	-	-	(1,713,200)
Business	3,264,650	3,343	2,184,718	(1,076,589)
Transportation	1,318,620	-	731,131	(587,489)
Operations and maintenance	3,927,894	-	50,000	(3,877,894)
Central	361,691	-	-	(361,691)
Other supporting services	950,899	-	49,810	(901,089)
Community services	<u>242,538</u>	<u>-</u>	<u>-</u>	<u>(242,538)</u>
Total governmental activities	<u>56,010,483</u>	<u>3,343</u>	<u>22,520,820</u>	<u>(33,486,320)</u>

GENERAL REVENUES:

Taxes:

Real estate taxes, levied for general purposes	5,703,265
Real estate taxes, levied for specific purposes	3,264,475
Personal property replacement taxes	134,606
State aid-formula grants	26,527,803
Investment earnings	338,426
Other Revenues	<u>150,912</u>
Total general revenues	<u>36,119,487</u>
Change in net position	2,633,167
Net Position -Beginning	<u>52,748,050</u>

Net Position - End 55,381,217

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

BERWYN NORTH SCHOOL DISTRICT 98
GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2020

	<u>General</u>	<u>Operations and Maintenance</u>	<u>Transportation</u>
<u>ASSETS</u>			
Cash and investments	47,846,480	5,072,422	542,506
Receivables (net of allowance for uncollectibles):			
Property taxes	2,845,025	588,473	347,867
Replacement taxes	30,688	-	-
Intergovernmental	1,463,891	-	-
Prepaid items	<u>10,762</u>	<u>51,505</u>	<u>5,381</u>
Total assets	<u>52,196,846</u>	<u>5,712,400</u>	<u>895,754</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Accounts payable	<u>32,678</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>32,678</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources			
Unearned revenue	<u>2,807,951</u>	<u>581,775</u>	<u>346,670</u>
Fund balances:			
Nonspendable	10,762	51,505	-
Restricted - operations and maintenance	-	5,079,120	-
Restricted - Debt Service	-	-	-
Restricted - Student Transportation	-	-	549,084
Restricted - Retirement Benefits	-	-	-
Restricted - Tort Immunity	240,582	-	-
Restricted - Fire Prevention and Safety	-	-	-
Unassigned	<u>49,104,873</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>49,356,217</u>	<u>5,130,625</u>	<u>549,084</u>
Total liabilities and fund balance	<u>52,196,846</u>	<u>5,712,400</u>	<u>895,754</u>

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

<u>Municipal Retirement/ Soc. Sec</u>	<u>Debt Service</u>	<u>Fire Prevention and Safety</u>	<u>Total</u>
416,119	2,360	121,359	54,001,246
644,605	-	7,165	4,433,135
-	-	-	30,688
-	-	-	1,463,891
-	-	-	67,648
<u>1,060,724</u>	<u>2,360</u>	<u>128,524</u>	<u>59,996,608</u>
-	-	-	32,678
-	-	-	32,678
<u>638,870</u>	<u>-</u>	<u>7,164</u>	<u>4,382,430</u>
-	-	-	62,267
-	-	-	5,079,120
-	2,360	-	2,360
-	-	-	549,084
421,854	-	-	421,854
-	-	-	240,582
-	-	121,360	121,360
-	-	-	49,104,873
<u>421,854</u>	<u>2,360</u>	<u>121,360</u>	<u>55,581,500</u>
<u>1,060,724</u>	<u>2,360</u>	<u>128,524</u>	<u>59,996,608</u>

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

BERWYN NORTH SCHOOL DISTRICT 98
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION

June 30, 2020

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

Total fund balances - governmental funds	55,581,500
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Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet.	28,664,670
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Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds:

Deferred outflows of resources related to pensions	3,207,671
Deferred inflows of resources related to pensions	(8,124,449)

Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not recognized in the governmental funds balance sheet.	<u>(23,948,175)</u>
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Net Position - governmental activities	<u><u>55,381,217</u></u>
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The notes to the basic financial statements are an integral part of this statement.

BERWYN NORTH SCHOOL DISTRICT 98
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2020

	<u>General</u>	<u>Operations and Maintenance</u>	<u>Transportation</u>
Revenues			
Property Taxes	5,703,265	1,188,621	724,309
Replacement taxes	109,131	-	-
State aid	39,823,178	2,667,026	731,131
Federal aid	5,825,118	-	-
Interest	314,717	20,860	1,533
Other	86,929	60,377	9,243
Total revenues	<u>51,862,338</u>	<u>3,936,884</u>	<u>1,466,216</u>
Expenditures			
Current:			
Instruction:			
Regular programs	13,107,190	-	-
Special programs	4,855,010	-	-
Other instructional programs	5,190,387	-	-
State retirement contributions	14,644,818	-	-
Support services:			
Pupils	2,261,241	-	-
Instructional staff	1,540,296	-	-
General administration	908,150	-	-
School administration	1,618,395	-	-
Business	3,081,695	-	-
Transportation	-	-	1,231,028
Operations and maintenance	-	3,690,161	-
Central	310,311	-	-
Other supporting services	950,899	-	-
Community services	232,360	-	-
Nonprogrammed charges	114,141	-	-
Capital outlay	90,709	-	-
Total expenditures	<u>48,905,602</u>	<u>3,690,161</u>	<u>1,231,028</u>
Excess (deficiency) of revenues over expenditures	2,956,736	246,723	235,188
Other financing sources (uses)			
Proceeds from sales of capital assets	-	-	-
Refund of prior year's taxes	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,956,736	246,723	235,188
Fund balance, beginning of year	<u>46,399,481</u>	<u>4,883,902</u>	<u>313,896</u>
Fund balance, end of year	<u>49,356,217</u>	<u>5,130,625</u>	<u>549,084</u>

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

Municipal Retirement/ Soc. Sec	Debt Service	Fire Prevention and Safety	Total
1,336,702	-	14,843	8,967,740
25,475	-	-	134,606
-	-	-	43,221,335
-	-	-	5,825,118
355	-	961	338,426
-	-	-	156,549
<u>1,362,532</u>	<u>-</u>	<u>15,804</u>	<u>58,643,774</u>
134,920	-	-	13,242,110
248,829	-	-	5,103,839
67,121	-	-	5,257,508
-	-	-	14,644,818
49,724	-	-	2,310,965
37,040	-	-	1,577,336
19,837	-	-	927,987
88,797	-	-	1,707,192
170,860	-	12,095	3,264,650
60,242	-	-	1,291,270
229,589	-	-	3,919,750
51,380	-	-	361,691
-	-	-	950,899
10,178	-	-	242,538
-	-	-	114,141
-	-	-	90,709
<u>1,168,517</u>	<u>-</u>	<u>12,095</u>	<u>55,007,403</u>
194,015	-	3,709	3,636,371
-	-	-	-
-	(124)	-	(124)
-	(124)	-	(124)
194,015	(124)	3,709	3,636,247
<u>227,839</u>	<u>2,484</u>	<u>117,651</u>	<u>51,945,253</u>
<u>421,854</u>	<u>2,360</u>	<u>121,360</u>	<u>55,581,500</u>

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

BERWYN NORTH SCHOOL DISTRICT 98
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF ACTIVITIES
For the year ended June 30, 2020

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

Net changes in fund balances - total governmental funds	3,636,247
---	-----------

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.	(1,258,165)
--	-------------

Governmental funds report district pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.	(1,104,710)
--	-------------

The increase in long-term liabilities consumes the current financial resources of the government	<u>1,359,795</u>
--	------------------

Change in net position - governmental activities	<u><u>2,633,167</u></u>
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The notes to the basic financial statements are an integral part of this statement.

BERWYN NORTH SCHOOL DISTRICT 98
AGENCY FUND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2020

	<u>ASSETS</u>	
Cash and investments		<u><u>68,065</u></u>
	<u>LIABILITIES</u>	
Due to student groups		<u><u>68,065</u></u>

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

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Berwyn North School District 98 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

A. Reporting Entity

The District is located in Cook County, Illinois. The District is governed by an elected Board of Education. The Board of Education maintains final responsibility for all personnel, budgetary, taxing and debt matters.

The District includes all funds of its operations that are controlled by or dependent upon the District, as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will, and fiscal dependency. The accompanying financial statements include only those funds of the District, as there are no organizations for which it has financial accountability.

The District is not included as a component unit in any other governmental reporting entity, as defined by Governmental Accounting Standards Board (GASB) pronouncements.

B. Fund Accounting

The accounts of the District are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Funds are classified into the following categories: governmental and fiduciary.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Fund Accounting (continued)

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of earmarked monies (Special Revenue Funds), the servicing of general long-term debt (Debt Service Funds), and the acquisition or construction of major capital facilities (Capital Projects Fund). The General Fund is used to account for all activities of the general government not accounted for in some other fund. The District considers all governmental funds to be major.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds, within the District.

C. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the District. The effect of interfund activity has been eliminated from these statements. Governmental activities normally are supported by taxes and intergovernmental revenues.

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 revenue includes (1) amounts paid by recipient of goods or services offered by the program (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.

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

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Government-Wide and Fund Financial Statements (continued)

1. General Fund

The General Fund includes the Educational Account the Working Cash Account, and the Tort Immunity and Judgment Account. The Educational Account is the District's primary operating account. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Working Cash Account is for the financial resources held by the District to be used as temporary interfund loans for working capital requirements. Money loaned by the Working Cash Account to other funds must be repaid within one year. As allowed by the School Code of Illinois, this account may be permanently abolished and become part of the Educational Account or it may be partially abated to any fund in need as long as the District maintains a balance in the Working Cash Account of at least .05% of the District's current equalized assessed valuation. The Tort Immunity and Judgment Account is used to account for revenues derived from a specific property levy and expenditures of these monies is for risk management activities and claims.

2. Special Revenue Funds

The special revenue funds are used to account for and report the proceeds of specific revenue sources (other than those accounted for in the Debt Service, Capital Projects or Fiduciary Funds) that are legally restricted to expenditures for specified purposes.

Each of the District's special revenue funds has been established as a separate fund in accordance with the fund structure required by the State of Illinois for local educational agencies. These funds account for local property taxes restricted to specific purposes. A brief description of the District's special revenue funds is as follows:

Operations and Maintenance Fund accounts for all revenue and expenditures made for operations, repair and maintenance of the District's buildings and land. Revenue consists primarily of general state aid and local property taxes.

Transportation Fund accounts for all revenue and expenditures made for student transportation. Revenues are derived primarily from local property taxes and state reimbursement grants.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Government-Wide and Fund Financial Statements (continued)

2. Special Revenue Funds (continued)

Municipal Retirement/Social Security Fund accounts for the District's portion of pension contributions to the Illinois Municipal Retirement Fund, payments to Medicare, and payments to the Social Security System for noncertified employees. Revenues to finance contributions are derived primarily from local property taxes and personal property replacement taxes.

3. Debt Service Fund

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

4. Capital Projects Fund

Fire Prevention and Safety Fund accounts for state-approved life safety projects financed through serial bond issued or local property taxes levied specifically for such purposes.

5. Fiduciary Fund

The Fiduciary (Agency) Fund accounts for assets held by the District in an agency capacity for individuals, private organizations, or other funds.

The Student Activity Funds are custodial in nature (assets equal liabilities) and do not involve measurement of the results of operations. These 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. It accounts for activities such as student yearbook, student clubs and council, and scholarships.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Fund Balance

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

1. *Nonspendable* includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items or inventories.
2. *Restricted* refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or are imposed by law through enabling legislation. Special revenue funds are by definition restricted for those specified purposes.
3. *Committed* refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision-making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. At June 30, 2020, the District had no committed fund balances.
4. *Assigned* refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the Board of Education or an individual the Board of Education delegates the authority to assign amounts to be used for specific purposes. The Board of Education has not delegated this authority. At June 30, 2020, the District had no assigned fund balances.
5. *Unassigned* refers to all spendable amounts not contained in the other four classifications described above. In funds other than the General Fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed or assigned.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Fund Balance (continued)

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances and finally they act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

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 \$240,582, representing the remaining unspent portion of the restricted tort immunity levy.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary agency fund statements. Revenues and additions are recorded when earned, and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e. intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental funds are used to account for the District's general governmental activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., when they are both "measureable and available". "Measureable" means that the amount of the transaction can be determined, and "available" means collective within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers property tax revenues and most other revenues available if they are collected within 60 days after year-end. Revenues that are paid to the District by the Illinois State Board of Education are considered available if vouchered by year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Measurement Focus, Basis of Accounting and Basis of Presentation (continued)

absences, claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property and replacement taxes, interest and intergovernmental revenue associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports unearned and unavailable revenue on its financial statements. Unearned and unavailable revenue arises when a potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability or deferred inflow of resources for unearned or unavailable revenue is removed from the balance sheet and revenue is recognized. Governmental Funds also defer revenue recognition in connection with resources received, but not yet earned.

