



INSPIRE • INNOVATE • ENGAGE

NORTH SHORE
SCHOOL DISTRICT 112

Highland Park, Illinois

Annual Comprehensive Financial Report

For the fiscal year
Ended June 30, 2022

“The mission of North Shore School District 112, a community partnership committed to a world-class education, is to nurture every child to become an inspired learner, a well-rounded individual, and contributing member of a global community by striving for excellence within an environment that fosters innovation, respect, engagement, and intellectual inquiry.”

ANNUAL COMPREHENSIVE FINANCIAL
REPORT

OF

**NORTH SHORE SCHOOL DISTRICT
112**

HIGHLAND PARK, ILLINOIS

As of and for the Year Ended June 30, 2022

Officials Issuing Report

Jeremy Davis
Assistant Superintendent for Finance & Operations

Department Issuing Report

Business Office

NORTH SHORE SCHOOL DISTRICT 112

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NORTH SHORE SCHOOL DISTRICT 112

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October 7, 2022

President, Members of the Board of Education, and Citizens of Highland Park
North Shore School District 112
Highland Park, IL 60035

The Annual Comprehensive Financial Report of North Shore School District 112 (District 112), Highland Park, Illinois, for the fiscal year ended June 30, 2022, is attached. The Assistant Superintendent of Finance and Operations prepared the report. The report date on the underlying financial statements is October 7, 2022, and an unmodified auditors' opinion on the financial statement has been issued.

Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge, the enclosed data is accurate in all material respects and is reported in a manner designed to present the financial position and results of operations of the District fairly. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

Financial Statements

The Annual Comprehensive Financial Report includes all funds controlled by or dependent on the Board of Education of the District and is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the District's organizational chart, a list of principal officials, the Certificate of Excellence, and the Certificate of Achievement for Excellence in Financial Reporting. The financial section includes Management's Discussion and Analysis (MD&A) of the District's financial performance for the year, the basic financial statements, and the fund financial statements and schedules, as well as the auditors' report on the financial statements and schedules and the notes to the financial statements. The statistical section includes selected unaudited financial and demographic information, generally presented on a multi-year basis.

Other information on the District's financial results can be obtained from the Management Discussion & Analysis included with this Annual Comprehensive Financial Report.

The District does not have financial accountability over any other entity and, thus, does not include any other entity as a component unit in this report. Additionally, the District is an independent entity, not includable as a component unit of any other reporting entity.

History of the District

The District was organized on July 1, 1993, and is governed by an elected seven-member Board of Education. The District maintains grades kindergarten through eighth in eight elementary school buildings and three middle school buildings. Pre-kindergarten and certain special education programs are also provided in the District's administrative building.

The District provides educational instruction to children residing in the City of Highland Park, the City of Highwood, Fort Sheridan, and a portion of Deerfield. The District's operations are funded primarily through local property taxes. The District operates under guidelines and restrictions set forth in the Illinois School Code and various federal statutes.

The District has ten buildings, eight elementary schools, and two middle schools. The age of the elementary school buildings are as follows: Braeside -1929, Indian Trail -1955, Oak Terrace-2001, Ravinia - 1913, Red Oak -1958, Sherwood-1961, Wayne Thomas-1957, and Green Bay-1929. The age of the middle school buildings is as follows: Edgewood -1951 and Northwood-1959.

The District's year-over-year enrollment is relatively stable, with some fluctuation during the year generated by military housing in the Fort Sheridan Army base. Absent a growth spurt related to completing the new military housing in fiscal 2009, typically, the District has experienced minor annual or aggregate volatility in enrollment over the previous ten years. In the 2022 school year, the total number of regular and special education students enrolled in the District was 3,838. Dr. John Kasarda performed an enrollment study in the fiscal year 2022. The report provided a projected enrollment for the next five to ten years.

Accounting Systems and Budgetary Control

The District has complete responsibility for the preparation and modification of its annual budget. It is solely accountable for its fiscal matters, including surpluses and deficits, assignments of management, and issuance of debt. The District's administration is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse. In addition, to ensure that adequate accounting data is compiled to prepare financial statements in conformity with accounting principles generally accepted in the United States of America.

The internal control structure is designed to provide a reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and that (2) the valuation of costs and benefits requires estimates and judgments by management.

The District's independent auditors run tests to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, and determine that the District has complied with applicable laws and regulations. The results of the tests for the fiscal year ended June 30, 2022, did not indicate any instances of material weaknesses in the internal control structure. No significant violations of applicable laws and regulations were noted.

The District maintains sound budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the District's Board of Education.

During the second half of the fiscal year, the business office provides the Board with estimated year-end variance reports on a monthly basis. The Board is also provided with other monthly financial information, including revenue and expenditure detail, check registers and cash, receivable, and investment summaries. Additional financial information is routinely provided as needed.

The General Fund Activities, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds are included in the annual budget. The level of budgetary control is established at the individual fund level.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

General Governmental Activities

The general governmental activities include all services provided by the District; included are the general, special revenue, debt service, and capital project funds. The activities include all instructional, maintenance, and administrative costs of the District.

Property taxes are the most significant revenue source for the District. The three factors that affect property tax revenues are assessed valuation, the tax multiplier, and the tax rate. The District's equalized assessed valuation of \$2,373,443,666 represents a decrease in the tax base of .01% over the prior year. The tax multiplier is determined by a state agency that attempts to equalize the real property assessment to determine the property value for taxing purposes. This value is referred to as the equalized assessed valuation (EAV).

Economic Condition and Outlook

The District is located in a mature “built out” community in the northeastern part of the state. The District's tax base is primarily made up of residential communities, with some retail businesses and little industry. The economic condition of the Highland Park and Highwood areas is relatively stable, though the recent COVID-19 pandemic has caused some retail businesses to close. Assessed property values in the District's community have fallen now for 4 consecutive years, though the decrease has only been approximately 4.3%. The good news is, next year, according to Lake County estimates, our assessed property values will increase by approximately 5.2%.

Despite the recent downturn in the local real estate market, the District's community continues to demonstrate its ability to pay taxes levied. Additionally, since District 112 is impacted by the Property Tax Extension Limitation Law (PTELL), the District's tax extension has continued to increase approximately by inflation. That most likely will not be the case for the next couple of years, however. With the Consumer Price Index for all Urban Consumers (CPI-U) at 7.0% for 2021, and year-over-year numbers in 2022 running at over 8%, inflation currently is increasing faster than the district's ability to levy additional funds. PTELL limits a school district's ability to increase taxes by the CPI-U for the prior calendar year or 5%, whichever is less. The good news, in this case, is that NSSD 112's primary drivers of operational expenses, its teacher and support staff contracts, are increasing by less than 5%.

Another challenge for NSSD 112 is its vast amount of deferred maintenance at 7 of its 10 school buildings. Deferred maintenance has been a problem for NSSD 112 since its inception in 1992. NSSD 112 taxpayers will be asked if they wish to approve a \$114.4 million bond referendum, the process of which would be used to address deferred maintenance. If the referendum passes, NSSD 112 would also contribute an additional \$15.8 million toward these school facilities projects from its fund balance reserves. If the referendum does not pass, NSSD 112 will continue to address deferred maintenance issues as they arise from its fund balance reserves if necessary.

Despite the challenges listed above, District 112 has over \$56.4 million in fund balance reserves, excluding the Capital Projects Fund, to help overcome negative economic impacts should District 112's economic outlook diminish. The District also had a surplus of approximately \$3.3 million in all funds, excluding the Capital Projects Fund, this most recent fiscal year, so NSSD 112 is well positioned for the future from a fund balance perspective.

STRATEGIC PLAN, MISSION, BELIEFS, PARAMETERS, OBJECTIVES, AND STRATEGIES

Mission Statement

The mission statement is a clear and concise expression of the District's identity, purpose, and means. It is the keystone of the Strategic Plan.

The mission of North Shore School District 112, a community partnership committed to a world-class education, is to nurture every child to become an inspired learner, well-rounded individual, and contributing member of a global community by striving for excellence within an environment that fosters innovation, respect, engagement, and intellectual inquiry.

Beliefs

The beliefs are the driving force of the entire Strategic Plan. They can be described as the non-negotiable principles that underlie the entire plan and reflect our most deep and abiding convictions.

We Believe That...

- All individuals have inherent value.
- Hard work, self-confidence, and determination increase the probability of achieving full potential.
- Individuals are responsible for their own decisions and actions.
- Any community benefits when people willingly contribute to the well-being of others.
- Everyone can be a successful learner.
- Effective education enhances the quality of life.
- Understanding diversity is essential for people to thrive in an interdependent world.
- Honesty and integrity build trusting relationships.
- Effective education is a partnership among school, family, and the broader community.
- Change involves risk and is necessary for continuous improvement in a dynamic world.

Parameters

The parameters of the Strategic Plan are absolute pronouncements that establish the boundaries to prevent the overzealous pursuit of the Mission. The parameters are self-imposed limitations that are applied throughout the strategic planning process and the development of the Strategic Plan.

1. We will always provide safe, supportive, and nurturing learning and working environments.
2. We will not tolerate behavior that is disrespectful or demeaning to any individual or group.
3. No new program or service will be accepted unless:
 - It is consistent with the strategic plan
 - Its benefits justify costs, and
 - Provisions are made for professional development and program evaluation.
4. No program or service will be retained unless it makes an optimal contribution to the mission and benefits continue to justify the cost.
5. We practice fiscal responsibility while maintaining an operating fund balance of at least 25%.
6. The scope of our programming will always attend to the social, emotional, and physical well-being of our students.
7. The School Improvement Plans will always be consistent with the District's Strategic Plan.
8. We will always consider the environmental impact of our decisions as we pursue our Mission.

Objectives

The objectives of the Strategic Plan are the School District's commitments to achieve specific and measurable results. The objectives are tied very closely to the mission statement and are derived from and define the mission.

- Every student will achieve personal academic excellence by demonstrating growth as measured by North Shore School District 112 standards and assessments.
- Every child will develop, understand, and consistently demonstrate the character attributes of respect, responsibility, trustworthiness, caring, fairness, and citizenship at school and in the community.

Strategies

The strategies of the Strategic Plan describe the broad statements of how the School District's resources will be deployed to achieve our mission and objectives. The strategies are directly related to the mission and objectives and are designed to close the gap between what is and what could be. These strategies will provide focus and total system concentration of our effort and resources.

1. We will continue to align our curriculum and develop standards and student assessments in all curricular areas.
2. We will ensure our educators have the support necessary to utilize effective instructional strategies and interventions to inspire creativity and intellectual curiosity for each student to grow to academic excellence.
3. We will develop and implement plans to ensure the sustainability of the District's financial and human resources and their equitable distribution.
4. We will develop and implement plans to ensure we have the facilities and technology infrastructure needed to achieve our mission and objectives.
5. We will develop plans to unify our District and community by improving our understanding of the benefits of its rich diversity and engaging it as a critical partner in the education of our children.
6. (Combined with Strategy 2, May 2013)
7. We will model, integrate, recognize, reinforce, and develop means to assess the character traits of responsibility, respect, fairness, caring, citizenship, and trustworthiness throughout the District.

Strategy 1

We will continue to align our curriculum, standards, and student assessments in all curricular areas.

Plan 1: Operationalize a system that collects, stores, and analyzes student information and performance data from multiple sources.

Plan 2: Communicate the District's adopted curriculum and its development process to all stakeholders.

Plan 3: We will implement Common Core State Standards with fidelity as part of the established curricular and programmatic review cycles.

Plan 4: Improve vertical and horizontal content collaboration focused on student learning.

Plan 5: Identify and implement unit assessments in the Common Core State Standard areas.

Plan 6: Ensure differentiated staff professional development to address various stages of curriculum development and assessments.

Plan 7: Develop an elementary standards-based report card on adopted District standards.

Plan 8: Embed diversity themes and activities through District-adopted curricula.

Strategy 2

We will ensure our educators have the support necessary to utilize effective instructional strategies and interventions to inspire creativity and intellectual curiosity for each student to grow to academic excellence.

Plan 1: Ensure academic excellence for all North Shore School District 112 students by providing interventions and advanced learning opportunities in addition to Tier I/Core instruction when students demonstrate need.

Plan 2: All District staff will participate in professional development opportunities based on identified needs related to curriculum (Common Core State Standards, Power Standards), instruction (Differentiation, Response to Intervention, English Language Learners, principles of effective, intentional teaching, technology integration), and assessment (formative, summative).

Plan 3: We will increase awareness and access to all instructional programs, resources, tools, and community partnerships available to the North Shore School District 112 faculty.

Strategy 3

We will develop and implement plans to ensure the sustainability of the District's financial and human resources and their equitable distribution.

Plan 1: The District will maximize the efficient, effective, and equitable delivery of personnel, programs, and services. (Special Ed Program Realignment, Language Acquisition Programs, Custodial Services) (Diversity)

Plan 2: The District will improve the efficient and equitable use of the facilities and property (physical) assets.

Plan 3: The District will improve upon the statistical reporting so the District can measure the equitable distribution of financial and human resources.

Strategy 4

We will develop and implement plans to ensure we have the facilities and technology infrastructure needed to achieve our Mission and Objectives.

Plan 1: Secure our buildings to make them a safer learning environment.

Plan 2: Decrease power usage and material waste by 20%.

Plan 3: Develop a common model for disposal (removal) of outdated and/or unneeded District equipment.

Plan 4: Study and recommend a district model for facilities PreK-8.

Plan 5: Create technology standards for teachers.

Plan 6: Standardize software applications.

Plan 7: Implement a plan to increase Internet bandwidth to the industry best.

Plan 8: Complete Promethean Board deployment.

Plan 9: Improve the computer-to-student ratio.

Strategy 5

We will develop plans to unify our District and community by improving our understanding of the benefits of its rich diversity and engaging it as a critical partner in the education of our children.

Plan 1: Newly hired District 112 employees will examine and broaden their understanding of diversity so they can meet the needs of District 112's diverse community.

Plan 2: The District will increase awareness of existing community events to increase stakeholder participation.

Plan 3: North Shore School District 112 will develop and implement communications plans that highlight the diversity across the District and promote Community – School partnership.

Strategy 6

Embedded in Strategy 2.

Strategy 7

Model, integrate, recognize, and develop the means to assess the character traits of trustworthiness, respect, responsibility, fairness, caring, and citizenship throughout the District.

Plan 1: Develop a consistent framework for expectations of good character for students, parents, staff, and community members.

Plan 2: Create an organizational culture within each school that supports the District's character framework and nurtures the social-emotional growth of each student.

Plan 3: Create an organizational culture within each school that supports the District's character framework and nurtures the social-emotional growth of each student.

Plan 4: The District will create and implement a communication plan regarding its character programs and activities ("character plan").

Plan 5: The District will develop partnerships with various organizations to strengthen the character strengths of students, parents, staff, and community members.

Plan 6: Develop ways to celebrate good character.

OTHER INFORMATION

Independent Audit

State statutes require an annual audit of the books of accounts, financial records, and transactions of all funds of the District. As of June 30, 2022, the financial statements audit and the year then ended was performed by the independent certified public accounting firm, Baker Tilly US, LLP. The unmodified auditors' report is included in the financial section of this report.

Awards and Acknowledgments

We wish to thank the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District responsibly and progressively. We also wish to thank the efficient and dedicated business office staff for their assistance in the timely preparation of this report. Their service was instrumental in our receiving of the ACFR awards for both ASBO & GFOA for the year ended June 30, 2021.

Respectfully submitted,



Michael Lubelfeld
Superintendent of Schools



Jeremy Davis
Assistant Superintendent of Finance and Operations



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

North Shore School District 112

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2021.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'William A. Sutter'.

William A. Sutter
President

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

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**North Shore School District 112
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morrell

Executive Director/CEO

Board of Education



Dr. Michael Lubelfeld
Superintendent of Schools



Dr. Monica Schroeder
Deputy Superintendent

School Leadership Admin
Admin Support Staff

Office of the Superintendent

Mr. Nicholas Glenn
Director of Communication

Mr. Charlie Privett
Director of Operations

Mr. Jeremy Wickham
Director of Information
Technology

Ms. Audrey Beresid
Executive Assistant




Mr. Jeremy Davis
Assistant Superintendent
for Finance & Operations

- Director of Fiscal Services
- Accounting Manager
- Payroll Manager
- Admin Support Staff



Dr. Holly Colin
Assistant
Superintendent
Student Services

- Admin Support Staff



Dr. Kevin Ryan
Assistant
Superintendent
Teaching & Learning

- Director of Curriculum & Instruction
- Director of Languages
- Curriculum Learning Coordinators
- Admin Support Staff

NORTH SHORE SCHOOLS DISTRICT 112
1936 Green Bay Road
Highland Park, IL 60035

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2022

Officers and Officials

Board of Education

		<u>Term Expires</u> (April)
Alexander Brunk	President	2025
Lisa Hirsh	Vice-President	2023
Melissa Itkin	Secretary	2023
Dan Jenks	Member	2025
Art Kessler	Member	2025
Adam Kornblatt	Member	2023
Bennett Lasko	Member	2025

District Administration

Michael Lubelfeld, Ed.D.
Superintendent

Official Issuing Report

Jeremy Davis
Assistant Superintendent for Finance & Operations

Department Issuing Report

Business Office

Independent Auditors' Report

To the Board of Education of
North Shore School District 112, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of North Shore School District 112 (the District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District, as of June 30, 2022 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (GAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 3, the District adopted the provisions of GASB Statement No. 87, *Leases*, effective July 1, 2021. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that rise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and GAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and GAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

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

Supplementary Information

Our audit for the year ended June 30, 2022 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information for the year ended June 30, 2022 as listed in the table of contents is presented for purposes of additional analysis 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 basic financial statements for the year ended June 30, 2022, 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 supplementary information is fairly stated in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2022.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated October 8, 2021, which contained unmodified opinions on the respective financial statements of the governmental activities and each major fund. The supplementary information for the year ended June 30, 2021 is presented for purposes of additional analysis 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 2021 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2021 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those 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 supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2021.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections as listed in the table of contents but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Report on Summarized Comparative Information

We have previously audited the District's 2021 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities and each major fund in our report dated October 8, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 7, 2022 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Baker Tilly US, LLP

Oak Brook, Illinois
October 7, 2022

North Shore School District 112

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2022

The discussion and analysis of North Shore School District 112's (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2022. The management of the District encourages readers to consider the information presented herein in conjunction with the transmittal letter found in the introductory section and the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- In total, net position increased by \$10.8 million. This represents a 11% increase from 2021. The change is primarily due to the renovation capital work at Edgewood Middle School and the pension/OPEB plans. The District capitalized Edgewood Middle School's construction in progress expenditures this fiscal year, resulting in an increase to net position. The District also saw a positive change to the pension and OPEB plans due to lower than expected projected costs. In addition, the increase was assisted by revenue from the FEMA Disaster grant, Impact Fees, and Corporate Personal Property Replacement Tax.
- General revenues accounted for \$80.3 million in revenue or 76% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$25.6 or 24% of total revenues of \$105.9 million.
- The District had \$95.1 million in expenses related to government activities. However, only \$25.6 of these expenses were offset by program specific charges and grants.

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 basic financial statements.

This report also contains 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/deferred outflows of resources and liabilities/deferred inflows of resources, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

North Shore School District 112

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2022

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

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

Fund financial statements

A fund is a grouping of related accounts 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 are governmental funds (the District maintains no proprietary or fiduciary funds).

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

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

The District maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Operations and Maintenance Fund, Transportation Fund, IMRF/Social Security Fund, Debt Service Fund, and Capital Projects Fund, all of which are considered to be major funds.

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

Notes to basic financial statements

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

North Shore School District 112

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2022

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 and other post-employment benefits to its employees.

Government-Wide Financial Analysis

The District's combined net position was higher on June 30, 2022, than it was the year before, increasing 11% to \$110.4 million.

Table 1 Condensed Statements of Net Position (in millions of dollars)		
	<u>2021</u>	<u>2022</u>
Assets:		
Current and other assets	\$ 172.2	\$ 161.7
Capital assets	<u>120.6</u>	<u>145.6</u>
Total assets	<u>292.8</u>	<u>307.3</u>
 Total deferred outflows of resources	 <u>2.2</u>	 <u>1.7</u>
Liabilities:		
Current liabilities	8.5	10.7
Long-term debt outstanding	<u>94.1</u>	<u>85.4</u>
Total liabilities	<u>102.6</u>	<u>96.1</u>
 Total deferred inflows of resources	 <u>92.8</u>	 <u>102.5</u>
Net position:		
Net investment in capital assets	85.6	95.8
Restricted	10.3	14.3
Unrestricted	<u>3.7</u>	<u>0.3</u>
Total net position	<u>\$ 99.6</u>	<u>\$ 110.4</u>

Revenues in the governmental activities of the District of \$105.9 million exceeded expenses by \$10.8 million. The District capitalized Edgewood Middle School's construction in progress expenditures, resulting in an increase to net position. The District also saw a positive change to the pension and OPEB plans. The increase was also attributable to the FEMA Disaster grant, Impact fees, and Corporate Personal Property Replacement Tax.

North Shore School District 112
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2022

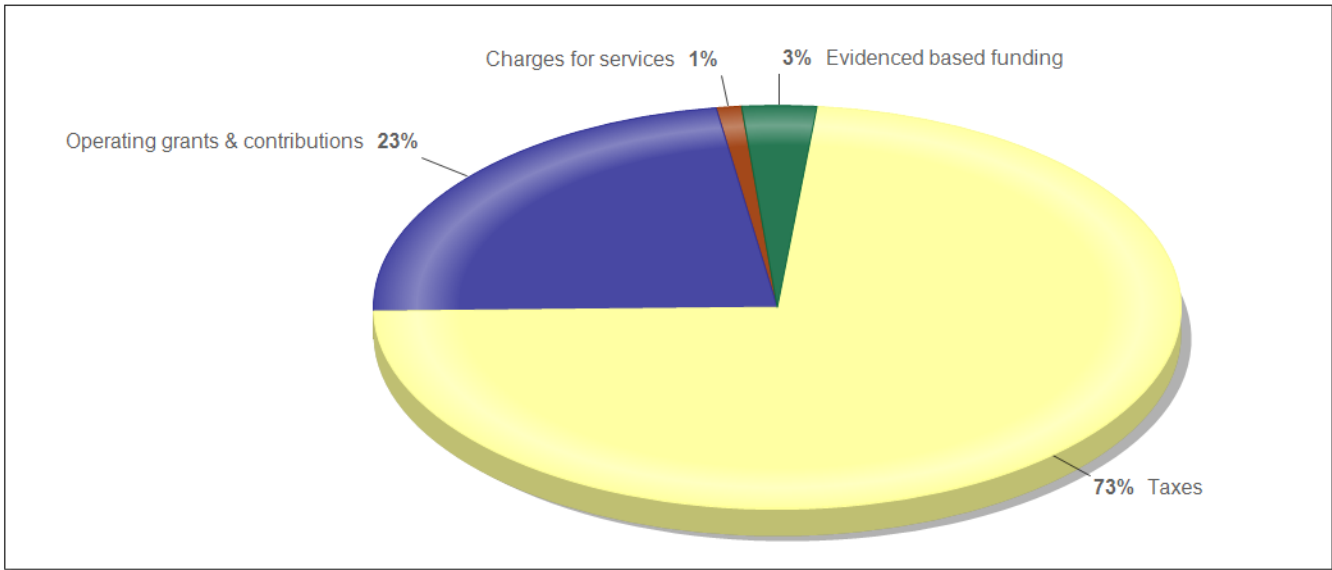
Table 2
Changes in Net Position
(in millions of dollars)

	<u>2021</u>	<u>2022</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 0.9	\$ 0.9
Operating grants & contributions	37.2	24.7
Capital grants & contributions	0.4	-
<i>General revenues:</i>		
Taxes	74.0	77.2
Evidenced based funding	3.4	3.4
Other	0.6	(0.3)
Total revenues	<u>116.5</u>	<u>105.9</u>
Expenses:		
Instruction	71.6	60.8
Pupil & instructional staff services	12.1	12.7
Administration & business	7.9	4.1
Transportation	3.4	4.5
Operations & maintenance	11.2	9.6
Interest & fees	1.8	1.8
Other	1.1	1.6
Total expenses	<u>109.1</u>	<u>95.1</u>
Increase in net position	7.4	10.8
Net position, beginning of year	<u>92.2</u>	<u>99.6</u>
Net position, end of year	<u>\$ 99.6</u>	<u>\$ 110.4</u>

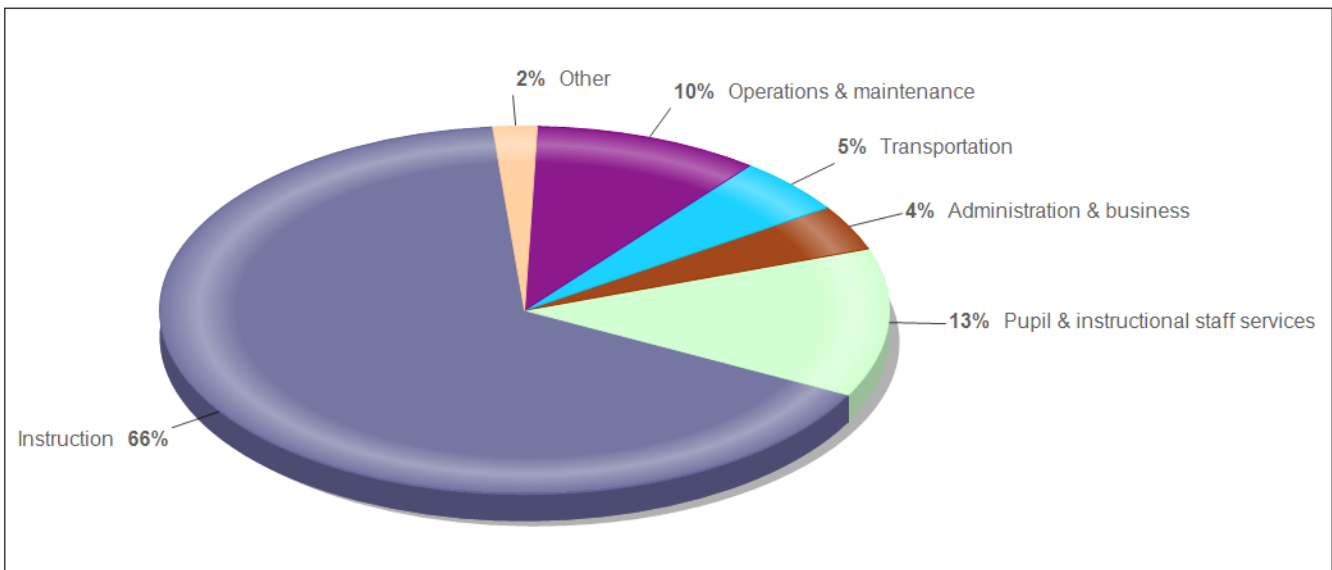
Property taxes accounted for the largest portion of the District's revenues, contributing 73%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$95.1 million, mainly related to instructing and caring for the students and student transportation at 84%.

North Shore School District 112
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2022

District-Wide Revenues by Source



District-Wide Expenses by Function



Financial Analysis of the District's Funds

The District's Governmental Funds balance decreased from \$86.5 million to \$67.1 million.

The General Fund's balance increased by \$2.5 million due to an unexpected FEMA Disaster grant for COVID related expenditures. The District also was reimbursed at a higher rate under the Seamless Summer National School lunch program.

North Shore School District 112

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2022

In the Operations and Maintenance Fund, fund balance decreased by \$300k primarily due to transfer of resources to the Debt Service Fund for principal and interest payments on the General Obligation bonds and the lease obligations for the mobile classroom units. The decrease was partially offset by an increase in Corporate Personal Property Replacement Tax and higher than expected impact fees from the City of Highland Park.

The Transportation Fund, fund balance increased by \$730k due to higher than budgeted state reimbursement for regular transportation services and an increase from the Corporate Personal Property Replacement Tax.

The Municipal Retirement/Social Security Fund, fund balance increased by \$355k primarily due to Corporate Personal Property Replacement Tax, as this fund accounts for the highest percentage for this revenue source.

The Capital Project Fund, fund balance decreased by \$22.7 million as the District has been engaged in a multi-year capital project to renovate Edgewood Middle School. The bond proceeds received in 2019 have been drawn down to fund this construction, which is the primary driver of the fund balance decrease.

General Fund Budgetary Highlights

The General Fund's revenues were over budget due to the FEMA Disaster grant and the District was reimbursed at a higher rate under the Seamless Summer Program. The General Fund's expenditures were over budget due to an increase in security upgrades at all schools.

Capital Assets and Debt Administration

Capital assets

By the end of 2022, the District had compiled a total investment of \$213.1 million (\$145.6 net of accumulated depreciation/amortization) in a broad range of capital assets including buildings, land and equipment. Total depreciation/amortization expense for the year was \$4.5 million. The increase is the result of the renovation work at Edgewood Middle School. As noted in Table 3, construction in progress increased by \$22.4 million year over year. More detailed information about capital assets can be found in Note 5 of the basic financial statements.

Table 3
Capital Assets (net of depreciation/amortization)
(in millions of dollars)

	<u>2021</u>	<u>2022</u>
Land	\$ 4.1	\$ 4.1
Construction in progress	3.3	25.7
Buildings and building improvements	108.0	108.0
Building - right-to-use asset	-	0.3
Furniture, equipment, and vehicles	4.6	6.4
Equipment - right-to-use asset	-	0.5
Land improvements	0.6	0.6
Total	<u>\$ 120.6</u>	<u>\$ 145.6</u>

North Shore School District 112

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2022

Long-term debt

The District retired \$2.1 million in bonds, including premium in 2022. The District reported a decrease of \$7.3 million in the net pension/OPEB liabilities. At the end of fiscal 2022, the District had a debt margin of \$163.0 million. More detailed information on long-term debt can be found in Note 6 of the basic financial statements.

Table 4
Outstanding Long-Term Debt
(in millions of dollars)

	<u>2021</u>	<u>2022</u>
Compensated absences and other	\$ 0.2	\$ 0.1
Net pension liabilities	3.7	3.2
Net OPEB liabilities	38.7	31.9
General obligation bonds, including premium	51.5	49.4
Lease liabilities	-	0.8
Total	<u>\$ 94.1</u>	<u>\$ 85.4</u>

Factors Bearing on the District's Future

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

North Shore School District 112 currently is involved in renovating Edgewood Middle School and is planning for potential future renovations at its elementary schools as well. This upcoming school year, in the springtime, North Shore School District 112 will open the newly renovated Edgewood Middle School to students. The opening of Edgewood will mark the end of Phase 1 of North Shore School District 112's Long Range Facilities Plan. District 112 paid for Phase 1 by selling alternate revenue bonds and using \$20 million of its own cash reserves, funding the middle school renovations without a dedicated tax increase.

Now, the District is focusing on preparing for Phase 2 of its Long Range Facilities Plan. Phase 2 would fund renovations at five of the District's oldest elementary schools: Ravinia, Indian Trail, Wayne Thomas, Braeside, and Sherwood. Each of these 5 elementary schools face significant amounts of deferred maintenance. On August 16, 2022, the Board of Education voted to place a referendum question on the November 8, 2022, ballot. The referendum question is as follows: "Shall the Board of Education of North Shore School District Number 112, Lake County, Illinois, alter, repair and equip, build and equip additions to, and improve the sites of existing school buildings, including constructing security improvements and installing secure entrances, cameras, door locking and communications systems, updating fire protection systems, increasing accessibility under the Americans with Disabilities Act, updating technology infrastructure, installing heating, ventilation and air-conditioning systems, renovating classrooms and other learning spaces and issue bonds of said School District to the amount of \$114,400,000 for the purpose of paying the costs thereof?"

The district referendum question will significantly alter the future of NSSD 112's facilities for years to come.

North Shore School District 112
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2022

Requests for Information

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

Mr. Jeremy Davis - Assistant Superintendent for Finance & Operations, CSBO
North Shore School District 112
1936 Green Bay Road
Highland Park, Illinois 60035

NORTH SHORE SCHOOL DISTRICT 112

STATEMENT OF NET POSITION

AS OF JUNE 30, 2022

	GOVERNMENTAL ACTIVITIES
Assets	
Cash and investments	\$ 109,636,545
Student activity cash	203,349
Receivables:	
Property taxes	43,528,593
Replacement taxes	359,814
Intergovernmental	2,092,535
Accounts	27,477
Prepaid items	47,699
Net pension asset	5,823,857
Capital assets:	
Land	4,063,204
Construction in progress	25,688,555
Capital assets being depreciated, net of accumulated depreciation	<u>115,800,175</u>
Total assets	<u>307,271,803</u>
Deferred outflows of resources	
Deferred outflows related to pensions	761,375
Deferred outflows related to OPEB	<u>946,211</u>
Total deferred outflows of resources	<u>1,707,586</u>
Liabilities	
Accounts payable	3,942,501
Salaries and wages payable	4,445,930
Retainage payable	1,693,138
Other current liabilities	3,046
Payroll deductions payable	46,330
Unearned student fees	376,010
Interest payable	155,991
Student activity liabilities	3,264
Long-term liabilities:	
Other long-term liabilities - due within one year	2,585,409
Other long-term liabilities - due after one year	<u>82,875,778</u>
Total liabilities	<u>96,127,397</u>
Deferred inflows of resources	
Property taxes levied for a future period	78,308,547
Deferred inflows related to pensions	7,145,809
Deferred inflows related to OPEB	<u>17,010,673</u>
Total deferred inflows of resources	<u>102,465,029</u>
Net position	
Net investment in capital assets	95,795,290
Restricted for:	
Operations and maintenance	1,359,847
Student transportation	3,617,664
Retirement benefits	9,249,784
Debt service	33,708
Unrestricted	<u>330,670</u>
Total net position	<u>\$ 110,386,963</u>

See Notes to Basic Financial Statements

NORTH SHORE SCHOOL DISTRICT 112

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2022

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE		NET (EXPENSES)
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	REVENUE AND
				GOVERNMENTAL
				CHANGES IN NET POSITION
Governmental activities				
Instruction:				
Regular programs	\$ 31,457,281	\$ 772,804	\$ 1,459,168	\$ (29,225,309)
Special programs	7,925,350	-	1,817,813	(6,107,537)
Other instructional programs	3,734,773	-	70,111	(3,664,662)
Student activities	136,038	110,370	-	(25,668)
State retirement contributions	17,596,864	-	17,596,864	-
Support Services:				
Pupils	6,002,713	-	231,462	(5,771,251)
Instructional staff	6,707,286	-	361,321	(6,345,965)
General administration	1,091,632	-	-	(1,091,632)
School administration	1,243,559	-	-	(1,243,559)
Business	1,754,161	12,120	876,014	(866,027)
Transportation	4,527,732	20,916	1,064,411	(3,442,405)
Operations and maintenance	9,594,137	15,921	1,006,496	(8,571,720)
Central	1,468,224	-	223,739	(1,244,485)
Other supporting services	2,128	-	-	(2,128)
Community services	119,395	-	-	(119,395)
Interest and fees	1,779,933	-	-	(1,779,933)
Total governmental activities	\$ 95,141,206	\$ 932,131	\$ 24,707,399	(69,501,676)

General revenues:

Taxes:

Real estate taxes, levied for general purposes	57,992,423
Real estate taxes, levied for specific purposes	16,970,773
Personal property replacement taxes	2,195,536
State aid-formula grants	3,369,558
Investment income	574,263
Unrealized gain/(loss) on investments	(1,208,720)
Miscellaneous	418,323

Total general revenues 80,312,156

Change in net position 10,810,480

Net position, beginning of year 99,576,483

Net position, end of year \$ 110,386,963

See Notes to Basic Financial Statements

NORTH SHORE SCHOOL DISTRICT 112
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2022
WITH COMPARATIVE TOTALS AS OF JUNE 30, 2021