F. Deferred Outflows/Deferred Inflows

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net position/fund balance that applies to a future period(s). At June 30, 2020, the District has deferred outflows related to pension liabilities. In addition to liabilities, the District may report deferred inflows of resources. Deferred inflows of resources represent the acquisition of resources that is applicable to a future reporting period(s). At June 30, 2020, the District reported deferred inflows of resources related to property taxes levied for a future period and amounts related to pension liabilities.

G. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles, except for the General Fund which does not budget for on-behalf payments for the State of Illinois. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Deposits and Investments

Investments are stated at fair value. Due to the nature of the District's investments, fair value equals cost. No amortization is made to interest income for discounted federal securities. Gains and losses on the sale of investments are recorded as interest income at the date of sale or maturity.

I. Personal Property Replacement Taxes

Personal property replacement tax revenues are first allocated to the Municipal Retirement/Social Security Fund, with the balance allocated at the discretion of the District.

J. Capital Assets

Capital assets are recorded in the statement of net position at cost (or estimated historical cost). Donated capital assets are recorded at their estimated fair value at the date of donation. Capital assets are updated for additions and retirements during the year. The District maintains a capitalization threshold of \$1,500 and an estimated useful life in excess of one year. All reported capital assets, except land and construction-in-progress, are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

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

Depreciation of capital assets is provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

<u>Assets</u>	<u>Years</u>
Buildings	15 - 75
Improvements other than buildings	20
Vehicles	8 - 10
Machinery and equipment	5 - 20

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Compensated Absences

Noncertified and certified employees who work a twelve-month year are entitled to be compensated for vacation time. Vacations are usually taken within the calendar year. Noncertified and certified employees receive a specific number of sick days per year depending on years of service, in accordance with the agreement between the Board of Education and the Education Association. Unused sick leave days are accumulated. Upon retirement from the District, certified employees receive TRS creditable service time for accumulated sick days. Due to the nature of the policies on sick leave, no liability has been recorded in the District's financial statements.

L. 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, and losses on refunding of bonds 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 or loss on refunding. Bond issuance costs are expensed as incurred. The District had no outstanding bonds at June 30, 2020.

In the fund financial statements, governmental funds recognize bond premiums and discounts, losses on refunding, and bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs and losses on refunding, are reported as debt service expenditures.

M. Restricted Net Position

For the government-wide financial statements, net position is reported as restricted when constraints placed on net position use are either (1) externally imposed by creditors, grantors, contributors or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation. All of the District's restricted net position was restricted as a result of enabling legislation.

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 the resources are needed.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. Restricted Net Position (continued)

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 the resources are needed.

N. Use of Estimates

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

O. 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 position of the pension plan and additions to/deductions from the pension plan's fiduciary net position have been determined on the same basis as they are reported by the pension plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of Certain Differences Between the Governmental Funds Balance Sheet and the Government-wide Statement of Net Position

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

Other postemployment benefit obligations	\$(250,959)
OPEB net pension liability	(20,280,541)
IMRF net pension liability	(1,551,819)
TRS net pension liability	<u>(1,864,856)</u>
Net adjustment to reduce total fund balances – governmental funds to arrive at net position- governmental activities	<u>\$ (23,948,175)</u>

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

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

Capital outlay	\$ 90,709
Depreciation expense	<u>(1,348,873)</u>
Net adjustment to decrease net change in fund balances - total governmental funds to arrive at change in net position - governmental activities	<u>\$ (1,258,166)</u>

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (continued)

B. Explanation of Certain Differences Between the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities (continued)

Another element of that reconciliation states that “The issuance of long-term debt (e.g. bonds, other) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of government funds.” The details of this difference are as follows:

Other postemployment benefit obligations, net	\$ 92,575
OPEB liability expense, net	295,143
IMRF pension, net	(1,637,503)
TRS pension, net	<u>(110,010)</u>

Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net position - governmental activities.	\$(1,359,795)
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NOTE 3 DEPOSITS AND INVESTMENTS

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

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 3 DEPOSITS AND INVESTMENTS (continued)

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

	<u>Governmental</u>	<u>Fiduciary</u>	<u>Total</u>
Cash	<u>\$54,001,226</u>	<u>\$68,065</u>	<u>\$54,069,311</u>

For disclosure purposes, this amount is segregated into two components as follows:

Deposits with financial institutions	\$ 53,777,603
Investment with ISLAF+	<u>\$223,643</u>
Total	<u>\$54,001,246</u>

A. Interest Rate Risk

The District's investment policy seeks to ensure preservation of capital in the District's overall portfolio. The highest return on investments is sought, consistent with the preservation of principal and prudent investment principles. The investment portfolio is required to provide sufficient liquidity to pay District obligations as they come due, considering maturity and marketability. The investment portfolio is also required to be diversified as to maturities and investments, as appropriate to the nature, purpose and amount of funds.

B. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's policy requires all fixed income investments to be of investment grade quality or higher at purchase. Also, according to the provision of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of "investment grade" quality (that is, at the time of purchase, rated no lower than "Baa" by Moody's and no lower than "BBB" by Standard & Poor's). The Board, at its discretion, may impose a higher standard on an individual investment manager basis, as circumstances require, to protect bondholders.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 3 DEPOSITS AND INVESTMENTS (continued)

C. Concentration of Credit Risk

The District places no limit on the amount it may invest.

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is an unrated, non-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. It is not registered with the SEC as an investment company, but operates in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments are valued at share price, which is the price for which the investment could be sold.

D. Custodial Risk

With respect to deposits, custodial risk is the risk that, in the event of the failure of the bank, the District's 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 requires that all amounts in excess of any insurance limits be collateralized by securities eligible for District investment or any other high quality, interest-bearing security rated at least AAA/Aaa by one or more standard rating service, to include Standard & Poor's, Moody's or Fitch. The market value of the pledge securities shall equal or exceed the portion of the deposit requiring collateralization.

NOTE 4 PROPERTY TAX RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The tax levy resolution was approved by the Board on December 19, 2019. The District's property tax is levied each year on all taxable real property located in the District, and becomes a lien on the property on January 1 of that year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year.

The Cook County Assessor is responsible for the assessment of all taxable real property within Cook County, except for certain railroad property, which is assessed directly by the state. One-third of the county is reassessed every years by the Assessor.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 4 PROPERTY TAX RECEIVABLE (continued)

The Illinois Department of Revenue has the statutory responsibility of ensuring uniformity of real property assessments throughout the state. Each year, the Illinois Department of Revenue furnishes the county clerks with an adjustment factor to equalize the level of assessment between counties at one-third of market value. This factor (the equalization factor) is then applied to the assessed valuation to compute the valuation of property to which the tax rate will be applied (the equalized assessed valuation). The equalization factor for Cook County was 2.9160 for 2019.

The County Clerk adds the equalized assessed valuation of all real property in the county to the valuation of property assessed directly by the state (to which the equalization factor is not applied) to arrive at the base amount (the assessment base) used to calculate the annual tax rates, as described above. The equalized assessed valuation for the extension of the 2019 tax levy was \$254,981,802.

Property taxes are collected by the Cook County Collector/Treasurer, who remits them to the District. Taxes levied in one year become due and payable in two installments on March 1 and approximately August 1 during the following year. The first installment is an estimated bill, and is fifty-five percent of the prior year's tax bill. The second installment bill is based on the current levy, assessment and equalization, and any changes from the prior year.

The portion of the 2019 property tax levy not received by June 30 is recorded as a receivable, net of estimated uncollectibles of 2%. The net receivable collected within the current year or due and expected to be collected soon enough thereafter to be used to pay liabilities of the current period, less the taxes collected soon enough after the end of the previous fiscal year, are recognized as revenue. Such time thereafter does not exceed 60 days. Net taxes receivable less the amount expected to be collected within 60 days is reflected as deferred inflow of resources.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 5 CAPITAL ASSETS

The District performed a full capital asset valuation and the beginning balances were restated, see Note 1. Capital asset activity for the year ended June 30, 2020 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated				
Land	255,810	-	-	255,810
Total capital assets not being depreciated	<u>255,810</u>	<u>-</u>	<u>-</u>	<u>255,810</u>
Capital assets, being depreciated				
Land improvements	606,699	-	-	606,699
Buildings and building improvements	45,437,339	19,604	-	45,456,943
Equipment	3,532,294	71,105	-	3,603,399
Transportation equipment	661,631	-	-	661,631
Total capital assets, being depreciated	<u>50,237,963</u>	<u>90,709</u>	<u>-</u>	<u>50,328,672</u>
Less accumulated depreciation for:				
Land improvements	483,958	25,556	-	509,514
Buildings and building improvements	16,778,374	1,085,627	-	17,864,001
Equipment	2,945,226	210,340	-	3,155,566
Transportation equipment	363,380	27,351	-	390,731
Total accumulated depreciation	<u>20,570,938</u>	<u>1,348,874</u>	<u>-</u>	<u>21,919,812</u>
Total capital assets, being depreciated, net	<u>29,667,025</u>	<u>(1,258,165)</u>	<u>-</u>	<u>28,408,860</u>
Governmental activities, capital assets, net	<u>29,922,835</u>	<u>(1,258,165)</u>	<u>-</u>	<u>28,664,670</u>

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 5 CAPITAL ASSETS (continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities

 General government

 Instructional staff

 Regular programs \$1,272,607

 Support services

 General administration 34,764

 Food service 6,008

 Operations and maintenance 8,145

 Transportation 27,350

Total depreciation from governmental activities \$1,348,874

NOTE 6 LONG-TERM LIABILITIES

The following is the long-term liability activity for the District for the year ended June 30, 2020:

	July 1, <u>2019</u>	<u>Additions</u>	<u>Retirements</u>	June 30, <u>2020</u>
OPEB Liabilities	158,384	92,575	-	250,959
IMRF net pension liability	3,189,322	-	1,637,503	1,551,819
TRS net pension liability	1,974,866		110,010	1,864,856
Net OPEB liability - THIS	<u>19,985,398</u>	<u>295,143</u>	<u>-</u>	<u>20,280,541</u>
Total long-term liabilities	<u>25,307,970</u>	<u>387,718</u>	<u>1,747,513</u>	<u>23,948,175</u>

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 7 RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System of the State of Illinois

General Information about the Pension Plan

Plan description

The school district participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can 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 West Washington Street, P O Box 19253, Springfield, IL 62794 or by calling (888) 678-3675, option 2.

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 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.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Note #7 RETIREMENT FUND COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

Benefits provided (continued)

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 3 hybrid retirement plan, but it has not yet gone into effect. The earliest possible implementation date is July 1, 2020. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2021. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs will begin in 2019 and will be funded by bonds issued by the state of Illinois.

Contributions

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

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

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Note #7 RETIREMENT FUNDS COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (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 Illinois contributions recognized by the employer were based on the state's proportionate share of the collective NPL associated with the employer, and the employer recognized revenue and expenditures of \$14,410,157 in pension contributions from the state of Illinois.

2.2 formula contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2020 were \$109,807, and are deferred because they were paid after the June 30, 2019 measurement date.

Federal and special trust fund contributions. When TRS members are paid from federal and special trust funds administered by the 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, 2020.

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 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2020, salaries totaling \$683,266 were paid from federal and special trust funds that required employer contributions of \$72,836. These contributions are deferred because they were paid after the June 30, 2019 measurement date.

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

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Note #7 RETIREMENT FUNDS COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

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, 2019, the employer paid \$1,952 to TRS for employer contributions due on salary increases in excess of 6 percent, \$0 for salary increases in excess of 3 percent and \$0 for sick leave days granted in excess of the normal annual allotment.

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

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

Employer's proportionate share of the net pension liability	1,864,856
State's proportionate share of the net pension liability associated with the employer	<u>132,719,761</u>
Total	<u><u>134,584,617</u></u>

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018, and rolled forward to June 30, 2019. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2019, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2019, the employer's proportion was .00229 percent, which was an decrease (decrease) of (.0024) percent from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the employer recognized pension expense of \$14,410,057 and revenue of \$14,410,057 for support provided by the state. At June 30, 2020, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Note #7 RETIREMENT FUNDS COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	30,579	-
Net difference between projected and actual earnings on pension plan investments	2,954	-
Changes of assumptions	41,785	35,796
Changes in proportion and differences between employer contributions and proportionate share of contributions	143,465	2,546,913
Employer contributions subsequent to the measurement date	<u>182,670</u>	<u>-</u>
Total	<u><u>401,453</u></u>	<u><u>2,582,709</u></u>

The District reported \$182,670 as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

Year ended June 30:

2020	(617,706)
2021	(756,172)
2022	(665,753)
2023	(310,902)
2024	(13,391)

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Note #7 RETIREMENT FUNDS COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

Actuarial assumptions

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

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

Mortality rates were based on the RP-2014 White Collar Table with adjustments as appropriate for TRS experience. The rates are used on a fully-generational basis using projection table MP-2014. The same assumptions were used in the June 30, 2017 actuarial valuation.