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Assets				
Cash and investments	\$ 75,395,395	\$ 10,779,226	\$ 6,381,937	\$ 3,429,636
Student activity cash	203,349	-	-	-
Receivables:				
Property taxes	36,572,330	6,956,263	-	-
Replacement taxes	-	36,071	57,554	266,189
Intergovernmental	1,659,354	151,670	278,464	3,047
Accounts	12,423	13,872	-	1,182
Prepaid items	47,699	-	-	-
Total assets	<u>\$ 113,890,550</u>	<u>\$ 17,937,102</u>	<u>\$ 6,717,955</u>	<u>\$ 3,700,054</u>
Liabilities				
Accounts payable	\$ 526,174	\$ 601,425	\$ 1,350,677	\$ 3,298
Salaries and wages payable	4,445,930	-	-	-
Student activity liabilities	3,264	-	-	-
Retainage payable	-	-	-	-
Other current liabilities	2,939	-	-	107
Payroll deductions payable	36,300	9,811	-	219
Unearned student fees	358,440	-	17,570	-
Total liabilities	<u>5,373,047</u>	<u>611,236</u>	<u>1,368,247</u>	<u>3,624</u>
Deferred inflows of resources				
Property taxes levied for a future period	65,794,132	12,514,415	-	-
Unavailable state and federal aid receivable	24,967	-	-	-
Total deferred inflows of resources	<u>65,819,099</u>	<u>12,514,415</u>	<u>-</u>	<u>-</u>
Fund balance				
Nonspendable	47,699	-	-	-
Restricted	-	1,359,847	3,617,664	3,425,927
Assigned	200,085	3,451,604	1,732,044	270,503
Unassigned	42,450,620	-	-	-
Total fund balance	<u>42,698,404</u>	<u>4,811,451</u>	<u>5,349,708</u>	<u>3,696,430</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 113,890,550</u>	<u>\$ 17,937,102</u>	<u>\$ 6,717,955</u>	<u>\$ 3,700,054</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL	
		2022	2021
\$ 77,857	\$ 13,572,494	\$ 109,636,545	\$ 128,566,527
-	-	203,349	225,753
-	-	43,528,593	40,510,581
-	-	359,814	190,070
-	-	2,092,535	894,482
-	-	27,477	25,160
-	-	47,699	47,699
<u>\$ 77,857</u>	<u>\$ 13,572,494</u>	<u>\$ 155,896,012</u>	<u>\$ 170,460,272</u>
\$ -	\$ 1,460,927	\$ 3,942,501	\$ 3,511,777
-	-	4,445,930	4,081,168
-	-	3,264	-
-	1,693,138	1,693,138	263,783
-	-	3,046	3,046
-	-	46,330	32,547
-	-	376,010	463,503
<u>-</u>	<u>3,154,065</u>	<u>10,510,219</u>	<u>8,355,824</u>
-	-	78,308,547	75,580,568
-	-	24,967	-
<u>-</u>	<u>-</u>	<u>78,333,514</u>	<u>75,580,568</u>
-	-	47,699	47,699
33,708	-	8,437,146	22,572,596
44,149	10,418,429	16,116,814	23,952,896
-	-	42,450,620	39,950,689
<u>77,857</u>	<u>10,418,429</u>	<u>67,052,279</u>	<u>86,523,880</u>
<u>\$ 77,857</u>	<u>\$ 13,572,494</u>	<u>\$ 155,896,012</u>	<u>\$ 170,460,272</u>

NORTH SHORE SCHOOL DISTRICT 112
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
AS OF JUNE 30, 2022

Total fund balances - governmental funds		\$ 67,052,279
Amounts reported for governmental activities in the Statement of Net Position are different because:		
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.		145,551,934
Net pension asset recognized in the Statement of Net Position does not provide current financial resources and is not included as an asset in the Governmental Funds Balance Sheet.		5,823,857
Certain revenues receivable by the District and recognized in the Statement of Net Position do not provide current financial resources and are included as deferred inflows of resources in the Governmental Funds Balance Sheet, as follows:		
State and federal aid		24,967
Deferred outflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.		761,375
Deferred outflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.		946,211
Deferred inflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.		(7,145,809)
Deferred inflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.		(17,010,673)
Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position.		
Balances at June 30, 2022 are:		
Bonds payable	\$ (45,515,000)	
Lease liabilities	(816,680)	
Unamortized bond premium	(3,847,737)	
Net OPEB liability	(31,897,823)	
Net pension liability	(3,236,672)	
Compensated absences	<u>(147,275)</u>	
		(85,461,187)
Interest on long-term liabilities accrued in the Statement of Net Position will not be paid with current financial resources and, therefore, is not recognized in the Governmental Funds Balance Sheet.		<u>(155,991)</u>
Net position of governmental activities		<u><u>\$ 110,386,963</u></u>

See Notes to Basic Financial Statements

NORTH SHORE SCHOOL DISTRICT 112

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2022

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2021

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Revenues				
Property taxes	\$ 57,997,391	\$ 12,948,858	\$ 3,818,571	\$ 198,376
Corporate personal property replacement taxes	-	219,552	351,286	1,624,698
State aid	23,518,343	-	1,064,411	-
Federal aid	4,819,528	1,007,375	11,000	7,476
Investment income	209,145	32,696	23,449	10,420
Unrealized gain/(loss) on investments	(917,593)	-	-	-
Student activities	110,370	-	-	-
Other	866,875	352,293	20,916	-
Total revenues	<u>86,604,059</u>	<u>14,560,774</u>	<u>5,289,633</u>	<u>1,840,970</u>
Expenditures				
Current:				
Instruction:				
Regular programs	26,409,960	-	-	323,776
Special programs	8,282,545	-	-	261,924
Other instructional programs	5,334,764	-	-	109,637
Student activities	136,038	-	-	-
State retirement contributions	19,973,007	-	-	-
Support Services:				
Pupils	5,413,151	-	-	123,885
Instructional staff	6,261,166	-	-	119,229
General administration	1,881,979	-	-	25,971
School administration	3,289,576	-	-	132,996
Business	1,861,088	-	-	95,328
Transportation	-	-	4,554,742	15,792
Operations and maintenance	4,872	6,765,316	-	212,414
Central	1,246,710	-	-	54,055
Other supporting services	2,170	-	-	46
Community services	85,155	-	-	10,590
Payments to other districts and gov't units	1,619,820	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	<u>2,138,965</u>	<u>4,503,642</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>83,940,966</u>	<u>11,268,958</u>	<u>4,554,742</u>	<u>1,485,643</u>
Excess (deficiency) of revenues over expenditures	<u>2,663,093</u>	<u>3,291,816</u>	<u>734,891</u>	<u>355,327</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers (out)	(188,830)	(4,105,228)	-	-
Lease proceeds	-	508,625	-	-
Total other financing sources (uses)	<u>(188,830)</u>	<u>(3,596,603)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	2,474,263	(304,787)	734,891	355,327
Fund balance, beginning of year	<u>40,224,141</u>	<u>5,116,238</u>	<u>4,614,817</u>	<u>3,341,103</u>
Fund balance, end of year	<u>\$ 42,698,404</u>	<u>\$ 4,811,451</u>	<u>\$ 5,349,708</u>	<u>\$ 3,696,430</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL	
		2022	2021
\$ -	\$ -	\$ 74,963,196	\$ 73,021,793
-	-	2,195,536	1,015,425
-	-	24,582,754	22,748,274
-	-	5,845,379	4,051,877
3,207	295,346	574,263	769,045
-	(291,127)	(1,208,720)	-
-	-	110,370	49,659
-	-	1,240,084	962,005
<u>3,207</u>	<u>4,219</u>	<u>108,302,862</u>	<u>102,618,078</u>
-	-	26,733,736	22,772,039
-	-	8,544,469	8,322,023
-	-	5,444,401	6,196,675
-	-	136,038	36,119
-	-	19,973,007	17,469,491
-	-	5,537,036	5,156,802
-	-	6,380,395	5,978,784
-	-	1,907,950	1,959,970
-	-	3,422,572	3,286,867
-	-	1,956,416	1,883,801
-	-	4,570,534	3,392,277
-	-	6,982,602	8,650,070
-	-	1,300,765	1,175,313
-	-	2,216	2,486
-	-	95,745	35,923
-	-	1,619,820	1,881,902
2,261,083	-	2,261,083	1,810,000
2,033,450	-	2,033,450	2,057,863
-	22,738,246	29,380,853	27,137,624
<u>4,294,533</u>	<u>22,738,246</u>	<u>128,283,088</u>	<u>119,206,029</u>
<u>(4,291,326)</u>	<u>(22,734,027)</u>	<u>(19,980,226)</u>	<u>(16,587,951)</u>
4,294,058	-	4,294,058	16,734,776
-	-	(4,294,058)	(16,734,776)
-	-	508,625	-
<u>4,294,058</u>	<u>-</u>	<u>508,625</u>	<u>-</u>
2,732	(22,734,027)	(19,471,601)	(16,587,951)
<u>75,125</u>	<u>33,152,456</u>	<u>86,523,880</u>	<u>103,111,831</u>
<u>\$ 77,857</u>	<u>\$ 10,418,429</u>	<u>\$ 67,052,279</u>	<u>\$ 86,523,880</u>

NORTH SHORE SCHOOL DISTRICT 112
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022

Net change in fund balances - total governmental funds \$ (19,471,601)

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

Governmental funds report capital outlay as expenditures. However, in the Statement of Net Position, the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the Statement of Activities.

Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements	28,782,254
Depreciation/amortization is reported in the government-wide financial statements	(4,540,037)

Certain revenues included in the Statement of Activities do not provide current financial resources and, therefore, are included as deferred inflows of resources in the fund statements:

State and federal aid	24,967
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The issuance of long-term debt (bonds, lease liabilities, etc.) provides current financial resources to the governmental funds, while its principal repayment consumes current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. This is the amount of current year principal repayments.

1,752,458

Governmental funds report the effects of premiums, discounts and similar items when the debt is issued. However, these amounts are deferred and amortized in the Statement of Activities. This is the amount of the current year, net effect of these differences.

245,601

In the Statement of Activities, operating expenses are measured by the amounts incurred during the year. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources:

Interest payable	\$ 7,916	
Compensated absences	2,284	
State on-behalf contribution revenue	(2,376,143)	
State on-behalf contribution expense	2,376,143	
Net OPEB liability	6,798,877	
Deferred outflows related to OPEB	(154,484)	
Deferred inflows related to OPEB	(5,352,204)	
Net pension asset	4,182,196	
Net pension liability	497,057	
Deferred outflows related to pensions	(348,213)	
Deferred inflows related to pensions	(1,616,591)	
		4,016,838

Change in net position of governmental activities	\$ 10,810,480
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See Notes to Basic Financial Statements

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

North Shore School District 112 (the “District”) operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to the accounting principles generally accepted in the United States of America, as applicable to local governmental units of this type. The following is a summary of the more significant accounting policies of the District:

Reporting Entity

This report includes all of the funds of the District. The District is located in Lake County, Illinois. The District is governed by an elected Board of Education. The Board of Education maintains final responsibility for all personnel, budgeting, taxing, and debt matters. The reporting entity for the District consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The District has not identified any organizations that meet this criteria.

Basis of Presentation

Government-wide Financial Statements

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

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

Governmental Funds Financial Statements

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

Separate financial statements are provided for all governmental funds.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue when all eligibility requirements have been met.

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Major Governmental Funds

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

This fund also includes student activity funds held and controlled by the District, under the direction of district personnel, and administrative involvement of the board of education.

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

Operations and Maintenance Fund - accounts for expenditures made for repair and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes.

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

Municipal Retirement/Social Security 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 non-certified employees. Revenue to finance the contributions is derived primarily from local property taxes and personal property replacement taxes.

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

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

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

Capital Projects Fund - accounts for construction projects and renovations financed through transfers from the Operations and Maintenance Fund and debt issuance.

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

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

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

All Financial Statements

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

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity

Deposits and Investments

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

Receivables and Payables

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

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2021 levy resolution was approved during the November 16, 2021 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

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

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The CPI rates applicable to the 2021 and 2020 tax levies were 1.4% and 2.3%, respectively.

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

The 2021 property tax levy is recognized as a receivable in fiscal 2022, less amounts already received. The District considers that the 2021 levy is to be used to finance operations in fiscal 2023. Therefore, the entire 2021 levy, including amounts collected in fiscal 2022, has been recognized as a deferred inflow of resources, in the accompanying financial statements.

Personal Property Replacement Taxes

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

Prepaid Items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Capital Assets

Capital assets, which include land, land improvements, buildings and building improvements, and furniture, equipment and vehicles are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$500 for furniture and equipment and \$100,000 for buildings and improvements, with an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives:

<i>Assets</i>	<i>Years</i>
Buildings and building improvements	40
Land improvements	20
Furniture, equipment, and vehicles	5-10

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

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

Compensated Absences

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

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

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at June 30, 2022 are determined on the basis of current salary rates and include salary related payments.

Employees who work a twelve-month year are entitled to be compensated for vacation time. Employees have six months to use their vacation time after it is earned or allotted.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the applicable bonds using the effective interest method. The balance at year end for premiums/discounts is shown as an increase or decrease in the liability section of the statement of net position.

In the fund financial statements, governmental funds recognize bond premiums and discounts during the period incurred. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time. These include items such as property taxes levied for future periods and the District's deferred inflows related to its net pension liabilities.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Equity Classifications

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

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

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

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

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

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

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

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

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

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

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

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended in all funds is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

The District has a formal minimum fund balance policy. The policy states that unrestricted reserves in the operating funds shall be maintained at a level equal to approximately 25% of the current year expenditures and transfers exclusive of on-behalf payments. The operating budget is comprised of the Educational Accounts and Working Cash Accounts within the General Fund, Operations and Maintenance, and the Transportation Fund. As of June 30, 2022, the District is in compliance with the formal minimum fund balance policy.

The assigned fund balance in the General Fund of \$200,085 is for student activity purposes. The remaining restricted and assigned fund balances are for the purposes of the respective funds as described above in the Major Governmental Funds section.

Comparative Data

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2021, from which such summarized information was derived.

Eliminations and Reclassifications

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Excess of Expenditures over Budget

For the year ended June 30, 2022, expenditures exceeded budget in the Debt Service Fund by \$427,645. The excess in the Debt Service Fund was related to the payment of leases, which are required to be paid from the Debt Service Fund, and was funded by transfers from the General Fund (Educational Accounts) as well as the Operations and Maintenance Fund.

NOTE 3 - CHANGES IN ACCOUNTING PRINCIPLES

In June 2017, the Governmental Accounting Standards Board issued statement No. 87 - Leases. This Statement establishes a single model for lease accounting based on foundational principle that leases are financings of the right to use an underlying asset. The statement requires lessees to recognize a lease liability and an intangible right-to-use lease asset and lessors to recognize a lease receivable and a deferred inflow of resources. This standard was implemented July 1, 2021.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 4 - DEPOSITS AND INVESTMENTS

At year end, the District's cash and investments was comprised of the following:

	<i>Total</i>
Cash and investments	\$ 109,636,545
Student activity cash	<u>203,349</u>
Total	<u><u>\$ 109,839,894</u></u>

For disclosure purposes, this amount is segregated into the following components:

	<i>Cash and investments</i>
Cash on hand	\$ 644
Deposits with financial institutions	5,058,899
ISDLAF+	21,989,921
Money market mutual funds	4,838,557
Other investments	<u>77,951,873</u>
Total	<u><u>\$ 109,839,894</u></u>

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District's investments detailed in the interest rate risk table below are measured using the market valuation method and Level 2 valuation inputs with exception of U.S. Treasury notes which are Level 1 valuation inputs.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District's investment policy seeks to ensure preservation of capital in the District's overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The policy does not limit investment maturities as a means for managing its exposure to fair value losses arising from increasing interest rates. However, the policy requires the District's investment portfolio to be sufficiently liquid to enable the District to meet all operating requirements as they come due. A portion of the portfolio is required to be invested in readily available funds to ensure appropriate liquidity.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 4 - DEPOSITS AND INVESTMENTS - (CONTINUED)

At year end, the District had the following investments subject to interest rate risk:

	Fair Value	Investment Maturity (In Years)			
		Less than one	1-5	5-10	More than 10
Federal Farm Credit Banks	\$ 6,751,662	\$ -	\$ 6,751,662	\$ -	\$ -
Negotiable Certificates of Deposit	12,978,533	9,681,828	3,296,705	-	-
U.S. Treasury Notes	41,032,938	21,948,237	19,084,701	-	-
Commercial paper	11,679,247	11,679,247	-	-	-
ISDLAF+ Term Series	5,509,493	5,509,493	-	-	-
Total	<u>\$ 77,951,873</u>	<u>\$ 48,818,805</u>	<u>\$ 29,133,068</u>	<u>\$ -</u>	<u>\$ -</u>

Redemption Notice Period. Investments in ISDLAF's Term Series may be redeemed upon seven days' advance notice. Redemption prior to maturity may result in the realization of a loss on the investment, including a penalty in an amount necessary to recoup the Term Series penalty charges, losses and other costs attributable to the early redemption.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State Statutes limit the investments in commercial paper and corporate bonds to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The District's investment policy does not specifically address credit risk. The District's investments in the money market mutual fund consist of investments in the JP Morgan U.S. Government Money Market Fund, Fidelity Government Money Market Fund, and the Federated Government Obligations Money Market Fund. These funds invest exclusively in high-quality, short-term securities that are issued or guaranteed by the U.S. government or by U.S. government agencies and instrumentalities. The JP Morgan U.S. Government Money Market Fund as well as the Fidelity Money Market Government Portfolio - Institutional Class, the Federated Government Obligations Money Market were rated Aaa-mf by Moody's Investor Services and AAAM by Standard and Poor's. The District's investments in the Federal Farm Credit Banks were also rated Aaa by Moody's Investors Service and AA+ by Standard and Poor's. Commercial paper was rated A-1 by Standard and Poor's. Ratings were not available for the Negotiable Certificates of Deposit investments.

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is a not-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. Investments are rated AAAM and are valued at share price, which is the price for which the investment could be sold.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's investment policy requires diversification of the investment portfolio to minimize the risk of loss resulting from overconcentration in a particular type of security, risk factor, issuer, or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Treasurer to meet the District's ongoing need for safety, liquidity, and rate of return. At June 30, 2022, the District had positions in the following issuer that totaled 5% or more of the other investments category: JP Morgan Securities LLC (7.09%).

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 4 - DEPOSITS AND INVESTMENTS - (CONTINUED)

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2022, the bank balance of the District's deposit with financial institutions totaled \$5,058,899 which was completely collateralized.

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

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

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the District for the year ended June 30, 2022 was as follows:

	<i>Beginning Balance</i>	<i>Adjustments*</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<u>Capital assets not being depreciated / amortized:</u>					
Land	\$ 4,063,204	\$ -	\$ -	\$ -	\$ 4,063,204
Construction in progress	3,288,943	-	22,602,891	203,279	25,688,555
Total capital assets not being depreciated / amortized	7,352,147	-	22,602,891	203,279	29,751,759
<u>Capital assets being depreciated / amortized:</u>					
Land improvements	1,784,282	-	-	-	1,784,282
Buildings and improvements	155,825,817	-	3,070,517	-	158,896,334
Buildings - right-to-use lease asset	-	-	563,770	-	563,770
Furniture, equipment, and vehicles	18,705,397	-	2,748,355	12,859	21,440,893
Equipment - right-to-use lease asset	-	669,138	-	-	669,138
Total capital assets being depreciated	176,315,496	669,138	6,382,642	12,859	183,354,417
<u>Less Accumulated Depreciation / Amortization for:</u>					
Land improvements	1,183,279	-	46,758	-	1,230,037
Buildings and improvements	47,788,460	-	3,065,775	-	50,854,235
Buildings - right-to-use lease asset	-	-	263,500	-	263,500
Furniture, equipment, and vehicles	14,055,325	-	1,013,666	12,859	15,056,132
Equipment - right-to-use lease asset	-	-	150,338	-	150,338
Total accumulated depreciation / amortization	63,027,064	-	4,540,037	12,859	67,554,242
Net capital assets being depreciated / amortized	113,288,432	669,138	1,842,605	-	115,800,175
Net governmental activities capital assets	\$ 120,640,579	\$ 669,138	\$ 24,445,496	\$ 203,279	\$ 145,551,934

* The adjustment column represents the restatement of capital assets to report right-to-use lease assets in accordance with GASB Statement No. 87, *Leases*.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 5 - CAPITAL ASSETS - (CONTINUED)

Depreciation expense was recognized in the operating activities of the District as follows:

Governmental Activities	Depreciation
Regular programs	\$ 1,149,407
Special programs	33,227
Pupils	753,667
General administration	2,583
School administration	2,184
Business	4,518
Transportation	3,998
Operations and maintenance	2,571,716
Central	10,071
Other supporting services	<u>8,666</u>
Total depreciation expense - governmental activities	<u>\$ 4,540,037</u>

NOTE 6 - LONG TERM LIABILITIES

Changes in General Long-term Liabilities. The following is the long-term liability activity for the District for the year ended June 30, 2022:

	Beginning Balance	Adjustments*	Additions	Deletions	Ending Balance	Due Within One Year
General obligation bonds	\$ 47,415,000	\$ -	\$ -	\$ 1,900,000	\$ 45,515,000	\$ 1,995,000
Unamortized premium	<u>4,093,338</u>	<u>-</u>	<u>-</u>	<u>245,601</u>	<u>3,847,737</u>	<u>-</u>
Total bonds payable	<u>51,508,338</u>	<u>-</u>	<u>-</u>	<u>2,145,601</u>	<u>49,362,737</u>	<u>1,995,000</u>
Lease liabilities	-	669,138	508,625	361,083	816,680	443,134
Compensated absences	149,559	-	461,349	463,633	147,275	147,275
Net pension liability	3,733,729	-	439,279	936,336	3,236,672	-
Net OPEB liability	<u>38,696,700</u>	<u>-</u>	<u>2,361,035</u>	<u>9,159,912</u>	<u>31,897,823</u>	<u>-</u>
Total long-term liabilities - governmental activities	<u>94,088,326</u>	<u>669,138</u>	<u>3,770,288</u>	<u>13,066,565</u>	<u>85,461,187</u>	<u>2,585,409</u>

* The adjustment column represents the restatement of long-term liabilities to report lease liabilities in accordance with GASB Statement No. 87, *Leases*.

NORTH SHORE SCHOOL DISTRICT 112**NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022****NOTE 6 - LONG TERM LIABILITIES - (CONTINUED)**

The obligations for the compensated absences, net OPEB liability and net pension liability will be repaid from the General Fund..

General Obligation Bonds. General obligation bonds (Alternate Revenue Source) are direct obligations and pledge the full faith and credit of the District. The repayment of the General Obligation Bonds (Alternate Revenue Source) will be funded by a transfer from the Operations and Maintenance Fund to the Debt Service Fund. General obligation bonds currently outstanding are as follows:

Purpose	Interest Rates	Original Indebtedness	Carrying Amount
Series 2019 General Obligation School Bonds (Alternative Revenue Source) dated March 14, 2019 are due in annual installments through June 1, 2038	3.25-5.0%	\$ 50,945,000	\$ 45,515,000
Total		<u>\$ 50,945,000</u>	<u>\$ 45,515,000</u>

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

	Principal	Interest	Total
2023	\$ 1,995,000	\$ 1,871,888	\$ 3,866,888
2024	2,095,000	1,772,138	3,867,138
2025	2,200,000	1,667,388	3,867,388
2026	2,310,000	1,557,387	3,867,387
2027	2,425,000	1,441,888	3,866,888
2028 - 2032	13,975,000	5,352,487	19,327,487
2033 - 2037	16,775,000	2,556,524	19,331,524
2038	<u>3,740,000</u>	<u>126,225</u>	<u>3,866,225</u>
Total	<u>\$ 45,515,000</u>	<u>\$ 16,345,925</u>	<u>\$ 61,860,925</u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2022, the statutory debt limit for the District was \$163,767,613, providing a debt margin of \$162,950,933.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 6 - LONG TERM LIABILITIES - (CONTINUED)

Leases. The District has entered into lease agreements as a lessee for financing the temporary acquisition of mobile classrooms and printers/copiers. These agreements qualify as leases for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. The obligations for the mobile classrooms will be repaid from the Debt Service Fund and funded by a transfer of resources from the Operations and Maintenance Fund. The obligations for the printers/copiers will be repaid from the Debt Service Fund and funded by a transfer of resources from the General Fund (Educational Accounts).

Description	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance
Willscot - Mobile Classrooms	7/1/2021	6/30/2023	5.0%	\$ 327,601	\$ 188,983
Willscot - Mobile Office	7/1/2021	6/30/2023	5.0%	64,479	35,951
Willscot - Teachers Lounge	7/1/2021	6/30/2023	5.0%	59,730	41,268
Willscot - Band/Orchestra	7/1/2021	6/30/2023	5.0%	56,815	31,678
Xerox - Printers/Copiers	12/1/2020	11/30/2025	5.0%	669,138	518,800
Total				<u>\$ 1,177,763</u>	<u>\$ 816,680</u>

Annual debt service requirements to maturity for the lease liabilities are as follows:

	Principal	Interest	Total
2023	\$ 443,134	\$ 44,728	\$ 487,862
2024	153,969	20,336	174,305
2025	162,685	11,620	174,305
2026	56,892	1,210	58,102
Total	<u>\$ 816,680</u>	<u>\$ 77,894</u>	<u>\$ 894,574</u>

NOTE 7 - RISK MANAGEMENT

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

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

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 8 - JOINT AGREEMENTS

The District is a member of TrueNorth Educational Cooperative 804, a joint agreement that provides certain special education services to residents of many school districts. The District believes that because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, these are not included as component units of the District.

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS

The total OPEB expense for the Teachers' Health Insurance Security and Retiree's Health Plan totaled \$(1,019,823).

Teachers' Health Insurance Security

Plan Description. The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. 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 publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: <http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>. The current reports are listed under "Central Management Services."

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

On Behalf Contributions to THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.90% of pay during the year ended June 30, 2022. State of Illinois contributions of \$355,949 were recognized as revenues and expenditures by the District during the year in the General Fund based on the current financial resources measurement basis. On the economic resources measurement basis, the District recognizes revenues and expenses of (\$1,860,067) of this amount during the year.

Contributions. The District also makes contributions to THIS Fund. The District's THIS Fund contribution was 0.67% during the year ended June 30, 2022. The percentage of employer required contributions in the future will not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. For the year ended June 30, 2022, the District paid \$264,984 to the THIS Fund, respectively, which was 100 percent of the required contribution for the year.

THIS Fiduciary Net Position. Detailed information about the THIS Fund's fiduciary net position as of June 30, 2021 is available in the separately issued THIS Annual Financial Report.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

Net OPEB Liability. At June 30, 2022, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for the state's retiree insurance 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 were as follows:

District's proportionate share of the collection net OPEB liability	\$ 31,625,902
State's proportionate share of the collective net OPEB liability associated with the District	<u>42,880,107</u>
Total	<u>\$ 74,506,009</u>

The net OPEB liability was measured as of June 30, 2021, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2020 rolled forward to June 30, 2021. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2021, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2021 and 2020, the District's proportion was 0.143393% and 0.143859%, respectively.

Actuarial Assumptions. The net OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary Increases	4.00% to 9.50%
Investment Rate of Return	2.75
Healthcare Cost Trend Rates - Initial	Medicare and Non-Medicare - 8.00%
Healthcare Cost Trend Rates - Ultimate	4.25%
Fiscal Year the Ultimate Rate is Reached	2038

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

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2017.

Discount Rate. At June 30, 2021, the discount rate used to measure the total OPEB liability was a blended rate of 1.92%, which was a change from the June 30, 2020 rate of 2.45%. Since THIS is financed on a pay-as-you-go basis, the discount rate is based on the 20-year general obligation bond index.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate. The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (0.92%) or 1-percentage-point higher (2.92%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Net OPEB Liability	<u>\$ 37,991,981</u>	<u>\$ 31,625,902</u>	<u>\$ 26,579,858</u>

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (initial rate of 7.00% decreasing to an ultimate rate of 3.25%) for Medicare and non-Medicare coverage or 1-percentage-point higher (initial rate of 9.00% decreasing to an ultimate rate of 5.25%) for Medicare and non-Medicare coverage than the current healthcare cost trend rate:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Net OPEB Liability	<u>\$ 25,318,100</u>	<u>\$ 31,625,902</u>	<u>\$ 40,194,507</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the year ended June 30, 2022, the District recognized OPEB expense of \$(1,033,083) and on-behalf revenue and expense of \$(1,860,067) for support provided by the state. At June 30, 2022, the District's deferred outflows of resources and deferred inflows of resources related to OPEBs were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 1,479,420
Changes in Assumptions	10,918	11,842,475
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	-	607
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	600,782	3,622,538
District Contributions Subsequent to the Measurement Date	<u>264,984</u>	<u>-</u>
Total	<u>\$ 876,684</u>	<u>\$ 16,945,040</u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net OPEB liability for the year ending June 30, 2023. The remaining amounts reported as deferred outflows and inflows of resources related to OPEB (\$16,333,340) will be recognized in OPEB expense as follows in these reporting years:

Year Ending June 30,	Amount
2023	\$ (2,228,356)
2024	(2,228,356)
2025	(2,228,356)
2026	(2,228,355)
2027	(2,228,204)
Thereafter	<u>(5,191,713)</u>
Total	<u>\$ (16,333,340)</u>

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

Retiree's Health Plan

Plan Description. The District's group health insurance plan, a single-employer defined benefit plan provides coverage to active employees and retirees (or other qualified terminated employees) at blended premium rates. This results in an other postemployment benefit (OPEB) for the retirees, commonly referred to as an implicit rate subsidy.

Contributions and Benefits Provided. Eligible retirees may continue medical coverage into retirement on the District plans on a pay-all basis. Coverage is also available for eligible dependents on a pay-all basis. Coverage can continue when Medicare eligible. Coverage for dependents can continue upon the death of the retiree given that contributions continue.

Employees Covered by Benefit Terms. At June 30, 2022, the actuarial valuation date, the following employees were covered by the benefit terms:

Retired Plan Members	4
Active Employees Not Yet Eligible	-
Active Employees Fully Eligible	<u>102</u>
Total	<u><u>106</u></u>

Total OPEB Liability. The District's total OPEB liability of \$271,921 was measured as of June 30, 2022, and was determined by an actuarial valuation as of June 30, 2020.

Inflation	3.00%
Election at Retirement	10.00%
Discount Rate	4.09%
Healthcare Cost Trend Rate - Initial	5.00%
Healthcare Cost Trend Rate - Ultimate	4.50%
Fiscal Year the Ultimate Rate is Reached	2038

The discount rate was based on the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2022.

Mortality rates were based on those found in the December 31, 2021 IMRF Actuarial Valuation Report.

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of the assumptions about future events.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

Changes in Total OPEB Liability. The District's changes in total OPEB liability for the year ended June 30, 2022 was as follows:

	<i>Total OPEB Liability</i>
Balance at June 30, 2021	\$ 234,597
Service Cost	9,840
Interest	5,026
Differences Between Expected and Actual Experience	48,268
Changes in Assumptions and Other Inputs	(17,680)
Benefit Payments	<u>(8,130)</u>
Net Changes	<u>37,324</u>
Balance at June 30, 2022	<u>\$ 271,921</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.09%) or 1-percentage-point higher (5.09%) than the current discount rate:

	<i>1% Decrease</i>	<i>Current Discount Rate</i>	<i>1% Increase</i>
Total OPEB Liability	<u>\$ 287,566</u>	<u>\$ 271,921</u>	<u>\$ 257,350</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<i>1% Decrease</i>	<i>Healthcare Cost Trend Rate</i>	<i>1% Increase</i>
Total OPEB Liability	<u>\$ 253,830</u>	<u>\$ 271,921</u>	<u>\$ 292,372</u>

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the year ended June 30, 2022, the District recognized OPEB expense of \$13,260. The District reported deferred outflows and inflows of resources related to OPEB from the following sources:

	<i>Deferred Outflows of Resources</i>	<i>Deferred Inflows of Resources</i>
Difference Between Expected and Actual Experience	\$ 41,604	\$ 24,021
Assumption Changes	<u>27,923</u>	<u>41,612</u>
Total	<u><u>\$ 69,527</u></u>	<u><u>\$ 65,633</u></u>

The amounts reported as deferred outflows and inflows of resources related to OPEB (\$3,894) will be recognized in OPEB expense as follows:

<i>Year Ending June 30,</i>	<i>Amount</i>
2023	\$ (1,607)
2024	(1,607)
2025	(1,278)
2026	(856)
2027	3,352
Thereafter	<u>5,890</u>
Total	<u><u>\$ 3,894</u></u>

NOTE 10 - RETIREMENT SYSTEMS

The retirement plans of the District include the Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF). Most funding for TRS is provided through payroll withholdings of certified employees and contributions made by the State of Illinois on-behalf of the District. IMRF is funded through property taxes and a perpetual lien of the District's corporate personal property replacement tax. The total pension expense for both of these plans during the year totaled \$(1,778,425). Each retirement system is discussed below.

Teachers' Retirement System

Plan Description. The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active nonannuitants 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/acfrs/fy2021>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

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

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

Public Act 100-0023, enacted in 2017, creates an optional *Tier 3* hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2024. One program allows retiring *Tier 1* members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested *Tier 1* and *2* members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the state of Illinois.

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2021 was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the District, is submitted to TRS by the District.

On Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2022, State of Illinois contributions recognized by the District were based on the state's proportionate share of with the pension expense associated with the District, and the District recognized revenue and expenses of \$19,456,931 in governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$19,617,058 in the General Fund based on the current financial resources measurement basis.

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, 2022, were \$229,391, and are deferred because they were paid after the June 30, 2021 measurement date.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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 District normal cost beginning with the year ended June 30, 2018.

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

For the year ended June 30, 2022, the District pension contribution was 10.31 percent of salaries paid from federal and special trust funds. Contributions for the year ended June 30, 2022, were \$94,994, which was equal to the District's required contribution. These contributions are deferred because they were paid after the June 30, 2021 measurement date.

Salary increases over 6 percent. The District is also 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. For the year ended June 30, 2022, the District paid \$1,619 to TRS for employer contributions due on salary increases in excess of 6 percent.

TRS Fiduciary Net Position. Detailed information about the TRS's fiduciary net position as of June 30, 2021 is available in the separately issued TRS Comprehensive Annual Financial Report.

Net Pension Liability. At June 30, 2022, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the collective net pension liability	\$ 3,236,672
State's proportionate share of the collective net pension liability associated with the District	<u>271,267,544</u>
Total	<u>\$ 274,504,216</u>

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020, and rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2021, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2021 and 2020, the District's proportion was 0.00414898 percent and 0.00433071 percent, respectively.

Summary of Significant Accounting Policies. For purposes of measuring the collective 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 TRS and additions to/deductions from TRS fiduciary net position have been determined on the same basis as they are reported by TRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Actuarial Assumptions. The assumptions used to measure the total pension liability in the June 30, 2021 actuarial valuation included (a) 7.00% investment rate of return net of pension plan investment expense, including inflation, (b) projected salary increases varies by amount of service credit, and (c) inflation of 2.25%.

Mortality. Mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are used on a fully-generational basis using projection table MP-2017. The assumptions were based on the results of an experience study dated September 18, 2018.