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 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:

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Note #7 RETIREMENT FUNDS COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	14.4%	6.94%
U.S. equities small/mid cap	3.6%	8.09%
International equities developed	14.4%	7.46%
Emerging market equities	3.6%	10.15%
U.S. bonds core	10.7%	2.44%
International debt developed	5.3%	1.70%
Real estate	15.0%	5.44%
Commodities (real return)	11.0%	4.28%
Hedge funds (absolute return)	8.0%	4.16%
Private equity	14.0%	10.63%
Total	<u>100%</u>	

Discount rate

At June 30, 2019, the discount rate used to measure the total pension liability was 7.0 percent, which was a change from the June 30, 2018 rate of 7.0 percent. 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.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Note #7 RETIREMENT FUNDS COMMITMENTS (continued)

A. Teachers' Retirement System of the State of Illinois: (continued)

Based on those assumptions, TRS's fiduciary net position at June 30, 2019 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier 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.

Sensitivity of the employer's proportionate share of the net pension liability to changes in the discount rate

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's proportionate share of the net pension liability	2,277,758	1,864,856	1,525,368

TRS fiduciary net position

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

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 7 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund

IMRF 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 District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. 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.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 7 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (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 Benefit Terms

At December 31, 2019, the following employees were covered by the benefit terms:

Number of	
Retirees and Beneficiaries	91
Inactive, Non-Retired Members	115
Active Members	144
Total	<u>350</u>
Covered Valuation Payroll	\$ 5,134,263

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2019 was 8.75%. For the calendar year ended December 31, 2019, the District contributed \$449,248 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 7 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

Net Pension Liability

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

Actuarial Assumptions

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

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 3.25%.
- **Salary Increases** were expected to be 3.35% to 14.25%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.25%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) 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.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 7 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

- 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:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	38%	6.85%
International Equity	17%	6.75%
Fixed Income	27%	3.00%
Real Estate	8%	5.75%
Alternative Investments	9%	2.65-7.35%
Cash Equivalents	<u>1%</u>	2.25%
Total	100%	

Single Discount Rate

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

1. 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

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 7 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

Single Discount Rate (continued)

2. 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%.

Changes in the Net Pension Liability

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	<u>(A)</u>	<u>(B)</u>	<u>(A) - (B)</u>
Balances at December 31, 2018	18,426,860	15,237,538	3,189,322
Changes for the year:			-
Service Cost	539,366	-	539,366
Interest on the Total Pension Liability	1,328,179	-	1,328,179
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual	7,714	-	7,714
Changes of Assumptions	-	-	-
Contributions - Employer	-	449,248	(449,248)
Contributions - Employees	-	242,513	(242,513)
Net Investment Income	-	2,782,242	(2,782,242)
Benefit Payments, including Refunds of Employee Contributions	(753,677)	(753,677)	-
Other (Net Transfer)	-	38,759	(38,759)
Net Changes	<u>1,121,582</u>	<u>2,759,085</u>	<u>(1,637,503)</u>
Balances at December 31, 2019	<u><u>19,548,442</u></u>	<u><u>17,996,623</u></u>	<u><u>1,551,819</u></u>

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 7 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

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

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	4,187,146	1,551,819	(610,277)

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

For the year ended June 30, 2020, the District incurred pension expense of \$536,352. At June 30, 2020, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	199,836	84,709
Changes of assumptions	307,393	194,613
Net difference between projected and actual earnings on pension plan investments	1,202,626	1,879,155
Employer contributions subsequent to the measurement date	285,085	-
Total	<u>1,994,940</u>	<u>2,158,477</u>

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 7 RETIREMENT FUND COMMITMENTS (continued)

B. Illinois Municipal Retirement Fund (continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year ended December 31:

2020	\$ (163,818)
2021	(86,521)
2022	136,807
2023	(335,090)
2024	-

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS

The District has benefit obligations pertaining to retired employees. The following is a summary of deferred outflows and deferred inflows of resources for the Retiree Health Plan and the Teachers' Health Insurance Security Fund (THIS):

Retiree Health Plan

Plan Description. The District pays the premium for healthcare insurance in the State of Illinois' Teachers Retirement System plan for qualified retirees. The teacher must have insurance through the District at the time of retirement. The employee moves off the District's plan and onto the TRS insurance program and the District pays the premiums until the employee reaches age 65. Effective in 2009, both Teachers' Retirement System (TRS) and Illinois Municipal Retirement (IMRF) retirees may access the health insurance plan during retirement years. If a retiree elects to leave the health plan, they may not return to the plan in a future year. Retirees also receive dental and life insurance benefits until age 65. For 2017, no former employees accessed postemployment benefits through the District, 11 active employees were fully eligible to retire, and 78 active employees were not yet fully eligible to retire.

Funding Policy. The contributions by the District are negotiated between the District and union representatives. The District's insurance benefits cease at age 65 for all retirees. Educational Support Retirees who are Medicare eligible may access a Medicare supplemental policy through the District and must pay the entire cost.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS (continued)

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

Number of	
Retirees and Beneficiaries	4
Active Members	95
Total	99
Covered Valuation Payroll	\$ 3,410,064

The net other post-employment benefit liability (NOL) was measured on June 30, 2018, the most recent valuation.

Actuarial Assumptions

The following are the methods and assumptions used to determine total NOL as of June 30, 2019:

Measurement Date	June 30, 2020
Actuarial Cost Method	Entry Age Normal
Inflation Rate	2.50%
Salary Rate Increase	4.00%
Funded Ratio	0.00%
(Fiduciary Net Position as a percentage of Total OPEB Liability)	
Initial Health Care Cost Trend Rate	5.50%
Ultimate Health Care Cost Trend Rate	4.50%
Fiscal Year the Ultimate Rate is Reached	Fiscal Year 2035

Discount Rate

The discount rate under GASB 75 is required to be a blend of the long-term expected rate of return to the extent funded and the 20 year municipal bond rate. Specifically, an initial projection is made using the long-term ROR on irrevocable OPEB plan assets and, as long as the plan's net position and projected contributions associated with current participants are expected to fully cover projected benefit payments, this long-term rate may be used. For years in which the net position is not projected to cover projected benefit payments, the discount rate used is equal to the 20 year municipal bond yield or index. A single discount rate is then determined as a blend of the two rates, which produces the same discounted present value of benefits as the dual rate calculation. Since the District does not pre-fund plan liabilities, the discount rate used is equal to the 20 year municipal bond rate. This rate was 2.66% as of June 30, 2020.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 8 Postemployment Benefits other than Pensions (continued)

Reconciliation of Total OPEB Liability

The Total OPEB Liability ("TOL") is the liability or obligation for benefits earned through the valuation date, based on certain actuarial methods and assumptions. The following represents a reconciliation of the TOL from the beginning of the Fiscal Year (July 1, 2019) to the end of the Fiscal Year (June 30, 2020). The TOL as of June 30, 2020 is as follows:

	Total OPEB Liability
Balances at June 30, 2019	158,384
Changes for the year:	
Service Cost	10,243
Interest	3,881
Differences Between Expected and Actual	
Experience	(24,425)
Changes of Assumptions	135,317
Contributions - Employer	-
Benefit payments	(38,543)
Other (Net Transfer)	<u>6,102</u>
Net Changes	<u>92,575</u>
Balances at June 30, 2019	<u><u>250,959</u></u>

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

The following presents the Total OPEB Liability, calculated using a Single Discount Rate of 2.79%, 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 (1.66%)	Current Discount Rate (2.66%)	1% Increase (3.66%)
Employer's proportionate share of the net pension liability	237,740	250,959	264,936

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 8 Postemployment Benefits other than Pensions (continued)

Differences between expected and actual experience, assumption changes, and projected and actual earnings, are amortized over their respective periods as discussed in the prior section. The amounts left to be amortized in the future are reported as deferred inflows and outflows of resources.

The table below summarizes the current balances of collective deferred inflows and outflows of resources along with the net recognition through annual expense over future years.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	-	22,996
Changes of assumptions	170,486	2,688
Net difference between projected and actual earnings on pension plan investments	-	
Employer contributions subsequent to the measurement date	-	-
Total	<u>170,486</u>	<u>25,684</u>

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

Year ended June 30:

2020	\$ 5,951
2021	5,951
2022	5,951
2023	5,951
2024	22,844
Thereafter	\$ 46,648

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 8 Postemployment Benefits other than Pensions (continued)

THIS Fund:

The district participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription and behavioral health benefits, but it does not provide vision, dental or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund. The percentage of employer required contributions in the future will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

On behalf contributions to the THIS Fund.

The State of Illinois makes employer retiree health insurance contributions on behalf of the district. State contributions are intended to match contributions to the THIS Fund from active members which were 1.24 percent of pay during the year ended June 30, 2020. State of Illinois contributions were \$234,761, and the district recognized revenue and expenditures of this amount during the year.

Employer contributions to the THIS Fund.

The district also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.92 percent during the year ended June 30, 2020. For the year ended June 30, 2020, the district paid \$174,177 to the THIS Fund, which was 100 percent of the required contribution.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 8 Postemployment Benefits other than Pensions (continued)

Further information on THIS Fund. The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: <https://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp#sectc>.

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

At June 30, 2019, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state OPEB 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 OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the District is as follows:

Employer's proportionate share of the net pension liability	20,280,541
State's proportionate share of the net pension liability associated with the employer	27,462,440
Total	<u><u>47,742,981</u></u>

*The State's proportionate share of the net OPEB liability associated with the District is not available in the actuarial report and therefore the amount reported above is an estimate formed by allocating the State's total net OPEB liability for the entire plan (per the actuary) based on the District's proportionate share of the net OPEB liability to all the school districts participating in the Plan. Additionally, the amounts included below related to the sensitivity of the healthcare rate and discount rate are based on a similar allocation methodology.

Net OPEB Liability: The District's net OPEB Liability was measured as of June 30, 2019. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018. The actuarial valuation was determined using the following actuarial assumptions.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 8 Postemployment Benefits other than Pensions (continued)

Changes Since Last Valuation	Actuarial gains and losses are being amortized as required by GASB 75.
Inflation Rate	2.75%
Investment rate of return	0%, net of OPEB plan investment expense, including inflation
Discount Rate	The discount rates 3.62% as of June 30, 2018, and 3.13% as of June 30, 2019.
Discount Rate Determination Method	Under GASB 75, the discount rate for unfunded plans must be based on a yield or index rate for a 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher. Rates are consistent with the 20-year general obligation bond index.
Mortality	Mortality rates for retirement and beneficiary annuitants were based upon the RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. For disables annuitants mortality rates were based on the RP-Disables Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table, All tables reflect future mortality improvements using Projection Sale MP-2014.
Salary Increases	Depends on service and ranges from 9.25% at 1 year of service to 3.25% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.

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.

The District's proportion of the net OPEB liability was 0.073275% as of June 30, 2019, a decrease of 0.0056% over the District's share of the net OPEB liability as of June 30, 2018. The basis for the proportion was fiscal year 2019 contribution to the plan.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 8 Postemployment Benefits other than Pensions (continued)

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate:

The following presents the net OPEB Liability calculated using the discount rate of 3.62%, as well as what the net OPEB Liability would be if it were calculated using a single discount rate that is 1% higher and lower:

	1% Decrease (2.13%)	Discount Rate (3.13%)	1% Increase (4.13%)
Employer's proportionate share of the net pension liability	24,384,705	20,280,653	17,039,331

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

The following presents the net OPEB Liability calculated using the health care trend rate of 8.00%, as well as what the net OPEB Liability would be if it were calculated using a trend rate that is 1% higher and lower:

	1% Decrease (7.00%)	Discount Rate (8.00%)	1% Increase (9.00%)
Employer's proportionate share of the net pension liability	16,385,113	20,280,541	25,542,071

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

At June 30, 2020, the District reported the following Deferred Outflows of Resources and Deferred Inflows of Resources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	-	336,540
Changes of assumptions	7,689	2,324,810
Net difference between projected and actual earnings on Plan investments	-	664
Changes in proportion and differences between Employer Contribution and Share of Contributions	458,926	695,565
Employer contributions subsequent to the measurement date	174,177	-
Total	<u>640,792</u>	<u>3,357,579</u>

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 8 Postemployment Benefits other than Pensions (continued)

The District reported \$174,177 as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date which will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2020. Other amounts reported as deferred inflows of resources and deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:

2019	(514,961)
2020	(514,961)
2021	(514,961)
2022	(514,961)
2023	(514,961)
2024	(407,953)

NOTE 9 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 against such risks, the District participates in the following public entity risk pools: the Suburban School Cooperative Insurance Pool (SSCIP) and the School Employee Loss Fund (SELF). The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that each will be self-sustaining through member premiums, and will reinsure through commercial companies for claims in excess of certain levels established by the pools. There have been no significant reductions in insurance coverage from coverage in any of the past three years.

The District continues to carry commercial insurance for all other risks of loss, including torts and professional liability insurance. There have been no significant reductions in insurance coverage from coverage in prior years. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Berwyn North School District 98

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 10 REQUIRED INDIVIDUAL FUND DISCLOSURES

During the current fiscal year the expenditures of the Fire Prevention And Safety Fund of \$12,095 exceeded budgeted expenditures of \$10,000 by \$2,095.