Long-Term Expected Real Rate of Return. 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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	16.70 %	6.20 %
U.S. equities small/mid cap	2.20 %	7.40 %
International equities developed	10.60 %	6.90 %
Emerging market equities	4.50 %	9.20 %
U.S. bonds core	3.00 %	1.60 %
Cash equivalents	2.00 %	0.10 %
TIPS	1.00 %	0.80 %
International debt developed	1.00 %	0.40 %
Emerging international debt	4.00 %	4.40 %
Real estate	16.00 %	5.80 %
Private debt	10.00 %	6.50 %
Hedge funds	10.00 %	3.90 %
Private equity	15.00 %	10.40 %
Infrastructure	4.00 %	6.30 %

Discount Rate. At June 30, 2021, the discount rate used to measure the total pension liability was a blended rate of 7.00 percent, which was the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2021 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. *Tier 1's* liability is partially funded by *Tier 2* members, as the *Tier 2* member contribution is higher than the cost of *Tier 2* benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the collective net pension liability	\$ 4,008,552	\$ 3,236,672	\$ 2,595,524

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended June 30, 2022, the District recognized pension expense of \$(242,033) and on-behalf revenue of \$19,456,931 for support provided by the state. At June 30, 2022, the District's deferred outflows of resources and deferred inflows of resources related to pensions were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 18,567	\$ 13,345
Net difference between projected and actual earnings on pension plan investments	-	217,105
Assumption changes	1,434	15,994
Changes in proportion and differences between District contributions and proportionate share of contributions	24,336	1,461,850
District contributions subsequent to the measurement date	324,385	-
Total	<u>\$ 368,722</u>	<u>\$ 1,708,294</u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability for the year ending June 30, 2023. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$(1,663,957)) will be recognized in pension expense as follows:

Year Ending June 30,	Amount
2023	\$ (877,819)
2024	(510,595)
2025	(140,186)
2026	(117,868)
2027	(17,489)
Total	<u>\$ (1,663,957)</u>

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Illinois Municipal Retirement Fund

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 pension plan. 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 financial report that includes financial statements and required supplementary information. The report may be obtained on-line at www.imrf.org.

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Public Act 96-0889 created a second tier for IMRF's Regular Plan. IMRF assigns a benefit tier to a member when he or she is enrolled in IMRF. The tier is determined by the member's first IMRF participation date. If the member first participated in IMRF before January 1, 2011, they participate in *Regular Tier 1*. If the member first participated in IMRF on or after January 1, 2011, they participate in *Regular Tier 2*.

For *Regular Tier 1*, pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 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 *Regular Tier 1*, the pension is increased by 3% of the original amount on January 1 every year after retirement. For *Regular Tier 2*, pension benefits vest after ten years of service. Participating members who retire at or after age 67 with 10 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 *Regular 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. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Plan Membership. At December 31, 2021, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	331
Inactive, non-retired members	392
Active members	110
Total	<u>833</u>

Contributions. As set by statute, District employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's actuarially determined contribution rate for calendar year 2021 was 11.64 percent of annual covered payroll. 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 the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Net Pension Liability/(Asset). The net pension liability/(asset) was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

Summary of Significant Accounting Policies. For purposes of measuring the net pension liability/(asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of IMRF and additions to/deductions from IMRF fiduciary net position have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Actuarial Assumptions. The assumptions used to measure the total pension liability in the December 31, 2021 annual actuarial valuation included (a) 7.25% investment rate of return, (b) projected salary increases from 2.85% to 13.75%, and (c) price inflation of 2.25%. The retirement age is based on experience-based table of rates that are specific to the type of eligibility condition. The tables were last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.

Mortality. For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020 were used. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020 were used. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020 were used.

Long-Term Expected Real Rate of Return. 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 arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Projected Returns/Risk	
		One Year Arithmetic	Ten Year Geometric
Equities	39.00 %	3.25 %	1.90 %
International equities	15.00 %	4.89 %	3.15 %
Fixed income	25.00 %	(0.50)%	(0.60)%
Real estate	10.00 %	4.20 %	3.30 %
Alternatives	10.00 %		
Private equity		8.85 %	5.50 %
Hedge funds		-	-
Commodities		2.90 %	1.70 %
Cash equivalents	1.00 %	(0.90)%	(0.90)%

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

Discount Rate Sensitivity. The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the pension liability of the District calculated using the discount rate of 7.25% as well as what the net pension liability/(asset) would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total pension liability	\$ 44,826,363	\$ 40,816,147	\$ 37,560,361
Plan fiduciary net position	<u>46,640,004</u>	<u>46,640,004</u>	<u>46,640,004</u>
Net pension liability/(asset)	<u>\$ (1,813,641)</u>	<u>\$ (5,823,857)</u>	<u>\$ (9,079,643)</u>

Changes in Net Pension Liability/(Asset). The District's changes in net pension liability/(asset) for the calendar year ended December 31, 2021 was as follows:

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability/ (Asset) (a) - (b)
Balances at December 31, 2020	\$ 39,354,026	\$ 40,995,687	\$ (1,641,661)
Service cost	496,582	-	496,582
Interest on total pension liability	2,777,426	-	2,777,426
Differences between expected and actual experience of the total pension liability	774,086	-	774,086
Benefit payments, including refunds of employee contributions	(2,585,973)	(2,585,973)	-
Contributions - employer	-	608,369	(608,369)
Contributions - employee	-	244,146	(244,146)
Net investment income	-	6,961,704	(6,961,704)
Other (net transfer)	<u>-</u>	<u>416,071</u>	<u>(416,071)</u>
Balances at December 31, 2021	<u>\$ 40,816,147</u>	<u>\$ 46,640,004</u>	<u>\$ (5,823,857)</u>

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended June 30, 2022, the District recognized pension expense of \$(1,536,392). The District's deferred outflows and inflows of resources related to pension were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 98,854	\$ -
Net difference between projected and actual earnings on pension plan investments	-	5,437,515
Contributions subsequent to the measurement date	<u>293,799</u>	<u>-</u>
Total	<u><u>\$ 392,653</u></u>	<u><u>\$ 5,437,515</u></u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability/(asset) for the year ending June 30, 2023. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$5,338,661) will be recognized in pension expense as follows:

Year Ending June 30,	Amount
2023	\$ (1,088,201)
2024	(2,100,867)
2025	(1,342,137)
2026	<u>(807,456)</u>
Total	<u><u>\$ (5,338,661)</u></u>

NOTE 11 - INTERFUND TRANSFERS

The Board of Education transferred \$3,866,888 of fund balance from the Operations and Maintenance Fund to the Debt Service Fund to provide a funding source for the interest and principal paid on the 2019 Series General Obligation Bonds (Alternative Revenue Source).

During the year, the District transferred \$188,830 from the General Fund (Educational Accounts) and \$238,340 from the Operations and Maintenance Fund to the Debt Service Fund for the payment of principal and interest on the District's leases.

NOTE 12 - CONTINGENT LIABILITIES

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

NOTE 13 - STATE AND FEDERAL AID CONTINGENCIES

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

NORTH SHORE SCHOOL DISTRICT 112

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

NOTE 14 - EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 91, *Conduit Debt*, GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, GASB Statement No. 99, *Omnibus 2022*, GASB Statement No. 100, *Accounting Changes and Error Corrections an amendment of GASB Statement No. 62*, and GASB Statement No. 101, *Compensated Absences*.

When they become effective, application of these standards may restate portions of these financial statements.

NOTE 15 - CONSTRUCTION COMMITMENTS

As of June 30, 2022, the District is committed to approximately \$9,300,199 in expenditures in the upcoming years for the Edgewood Middle School Renovations. This expenditure will be paid through the available fund balance and alternative revenue bond already issued.

NORTH SHORE SCHOOL DISTRICT 112
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE DISTRICT'S NET PENSION LIABILITY/(ASSET)
AND RELATED RATIOS
Eight Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total pension liability			
Service cost	\$ 496,582	\$ 555,769	\$ 575,979
Interest	2,777,426	2,738,472	2,665,153
Differences between expected and actual experience	774,086	124,319	33,075
Changes of assumptions	-	(368,706)	-
Benefit payments, including refunds of member contributions	<u>(2,585,973)</u>	<u>(2,379,935)</u>	<u>(2,125,679)</u>
Net change in total pension liability	1,462,121	669,919	1,148,528
Total pension liability - beginning	<u>39,354,026</u>	<u>38,684,107</u>	<u>37,535,579</u>
Total pension liability - ending (a)	<u>\$ 40,816,147</u>	<u>\$ 39,354,026</u>	<u>\$ 38,684,107</u>
Plan fiduciary net position			
Employer contributions	\$ 608,369	\$ 589,455	\$ 469,646
Employee contributions	244,146	235,169	250,828
Net investment income	6,961,704	5,313,573	6,101,118
Benefit payments, including refunds of member contributions	(2,585,973)	(2,379,935)	(2,125,679)
Other (net transfer)	<u>416,071</u>	<u>87,714</u>	<u>(152,047)</u>
Net change in plan fiduciary net position	5,644,317	3,845,976	4,543,866
Plan fiduciary net position - beginning	<u>40,995,687</u>	<u>37,149,711</u>	<u>32,605,845</u>
Plan fiduciary net position - ending (b)	<u>\$ 46,640,004</u>	<u>\$ 40,995,687</u>	<u>\$ 37,149,711</u>
Employer's net pension liability/(asset) - ending (a) - (b)	<u>\$ (5,823,857)</u>	<u>\$ (1,641,661)</u>	<u>\$ 1,534,396</u>
Plan fiduciary net position as a percentage of the total pension liability	114.27%	104.17%	96.03%
Covered payroll	\$ 5,228,629	\$ 5,157,302	\$ 5,300,731
Employer's net pension liability/(asset) as a percentage of covered payroll	-111.38%	-31.83%	28.95%

Notes to Schedule:

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

Actuary valuations are as of December 31st, which is 6 months prior to the end of the fiscal year.

2019	2018	2017	2016	2015
\$ 587,622	\$ 651,947	\$ 650,206	\$ 667,664	\$ 718,390
2,600,132	2,610,710	2,438,032	2,331,010	2,122,147
114,528	(108,775)	1,260,509	418,802	526,739
900,301	(1,175,599)	(74,501)	35,695	1,345,471
<u>(2,083,226)</u>	<u>(2,091,097)</u>	<u>(2,028,224)</u>	<u>(1,915,914)</u>	<u>(1,806,182)</u>
2,119,357	(112,814)	2,246,022	1,537,257	2,906,565
<u>35,416,222</u>	<u>35,529,036</u>	<u>33,283,014</u>	<u>31,745,757</u>	<u>28,839,192</u>
<u>\$ 37,535,579</u>	<u>\$ 35,416,222</u>	<u>\$ 35,529,036</u>	<u>\$ 33,283,014</u>	<u>\$ 31,745,757</u>
\$ 624,192	\$ 665,976	\$ 668,374	\$ 645,638	\$ 693,937
260,336	274,398	259,568	285,528	271,543
(1,950,418)	5,645,455	2,021,493	145,061	1,698,754
(2,083,226)	(2,091,097)	(2,028,224)	(1,915,914)	(1,806,182)
<u>480,767</u>	<u>(890,503)</u>	<u>1,413,289</u>	<u>670,656</u>	<u>377,670</u>
(2,668,349)	3,604,229	2,334,500	(169,031)	1,235,722
<u>35,274,194</u>	<u>31,669,965</u>	<u>29,335,465</u>	<u>29,504,496</u>	<u>28,268,774</u>
<u>\$ 32,605,845</u>	<u>\$ 35,274,194</u>	<u>\$ 31,669,965</u>	<u>\$ 29,335,465</u>	<u>\$ 29,504,496</u>
<u>\$ 4,929,734</u>	<u>\$ 142,028</u>	<u>\$ 3,859,071</u>	<u>\$ 3,947,549</u>	<u>\$ 2,241,261</u>
86.87%	99.60%	89.14%	88.14%	92.94%
\$ 5,543,458	\$ 5,781,286	\$ 5,722,380	\$ 5,751,951	\$ 5,795,851
88.93%	2.46%	67.44%	68.63%	38.67%

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112

ILLINOIS MUNICIPAL RETIREMENT FUND SCHEDULE OF DISTRICT CONTRIBUTIONS Eight Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Actuarially determined contribution	\$ 587,698	\$ 589,480	\$ 469,645	\$ 624,193
Contributions in relation to the actuarially determined contribution	<u>(608,369)</u>	<u>(589,455)</u>	<u>(469,646)</u>	<u>(624,192)</u>
Contribution deficiency (excess)	<u>\$ (20,671)</u>	<u>\$ 25</u>	<u>\$ (1)</u>	<u>\$ 1</u>
Covered payroll	\$ 5,306,619	\$ 5,228,629	\$ 5,157,302	\$ 5,300,731
Contributions as a percentage of covered payroll	11.46%	11.27%	9.11%	11.78%
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 658,488	\$ 668,374	\$ 652,271	\$ 690,286
Contributions in relation to the actuarially determined contribution	<u>(665,976)</u>	<u>(668,374)</u>	<u>(645,638)</u>	<u>(693,937)</u>
Contribution deficiency (excess)	<u>\$ (7,488)</u>	<u>\$ -</u>	<u>\$ 6,633</u>	<u>\$ (3,651)</u>
Covered payroll	\$ 5,543,458	\$ 5,781,286	\$ 5,722,380	\$ 5,751,951
Contributions as a percentage of covered payroll	12.01%	11.56%	11.28%	12.06%

Notes to Schedule:

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

Valuation date:

Actuarially determined contribution rates are calculated as of December 31 each year, which are 6 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	22 years
Asset valuation method	5-Year Smoothed Market, 20% corridor
Inflation	2.50%
Salary increases	3.35% to 14.25%, including inflation
Investment rate of return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	RP-2014 Employee Mortality Table, adjusted to match current IMRF experience

Other information:

There were no benefit changes during the year.

NORTH SHORE SCHOOL DISTRICT 112

TEACHERS' RETIREMENT SYSTEM

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY AND SCHEDULE OF DISTRICT CONTRIBUTIONS Eight Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net pension liability	0.0041489792%	0.0043307051%	0.0044663825%
District's proportionate share of the net pension liability	3,236,672	\$ 3,733,729	\$ 3,622,601
State's proportionate share of the net pension liability	<u>271,267,544</u>	<u>292,445,011</u>	<u>257,816,553</u>
Total net pension liability	<u>\$ 274,504,216</u>	<u>\$ 296,178,740</u>	<u>\$ 261,439,154</u>
Covered payroll	39,549,855	\$ 37,247,016	\$ 36,313,246
District's proportionate share of the net pension liability as a percentage of covered payroll	8.18%	10.02%	9.98%
Plan fiduciary net position as a percentage of the total pension liability	45.10%	37.80%	39.60%
Contractually required contribution	330,427	\$ 278,320	\$ 211,118
Contributions in relation to the contractually required contribution	<u>(324,385)</u>	<u>(278,514)</u>	<u>(211,118)</u>
Contribution deficiency (excess)	<u>\$ 6,042</u>	<u>\$ (194)</u>	<u>\$ -</u>
Contributions as a percentage of covered payroll	0.8202%	0.7477%	0.5814%

Notes to Schedule:

The District implemented GASB 68 in 2015. Information for fiscal years prior to 2015 is not applicable.

Actuary valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net pension liability is reported.

Key Assumptions:

Long-term expected rate of return	7.00%	7.00%	7.00%
Municipal bond index	2.16%	2.21%	3.50%
Single equivalent discount rate	7.00%	7.00%	7.00%
Inflation rate	2.25%	2.50%	2.50%
Projected salary increases	3.50% to 8.50%	4.00% to 9.50%	4.00% to 9.50%
	varying by service	varying by service	varying by service

See Auditors' Report and Notes to Required Supplementary Information

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.0051371907%	0.0010507300%	0.0092197824%	0.0044071134%	0.0093547000%
\$ 4,004,175	\$ 8,027,380	\$ 7,277,732	\$ 2,887,103	\$ 5,693,111
<u>274,302,765</u>	<u>275,779,322</u>	<u>297,041,611</u>	<u>241,581,897</u>	<u>220,632,818</u>
<u>\$ 278,306,940</u>	<u>\$ 283,806,702</u>	<u>\$ 304,319,343</u>	<u>\$ 244,469,000</u>	<u>\$ 226,325,929</u>
\$ 34,875,687	\$ 36,799,959	\$ 37,236,364	\$ 37,390,153	\$ 37,372,407
11.48%	21.81%	19.54%	7.72%	15.23%
40.00%	39.30%	36.40%	41.50%	43.00%
\$ 225,568	\$ 283,026	\$ 418,881	\$ 356,851	\$ 257,839
<u>(310,182)</u>	<u>(322,673)</u>	<u>(477,837)</u>	<u>(356,851)</u>	<u>(257,960)</u>
<u>\$ (84,614)</u>	<u>\$ (39,647)</u>	<u>\$ (58,956)</u>	<u>\$ -</u>	<u>\$ (121)</u>
0.8894%	0.8768%	1.2833%	0.9544%	0.6902%
7.00%	7.00%	7.00%	7.50%	7.50%
3.87%	3.58%	2.85%	3.73%	N/A
7.00%	7.00%	6.83%	7.47%	7.50%
2.50%	2.50%	2.50%	3.00%	3.00%
4.00% to 9.50%	3.25% to 9.25%	3.25% to 9.25%	3.75% to 9.75%	5.75%
varying by service	varying by service	varying by service	varying by service	

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112
RETIREE'S HEALTH PLAN
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY
AND RELATED RATIOS
Five Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability					
Service cost	\$ 9,840	\$ 13,005	\$ 14,591	\$ 13,946	\$ 15,059
Interest	5,026	5,751	7,087	7,337	7,179
Changes of benefit terms	-	-	(16,215)	(4,900)	(7,343)
Differences between expected and actual experience	48,268	-	(40,688)	-	-
Changes of assumptions	(17,680)	8,048	13,279	3,183	1,974
Benefit payments, including refunds of member contributions	<u>(8,130)</u>	<u>(16,788)</u>	<u>(14,989)</u>	<u>(8,483)</u>	<u>(19,042)</u>
Net change in total OPEB liability	37,324	10,016	(36,935)	11,083	(2,173)
Total OPEB liability - beginning	<u>234,597</u>	<u>224,581</u>	<u>261,516</u>	<u>250,433</u>	<u>252,606</u>
Total OPEB liability - ending (a)	<u><u>\$ 271,921</u></u>	<u><u>\$ 234,597</u></u>	<u><u>\$ 224,581</u></u>	<u><u>\$ 261,516</u></u>	<u><u>\$ 250,433</u></u>
Covered payroll	\$ 5,228,629	\$ 5,244,902	\$ 4,847,730	\$ 5,470,121	\$ 5,091,337
District's total OPEB liability as a percentage of covered payroll	5.20%	4.47%	4.63%	4.78%	4.92%

Notes to Schedule:

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

NORTH SHORE SCHOOL DISTRICT 112
TEACHERS' HEALTH INSURANCE SECURITY FUND
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE COLLECTIVE NET OPEB LIABILITY AND SCHEDULE OF DISTRICT CONTRIBUTIONS
Five Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net OPEB liability	0.1433930000%	0.1438590000%	0.1418570000%	0.1552500000%	0.1618870000%
District's proportionate share of the net OPEB liability	\$ 31,625,902	\$ 38,462,103	\$ 39,262,413	\$ 40,901,840	\$ 42,008,930
State's proportionate share of the net OPEB liability	<u>42,880,107</u>	<u>52,105,675</u>	<u>53,166,317</u>	<u>54,922,350</u>	<u>55,168,164</u>
Total net OPEB liability	<u>\$ 74,506,009</u>	<u>\$ 90,567,778</u>	<u>\$ 92,428,730</u>	<u>\$ 95,824,190</u>	<u>\$ 97,177,094</u>
Covered payroll	\$ 37,247,016	\$ 36,313,246	\$ 34,875,687	\$ 36,799,959	\$ 37,236,364
District's proportionate share of the net OPEB liability as a percentage of covered payroll	84.91%	105.92%	112.58%	111.15%	112.82%
Plan fiduciary net position as a percentage of the total pension liability	1.40%	0.70%	0.25%	-0.07%	-0.17%
Contractually required contribution	\$ 264,984	\$ 342,673	\$ 334,082	\$ 320,856	\$ 323,840
Contributions in relation to the contractually required contribution	<u>(264,984)</u>	<u>(342,673)</u>	<u>(334,082)</u>	<u>(320,856)</u>	<u>(323,842)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2)</u>
Contributions as a percentage of covered payroll	0.7114%	0.9437%	0.9579%	0.8719%	0.8697%

Notes to Schedule:

The District implemented GASB 75 in fiscal year 2018. Information for fiscal years prior to 2018 is not applicable.