NOTE 11 OPERATING LEASES

The District has an operating lease for copiers that expire in fiscal 2022. The lease requires monthly payments of \$3,408.58. The District paid \$40,903 in operating lease payments for the fiscal year. The future minimum lease payments under this agreement are as follows:

2021	\$ 40,903
2022	40,903

NOTE 12 CONTINGENCIES

A. Litigation.

The District is a defendant in various lawsuits. The eventual outcome and related liability, if any, are not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.

B. Grants.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

BERWYN NORTH SCHOOL DISTRICT 98

SCHEDULES OF OTHER SUPPLEMENTARY INFORMATION - OPEB
MULTIYEAR SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

(schedule to be built prospectively from 2018)

Fiscal year ending June 30,	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total OPEB Liability					
Service Cost	10,243	7,422	7,531		
Interest on the Total Pension Liability	3,881	4,503	4,521		
Benefit Changes	-	-	-		
Difference between Expected and Actual Experience	(24,425)	-	(1,815)		
Assumption Changes	135,317	1,707	1,452		
Benefit Payments	(38,543)	(11,561)	(10,377)		
Other changes	6,102	(588)	57,704		
Net Change in Total Pension Liability	<u>92,575</u>	<u>1,483</u>	<u>59,016</u>		
Total Pension Liability - Beginning	<u>158,384</u>	<u>156,901</u>	<u>97,885</u>		
Total Pension Liability - Ending (a)	<u>250,959</u>	<u>158,384</u>	<u>156,901</u>		
Plan Fiduciary Net Position					
Employer Contributions	-	-	-		
Net Investment Income	-	-	-		
Benefit payments	-	-	-		
Other	-	-	-		
Net Change in Plan Fiduciary Net Position	<u>-</u>	<u>-</u>	<u>-</u>		
Plan Fiduciary Net Position - Beginning	<u>-</u>	<u>-</u>	<u>-</u>		
Plan Fiduciary Net Position - Ending (b)	<u>-</u>	<u>-</u>	<u>-</u>		
Net OPEB Liability (Asset) - Ending (a) - (b)	250,959	158,384	156,901		
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	0.00%	0.00%	0.00%		
Current Valuation Payroll	3,410,064	3,787,165	3,787,165		
Net Pension Liability as a Percentage of Covered Valuation Payroll	7.36%	4.18%	4.14%		

The District Implemented GASB 75 in fiscal year ended June 30, 2018, therefore 10 years of information not yet available.

BERWYN NORTH SCHOOL DISTRICT 98

SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
JUNE 30, 2020

	6/30/2019*	6/30/2018*	6/30/2017*	6/30/2016*	6/30/2015*
Employer's proportion of the net pension liability	0.00230%	0.00253%	0.00719%	0.00794%	0.00714%
Employer's proportionate share of the net pension liability	\$ 1,864,856	\$ 1,974,866	\$ 5,496,325	\$ 5,202,524	\$ 4,679,368
State's proportionate share of the net pension liability associated with the employer	<u>132,719,761</u>	<u>135,286,565</u>	<u>121,992,129</u>	<u>128,487,052</u>	<u>107,528,890</u>
Total	<u>\$ 134,584,617</u>	<u>\$ 137,261,431</u>	<u>\$ 127,488,454</u>	<u>\$ 133,689,576</u>	<u>\$ 112,208,258</u>
Employer's covered-employee payroll	\$ 18,932,308	\$ 18,014,136	\$ 17,474,611	\$ 17,097,829	\$ 16,645,674
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	9.9%	11.0%	31.5%	30.4%	28.1%
Plan fiduciary net position as a percentage of the total pension liability	39.6%	40.0%	39.3%	36.4%	41.5%

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

SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
Fiscal Year 2020

Statutorily-required contribution	109,807	156,118	294,981	249,844	161,736
Contributions in relation to the statutorily-required contributions	<u>(109,807)</u>	<u>(156,118)</u>	<u>(294,981)</u>	<u>(250,289)</u>	<u>(245,209)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (445)</u>	<u>\$ (83,473)</u>
Employer's covered-employee payroll	18,932,308	18,014,136	17,474,611	17,097,829	16,645,674
Contributions as a percentage of covered-employee payroll	0.58%	0.87%	1.69%	1.46%	0.97%

Notes to Required Supplementary Information

Changes of assumptions

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

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

The District Implemented GASB 68 in fiscal year ended June 30, 2015, therefore 10 years of information not yet available.

BERWYN NORTH SCHOOL DISTRICT 98

SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE
NET OPEB LIABILITY AND CONTRIBUTIONS
TEACHERS' HEALTH INSURANCE SECURITY FUND
JUNE 30, 2020

	6/30/2020*	6/30/2019*
Employer's proportion of the net OPEB liability	0.07328%	0.07586%
Employer's proportionate share of the net OPEB liability	\$ 20,280,541	\$ 19,985,398
State's proportionate share of the net OPEB liability associated with the employer	<u>27,462,440</u>	<u>26,840,745</u>
Total	<u>\$ 47,742,981</u>	<u>\$ 46,826,143</u>
Employer's covered-employee payroll	\$ 18,932,308	\$ 18,014,136
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	107.1%	110.9%

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

DISTRICT CONTRIBUTIONS
Fiscal Year 2020

Statutorily-required contribution	408,938	389,108
Contributions in relation to the statutorily-required contributions	<u>(408,938)</u>	<u>(389,108)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Employer's covered-employee payroll	18,932,308	18,932,308
Contributions as a percentage of covered-employee payroll	2.16%	2.06%

The District Implemented in fiscal year ended June 30, 2019, therefore 10 years of information not yet available.

BERWYN NORTH SCHOOL DISTRICT 98

MULTIYEAR SCHEDULE OF CHANGES IN THE
NET PENSION LIABILITY AND RELATED RATIOS - IMRF

Calendar Year Ended December 31						
Calendar year ending December 31,	2019	2018	2017	2016	2015	2014
Total Pension Liability						
Service Cost	539,366	471,067	498,172	506,751	479,990	491,055
Interest on the Total Pension Liability	1,328,179	1,228,155	1,198,432	1,146,617	1,045,592	942,714
Benefit Changes	-	-	-	-	-	-
Difference between Expected and Actual Experience	7,714	358,847	(97,422)	(324,902)	398,313	(68,330)
Assumption Changes	-	568,869	(516,534)	(43,091)	20,895	561,201
Benefit Payments and Refunds	(753,677)	(679,890)	(665,699)	(596,491)	(581,320)	(480,252)
Net Change in Total Pension Liability	1,121,582	1,947,048	416,949	688,884	1,363,470	1,446,388
Total Pension Liability - Beginning	18,426,860	16,479,812	16,062,863	15,373,979	14,010,509	12,564,121
Total Pension Liability - Ending (a)	19,548,442	18,426,860	16,479,812	16,062,863	15,373,979	14,010,509
Plan Fiduciary Net Position						
Employer Contributions	449,248	505,801	495,685	484,965	476,208	435,573
Employee Contributions	242,513	229,151	206,326	198,725	199,530	191,610
Pension Plan Net Investment Income	2,782,242	(787,348)	2,355,207	878,283	62,544	720,410
Benefit payments and Refunds	(753,677)	(679,890)	(665,699)	(596,491)	(581,320)	(480,252)
Other	38,759	215,081	(278,324)	(4,919)	62,354	(142,199)
Net Change in Plan Fiduciary Net Position	2,759,085	(517,205)	2,113,195	960,563	219,316	725,142
Plan Fiduciary Net Position - Beginning	15,237,538	15,754,743	13,641,548	12,680,985	12,461,669	11,736,527
Plan Fiduciary Net Position - Ending (b)	17,996,623	15,237,538	15,754,743	13,641,548	12,680,985	12,461,669
Net Pension Liability (Asset) - Ending (a) - (b)	1,551,819	3,189,322	725,069	2,421,315	2,692,994	1,548,840
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	92.06%	82.69%	95.60%	84.93%	82.48%	89.65%
Current Valuation Payroll	5,134,263	4,863,469	4,581,348	4,416,085	4,433,973	4,145,208
Net Pension Liability as a Percentage of Covered Valuation Payroll	30.22%	65.58%	15.83%	54.83%	60.74%	37.36%

The District Implemented GASB 68 in fiscal year ended June 30, 2015, therefore 10 years of information not yet available.

BERWYN NORTH SCHOOL DISTRICT 98

MULTIYEAR SCHEDULE OF EMPLOYER CONTRIBUTIONS - IMRF

MOST RECENT CALENDAR YEAR

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2014	435,573	435,573	-	4,145,208	10.51%
2015	476,209	476,208	1	4,433,973	10.74%
2016	475,612	484,965	(9,353)	4,416,085	10.98%
2017	492,953	495,685	(2,732)	4,581,348	10.82%
2018	505,801	505,801	-	4,863,469	10.40%
2019	449,248	449,248	-	5,134,263	8.75%

The District Implemented GASB 68 in fiscal year ended June 30, 2015, therefore 10 years of information not yet available.

BERWYN NORTH SCHOOL DISTRICT 98

NOTES TO SCHEDULE OF CONTRIBUTIONS - IMRF

SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 CONTRIBUTION RATE*

Valuation Date

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

Methods and Assumptions Used to Determine 2019 Contribution Rates:

Actuarial Cost Method	Aggregate Entry Age = normal
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	Non-taxing bodies: 10- year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 24-year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 19 years for most employers (three employers were financed over 28 years and four others were financed over 29 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage growth	3.25%
Price 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.

Other Information

Notes There were no benefit changes during the year.

*Based on Valuation Assumptions used in the December 31, 2017 actuarial valuation; note two year lag between valuation and rate setting.

BERWYN NORTH SCHOOL DISTRICT 98
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019
	Original and Final Budget	Actual	Variance from Final Budget	Actual
Revenues				
Local Sources				
General levy	5,844,141	5,644,176	(199,965)	5,507,995
Special Education	60,227	59,089	(1,138)	57,599
Corporation Personal Property				
Replacement taxes	80,000	109,131	29,131	94,885
Earnings on investments	101,741	314,717	212,976	405,433
Sales to pupils - Lunch	-	3,343	3,343	55,650
Sales to pupils - Breakfast	-	-	-	7,413
Contributions and Donation	-	-	-	743
Payments from other districts	2,000	2,170	170	-
Local Fees	35,000	31,916	(3,084)	44,664
Refund of Prior Years' Expenditures	-	2,854	2,854	-
Other	9,000	46,646	37,646	14,993
Total local sources	6,132,109	6,214,042	81,933	6,189,375
State sources				
Evidence Based Funding	21,636,719	23,910,777	2,274,058	22,792,738
Special Education - Private Facility Tuition	590,000	412,248	(177,752)	747,178
Special Education - Extraordinary	635,318	-	(635,318)	-
Special Education - Personnel	763,186	-	(763,186)	-
Special Education - Summer School	132,735	-	(132,735)	-
Special Education - Orphanage	-	6,143	6,143	-
Bilingual Education - Downstate - TPI and TPE	675,756	-	(675,756)	-
State Free Lunch and Breakfast	30,000	32,474	2,474	28,852
Early Childhood - Block Grant	541,907	766,908	225,001	541,907
Other State sources	62,169	49,810	(12,359)	104,457
Total state sources	25,067,790	25,178,360	110,570	24,215,132
Federal sources				
National School Lunch Program	1,100,000	1,366,134	266,134	1,074,300
Special Breakfast Program	400,000	786,110	386,110	498,608
Title I - Low Income	1,200,000	1,341,548	141,548	1,274,684
Fed - Sp Ed - Pre-school Flow Through	27,407	31,350	3,943	33,946
Fed - Sp Ed - I.D.E.A. Flow Through	872,341	677,547	(194,794)	819,077
Fed - Sp Ed - I.D.E.A. Room and Board	-	-	-	65,689
Preschool Expansion	310,200	-	(310,200)	279,115
Title III Immigrant Education Program	1,754	4,500	2,746	-
Title III - English Language Acquisition	94,600	87,560	(7,040)	120,695
Title IVA	71,901	39,141	(32,760)	32,388
Title II - Teacher Quality	136,900	219,422	82,522	122,654

BERWYN NORTH SCHOOL DISTRICT 98
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019
	<u>Original and</u>	<u>Actual</u>	<u>Variance from</u>	<u>2019</u>
	<u>Final Budget</u>		<u>Final Budget</u>	<u>Actual</u>
Revenues (continued)				
Federal sources (continued)				
Medicaid Matching Funds -				
Administrative Outreach	-	131,211	131,211	143,421
Medicaid Matching Funds -				
Fee-For-Service Program	560,000	309,679	(250,321)	411,126
Other federal sources	-	830,916	830,916	152,340
Total federal sources	<u>4,775,103</u>	<u>5,825,118</u>	<u>1,050,015</u>	<u>5,028,043</u>
Total revenues	<u>35,975,002</u>	<u>37,217,520</u>	<u>1,242,518</u>	<u>35,432,550</u>
Expenditures				
Instruction				
Regular programs				
Salaries	9,558,195	9,182,288	(375,907)	8,917,394
Employee benefits	3,023,544	2,778,050	(245,494)	2,965,403
Purchased services	124,395	117,252	(7,143)	170,042
Supplies and materials	214,097	192,331	(21,766)	217,895
Capital outlay	111,700	120,515	8,815	82,782
Other objects	66,500	55,237	(11,263)	38,171
Non-capitalized equipment	818,611	722,034	(96,577)	533,729
Total regular programs	<u>13,917,042</u>	<u>13,167,707</u>	<u>(749,335)</u>	<u>12,925,416</u>
Pre-K programs				
Purchased services	3,000	-	(3,000)	499
Supplies and materials	24,989	30,192	5,203	17,768
Total Pre-K programs	<u>27,989</u>	<u>30,192</u>	<u>2,203</u>	<u>18,267</u>
Special education programs				
Salaries	4,532,211	4,334,375	(197,836)	4,142,634
Employee benefits	171,747	180,361	8,614	141,268
Purchased services	13,060	84,861	71,801	812
Supplies and materials	143,629	114,893	(28,736)	122,527
Capital outlay	8,000	3,424	(4,576)	-
Other objects	300,000	136,649	(163,351)	289,312
Non-capitalized equipment	4,800	447	(4,353)	-
Total special education programs	<u>5,173,447</u>	<u>4,855,010</u>	<u>(318,437)</u>	<u>4,696,553</u>

BERWYN NORTH SCHOOL DISTRICT 98
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance from Final Budget</u>	<u>Actual</u>
Expenditures (continued)				
Remedial and Supplemental				
Programs K-12				
Salaries	106,021	138,829	32,808	80,212
Employee benefits	12,896	24,182	11,286	18,418
Purchased services	292,347	354,977	62,630	182,051
Supplies and materials	128,673	303,365	174,692	193,947
Capital outlay	-	-	-	91,011
Other objects	-	-	-	1,918
Non-capitalized equipment	-	-	-	11,937
Total remedial and supp. programs K-12	<u>539,937</u>	<u>821,353</u>	<u>281,416</u>	<u>579,494</u>
Interscholastic Programs				
Salaries	207,200	170,352	(36,848)	182,607
Employee benefits	2,941	12,424	9,483	6,431
Purchased services	8,272	3,996	(4,276)	6,102
Supplies and materials	600	-	(600)	-
Other objects	2,000	-	(2,000)	-
Total interscholastic programs	<u>221,013</u>	<u>186,772</u>	<u>(34,241)</u>	<u>195,140</u>
Summer school programs				
Salaries	98,550	94,939	(3,611)	83,857
Employee benefits	963	971	8	811
Purchased services	5,000	-	(5,000)	-
Total summer school programs	<u>104,513</u>	<u>95,910</u>	<u>(8,603)</u>	<u>84,668</u>
Gifted programs				
Salaries	12,360	12,360	-	12,360
Employee benefits	186	186	-	186
Supplies and materials	1,500	365	(1,135)	968
Total gifted programs	<u>14,046</u>	<u>12,911</u>	<u>(1,135)</u>	<u>13,514</u>
Bilingual programs				
Salaries	2,403,754	2,352,628	(51,126)	2,035,372
Employee benefits	36,160	36,018	(142)	29,871
Purchased services	3,000	456	(2,544)	-
Supplies and materials	1,700	20,151	18,451	1,878
Total bilingual programs	<u>2,444,614</u>	<u>2,409,253</u>	<u>(35,361)</u>	<u>2,067,121</u>
Special education programs K-12 -Private Tuition	<u>1,400,000</u>	<u>1,467,462</u>	<u>67,462</u>	<u>1,384,686</u>
Special education programs Pre-K Tuition	<u>85,000</u>	<u>-</u>	<u>(85,000)</u>	<u>-</u>
Summer school programs - Private Tuition	<u>170,000</u>	<u>196,726</u>	<u>26,726</u>	<u>167,823</u>
Total instruction	<u>24,097,601</u>	<u>23,243,296</u>	<u>(769,305)</u>	<u>22,132,682</u>

BERWYN NORTH SCHOOL DISTRICT 98
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019
	<u>Original and</u>	<u>Actual</u>	<u>Variance from</u>	<u>Actual</u>
	<u>Final Budget</u>		<u>Final Budget</u>	
Expenditures (continued)				
Support services				
Pupils				
Attendance and social work services				
Salaries	655,016	616,679	(38,337)	573,888
Employee benefits	8,740	9,250	510	8,415
Purchased services	-	40,098	40,098	-
Supplies and materials	1,000	-	(1,000)	-
Total attendance and social work services	<u>664,756</u>	<u>666,027</u>	<u>1,271</u>	<u>582,303</u>
Health services				
Salaries	356,926	355,500	(1,426)	341,121
Employee benefits	13,669	3,687	(9,982)	3,436
Purchased services	248,055	223,658	(24,397)	198,049
Supplies and materials	3,400	2,288	(1,112)	2,535
Non-capitalized equipment	5,000	-	(5,000)	-
Total health services	<u>627,050</u>	<u>585,133</u>	<u>(41,917)</u>	<u>545,141</u>
Psychological services				
Salaries	133,557	153,330	19,773	125,180
Employee benefits	2,004	2,300	296	1,878
Purchased services	100,000	89,976	(10,024)	97,345
Non-capitalized equipment	10,000	3,235	(6,765)	-
Total psychological services	<u>245,561</u>	<u>248,841</u>	<u>3,280</u>	<u>224,403</u>
Speech pathology and audiology services				
Salaries	368,481	364,259	(4,222)	291,140
Employee benefits	5,531	5,465	(66)	4,366
Purchased services	372,000	390,899	18,899	366,123
Supplies and materials	2,500	617	(1,883)	14,925
Total speech pathology/audiology services	<u>748,512</u>	<u>761,240</u>	<u>12,728</u>	<u>676,554</u>
Total pupils	<u>2,285,879</u>	<u>2,261,241</u>	<u>(24,638)</u>	<u>2,028,401</u>
Instructional staff				
Improvement of instruction services				
Salaries	653,735	506,163	(147,572)	559,185
Employee benefits	65,318	55,078	(10,240)	51,028
Purchased services	380,694	399,523	18,829	363,396
Supplies and materials	113,184	28,577	(84,607)	54,785
Non-capitalized equipment	1,000	615	(385)	-
Total improvement of inst. svc.	<u>1,213,931</u>	<u>989,956</u>	<u>(223,975)</u>	<u>1,028,394</u>

BERWYN NORTH SCHOOL DISTRICT 98
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019
	Original and Final Budget	Actual	Variance from Final Budget	Actual
Expenditures (continued)				
Educational media services				
Salaries	398,686	400,427	1,741	378,383
Employee benefits	4,669	4,665	(4)	4,474
Purchased services	3,700	3,748	48	3,660
Supplies and materials	121,074	74,245	(46,829)	136,221
Other objects	-	-	-	-
Non-capitalized equipment	4,200	-	(4,200)	-
Total educational media services	532,329	483,085	(49,244)	522,738
Assessment and testing				
Salaries	13,680	2,910	(10,770)	7,478
Employee benefits	206	28	(178)	78
Purchased services	89,669	63,849	(25,820)	59,233
Non-capitalized equipment	3,000	468	(2,532)	691
Total assessment and testing	106,555	67,255	(39,300)	67,480
Total instructional staff	1,852,815	1,540,296	(312,519)	1,618,612
General administration				
Board of Education services				
Purchased services	115,395	114,371	(1,024)	41,569
Supplies and materials	20,000	-	(20,000)	155,165
Non-capitalized equipment	-	-	-	-
Total board of education services	135,395	114,371	(21,024)	196,734
Executive administration services				
Salaries	178,022	178,022	-	219,166
Employee benefits	2,671	2,670	(1)	2,959
Purchased services	17,500	14,498	(3,002)	11,902
Supplies and materials	15,000	20,411	5,411	15,029
Non-capitalized equipment	-	-	-	-
Total executive administration	213,193	215,601	2,408	249,056
Special Area Administration Services				
Salaries	252,921	252,921	-	240,509
Employee benefits	2,557	2,555	(2)	2,411
Purchased services	35,000	21,589	(13,411)	28,923
Supplies and materials	2,500	6,104	3,604	10,016
Total special area administration services	292,978	283,169	(9,809)	281,859
Tort Immunity Services				
Salaries	20,000	10,138	(9,862)	15,919
Purchased services	353,000	284,871	(68,129)	289,193
Total Tort Immunity Services	373,000	295,009	(77,991)	305,112
Total general administration	1,014,566	908,150	(106,416)	1,032,761

BERWYN NORTH SCHOOL DISTRICT 98
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance from Final Budget</u>	<u>Actual</u>
Expenditures (continued)				
School administration				
Office of the principal services				
Salaries	1,597,259	1,593,187	(4,072)	1,574,497
Employee benefits	17,018	16,958	(60)	16,953
Purchased services	4,200	3,757	(443)	3,325
Supplies and materials	6,090	4,493	(1,597)	5,439
Total office of the principal services	<u>1,624,567</u>	<u>1,618,395</u>	<u>(6,172)</u>	<u>1,600,214</u>
Total school administration	<u>1,624,567</u>	<u>1,618,395</u>	<u>(6,172)</u>	<u>1,600,214</u>
Business				
Direction of business services				
Salaries	91,402	87,988	(3,414)	68,135
Employee benefits	1,372	1,158	(214)	-
Purchased services	3,500	-	(3,500)	-
Supplies and materials	-	647	647	615
Total direction of business services	<u>96,274</u>	<u>89,793</u>	<u>(6,481)</u>	<u>68,750</u>
Fiscal services				
Salaries	513,159	520,243	7,084	504,842
Employee benefits	-	-	-	-
Purchased services	385,215	408,017	22,802	267,960
Supplies and materials	82,100	67,908	(14,192)	41,767
Non-capitalized equipment	53,000	-	(53,000)	-
Total fiscal services	<u>1,033,474</u>	<u>996,168</u>	<u>(37,306)</u>	<u>814,569</u>
Food services				
Salaries	726,943	613,457	(113,486)	547,467
Employee benefits	2,190	1,265	(925)	1,181
Purchased services	7,500	3,168	(4,332)	2,560
Supplies and materials	1,539,884	1,322,066	(217,818)	1,059,660
Capital outlay	-	-	-	2,367
Non-capitalized equipment	-	55,778	55,778	5,514
Total food services	<u>2,276,517</u>	<u>1,995,734</u>	<u>(280,783)</u>	<u>1,618,749</u>
Total business	<u>3,406,265</u>	<u>3,081,695</u>	<u>(324,570)</u>	<u>2,502,068</u>

BERWYN NORTH SCHOOL DISTRICT 98
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019
	<u>Original and</u>	<u>Actual</u>	<u>Variance from</u>	<u>Actual</u>
	<u>Final Budget</u>		<u>Final Budget</u>	
Expenditures (continued)				
Support Services, Central				
Planning, research, development and				
Salaries	221,743	225,982	4,239	197,149
Employee benefits	2,381	2,444	63	2,046
Purchased services	53,500	48,723	(4,777)	48,723
Supplies and materials	-	33,162	33,162	32,917
Total planning, research, dev. svc.	<u>277,624</u>	<u>310,311</u>	<u>32,687</u>	<u>280,835</u>
Staff services				
Salaries	8,750	3,150	(5,600)	7,088
Employee benefits	1,065	299	(766)	804
Purchased services	-	4,062	4,062	3,206
Total staff services	<u>9,815</u>	<u>7,511</u>	<u>(2,304)</u>	<u>11,098</u>
Data Processing Services				
Salaries	429,282	383,011	(46,271)	441,014
Employee benefits	2,555	2,597	42	2,465
Purchased services	462,500	488,677	26,177	344,378
Supplies and materials	51,200	39,462	(11,738)	48,061
Capital outlay	20,000	14,806	(5,194)	21,374
Non-capitalized equipment	15,000	14,835	(165)	23,113
Total Data Processing Services	<u>980,537</u>	<u>943,388</u>	<u>(37,149)</u>	<u>880,405</u>
Other supporting services				
Supplies and materials	2,000	-	(2,000)	-
Total other supporting services	<u>2,000</u>	<u>-</u>	<u>(2,000)</u>	<u>-</u>
Total Support Services	<u>11,454,068</u>	<u>10,670,987</u>	<u>(783,081)</u>	<u>9,954,394</u>
Community services				
Salaries	178,820	155,577	(23,243)	127,979
Employee benefits	14,398	13,921	(477)	10,233
Purchased services	49,834	33,995	(15,839)	81,858
Supplies and materials	41,277	28,867	(12,410)	44,187
Total community services	<u>284,329</u>	<u>232,360</u>	<u>(51,969)</u>	<u>264,257</u>
Payments to Other Districts and Gov't Units				
Other payments				
Purchased services	700	706	6	185
Other objects	65,000	113,435	48,435	6,478
Total payments to Other Districts and				
Other Government Units	<u>65,700</u>	<u>114,141</u>	<u>48,441</u>	<u>6,663</u>
Provision for contingencies	<u>125,000</u>	<u>-</u>	<u>(125,000)</u>	<u>-</u>
Total expenditures	<u>36,026,698</u>	<u>34,260,784</u>	<u>(1,765,914)</u>	<u>32,357,996</u>