Actuary valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net OPEB liability is reported.

Key Assumptions:

Long-term expected rate of return	2.75%	0.00%	0.00%	0.00%	0.00%
Municipal bond index	1.92%	2.45%	3.13%	3.62%	3.56%
Single equivalent discount rate	1.92%	2.45%	3.13%	3.62%	3.56%
Inflation rate	2.50%	2.50%	2.50%	2.75%	2.75%
Healthcare cost trend rates - initial	Medicare and Non-Medicare - 8.00%	Medicare and Non-Medicare - 8.25%	Medicare - 9.00% Non-Medicare - 8.00%	Medicare - 9.00% Non-Medicare - 8.00%	Medicare - 9.00% Non-Medicare - 8.00%
Healthcare cost trend rates - ultimate	4.25%	4.25%	4.50%	4.50%	4.50%
Mortality	RP-2014 Tables	RP-2014 Tables	RP-2014 Tables	RP-2014 Tables	RP-2014 Tables

NORTH SHORE SCHOOL DISTRICT 112

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2022 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 57,486,150	\$ 57,303,097	\$ (183,053)	\$ 56,462,668
Special education levy	696,512	694,294	(2,218)	685,886
Investment income (loss)	175,837	209,145	33,308	(19,257)
Unrealized gain/(loss) on investments	-	(917,593)	(917,593)	-
Sales to pupils - lunch	30,000	12,120	(17,880)	-
Student activities	-	110,370	110,370	49,659
Contributions and donations from private sources	-	365	365	1,000
Refund of prior years' expenditures	28,000	52,213	24,213	62,045
Proceeds from vendor contracts	25,000	29,373	4,373	-
Other local fees	315,000	673,692	358,692	578,172
Other	53,000	99,112	46,112	53,506
Total local sources	<u>58,809,499</u>	<u>58,266,188</u>	<u>(543,311)</u>	<u>57,873,679</u>
State sources				
Evidence based funding	3,365,701	3,369,558	3,857	3,365,702
Special education - private facility tuition	21,741	112,300	90,559	21,742
Special education - orphanage - individual	11,405	48,601	37,196	33,130
Special education - orphanage - summer	-	-	-	431
State free lunch & breakfast	2,637	8,251	5,614	9,173
Other restricted revenue from state sources	-	6,626	6,626	-
On behalf payment to TRS from the state	<u>25,000,000</u>	<u>19,973,007</u>	<u>(5,026,993)</u>	<u>17,469,491</u>
Total state sources	<u>28,401,484</u>	<u>23,518,343</u>	<u>(4,883,141)</u>	<u>20,899,669</u>
Federal sources				
Federal impact aid	290,000	373,763	83,763	345,490
National school lunch program	102,704	587,569	484,865	314,337
Special milk program	15,000	8,064	(6,936)	-
School breakfast program	59,274	205,918	146,644	162,721
Food service - other	-	65,755	65,755	46,624
Title I - Low income	337,035	404,015	66,980	439,178
Federal - special education - preschool flow-through	19,945	58,658	38,713	32,153
Federal - special education - IDEA - flow-through/low incident	763,131	1,009,572	246,441	868,338
Federal - special education - IDEA - room & board	-	1,376	1,376	31,120
Title III - English language acquisition	70,000	70,111	111	13,102
Title II - Teacher quality	95,488	110,300	14,812	82,686
Medicaid matching funds - administrative outreach	23,000	20,564	(2,436)	76,780
Medicaid matching funds - fee-for-service program	30,000	89,832	59,832	122,076
Other restricted revenue from federal sources	<u>1,942,157</u>	<u>1,814,031</u>	<u>(128,126)</u>	<u>1,517,272</u>
Total federal sources	<u>3,747,734</u>	<u>4,819,528</u>	<u>1,071,794</u>	<u>4,051,877</u>
Total revenues	<u>90,958,717</u>	<u>86,604,059</u>	<u>(4,354,658)</u>	<u>82,825,225</u>

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2022 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	2021 ACTUAL
Expenditures				
Instruction				
Regular programs				
Salaries	\$ 20,934,898	\$ 21,600,973	\$ (666,075)	\$ 18,875,351
Employee benefits	6,513,478	3,415,027	3,098,451	3,052,185
On-behalf payments to TRS from the state	25,000,000	19,973,007	5,026,993	17,469,491
Purchased services	586,100	909,465	(323,365)	268,063
Supplies and materials	397,773	484,495	(86,722)	304,894
Capital outlay	107,500	100,026	7,474	35,328
Total	<u>53,539,749</u>	<u>46,482,993</u>	<u>7,056,756</u>	<u>40,005,312</u>
Pre-K programs				
Salaries	-	618,111	(618,111)	756,711
Employee benefits	-	20,460	(20,460)	29,268
Purchased services	6,000	-	6,000	1,599
Supplies and materials	47,000	74,766	(27,766)	55,133
Capital outlay	50,000	44,612	5,388	-
Total	<u>103,000</u>	<u>757,949</u>	<u>(654,949)</u>	<u>842,711</u>
Special education programs				
Salaries	5,790,299	4,719,876	1,070,423	5,291,298
Employee benefits	59,286	898,834	(839,548)	817,580
Purchased services	390,600	331,330	59,270	220,744
Supplies and materials	215,000	102,365	112,635	214,873
Capital outlay	12,000	6,475	5,525	65,753
Other objects	600	1,290	(690)	828
Total	<u>6,467,785</u>	<u>6,060,170</u>	<u>407,615</u>	<u>6,611,076</u>
Special education programs Pre-K				
Salaries	10,907	506,653	(495,746)	60,609
Employee benefits	-	5,913	(5,913)	2,119
Supplies and materials	-	-	-	24,807
Total	<u>10,907</u>	<u>512,566</u>	<u>(501,659)</u>	<u>87,535</u>
Remedial and supplemental programs K - 12				
Salaries	947,036	905,966	41,070	849,627
Employee benefits	9,037	154,365	(145,328)	129,698
Total	<u>956,073</u>	<u>1,060,331</u>	<u>(104,258)</u>	<u>979,325</u>
Remedial and supplemental programs Pre - K				
Salaries	-	8,260	(8,260)	-
Employee benefits	-	27	(27)	7,576
Total	<u>-</u>	<u>8,287</u>	<u>(8,287)</u>	<u>7,576</u>

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Summer school programs				
Salaries	\$ 58,070	\$ 165,521	\$ (107,451)	\$ 132,477
Employee benefits	<u>12,706</u>	<u>15,300</u>	<u>(2,594)</u>	<u>23,073</u>
Total	<u>70,776</u>	<u>180,821</u>	<u>(110,045)</u>	<u>155,550</u>
Gifted programs				
Salaries	732,694	658,660	74,034	356,710
Employee benefits	<u>30,324</u>	<u>115,796</u>	<u>(85,472)</u>	<u>92,429</u>
Total	<u>763,018</u>	<u>774,456</u>	<u>(11,438)</u>	<u>449,139</u>
Bilingual programs				
Salaries	3,564,093	3,097,861	466,232	4,027,798
Employee benefits	<u>36,748</u>	<u>560,002</u>	<u>(523,254)</u>	<u>582,028</u>
Total	<u>3,600,841</u>	<u>3,657,863</u>	<u>(57,022)</u>	<u>4,609,826</u>
Special education programs K -12 - private tuition				
Other objects	<u>600,000</u>	<u>655,953</u>	<u>(55,953)</u>	<u>449,743</u>
Total	<u>600,000</u>	<u>655,953</u>	<u>(55,953)</u>	<u>449,743</u>
Student activities				
Other objects	<u>-</u>	<u>136,038</u>	<u>(136,038)</u>	<u>36,119</u>
Total	<u>-</u>	<u>136,038</u>	<u>(136,038)</u>	<u>36,119</u>
Total instruction	<u>66,112,149</u>	<u>60,287,427</u>	<u>5,824,722</u>	<u>54,233,912</u>
Support services				
Pupils				
Guidance services				
Salaries	1,302,814	1,390,948	(88,134)	1,282,614
Employee benefits	<u>17,129</u>	<u>208,451</u>	<u>(191,322)</u>	<u>175,041</u>
Total	<u>1,319,943</u>	<u>1,599,399</u>	<u>(279,456)</u>	<u>1,457,655</u>
Health services				
Salaries	489,762	490,113	(351)	509,582
Employee benefits	1,072	72,845	(71,773)	78,639
Purchased services	71,500	15,234	56,266	13,250
Supplies and materials	5,000	10,057	(5,057)	1,421
Capital outlay	<u>5,000</u>	<u>54,234</u>	<u>(49,234)</u>	<u>3,104</u>
Total	<u>572,334</u>	<u>642,483</u>	<u>(70,149)</u>	<u>605,996</u>
Psychological services				
Salaries	894,501	831,484	63,017	789,895
Employee benefits	12,390	141,605	(129,215)	131,779
Purchased services	5,000	15,230	(10,230)	-
Supplies and materials	<u>8,000</u>	<u>13,952</u>	<u>(5,952)</u>	<u>7,484</u>
Total	<u>919,891</u>	<u>1,002,271</u>	<u>(82,380)</u>	<u>929,158</u>

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2022 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Speech pathology and audiology services				
Salaries	\$ 1,429,248	\$ 1,580,332	\$ (151,084)	\$ 1,388,901
Employee benefits	21,846	229,403	(207,557)	206,939
Purchased services	1,000	-	1,000	-
Supplies and materials	<u>2,000</u>	<u>3,509</u>	<u>(1,509)</u>	<u>4,621</u>
Total	<u>1,454,094</u>	<u>1,813,244</u>	<u>(359,150)</u>	<u>1,600,461</u>
Other support services - pupils				
Salaries	335,351	331,801	3,550	319,806
Employee benefits	<u>38,423</u>	<u>78,187</u>	<u>(39,764)</u>	<u>119,413</u>
Total	<u>373,774</u>	<u>409,988</u>	<u>(36,214)</u>	<u>439,219</u>
Total pupils	<u>4,640,036</u>	<u>5,467,385</u>	<u>(827,349)</u>	<u>5,032,489</u>
Instructional staff				
Improvement of instructional services				
Salaries	652,077	644,598	7,479	694,108
Employee benefits	238,078	350,724	(112,646)	391,006
Purchased services	1,222,888	948,776	274,112	816,324
Supplies and materials	1,103,635	993,265	110,370	937,590
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,326</u>
Total	<u>3,216,678</u>	<u>2,937,363</u>	<u>279,315</u>	<u>2,886,354</u>
Educational media services				
Salaries	1,345,350	1,293,608	51,742	1,200,056
Employee benefits	40,701	212,020	(171,319)	195,219
Purchased services	1,309,500	1,667,160	(357,660)	1,176,461
Supplies and materials	429,000	150,050	278,950	449,074
Capital outlay	1,023,000	1,918,093	(895,093)	2,896,275
Other objects	<u>1,500</u>	<u>965</u>	<u>535</u>	<u>965</u>
Total	<u>4,149,051</u>	<u>5,241,896</u>	<u>(1,092,845)</u>	<u>5,918,050</u>
Total instructional staff	<u>7,365,729</u>	<u>8,179,259</u>	<u>(813,530)</u>	<u>8,804,404</u>
General administration				
Board of education services				
Employee benefits	-	8,598	(8,598)	-
Purchased services	894,000	691,440	202,560	598,346
Supplies and materials	8,000	989	7,011	8,043
Other objects	<u>30,000</u>	<u>13,777</u>	<u>16,223</u>	<u>30,505</u>
Total	<u>932,000</u>	<u>714,804</u>	<u>217,196</u>	<u>636,894</u>

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2022 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Executive administration services				
Salaries	\$ 443,940	\$ 447,660	\$ (3,720)	\$ 448,250
Employee benefits	163,463	169,777	(6,314)	181,567
Purchased services	12,000	3,241	8,759	59,045
Supplies and materials	2,000	459	1,541	658
Capital outlay	-	1,968	(1,968)	-
Other objects	11,000	8,352	2,648	7,440
Total	632,403	631,457	946	696,960
Tort immunity services				
Purchased services	576,933	537,686	39,247	599,638
Total	576,933	537,686	39,247	599,638
Total general administration	2,141,336	1,883,947	257,389	1,933,492
School administration				
Office of the principal services				
Salaries	2,595,957	2,706,889	(110,932)	2,635,646
Employee benefits	276,728	574,581	(297,853)	506,389
Purchased services	16,150	8,106	8,044	6,665
Total	2,888,835	3,289,576	(400,741)	3,148,700
Total school administration	2,888,835	3,289,576	(400,741)	3,148,700
Business				
Direction of business support services				
Salaries	451,271	510,979	(59,708)	474,374
Employee benefits	25,274	77,214	(51,940)	107,363
Purchased services	-	-	-	10,974
Other objects	-	-	-	(100)
Total	476,545	588,193	(111,648)	592,611
Fiscal services				
Salaries	266,199	222,905	43,294	223,595
Employee benefits	19,139	51,130	(31,991)	49,883
Purchased services	80,500	127,936	(47,436)	113,044
Supplies and materials	5,000	9,399	(4,399)	7,646
Capital outlay	-	692	(692)	-
Other objects	54,500	43,356	11,144	71,349
Total	425,338	455,418	(30,080)	465,517
Operation and maintenance of plant services				
Purchased services	-	4,872	(4,872)	7,542
Supplies and materials	-	-	-	190
Total	-	4,872	(4,872)	7,732

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2022 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Food services				
Purchased services	\$ 575,000	\$ 747,775	\$ (172,775)	\$ 653,253
Supplies and materials	-	65,755	(65,755)	46,624
Other objects	-	695	(695)	-
Total	<u>575,000</u>	<u>814,225</u>	<u>(239,225)</u>	<u>699,877</u>
Internal services				
Salaries	113	-	113	-
Employee benefits	-	16	(16)	126
Supplies and materials	<u>3,000</u>	<u>3,928</u>	<u>(928)</u>	<u>3,820</u>
Total	<u>3,113</u>	<u>3,944</u>	<u>(831)</u>	<u>3,946</u>
Total business	<u>1,479,996</u>	<u>1,866,652</u>	<u>(386,656)</u>	<u>1,769,683</u>
Central				
Direction of central support services				
Employee benefits	-	(7,944)	7,944	123,323
Total	<u>-</u>	<u>(7,944)</u>	<u>7,944</u>	<u>123,323</u>
Information services				
Salaries	87,838	90,034	(2,196)	87,838
Employee benefits	7,256	20,592	(13,336)	18,052
Purchased services	122,000	200,324	(78,324)	67,767
Supplies and materials	400	7,202	(6,802)	8,532
Capital outlay	10,000	12,865	(2,865)	3,395
Other objects	<u>-</u>	<u>17,422</u>	<u>(17,422)</u>	<u>4,108</u>
Total	<u>227,494</u>	<u>348,439</u>	<u>(120,945)</u>	<u>189,692</u>
Staff services				
Salaries	545,959	575,042	(29,083)	541,693
Employee benefits	35,967	126,554	(90,587)	105,349
Purchased services	193,100	108,310	84,790	126,459
Supplies and materials	15,000	9,801	5,199	35,465
Other objects	<u>500</u>	<u>207</u>	<u>293</u>	<u>1,001</u>
Total	<u>790,526</u>	<u>819,914</u>	<u>(29,388)</u>	<u>809,967</u>
Data processing services				
Purchased services	-	99,166	(99,166)	-
Total	<u>-</u>	<u>99,166</u>	<u>(99,166)</u>	<u>-</u>
Total central	<u>1,018,020</u>	<u>1,259,575</u>	<u>(241,555)</u>	<u>1,122,982</u>
Other supporting services				
Salaries	5,116	915	4,201	284
Employee benefits	-	751	(751)	1,804
Supplies and materials	<u>-</u>	<u>504</u>	<u>(504)</u>	<u>349</u>
Total	<u>5,116</u>	<u>2,170</u>	<u>2,946</u>	<u>2,437</u>
Total support services	<u>19,539,068</u>	<u>21,948,564</u>	<u>(2,409,496)</u>	<u>21,814,187</u>