BERWYN NORTH SCHOOL DISTRICT 98
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020		Variance from Final Budget	2019 Actual
	Original and Final Budget	Actual		
Expenditures (continued)				
Excess of revenues over expenditures	<u>(51,696)</u>	<u>2,956,736</u>	<u>3,008,432</u>	<u>3,074,554</u>
Other financing sources (uses)				
Other sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,395</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,395</u>
Net change to fund balance	<u>(51,696)</u>	<u>2,956,736</u>	<u>3,008,432</u>	<u>3,086,949</u>
Fund balance, beginning of year		<u>46,399,481</u>		<u>43,312,532</u>
Fund balance, end of year		<u>\$49,356,217</u>		<u>\$ 46,399,481</u>

BERWYN NORTH SCHOOL DISTRICT 98
OPERATIONS AND MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Final Budget	Actual	Variance from Final Budget	2019 Actual
<u>Revenues</u>				
Local Sources				
General levy	1,209,536	1,188,622	(20,914)	1,156,664
Interest on Investments	7,690	20,860	13,170	26,919
Refund of prior years' expenditures	20,000	8,587	(11,413)	23,077
Other	54,500	51,790	(2,710)	108,633
Total local sources	1,291,726	1,269,859	(21,867)	1,315,293
State sources				
Evidence Based Funding	2,617,026	2,617,026	-	2,998,681
State Maintenance Grant	-	50,000	50,000	-
Total state sources	2,617,026	2,667,026	50,000	2,998,681
Federal sources				
Other restricted grants	-	-	-	-
Total federal sources	-	-	-	-
Total revenues	3,908,752	3,936,885	28,133	4,313,974
<u>Expenditures</u>				
Support services				
Business				
Facilities acquisition and construction services				
Purchased services	170,000	169,025	(975)	13,010
Capital outlay	-	-	-	-
Termination benefits	-	-	-	-
Total operations/maintenance	170,000	169,025	(975)	13,010

BERWYN NORTH SCHOOL DISTRICT 98
OPERATIONS AND MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Final Budget	Actual	Variance from Final Budget	2019 Actual
Operations and maintenance of plant services				
Salaries	1,388,023	1,362,589	(25,434)	1,347,186
Employee benefits	247,132	196,784	(50,348)	204,010
Purchased services	1,159,042	1,220,439	61,397	940,234
Supplies and materials	578,250	515,180	(63,070)	580,058
Capital outlay	-	-	-	6,266
Other objects	100	226,144	226,044	175,714
Non-Capitalized equipment	-	-	-	-
Total operations/maintenance	<u>3,372,547</u>	<u>3,521,136</u>	<u>148,589</u>	<u>3,253,468</u>
Other Support Services	<u>265,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total support services	<u>3,807,547</u>	<u>3,690,161</u>	<u>147,614</u>	<u>3,266,478</u>
Provision for contingencies	100,000	-	(100,000)	-
Total expenditures	<u>3,907,547</u>	<u>3,690,161</u>	<u>47,614</u>	<u>3,266,478</u>
Net change in fund balance	<u>1,205</u>	246,724	<u>(19,481)</u>	1,047,496
Fund balance, beginning of year		<u>4,883,902</u>		<u>3,056,137</u>
Fund balance (deficit), end of year		<u>5,130,626</u>		<u>4,103,633</u>

BERWYN NORTH SCHOOL DISTRICT 98
TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Final Budget	Actual	Variance from Final Budget	2019 Actual
<u>Revenues</u>				
Local Sources				
General levy	691,611	724,309	32,698	697,529
Interest on Investments	800	1,533	733	1,979
Other local revenues	-	9,243	9,243	2,521
Total local sources	692,411	735,085	42,674	702,029
State sources				
Transportation - Regular/Vocational	-	-	-	-
Transportation - Special Education	825,000	731,131	(93,869)	1,037,941
Other State Sources	-	-	-	-
Total state sources	825,000	731,131	(93,869)	1,037,941
Total revenues	1,517,411	1,466,216	(51,195)	1,739,970
<u>Expenditures</u>				
Support services				
Business				
Pupil transportation services				
Salaries	425,609	354,060	(71,549)	349,725
Employee benefits	76,218	76,830	612	74,225
Purchased services	989,220	785,832	(203,388)	904,923
Supplies and materials	26,000	14,306	(11,694)	21,944
Capital Outlay	-	-	-	264,315
Other Objects	200	-	(200)	-
Total pupil transportation services	1,517,247	1,231,028	(286,219)	1,615,132
Total support services	1,517,247	1,231,028	(286,219)	1,615,132
Total expenditures	1,517,247	1,231,028	(286,219)	1,615,132
Excess (deficiency) of revenues over expenditures	164	235,188	235,024	124,838

BERWYN NORTH SCHOOL DISTRICT 98
TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Final Budget	Actual	Variance from Final Budget	2019 Actual
Other financing sources				
Proceeds from sales of assets	-	-	-	2,600
Total other financing sources	-	-	-	2,600
Net change in fund balance	164	235,188	235,024	127,438
Fund balance, beginning of year		313,896		186,458
Fund balance (deficit), end of year		549,084		313,896

BERWYN NORTH SCHOOL DISTRICT 98
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Final Budget	Actual	Variance from Final Budget	2019 Actual
<u>Revenues</u>				
Local Sources				
General levy	651,593	658,061	6,468	634,379
Social Security/Medicare only levy	673,316	678,641	5,325	671,096
Corporate personal property replacement taxes	20,000	25,475	5,475	20,000
Interest on investments	537	355	(182)	459
Total local sources	<u>1,345,446</u>	<u>1,362,532</u>	<u>17,086</u>	<u>1,325,934</u>
Total revenues	<u>1,345,446</u>	<u>1,362,532</u>	<u>17,086</u>	<u>1,325,934</u>
<u>Expenditures</u>				
Instruction				
Regular programs	143,632	134,920	(8,712)	131,980
Special education programs	253,284	248,829	(4,455)	218,426
Remedial and supplemental programs K-12	1,538	626	(912)	577
Interscholastic programs	4,802	6,558	1,756	5,770
Summer school programs	6,698	4,607	(2,091)	4,362
Gifted programs	180	1,343	1,163	1,255
Bilingual programs	55,529	53,987	(1,542)	48,624
Total instruction	<u>465,663</u>	<u>450,870</u>	<u>(14,793)</u>	<u>410,994</u>
Support services				
Pupils				
Attendance and social work svc	10,096	6,073	(4,023)	6,220
Guidance services	-	-	-	-
Health services	25,068	36,475	11,407	34,983
Psychological services	1,937	3,675	1,738	3,184
Speech pathology/audiology svc	5,344	3,501	(1,843)	3,350
Other support services	-	-	-	-
Total pupils	<u>42,445</u>	<u>49,724</u>	<u>7,279</u>	<u>47,737</u>

BERWYN NORTH SCHOOL DISTRICT 98
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Final Budget	Actual	Variance from Final Budget	2019 Actual
Instructional staff				
Improvement of instruction svcs	24,198	16,781	(7,417)	22,228
Educational media services	19,670	18,722	(948)	17,148
Assessment and testing	199	1,537	1,338	1,603
Total instructional staff	44,067	37,040	(7,027)	40,979
General administration				
Executive administration services	2,582	41	(2,541)	108
Special Area administration services	16,740	18,843	2,103	18,942
Edu, Insp. Sprvsr Loss Prev	1,530	953	(577)	1,296
Total general administration	20,852	19,837	(1,015)	20,346
School administration				
Office of the principal services	96,427	88,797	(7,630)	85,743
Total school administration	96,427	88,797	(7,630)	85,743
Business				
Direction of business support service	15,795	8,061	(7,734)	21,326
Fiscal services	88,675	82,719	(5,956)	80,930
Operations and maintenance				
of plant services	239,856	229,589	(10,267)	228,870
Pupil transportation services	73,405	60,242	(13,163)	58,087
Food services	101,835	80,080	(21,755)	70,784
Total business	519,566	460,691	(58,875)	459,997
Central				
Planning, research, development				
and evaluation services	13,201	9,909	(3,292)	9,626
Staff services	127	3,277	3,150	2,859
Data Processing services	47,232	38,194	(9,038)	50,043
Total Central	60,560	51,380	(9,180)	62,528
Total support services	783,917	707,469	(76,448)	717,330
Community Services	11,943	10,178	(1,765)	10,709
Contingencies	38,620	-	(38,620)	-
Total expenditures	1,300,143	1,168,517	(131,626)	1,139,033

BERWYN NORTH SCHOOL DISTRICT 98
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Final Budget	Actual	Variance from Final Budget	2019 Actual
Excess (deficiency) of revenues over expenditures	<u>45,303</u>	<u>194,015</u>	<u>148,712</u>	<u>186,901</u>
Other financing sources				
Permanent transfer from working cash fund - Abatement	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>45,303</u>	<u>194,015</u>	<u>148,712</u>	<u>186,901</u>
Fund balance, beginning of year		<u>227,839</u>		<u>40,938</u>
Fund balance (deficit), end of year		<u><u>421,854</u></u>		<u><u>227,839</u></u>

BERWYN NORTH SCHOOL DISTRICT 98
FIRE PREVENTION AND SAFETY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Final Budget	Actual	Variance from Final Budget	2019 Actual
<u>Revenues</u>				
Local Sources				
General levy	14,725	14,843	118	14,209
Interest on Investments	299	961	662	1,241
Other	-	-	-	-
Total local sources	15,024	15,804	780	15,450
Total revenues	15,024	15,804	780	15,450
<u>Expenditures</u>				
Support services				
Facilities acquisition and construction services				
Purchased services	10,000	12,095	2,095	1,525
Capital outlay	-	-	-	-
Total operations/maintenance	10,000	12,095	2,095	1,525
Total support services	10,000	12,095	2,095	1,525
Total expenditures	10,000	12,095	2,095	1,525
Deficiency of revenues over expenditures	5,024	3,709	(1,315)	13,925
Net change in fund balance	5,024	3,709	(1,315)	13,925
Fund balance, beginning of year		117,651		103,726
Fund balance (deficit), end of year		121,360		117,651

BERWYN NORTH SCHOOL DISTRICT 98
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

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

- a) 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.
- b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December each year, a tax levy resolution is filed with the County Clerk to obtain tax revenues.
- d) Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
- e) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- f) The budget amounts shown in the financial statements were approved by the Board of Education on September 26, 2019 effective for the year ending June 30, 2020.
- g) All budget appropriations lapse at the end of the fiscal year.

BERWYN NORTH SCHOOL DISTRICT 98
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

2. BUDGET RECONCILIATION

The Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds (GAAP basis) includes “on-behalf” payments received and made for the amounts contributed by the State of Illinois for the employer’s share of the Teachers’ Retirement System pension. The District does not budget for these amounts. The differences between the budget and GAAP basis are as follows:

	<u>Revenues</u>	<u>Expenditures</u>
General Fund - budgetary basis	35,975,002	36,026,698
To adjust for on-behalf payments received	14,644,818	-
To adjust for on-behalf payments made	<u>-</u>	<u>14,644,818</u>
General Fund - GAAP baiss	<u><u>50,619,820</u></u>	<u><u>50,671,516</u></u>

BERWYN NORTH SCHOOL DISTRICT 98
GENERAL FUND
BALANCE SHEET
June 30, 2020

	<u>Educational</u>	<u>Tort</u>	<u>Working Cash</u>	<u>Total</u>
ASSETS				
Cash and investments	47,226,569	239,005	380,906	47,846,480
Receivables (net of allowance for uncollectibles):				-
Property taxes	2,706,365	138,660	-	2,845,025
Replacement taxes	30,688	-	-	30,688
Intergovernmental	1,463,891	-	-	1,463,891
Prepaid expense	<u>-</u>	<u>10,762</u>	<u>-</u>	<u>10,762</u>
Total assets	<u>51,427,513</u>	<u>388,427</u>	<u>380,906</u>	<u>52,196,846</u>
LIABILITIES AND FUND BALANCES				
Accounts payable	32,678	-	-	32,678
Unearned revenue	<u>2,670,868</u>	<u>137,083</u>	<u>-</u>	<u>2,807,951</u>
Total liabilities	<u>2,703,546</u>	<u>137,083</u>	<u>-</u>	<u>2,840,629</u>
Fund balances:				
Nonspendable	-	10,762	-	10,762
Restricted	-	240,582	-	240,582
Unassigned	<u>48,723,967</u>	<u>-</u>	<u>380,906</u>	<u>49,104,873</u>
Total fund balance	<u>48,723,967</u>	<u>251,344</u>	<u>380,906</u>	<u>49,356,217</u>
Total liabilities and fund balance	<u>51,427,513</u>	<u>388,427</u>	<u>380,906</u>	<u>52,196,846</u>

BERWYN NORTH SCHOOL DISTRICT 98
GENERAL FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2020

	Educational	Working Cash	Tort	Total
<u>Revenues</u>				
Property taxes	5,416,200	-	287,065	5,703,265
Replacement taxes	109,131	-	-	109,131
State aid	39,823,178	-	-	39,823,178
Federal aid	5,825,118	-	-	5,825,118
Interest	309,033	4,382	1,302	314,717
Other	86,929	-	-	86,929
Total revenues	51,569,589	4,382	288,367	51,862,338
<u>Expenditures</u>				
Current:				
Instruction:				
Regular programs	13,107,190	-	-	13,107,190
Special programs	4,855,010	-	-	4,855,010
Other instructions programs	5,190,387	-	-	5,190,387
State on-behalf payments	14,644,818	-	-	14,644,818
Support services:				
Pupils	2,261,241	-	-	2,261,241
Instructional staff	1,540,296	-	-	1,540,296
General administration	613,141	-	295,009	908,150
School administration	1,618,395	-	-	1,618,395
Business	3,081,695	-	-	3,081,695
Operations and maintenance	-	-	-	-
Central	310,311	-	-	310,311
Other supporting services	950,899	-	-	950,899
Community services	232,360	-	-	232,360
Nonprogrammed charges	114,141	-	-	114,141
Capital outlay	90,709	-	-	90,709
Total expenditures	48,610,593	-	295,009	48,905,602
Deficiency of revenues over expenditures	2,958,996	4,382	(6,642)	2,956,736
Other financing sources (uses)				
Proceeds from fixed asset sales	-	-	-	-
Transfer to Debt Service	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	2,958,996	4,382	(6,642)	2,956,736
Fund balance, beginning of year	45,764,971	376,524	257,986	46,399,481
Fund balance, end of year	48,723,967	380,906	251,344	49,356,217

BERWYN NORTH SCHOOL DISTRICT 98
PROPERTY TAX RATES AND LEVIES
LAST FIVE TAX LEVY YEARS

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Assessed valuation	<u>254,981,802</u>	<u>258,531,397</u>	<u>267,693,489</u>	<u>215,973,566</u>	<u>209,903,385</u>
Rates Extended					
Educational	2.2227	2.0876	2.0341	2.8069	2.9058
Tort Immunity	0.1151	0.1163	0.1038	0.1257	0.1374
Special Education	0.0243	0.0233	0.0220	0.0267	0.0270
Operations/Maintenance	0.4886	0.4684	0.4425	0.5349	0.5108
Transportation	0.2888	0.2957	0.2530	0.0956	0.0930
IMRF	0.2632	0.2669	0.2384	0.2241	0.2208
Social Security	0.2720	0.2758	0.2463	0.2337	0.2380
Fire Prevention and Safety	<u>0.0059</u>	<u>0.0060</u>	<u>0.0054</u>	<u>0.0005</u>	<u>0.0005</u>
Total rates extended	<u>3.6806</u>	<u>3.5400</u>	<u>3.3455</u>	<u>4.0481</u>	<u>4.1333</u>
Levies Extended					
Educational	5,667,487	5,397,088	5,445,190	6,062,158	6,099,437
Tort Immunity	293,550	300,615	277,987	271,378	288,400
Special Education	62,006	60,288	58,980	57,680	56,650
Operations/Maintenance	1,245,822	1,211,008	1,184,500	1,155,176	1,072,230
Transportation	736,450	764,573	677,295	206,453	195,237
IMRF	671,141	690,045	638,106	483,894	463,500
Social Security	693,515	713,051	659,380	504,700	499,550
Fire Prevention and Safety	<u>15,167</u>	<u>15,594</u>	<u>14,420</u>	<u>1,030</u>	<u>1,030</u>
Total levies extended	<u>9,385,138</u>	<u>9,152,262</u>	<u>8,955,858</u>	<u>8,742,469</u>	<u>8,676,034</u>

NOTE: Tax Rates are expressed in dollars per \$100 of assessed valuation.

BERWYN NORTH SCHOOL DISTRICT 98
OPERATING COSTS AND TUITION CHARGE (Unaudited)
June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Operating costs per pupil		
Average Daily Attendance (ADA):	<u>2,075</u>	<u>2,634</u>
Operating costs:		
Educational	33,965,776	32,052,884
Operations and Maintenance	3,690,161	3,266,478
Tort Immunity	295,009	305,112
Transportation	1,231,027	1,615,132
Municipal Retirement/Social Security	<u>1,168,518</u>	<u>1,139,033</u>
Subtotal	<u>40,350,491</u>	<u>38,378,639</u>
Less Revenues/Expenditures of Nonregular Programs:		
Tuition	1,497,654	1,402,953
Summer School	297,243	256,853
Capital outlay	138,745	468,115
Non-capitalized equipment	797,412	574,984
Community services	242,538	274,966
Payments to other governments	<u>114,141</u>	<u>6,663</u>
Subtotal	<u>3,087,733</u>	<u>2,984,534</u>
Operating costs	<u>37,262,758</u>	<u>35,394,105</u>
Operating costs per pupil - based on ADA	<u>17,958</u>	<u>13,437</u>
Tuition Charge		
Operating costs:	37,262,758	35,394,105
Less - revenues from specific programs, such as special education or lunch programs	<u>9,317,828</u>	<u>9,021,803</u>
Net operating costs	27,944,930	26,372,302
Depreciation allowance	<u>1,428,614</u>	<u>1,396,622</u>
Allowance tuition costs	<u>29,373,544</u>	<u>27,768,924</u>
Tuition charges per pupil - based on ADA	<u>14,156</u>	<u>10,542</u>

BERWYN NORTH SCHOOL DISTRICT 98
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
(Educational Account, Tort Immunity Account and Operations and Maintenance Fund)
Last ten years

	2020	2019	2018	2017
Revenues				
Local Sources	7,479,518	7,499,012	7,692,629	8,157,254
State Sources				
Educational Fund	25,178,360	24,215,132	23,400,614	21,147,653
Operations & Maintenance Fund	2,667,026	2,998,681	3,005,748	2,217,113
Federal Sources	5,825,118	5,028,043	4,022,301	3,743,350
Total revenues	<u>41,150,022</u>	<u>39,740,868</u>	<u>38,121,292</u>	<u>35,265,370</u>
Expenditures				
Instruction	23,152,587	21,897,747	21,089,692	21,428,782
Support Services				
Educational and Tort Fund	10,670,987	9,954,394	9,831,703	8,761,221
Operations & Maintenance Fund	3,690,161	3,266,478	3,546,523	2,812,393
Community services	232,360	264,257	116,927	139,053
Nonprogrammed charges	114,141	6,663	13,638	15,583
Capital Outlay	<u>90,709</u>	<u>234,935</u>	<u>188,666</u>	<u>261,772</u>
Total expenditures	<u>37,950,945</u>	<u>35,624,474</u>	<u>34,787,149</u>	<u>33,418,804</u>
Deficiency of revenues over expenditures	<u>3,199,077</u>	<u>4,116,394</u>	<u>3,334,143</u>	<u>1,846,566</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Sales of fixed assets	-	12,395	-	-
payments to escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other financing sources (uses)	<u>-</u>	<u>12,395</u>	<u>-</u>	<u>-</u>
Net change in fund balance	3,199,077	4,128,789	3,334,143	1,846,566
Fund balance, beginning of year	<u>50,906,859</u>	<u>46,778,070</u>	<u>43,443,927</u>	<u>41,597,361</u>
Fund balance, end of year	<u>54,105,936</u>	<u>50,906,859</u>	<u>46,778,070</u>	<u>43,443,927</u>

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
7,818,758	7,682,573	6,802,005	7,494,662	7,306,633	6,500,674
20,888,563	20,285,890	20,094,889	17,965,536	17,774,366	18,532,257
1,838,643	737,297	789,417	2,738,498	8,376,038	2,209,891
<u>3,813,949</u>	<u>3,774,082</u>	<u>3,569,655</u>	<u>3,287,417</u>	<u>3,551,142</u>	<u>5,526,360</u>
<u>34,359,913</u>	<u>32,479,842</u>	<u>31,255,966</u>	<u>31,486,113</u>	<u>37,008,179</u>	<u>32,769,182</u>
19,495,720	20,154,093	18,696,911	17,944,817	16,970,443	16,292,736
8,923,705	8,912,904	8,520,434	8,326,076	7,829,980	7,368,146
2,576,170	2,278,263	2,524,403	2,479,720	2,443,893	2,800,076
117,820	110,039	83,839	92,347	70,025	42,663
10,020	27,384	66,987	69,036	56,568	250,448
<u>534,360</u>	<u>321,409</u>	<u>60,601</u>	<u>1,001,688</u>	<u>1,179,776</u>	<u>-</u>
<u>31,657,795</u>	<u>31,804,092</u>	<u>29,953,175</u>	<u>29,913,684</u>	<u>28,550,685</u>	<u>26,754,069</u>
<u>2,702,118</u>	<u>675,750</u>	<u>1,302,791</u>	<u>1,572,429</u>	<u>8,457,494</u>	<u>6,015,113</u>
-	-	-	820,000	-	-
-	(675,536)	(4,601,853)	(1,204,057)	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>(675,536)</u>	<u>(4,601,853)</u>	<u>(384,057)</u>	<u>-</u>	<u>-</u>
2,702,118	214	(3,299,062)	1,188,372	8,457,494	6,015,113
<u>38,895,243</u>	<u>38,895,029</u>	<u>42,194,091</u>	<u>41,005,719</u>	<u>32,548,225</u>	<u>26,533,112</u>
<u>41,597,361</u>	<u>38,895,243</u>	<u>38,895,029</u>	<u>42,194,091</u>	<u>41,005,719</u>	<u>32,548,225</u>

BERWYN NORTH SCHOOL DISTRICT 98
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN ACCUMULATED BALANCES
Child Nutrition Program
Last five years

	2020	2019	2018	2017	2016
Receipts/Revenues					
Federal reimbursement	2,152,244	1,572,908	1,439,673	1,180,535	1,112,155
State reimbursement	32,474	28,852	34,607	5,319	12,230
Children's payments	3,343	55,650	51,570	53,061	52,540
Adults' payments	-	-	-	-	-
Total receipts/revenues	<u>2,188,061</u>	<u>1,657,410</u>	<u>1,525,850</u>	<u>1,238,915</u>	<u>1,176,925</u>
Expenditures					
Salaries	613,457	547,467	504,364	409,904	381,954
Benefits	1,265	1,181	1,134	1,009	930
Food and contracted food service	1,325,234	1,062,220	986,268	794,082	827,439
Capital Outlay	55,778	5,514	18,997	33,515	-
Other Costs	-	-	-	-	-
Total expenditures	<u>1,995,734</u>	<u>1,616,382</u>	<u>1,510,763</u>	<u>1,238,510</u>	<u>1,210,323</u>
Deficiency of revenues over expenditures	192,327	41,028	15,087	405	(33,398)
Accumulated balance excess, beginning of year	<u>25,071</u>	<u>(15,957)</u>	<u>(31,044)</u>	<u>(31,449)</u>	<u>1,949</u>
Accumulated balance excess (deficit) end of year	<u>217,398</u>	<u>25,071</u>	<u>(15,957)</u>	<u>(31,044)</u>	<u>(31,449)</u>

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

To the Members of Board of Education
Berwyn North School District 98
Berwyn, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the basic financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Berwyn North School District 98 (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, and have issued our report thereon dated October 16, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of

To the Members of the Board of Education
Berwyn North School District 98

deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

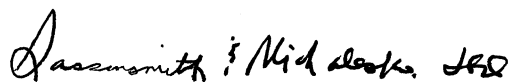
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

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



Gassensmith & Michalesko, Ltd.
Certified Public Accountants

October 16, 2020

Independent Auditor's Report on Compliance
for Each Major Program and on Internal Control over
Compliance Required by the Uniform Guidance

To the Members of the Board of Education
Berwyn North School District 98
Berwyn, Illinois

Report on Compliance for Each Major Federal Program

We have audited Berwyn North School District 98's (District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those

To the Members of the Board of Education
Berwyn North School District 98

requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combinations of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

To the Members of the Board of Education
Berwyn North School District 98

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report of Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of 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. We issued our report thereon dated October 16, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Gassensmith & Michalesko, Ltd.
Certified Public Accountants

Joliet, Illinois
October 16, 2020

BERWYN NORTH SD 98
06-016-0980-02
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2020