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2022 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Community services				
Salaries	\$ -	\$ 65,476	\$ (65,476)	\$ 18,663
Employee benefits	-	854	(854)	168
Purchased services	-	4,563	(4,563)	7,518
Supplies and materials	-	14,262	(14,262)	6,133
Total community services	-	85,155	(85,155)	32,482
Payments to other districts and governmental units				
Payments for special education programs				
Purchased services	-	669,103	(669,103)	412,262
Total	-	669,103	(669,103)	412,262
Payments for special education programs - tuition				
Other objects	2,133,000	950,717	1,182,283	1,469,640
Total	2,133,000	950,717	1,182,283	1,469,640
Total payments to other districts and governmental units	2,133,000	1,619,820	513,180	1,881,902
Total expenditures	87,784,217	83,940,966	3,843,251	77,962,483
Excess (deficiency) of revenues over expenditures	3,174,500	2,663,093	(511,407)	4,862,742
Other financing sources (uses)				
Permanent transfer from working cash accounts -abatement	-	-	-	(2,000,000)
Transfer to operations and maintenance fund	-	-	-	(5,867,388)
Transfer for principal on leases	-	(150,338)	(150,338)	-
Transfer for interest on leases	-	(38,492)	(38,492)	-
Total other financing sources (uses)	-	(188,830)	(188,830)	(7,867,388)
Net change in fund balance	<u>\$ 3,174,500</u>	2,474,263	<u>\$ (700,237)</u>	(3,004,646)
Fund balance, beginning of year		40,224,141		43,228,787
Fund balance, end of year		<u>\$ 42,698,404</u>		<u>\$ 40,224,141</u>

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112**OPERATIONS AND MAINTENANCE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2022
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	2021 ACTUAL
Revenues				
Local sources				
General levy	\$ 12,990,222	\$ 12,948,858	\$ (41,364)	\$ 12,737,776
Corporate personal property replacement taxes	106,221	219,552	113,331	101,541
Investment income	29,813	32,696	2,883	72,880
Rentals	10,000	15,921	5,921	44,892
Impact fees from municipal or county governments	50,000	336,372	286,372	22,200
Other	150,000	-	(150,000)	188,434
Total local sources	13,336,256	13,553,399	217,143	13,167,723
Federal sources				
Other restricted revenue from federal sources	-	1,007,375	1,007,375	-
Total federal sources	-	1,007,375	1,007,375	-
Total revenues	13,336,256	14,560,774	1,224,518	13,167,723
Expenditures				
Support services				
Business				
Operation and maintenance of plant services				
Salaries	1,074,402	1,256,231	(181,829)	1,241,492
Employee benefits	8,500	166,082	(157,582)	167,828
Purchased services	5,842,900	3,933,932	1,908,968	5,317,322
Supplies and materials	1,062,000	1,409,071	(347,071)	1,706,488
Capital outlay	4,195,488	4,503,642	(308,154)	2,684,690
Other objects	-	-	-	39
Total	12,183,290	11,268,958	914,332	11,117,859
Total business	12,183,290	11,268,958	914,332	11,117,859
Total support services	12,183,290	11,268,958	914,332	11,117,859
Total expenditures	12,183,290	11,268,958	914,332	11,117,859
Excess (deficiency) of revenues over expenditures	1,152,966	3,291,816	2,138,850	2,049,864

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112

OPERATIONS AND MAINTENANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	2021 ACTUAL
Other financing sources (uses)				
Transfer among funds	\$ -	\$ -	\$ -	\$ 5,867,388
Lease proceeds	-	508,625	508,625	-
Transfer for principal on leases	-	(210,745)	(210,745)	-
Transfer for interest on leases	-	(27,595)	(27,595)	-
Transfer to pay principal on revenue bonds	(1,900,000)	(1,900,000)	-	(1,810,000)
Transfer to pay interest on revenue bonds	(1,966,888)	(1,966,888)	-	(2,057,388)
Transfer to capital projects fund	-	-	-	(5,000,000)
Total other financing sources (uses)	(3,866,888)	(3,596,603)	270,285	(3,000,000)
Net change in fund balance	<u>\$ (2,713,922)</u>	(304,787)	<u>\$ 2,409,135</u>	(950,136)
Fund balance, beginning of year		5,116,238		6,066,374
Fund balance, end of year		<u>\$ 4,811,451</u>		<u>\$ 5,116,238</u>

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112
TRANSPORTATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 3,830,769	\$ 3,818,571	\$ (12,198)	\$ 2,939,505
Corporate personal property replacement taxes	169,954	351,286	181,332	162,468
Regular transportation fees from pupils or parents	16,000	20,916	4,916	11,756
Investment income	<u>22,962</u>	<u>23,449</u>	<u>487</u>	<u>37,546</u>
Total local sources	<u>4,039,685</u>	<u>4,214,222</u>	<u>174,537</u>	<u>3,151,275</u>
State sources				
Transportation - regular/vocational	258,714	579,442	320,728	804,566
Transportation - special education	<u>392,825</u>	<u>484,969</u>	<u>92,144</u>	<u>1,044,039</u>
Total state sources	<u>651,539</u>	<u>1,064,411</u>	<u>412,872</u>	<u>1,848,605</u>
Federal sources				
Other restricted revenue from federal sources	<u>-</u>	<u>11,000</u>	<u>11,000</u>	<u>-</u>
Total federal sources	<u>-</u>	<u>11,000</u>	<u>11,000</u>	<u>-</u>
Total revenues	<u>4,691,224</u>	<u>5,289,633</u>	<u>598,409</u>	<u>4,999,880</u>
Expenditures				
Support Services				
Business				
Pupil transportation services				
Salaries	83,979	85,479	(1,500)	81,931
Employee benefits	4,149	16,346	(12,197)	13,689
Purchased services	4,532,251	4,448,806	83,445	3,275,000
Supplies and materials	<u>25,000</u>	<u>4,111</u>	<u>20,889</u>	<u>5,338</u>
Total	<u>4,645,379</u>	<u>4,554,742</u>	<u>90,637</u>	<u>3,375,958</u>
Total business	<u>4,645,379</u>	<u>4,554,742</u>	<u>90,637</u>	<u>3,375,958</u>
Total support services	<u>4,645,379</u>	<u>4,554,742</u>	<u>90,637</u>	<u>3,375,958</u>
Total expenditures	<u>4,645,379</u>	<u>4,554,742</u>	<u>90,637</u>	<u>3,375,958</u>
Net change in fund balance	<u>\$ 45,845</u>	734,891	<u>\$ 689,046</u>	1,623,922
Fund balance, beginning of year		4,614,817		2,990,895
Fund balance, end of year		<u>\$ 5,349,708</u>		<u>\$ 4,614,817</u>

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2022
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 99,505	\$ 99,188	\$ (317)	\$ 97,979
Social security/Medicare only levy	99,505	99,188	(317)	97,979
Corporate personal property replacement taxes	786,035	1,624,698	838,663	751,416
Investment income	<u>11,822</u>	<u>10,420</u>	<u>(1,402)</u>	<u>25,448</u>
Total local sources	<u>996,867</u>	<u>1,833,494</u>	<u>836,627</u>	<u>972,822</u>
Federal sources				
Other restricted revenue from federal sources	<u>-</u>	<u>7,476</u>	<u>7,476</u>	<u>-</u>
Total federal sources	<u>-</u>	<u>7,476</u>	<u>7,476</u>	<u>-</u>
Total revenues	<u>996,867</u>	<u>1,840,970</u>	<u>844,103</u>	<u>972,822</u>
Expenditures				
Instruction				
Regular programs	239,025	323,776	(84,751)	271,546
Pre-K programs	-	24,615	(24,615)	43,271
Special education programs	292,034	224,376	67,658	247,575
Special education programs Pre-K	-	25,261	(25,261)	880
Remedial and supplemental programs K-12	8,301	12,287	(3,986)	11,642
Remedial and supplemental programs Pre-K	-	889	(889)	-
Summer school programs	3,876	5,055	(1,179)	3,949
Gifted programs	10,543	9,329	1,214	4,990
Bilingual programs	<u>65,471</u>	<u>69,749</u>	<u>(4,278)</u>	<u>79,663</u>
Total instruction	<u>619,250</u>	<u>695,337</u>	<u>(76,087)</u>	<u>663,516</u>
Support services				
Pupils				
Guidance services	16,508	19,070	(2,562)	17,552
Health services	107,182	65,655	41,527	78,568
Psychological services	12,817	11,928	889	11,274
Speech pathology and audiology services	22,021	22,139	(118)	15,017
Other support services - pupils	<u>8,368</u>	<u>5,093</u>	<u>3,275</u>	<u>5,006</u>
Total pupils	<u>166,896</u>	<u>123,885</u>	<u>43,011</u>	<u>127,417</u>
Instructional staff				
Improvement of instructional staff	21,890	19,068	2,822	20,140
Educational media services	<u>111,460</u>	<u>100,161</u>	<u>11,299</u>	<u>97,841</u>
Total instructional staff	<u>133,350</u>	<u>119,229</u>	<u>14,121</u>	<u>117,981</u>

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
General administration				
Executive administration services	\$ 29,299	\$ 25,971	\$ 3,328	\$ 26,478
Total general administration	29,299	25,971	3,328	26,478
School administration				
Office of the principal services	118,480	132,996	(14,516)	138,167
Total school administration	118,480	132,996	(14,516)	138,167
Business				
Direction of business support services	66,016	55,303	10,713	77,594
Fiscal services	56,722	40,025	16,697	44,256
Operations and maintenance of plant services	232,970	212,414	20,556	209,049
Pupil transportation services	15,888	15,792	96	16,319
Internal services	15	-	15	-
Total business	371,611	323,534	48,077	347,218
Central				
Information services	16,305	17,262	(957)	18,155
Staff services	38,890	36,793	2,097	37,571
Total central	55,195	54,055	1,140	55,726
Other supporting services	2,358	46	2,312	49
Total support services	877,189	779,716	97,473	813,036
Community services	1,200	10,590	(9,390)	3,441
Total expenditures	1,497,639	1,485,643	11,996	1,479,993
Net change in fund balance	<u>\$ (500,772)</u>	355,327	<u>\$ 856,099</u>	(507,171)
Fund balance, beginning of year		3,341,103		3,848,274
Fund balance, end of year		<u>\$ 3,696,430</u>		<u>\$ 3,341,103</u>

See Auditors' Report and Notes to Required Supplementary Information

NORTH SHORE SCHOOL DISTRICT 112
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
AS OF AND FOR THE YEAR ENDED JUNE 30, 2022

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

The budgeted amounts for the Governmental Funds are adopted on the modified accrual basis, which is consistent with accounting principles generally accepted in the United States of America.

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

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30, the budget is legally adopted through passage of an resolution. By the last Tuesday in December, a tax levy resolution is filed with the county clerk to obtain tax revenues.
4. 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 any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. All budget appropriations lapse at the end of the fiscal year.

The budget amounts shown in the financial statements are as originally adopted because there were no amendments during the past fiscal year.

NORTH SHORE SCHOOL DISTRICT 112

DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
Investment income	\$ 343	\$ 3,207	\$ 2,864	\$ 13,662
Total local sources	343	3,207	2,864	13,662
Total revenues	343	3,207	2,864	13,662
Expenditures				
Debt services				
Payments on long term debt				
Interest on long term debt	1,966,888	2,032,975	(66,087)	2,057,388
Principal payments on long term debt	1,900,000	2,261,083	(361,083)	1,810,000
Total	3,866,888	4,294,058	(427,170)	3,867,388
Other debt service				
Purchased services	-	475	(475)	475
Total	-	475	(475)	475
Total debt services	3,866,888	4,294,533	(427,645)	3,867,863
Total expenditures	3,866,888	4,294,533	(427,645)	3,867,863
Excess (deficiency) of revenues over expenditures	(3,866,545)	(4,291,326)	(424,781)	(3,854,201)
Other financing sources (uses)				
Transfer for principal on leases	-	361,083	361,083	-
Transfer for interest on leases	-	66,087	66,087	-
Transfer to pay principal on revenue bonds	1,900,000	1,900,000	-	1,810,000
Transfer to pay interest on revenue bonds	1,966,888	1,966,888	-	2,057,388
Total other financing sources (uses)	3,866,888	4,294,058	427,170	3,867,388
Net change in fund balance	\$ 343	2,732	\$ 2,389	13,187
Fund balance, beginning of year		75,125		61,938
Fund balance, end of year		\$ 77,857		\$ 75,125

NORTH SHORE SCHOOL DISTRICT 112

CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
Investment income	\$ 224,475	\$ 295,346	\$ 70,871	\$ 638,766
Unrealized gain/(loss) on investments	-	(291,127)	(291,127)	-
Total local sources	224,475	4,219	(220,256)	638,766
Total revenues	224,475	4,219	(220,256)	638,766
Expenditures				
Support services				
Business				
Facilities acquisition and construction service				
Supplies and materials	-	-	-	120
Capital outlay	24,069,123	22,738,246	1,330,877	21,401,753
Total	24,069,123	22,738,246	1,330,877	21,401,873
Total business	24,069,123	22,738,246	1,330,877	21,401,873
Total support services	24,069,123	22,738,246	1,330,877	21,401,873
Total expenditures	24,069,123	22,738,246	1,330,877	21,401,873
Excess (deficiency) of revenues over expenditures	(23,844,648)	(22,734,027)	1,110,621	(20,763,107)
Other financing sources (uses)				
Permanent transfer from working cash account - abatement	-	-	-	2,000,000
Transfer from operations and maintenance fund	-	-	-	5,000,000
Total other financing sources (uses)	-	-	-	7,000,000
Net change in fund balance	\$ (23,844,648)	(22,734,027)	\$ 1,110,621	(13,763,107)
Fund balance, beginning of year		33,152,456		46,915,563
Fund balance, end of year		\$ 10,418,429		\$ 33,152,456

NORTH SHORE SCHOOL DISTRICT 112**GENERAL FUND**

COMBINING BALANCE SHEET

AS OF JUNE 30, 2022

	EDUCATIONAL ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Assets			
Cash and investments	\$ 72,328,795	\$ 3,066,600	\$ 75,395,395
Student activity cash	203,349	-	203,349
Receivables:			
Property taxes	36,454,287	118,043	36,572,330
Intergovernmental	1,659,354	-	1,659,354
Accounts	12,423	-	12,423
Prepaid items	47,699	-	47,699
Total assets	<u>\$ 110,705,907</u>	<u>\$ 3,184,643</u>	<u>\$ 113,890,550</u>
Liabilities, deferred inflows of resources, and fund balance			
Liabilities			
Accounts payable	\$ 526,174	\$ -	\$ 526,174
Salaries and wages payable	4,445,930	-	4,445,930
Other current liabilities	2,939	-	2,939
Payroll deductions payable	36,300	-	36,300
Unearned student fees	358,440	-	358,440
Student activity liabilities	3,264	-	3,264
Total liabilities	<u>5,373,047</u>	<u>-</u>	<u>5,373,047</u>
Deferred inflows of resources			
Property taxes levied for a future period	65,581,771	212,361	65,794,132
Unavailable state and federal aid receivable	24,967	-	24,967
Total deferred inflows of resources	<u>65,606,738</u>	<u>212,361</u>	<u>65,819,099</u>
Fund balance			
Nonspendable	47,699	-	47,699
Assigned	200,085	-	200,085
Unassigned	39,478,338	2,972,282	42,450,620
Total fund balance	<u>39,726,122</u>	<u>2,972,282</u>	<u>42,698,404</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 110,705,907</u>	<u>\$ 3,184,643</u>	<u>\$ 113,890,550</u>

NORTH SHORE SCHOOL DISTRICT 112

GENERAL FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2022

	EDUCATIONAL ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Revenues			
Property taxes	\$ 57,992,423	\$ 4,968	\$ 57,997,391
State aid	23,518,343	-	23,518,343
Federal aid	4,819,528	-	4,819,528
Investment income	208,376	769	209,145
Unrealized gain/(loss) on investments	(917,593)	-	(917,593)
Student activities	110,370	-	110,370
Other	866,875	-	866,875
Total revenues	<u>86,598,322</u>	<u>5,737</u>	<u>86,604,059</u>
Expenditures			
Current:			
Instruction:			
Regular programs	26,409,960	-	26,409,960
Special programs	8,282,545	-	8,282,545
Other instructional programs	5,334,764	-	5,334,764
Student activities	136,038	-	136,038
State retirement contributions	19,973,007	-	19,973,007
Support Services:			
Pupils	5,413,151	-	5,413,151
Instructional staff	6,261,166	-	6,261,166
General administration	1,881,979	-	1,881,979
School administration	3,289,576	-	3,289,576
Business	1,861,088	-	1,861,088
Operations and maintenance	4,872	-	4,872
Central	1,246,710	-	1,246,710
Other supporting services	2,170	-	2,170
Community services	85,155	-	85,155
Payments to other districts and gov't units	1,619,820	-	1,619,820
Capital outlay	2,138,965	-	2,138,965
Total expenditures	<u>83,940,966</u>	<u>-</u>	<u>83,940,966</u>
Excess (deficiency) of revenues over expenditures	<u>2,657,356</u>	<u>5,737</u>	<u>2,663,093</u>
Other financing sources (uses)			
Transfers (out)	(188,830)	-	(188,830)
Total other financing sources (uses)	<u>(188,830)</u>	<u>-</u>	<u>(188,830)</u>
Net change in fund balance	2,468,526	5,737	2,474,263
Fund balance, beginning of year	<u>37,257,596</u>	<u>2,966,545</u>	<u>40,224,141</u>
Fund balance, end of year	<u>\$ 39,726,122</u>	<u>\$ 2,972,282</u>	<u>\$ 42,698,404</u>