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Expenditure/Disbursements ⁶			Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/18-6/30/19 (C)	Year 7/1/19-6/30/20 (D)	Year 7/1/18-6/30/19 (E)	Year 7/1/18-6/30/19 Pass through to Subrecipients	Year 7/1/19-6/30/20 (F)	Year 7/1/19-6/30/20 Pass through to Subrecipients		
U.S.Department of Agriculture:										
<i>Flow-Through From the Illinois State Board of Education:</i>										
Child Nutrition Cluster:										
National School Lunch Program (m)	10.555	20-4210	-	1,171,752	-	-	1,171,752	-	1,171,752	n/a
National School Lunch Program (m)	10.555	19-4210	921,806	194,382	921,806	-	194,382	-	1,116,188	n/a
School Breakfast Program	10.555	20-4220	-	681,300	-	-	681,300	-	681,300	n/a
School Breakfast Program	10.555	19-4220	425,379	104,810	425,379	-	104,810	-	530,189	n/a
Value of Food Commodities	10.555	20-4999-00	-	78,675	-	-	78,675	-	78,675	n/a
Value of Food Commodities - Preferred meal service	10.555	19-4999-00	115,463	-	115,463	-	-	-	115,463	n/a
Total U.S. Department of Agriculture:			1,462,648	2,230,919	1,462,648	-	2,230,919	-	3,693,567	n/a
U.S. Department of Education:									-	
<i>Flow-Through From the Illinois State Board of Education:</i>									-	
Title I - Low Income (m)	84.010A	20-4300	-	990,456	-	-	1,059,695	-	1,059,695	1,268,848
Title I - Low Income (m)	84.010A	19-4300	843,404	351,092	913,392	-	281,104	-	1,194,496	1,310,911
Title I - Low Inome School Improvement	84.010A	20-4331	-	30,606	-	-	31,355	-	31,355	32,272
Title I - Low Inome School Improvement	84.010A	19-4331	26,391	-	26,391	-	-	-	26,391	61,224
Title IV - Student Support & Academic Enrich	84.424A	20-4400	-	17,430	-	-	17,430	-	17,430	131,013
Title IV - Student Support & Academic Enrich	84.424A	19-4400	32,388	21,711	32,388	-	-	-	32,388	98,984
Title III - Immigrant education program (IEP)	84.365A	20-4905	-	4,500	-	-	4,500	-	4,500	n/a
Title III - Lang. Inst. Progr. Limited Eng. (LIPLEP)	84.365A	20-4909	-	77,763	-	-	77,763	-	77,763	118,942
Title III - Lang. Inst. Progr. Limited Eng. (LIPLEP)	84.365A	19-4909	113,646	9,797	113,646	-	-	-	113,646	147,785
Title II - Teacher Quality	84.367A	20-4932	-	213,305	-	-	212,765	-	212,765	314,853
Title II - Teacher Quality	84.367A	19-4932	113,194	6,117	112,654	-	-	-	112,654	220,754
IDEA - Flow Through/Preschool	84.173A	20-4600	-	31,350	-	-	31,350	-	31,350	32,569
IDEA - Flow Through/Preschool	84.173A	19-4600	33,916	-	33,916	-	-	-	33,916	36,291
IDEA Flow Through	84.027A	20-4620	-	677,547	-	-	677,547	-	677,547	771,894
IDEA Flow Through	84.027A	19-4620	699,107	-	699,107	-	-	-	699,107	822,176
Elementary & Secondary School Emergency Relief Fund	84.425D	20-4998-ER	-	800,310	-	-	800,310	-	800,310	960,477
Total U.S. Department of Education			1,862,046	2,431,674	1,931,494	-	2,393,509	-	4,325,003	n/a
<i>Flow-Through From the Illinois Department of Healthcare & Family Services</i>										
Medicaid Administrative Outreach	93.778	20-4991	-	131,211	-	-	131,211	-	131,211	n/a
Medicaid Administrative Outreach	93.778	19-4991	143,421	-	143,421	-	-	-	143,421	n/a
Total U.S. Department of Health and Human Services			143,421	131,211	143,421	-	131,211	-	274,632	n/a
Totals			3,468,115	5,594,114	3,537,563	-	5,555,949	-	9,093,512	n/a

• (M) Program was audited as a major program as defined by §200.518.

The accompanying notes are an integral part of this schedule.

Berwyn North School District 98

Notes to Schedule of Expenditures of Federal Awards
June 30, 2020

Note 1 Accounting Basis

The schedule of expenditures of federal awards includes the federal grant activity of the Berwyn North School District 98 (District), and is presented on the modified accrual basis of accounting. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), therefore some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. The District has elected not to use the 10 percent de minimus indirect cost rate as allowed under the uniform guidance.

Reconciliation Of Schedule of Expenditures Of Federal Awards To Basic Financial Statements

Revenues Per Schedule of Expenditures Of Federal Awards	\$5,594,114
Add-Medicaid Fees-For-Service Program	309,679
Less- Values of Commodities	<u>(78,675)</u>
Total Federal Revenues Per Basic Financial Statements	<u><u>\$5,825,118</u></u>

Note 2 Subrecipients, Insurance, and Loans

Of the federal expenditures in the schedule, the District did not provide any federal awards to subrecipients. The District did not have any federal insurance in effect during the year, and did not have any federal loans or loan guarantees outstanding at the year end.

Berwyn North School District 98

Summary of Findings and Questionable Costs

June 30, 2020

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unmodified opinion on the modified accrual basis financial statements of the District for the year ended June 30, 2020.

INTERNAL CONTROL OVER FINANCIAL REPORTING

2. No material weaknesses were disclosed during the audit of the financial statements. No significant deficiencies that are considered to be material weaknesses were disclosed during the audit of the financial statements.
3. No instances of noncompliance material to the combined financial statements of the District were disclosed during the audit.

INTERNAL CONTROL OVER MAJOR PROGRAMS

4. No material weaknesses were disclosed during the audit of compliance over major federal award programs. No significant deficiencies that are considered to be material weaknesses were disclosed during the audit of compliance over major federal award programs.
5. The Auditor's Report on Compliance for the major federal award programs for the District expresses an unqualified opinion on all major federal programs.
6. There were no audit findings relative to the major federal award programs for the District.

IDENTIFICATION OF MAJOR PROGRAMS

7. The program tested as major programs was Title I (84.010A) and Child Nutrition Cluster (10.555).
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. The District was not determined to be a low-risk auditee.

Berwyn North School District 98
Summary of Findings and Questionable Costs
June 30, 2020

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

There were no financial statement findings reported for the fiscal year ended June 30, 2020.

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

There were no federal award findings reported for the fiscal year ended June 30, 2020.

Berwyn North School District 98

Summary Schedule of Prior Audit Findings
June 30, 2020

The prior audit findings that affected federally funded programs have not been repeated in the current year.

GASSENSMITH & MICHALESKO, LTD.

CERTIFIED PUBLIC ACCOUNTANTS

323 SPRINGFIELD AVENUE JOLIET, ILLINOIS 60435

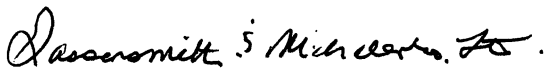
815-744-6200

FAX 815-744-3822

To the Board of Education
Berwyn North School District 98
Berwyn, Illinois

Independent Auditor's Report on Supplementary Information

We have audited the basic financial statements of Berwyn North School District 98 (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. We issued our report thereon dated October 16, 2020, which contained unmodified opinions on those basic financial statements. Our audit was conducted for the purpose of forming opinions on those financial statements that collectively comprise the basic financial statements. The accompanying Consolidated Year-End Financial Report is presented for purposes of additional analysis as required by the Illinois Grant Authority and Transparency Act and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.


Gassensmith & Michalesko, Ltd.
Certified Public Accountants

October 16, 2020

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

Grantee Name	Berwyn North School District 98
ID Numbers	AUDIT:23801 Grantee:679735 DUNS:072357627 FEIN:366004319
Audit Period	7/1/2019 - 6/30/2020
Submitted	10/22/2020; Regina Johnson; Business Manager; rjohnson@bn98.org; 7084846200
Accepted	
Program Count	15

All Programs Total				
Category	State	Federal	Other	Total
Personal Services (Salaries and Wages)	0.00	0.00	0.00	0.00
Fringe Benefits	0.00	0.00	0.00	0.00
Travel	0.00	0.00	0.00	0.00
Equipment	0.00	0.00	0.00	0.00
Supplies	0.00	0.00	0.00	0.00
Contractual Services	0.00	0.00	0.00	0.00
Consultant (Professional Services)	0.00	0.00	0.00	0.00
Construction	0.00	0.00	0.00	0.00
Occupancy - Rent and Utilities	0.00	0.00	0.00	0.00
Research and Development	0.00	0.00	0.00	0.00
Telecommunications	0.00	0.00	0.00	0.00
Training and Education	0.00	0.00	0.00	0.00
Direct Administrative Costs	0.00	0.00	0.00	0.00
Miscellaneous Costs	0.00	800,310.00	50,454,535.00	51,254,845.00
All Grant Specific Categories	0.00	131,211.00	0.00	131,211.00
TOTAL DIRECT EXPENDITURES	0.00	931,521.00	50,454,535.00	51,386,056.00
Indirect Costs	0.00	4,624,428.00	0.00	4,624,428.00
TOTAL EXPENDITURES	0.00	5,555,949.00	50,454,535.00	56,010,484.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

State Agency	Department Of Healthcare And Family Services (478)
Program Name	Medical Assistance Program (478-00-0251)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
4th Quarter (Apr.-Jun.) Admin. Expenditures	0.00	131,211.00	0.00	131,211.00
TOTAL DIRECT EXPENDITURES	0.00	131,211.00	0.00	131,211.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

State Agency	State Board Of Education (586)
Program Name	Early Childhood Block Grant (586-18-0868)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
	0.00	0.00	0.00	0.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	0.00	0.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

State Agency	State Board Of Education (586)
Program Name	Early Childhood Block Grant (586-44-2222)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
	0.00	0.00	0.00	0.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	0.00	0.00

**Illinois Grant Accountability and Transparency
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10/22/20

State Agency	State Board Of Education (586)
Program Name	Fed - Sp Ed - IDEA - Flow Through (586-64-0417)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Indirect Costs	0.00	677,547.00	0.00	677,547.00
TOTAL DIRECT EXPENDITURES	0.00	677,547.00	0.00	677,547.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

State Agency	State Board Of Education (586)
Program Name	Fed. - Sp. Ed. - Pre-School Flow Through (586-57-0420)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Indirect Costs	0.00	31,350.00	0.00	31,350.00
TOTAL DIRECT EXPENDITURES	0.00	31,350.00	0.00	31,350.00

**Illinois Grant Accountability and Transparency
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10/22/20

State Agency	State Board Of Education (586)
Program Name	National School Lunch Program (586-18-0407)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Indirect Costs	0.00	1,366,134.00	0.00	1,366,134.00
TOTAL DIRECT EXPENDITURES	0.00	1,366,134.00	0.00	1,366,134.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

State Agency	State Board Of Education (586)
Program Name	Non-Cash Commodity Value (586-18-2330) <i>This program was added by the grantee</i>
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Indirect Costs	0.00	78,675.00	0.00	78,675.00
TOTAL DIRECT EXPENDITURES	0.00	78,675.00	0.00	78,675.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

State Agency	State Board Of Education (586)
Program Name	Preschool Expansion Grant (586-14-0869)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
	0.00	0.00	0.00	0.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	0.00	0.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

State Agency	State Board Of Education (586)
Program Name	School Breakfast Program (586-18-0406)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Indirect Costs	0.00	786,110.00	0.00	786,110.00
TOTAL DIRECT EXPENDITURES	0.00	786,110.00	0.00	786,110.00

**Illinois Grant Accountability and Transparency
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10/22/20

State Agency	State Board Of Education (586)
Program Name	State Program - After School Programs (586-84-1531)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
	0.00	0.00	0.00	0.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	0.00	0.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

State Agency	State Board Of Education (586)
Program Name	Title I - Low Income (586-44-0414)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Indirect Costs	0.00	1,340,799.00	0.00	1,340,799.00
TOTAL DIRECT EXPENDITURES	0.00	1,340,799.00	0.00	1,340,799.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

State Agency	State Board Of Education (586)
Program Name	Title I - School Improvement and Accountability (586-44-1082) <i>This program was added by the grantee</i>
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Indirect Costs	0.00	31,355.00	0.00	31,355.00
TOTAL DIRECT EXPENDITURES	0.00	31,355.00	0.00	31,355.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

State Agency	State Board Of Education (586)
Program Name	Title II - Teacher Quality - Improving Teacher Quality State Grants (586-43-0430)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Indirect Costs	0.00	212,765.00	0.00	212,765.00
TOTAL DIRECT EXPENDITURES	0.00	212,765.00	0.00	212,765.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

State Agency	State Board Of Education (586)
Program Name	Title III Immigrant Education Programs - Lang Inst Prog-Limited End LIPLEP (586-18-0428)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Indirect Costs	0.00	82,263.00	0.00	82,263.00
TOTAL DIRECT EXPENDITURES	0.00	82,263.00	0.00	82,263.00

**Illinois Grant Accountability and Transparency
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10/22/20

State Agency	State Board Of Education (586)
Program Name	Title IV Safe and Drug Free Formula (Inactive) (586-18-0421)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Indirect Costs	0.00	17,430.00	0.00	17,430.00
TOTAL DIRECT EXPENDITURES	0.00	17,430.00	0.00	17,430.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

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10/22/20

Program Name	Other grant programs and activities
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Category	State	Federal	Other	Total
Miscellaneous Costs	0.00	800,310.00	0.00	800,310.00
TOTAL DIRECT EXPENDITURES	0.00	800,310.00	0.00	800,310.00

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Program Name	All other costs not allocated
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Category	State	Federal	Other	Total
Miscellaneous Costs	0.00	0.00	50,454,535.00	50,454,535.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	50,454,535.00	50,454,535.00