NORTH SHORE SCHOOL DISTRICT 112

EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 57,481,166	\$ 57,298,129	\$ (183,037)	\$ 56,457,743
Special education levy	696,512	694,294	(2,218)	685,886
Investment income (loss)	175,257	208,376	33,119	(19,511)
Unrealized gain/(loss) on investments	-	(917,593)	(917,593)	-
Sales to pupils - lunch	30,000	12,120	(17,880)	-
Student activities	-	110,370	110,370	49,659
Contributions and donations from private sources	-	365	365	1,000
Refund of prior years' expenditures	28,000	52,213	24,213	62,045
Proceeds from vendor contracts	25,000	29,373	4,373	-
Other local fees	315,000	673,692	358,692	578,172
Other	53,000	99,112	46,112	53,506
Total local sources	<u>58,803,935</u>	<u>58,260,451</u>	<u>(543,484)</u>	<u>57,868,500</u>
State sources				
Evidence based funding	3,365,701	3,369,558	3,857	3,365,702
Special education - private facility tuition	21,741	112,300	90,559	21,742
Special education - orphanage - individual	11,405	48,601	37,196	33,130
Special education - orphanage - summer	-	-	-	431
State free lunch & breakfast	2,637	8,251	5,614	9,173
Other restricted revenue from state sources	-	6,626	6,626	-
On behalf payment to TRS from the state	<u>25,000,000</u>	<u>19,973,007</u>	<u>(5,026,993)</u>	<u>17,469,491</u>
Total state sources	<u>28,401,484</u>	<u>23,518,343</u>	<u>(4,883,141)</u>	<u>20,899,669</u>
Federal sources				
Federal impact aid	290,000	373,763	83,763	345,490
National school lunch program	102,704	587,569	484,865	314,337
Special milk program	15,000	8,064	(6,936)	-
School breakfast program	59,274	205,918	146,644	162,721
Food service - other	-	65,755	65,755	46,624
Title I - Low income	337,035	404,015	66,980	439,178
Federal - special education - preschool flow-through	19,945	58,658	38,713	32,153
Federal - special education - IDEA - flow-through/low incident	763,131	1,009,572	246,441	868,338
Federal - special education - IDEA - room & board	-	1,376	1,376	31,120
Title III - English language acquisition	70,000	70,111	111	13,102
Title II - Teacher quality	95,488	110,300	14,812	82,686
Medicaid matching funds - administrative outreach	23,000	20,564	(2,436)	76,780
Medicaid matching funds - fee-for-service program	30,000	89,832	59,832	122,076
Other restricted revenue from federal sources	<u>1,942,157</u>	<u>1,814,031</u>	<u>(128,126)</u>	<u>1,517,272</u>
Total federal sources	<u>3,747,734</u>	<u>4,819,528</u>	<u>1,071,794</u>	<u>4,051,877</u>
Total revenues	<u>90,953,153</u>	<u>86,598,322</u>	<u>(4,354,831)</u>	<u>82,820,046</u>

NORTH SHORE SCHOOL DISTRICT 112

EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	2021 ACTUAL
Expenditures				
Instruction				
Regular programs				
Salaries	\$ 20,934,898	\$ 21,600,973	\$ (666,075)	\$ 18,875,351
Employee benefits	6,513,478	3,415,027	3,098,451	3,052,185
On-behalf payments to TRS from the state	25,000,000	19,973,007	5,026,993	17,469,491
Purchased services	586,100	909,465	(323,365)	268,063
Supplies and materials	397,773	484,495	(86,722)	304,894
Capital outlay	107,500	100,026	7,474	35,328
Total	53,539,749	46,482,993	7,056,756	40,005,312
Pre-K programs				
Salaries	-	618,111	(618,111)	756,711
Employee benefits	-	20,460	(20,460)	29,268
Purchased services	6,000	-	6,000	1,599
Supplies and materials	47,000	74,766	(27,766)	55,133
Capital outlay	50,000	44,612	5,388	-
Total	103,000	757,949	(654,949)	842,711
Special education programs				
Salaries	5,790,299	4,719,876	1,070,423	5,291,298
Employee benefits	59,286	898,834	(839,548)	817,580
Purchased services	390,600	331,330	59,270	220,744
Supplies and materials	215,000	102,365	112,635	214,873
Capital outlay	12,000	6,475	5,525	65,753
Other objects	600	1,290	(690)	828
Total	6,467,785	6,060,170	407,615	6,611,076
Special education programs Pre-K				
Salaries	10,907	506,653	(495,746)	60,609
Employee benefits	-	5,913	(5,913)	2,119
Supplies and materials	-	-	-	24,807
Total	10,907	512,566	(501,659)	87,535
Remedial and supplemental programs K - 12				
Salaries	947,036	905,966	41,070	849,627
Employee benefits	9,037	154,365	(145,328)	129,698
Total	956,073	1,060,331	(104,258)	979,325
Remedial and supplemental programs Pre - K				
Salaries	-	8,260	(8,260)	-
Employee benefits	-	27	(27)	7,576
Total	-	8,287	(8,287)	7,576

NORTH SHORE SCHOOL DISTRICT 112

EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Summer school programs				
Salaries	\$ 58,070	\$ 165,521	\$ (107,451)	\$ 132,477
Employee benefits	<u>12,706</u>	<u>15,300</u>	<u>(2,594)</u>	<u>23,073</u>
Total	<u>70,776</u>	<u>180,821</u>	<u>(110,045)</u>	<u>155,550</u>
Gifted programs				
Salaries	732,694	658,660	74,034	356,710
Employee benefits	<u>30,324</u>	<u>115,796</u>	<u>(85,472)</u>	<u>92,429</u>
Total	<u>763,018</u>	<u>774,456</u>	<u>(11,438)</u>	<u>449,139</u>
Bilingual programs				
Salaries	3,564,093	3,097,861	466,232	4,027,798
Employee benefits	<u>36,748</u>	<u>560,002</u>	<u>(523,254)</u>	<u>582,028</u>
Total	<u>3,600,841</u>	<u>3,657,863</u>	<u>(57,022)</u>	<u>4,609,826</u>
Special education programs K -12 - private tuition				
Other objects	<u>600,000</u>	<u>655,953</u>	<u>(55,953)</u>	<u>449,743</u>
Total	<u>600,000</u>	<u>655,953</u>	<u>(55,953)</u>	<u>449,743</u>
Student activities				
Other objects	<u>-</u>	<u>136,038</u>	<u>(136,038)</u>	<u>36,119</u>
Total	<u>-</u>	<u>136,038</u>	<u>(136,038)</u>	<u>36,119</u>
Total instruction	<u>66,112,149</u>	<u>60,287,427</u>	<u>5,824,722</u>	<u>54,233,912</u>
Support services				
Pupils				
Guidance services				
Salaries	1,302,814	1,390,948	(88,134)	1,282,614
Employee benefits	<u>17,129</u>	<u>208,451</u>	<u>(191,322)</u>	<u>175,041</u>
Total	<u>1,319,943</u>	<u>1,599,399</u>	<u>(279,456)</u>	<u>1,457,655</u>
Health services				
Salaries	489,762	490,113	(351)	509,582
Employee benefits	1,072	72,845	(71,773)	78,639
Purchased services	71,500	15,234	56,266	13,250
Supplies and materials	5,000	10,057	(5,057)	1,421
Capital outlay	<u>5,000</u>	<u>54,234</u>	<u>(49,234)</u>	<u>3,104</u>
Total	<u>572,334</u>	<u>642,483</u>	<u>(70,149)</u>	<u>605,996</u>

NORTH SHORE SCHOOL DISTRICT 112

EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Psychological services				
Salaries	\$ 894,501	\$ 831,484	\$ 63,017	\$ 789,895
Employee benefits	12,390	141,605	(129,215)	131,779
Purchased services	5,000	15,230	(10,230)	-
Supplies and materials	8,000	13,952	(5,952)	7,484
Total	919,891	1,002,271	(82,380)	929,158
Speech pathology and audiology services				
Salaries	1,429,248	1,580,332	(151,084)	1,388,901
Employee benefits	21,846	229,403	(207,557)	206,939
Purchased services	1,000	-	1,000	-
Supplies and materials	2,000	3,509	(1,509)	4,621
Total	1,454,094	1,813,244	(359,150)	1,600,461
Other support services - pupils				
Salaries	335,351	331,801	3,550	319,806
Employee benefits	38,423	78,187	(39,764)	119,413
Total	373,774	409,988	(36,214)	439,219
Total pupils	4,640,036	5,467,385	(827,349)	5,032,489
Instructional staff				
Improvement of instructional services				
Salaries	652,077	644,598	7,479	694,108
Employee benefits	238,078	350,724	(112,646)	391,006
Purchased services	1,222,888	948,776	274,112	816,324
Supplies and materials	1,103,635	993,265	110,370	937,590
Capital outlay	-	-	-	47,326
Total	3,216,678	2,937,363	279,315	2,886,354
Educational media services				
Salaries	1,345,350	1,293,608	51,742	1,200,056
Employee benefits	40,701	212,020	(171,319)	195,219
Purchased services	1,309,500	1,667,160	(357,660)	1,176,461
Supplies and materials	429,000	150,050	278,950	449,074
Capital outlay	1,023,000	1,918,093	(895,093)	2,896,275
Other objects	1,500	965	535	965
Total	4,149,051	5,241,896	(1,092,845)	5,918,050
Total instructional staff	7,365,729	8,179,259	(813,530)	8,804,404

NORTH SHORE SCHOOL DISTRICT 112

EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
General administration				
Board of education services				
Employee benefits	\$ -	\$ 8,598	\$ (8,598)	\$ -
Purchased services	894,000	691,440	202,560	598,346
Supplies and materials	8,000	989	7,011	8,043
Other objects	<u>30,000</u>	<u>13,777</u>	<u>16,223</u>	<u>30,505</u>
Total	<u>932,000</u>	<u>714,804</u>	<u>217,196</u>	<u>636,894</u>
Executive administration services				
Salaries	443,940	447,660	(3,720)	448,250
Employee benefits	163,463	169,777	(6,314)	181,567
Purchased services	12,000	3,241	8,759	59,045
Supplies and materials	2,000	459	1,541	658
Capital outlay	-	1,968	(1,968)	-
Other objects	<u>11,000</u>	<u>8,352</u>	<u>2,648</u>	<u>7,440</u>
Total	<u>632,403</u>	<u>631,457</u>	<u>946</u>	<u>696,960</u>
Tort immunity services				
Purchased services	<u>576,933</u>	<u>537,686</u>	<u>39,247</u>	<u>599,638</u>
Total	<u>576,933</u>	<u>537,686</u>	<u>39,247</u>	<u>599,638</u>
Total general administration	<u>2,141,336</u>	<u>1,883,947</u>	<u>257,389</u>	<u>1,933,492</u>
School administration				
Office of the principal services				
Salaries	2,595,957	2,706,889	(110,932)	2,635,646
Employee benefits	276,728	574,581	(297,853)	506,389
Purchased services	<u>16,150</u>	<u>8,106</u>	<u>8,044</u>	<u>6,665</u>
Total	<u>2,888,835</u>	<u>3,289,576</u>	<u>(400,741)</u>	<u>3,148,700</u>
Total school administration	<u>2,888,835</u>	<u>3,289,576</u>	<u>(400,741)</u>	<u>3,148,700</u>
Business				
Direction of business support services				
Salaries	451,271	510,979	(59,708)	474,374
Employee benefits	25,274	77,214	(51,940)	107,363
Purchased services	-	-	-	10,974
Other objects	<u>-</u>	<u>-</u>	<u>-</u>	<u>(100)</u>
Total	<u>476,545</u>	<u>588,193</u>	<u>(111,648)</u>	<u>592,611</u>

NORTH SHORE SCHOOL DISTRICT 112

EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Fiscal services				
Salaries	\$ 266,199	\$ 222,905	\$ 43,294	\$ 223,595
Employee benefits	19,139	51,130	(31,991)	49,883
Purchased services	80,500	127,936	(47,436)	113,044
Supplies and materials	5,000	9,399	(4,399)	7,646
Capital outlay	-	692	(692)	-
Other objects	<u>54,500</u>	<u>43,356</u>	<u>11,144</u>	<u>71,349</u>
Total	<u>425,338</u>	<u>455,418</u>	<u>(30,080)</u>	<u>465,517</u>
Operation and maintenance of plant services				
Purchased services	-	4,872	(4,872)	7,542
Supplies and materials	<u>-</u>	<u>-</u>	<u>-</u>	<u>190</u>
Total	<u>-</u>	<u>4,872</u>	<u>(4,872)</u>	<u>7,732</u>
Food services				
Purchased services	575,000	747,775	(172,775)	653,253
Supplies and materials	-	65,755	(65,755)	46,624
Other objects	<u>-</u>	<u>695</u>	<u>(695)</u>	<u>-</u>
Total	<u>575,000</u>	<u>814,225</u>	<u>(239,225)</u>	<u>699,877</u>
Internal services				
Salaries	113	-	113	-
Employee benefits	-	16	(16)	126
Supplies and materials	<u>3,000</u>	<u>3,928</u>	<u>(928)</u>	<u>3,820</u>
Total	<u>3,113</u>	<u>3,944</u>	<u>(831)</u>	<u>3,946</u>
Total business	<u>1,479,996</u>	<u>1,866,652</u>	<u>(386,656)</u>	<u>1,769,683</u>
Central				
Direction of central support services				
Employee benefits	<u>-</u>	<u>(7,944)</u>	<u>7,944</u>	<u>123,323</u>
Total	<u>-</u>	<u>(7,944)</u>	<u>7,944</u>	<u>123,323</u>
Information services				
Salaries	87,838	90,034	(2,196)	87,838
Employee benefits	7,256	20,592	(13,336)	18,052
Purchased services	122,000	200,324	(78,324)	67,767
Supplies and materials	400	7,202	(6,802)	8,532
Capital outlay	10,000	12,865	(2,865)	3,395
Other objects	<u>-</u>	<u>17,422</u>	<u>(17,422)</u>	<u>4,108</u>
Total	<u>227,494</u>	<u>348,439</u>	<u>(120,945)</u>	<u>189,692</u>

NORTH SHORE SCHOOL DISTRICT 112

EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Staff services				
Salaries	\$ 545,959	\$ 575,042	\$ (29,083)	\$ 541,693
Employee benefits	35,967	126,554	(90,587)	105,349
Purchased services	193,100	108,310	84,790	126,459
Supplies and materials	15,000	9,801	5,199	35,465
Other objects	<u>500</u>	<u>207</u>	<u>293</u>	<u>1,001</u>
Total	<u>790,526</u>	<u>819,914</u>	<u>(29,388)</u>	<u>809,967</u>
Data processing services				
Purchased services	<u>-</u>	<u>99,166</u>	<u>(99,166)</u>	<u>-</u>
Total	<u>-</u>	<u>99,166</u>	<u>(99,166)</u>	<u>-</u>
Total central	<u>1,018,020</u>	<u>1,259,575</u>	<u>(241,555)</u>	<u>1,122,982</u>
Other supporting services				
Salaries	5,116	915	4,201	284
Employee benefits	-	751	(751)	1,804
Supplies and materials	<u>-</u>	<u>504</u>	<u>(504)</u>	<u>349</u>
Total	<u>5,116</u>	<u>2,170</u>	<u>2,946</u>	<u>2,437</u>
Total support services	<u>19,539,068</u>	<u>21,948,564</u>	<u>(2,409,496)</u>	<u>21,814,187</u>
Community services				
Salaries	-	65,476	(65,476)	18,663
Employee benefits	-	854	(854)	168
Purchased services	-	4,563	(4,563)	7,518
Supplies and materials	<u>-</u>	<u>14,262</u>	<u>(14,262)</u>	<u>6,133</u>
Total community services	<u>-</u>	<u>85,155</u>	<u>(85,155)</u>	<u>32,482</u>
Payments to other districts and governmental units				
Payments for special education programs				
Purchased services	<u>-</u>	<u>669,103</u>	<u>(669,103)</u>	<u>412,262</u>
Total	<u>-</u>	<u>669,103</u>	<u>(669,103)</u>	<u>412,262</u>
Payments for special education programs - tuition				
Other objects	<u>2,133,000</u>	<u>950,717</u>	<u>1,182,283</u>	<u>1,469,640</u>
Total	<u>2,133,000</u>	<u>950,717</u>	<u>1,182,283</u>	<u>1,469,640</u>
Total payments to other districts and governmental units	<u>2,133,000</u>	<u>1,619,820</u>	<u>513,180</u>	<u>1,881,902</u>
Total expenditures	<u>87,784,217</u>	<u>83,940,966</u>	<u>3,843,251</u>	<u>77,962,483</u>
Excess (deficiency) of revenues over expenditures	<u>3,168,936</u>	<u>2,657,356</u>	<u>(511,580)</u>	<u>4,857,563</u>

NORTH SHORE SCHOOL DISTRICT 112**EDUCATIONAL ACCOUNTS****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021**

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Other financing sources (uses)				
Transfer to operations and maintenance fund	\$ -	\$ -	\$ -	\$ (5,867,388)
Transfer for principal on leases	-	(150,338)	(150,338)	-
Transfer for interest on leases	-	(38,492)	(38,492)	-
Total other financing sources (uses)	-	(188,830)	(188,830)	(5,867,388)
Net change in fund balance	<u>\$ 3,168,936</u>	2,468,526	<u>\$ (700,410)</u>	(1,009,825)
Fund balance, beginning of year		<u>37,257,596</u>		<u>38,267,421</u>
Fund balance, end of year		<u>\$ 39,726,122</u>		<u>\$ 37,257,596</u>

NORTH SHORE SCHOOL DISTRICT 112

WORKING CASH ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2022
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2021

	2022			2021
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
General levy	\$ 4,984	\$ 4,968	\$ (16)	\$ 4,925
Investment income	<u>580</u>	<u>769</u>	<u>189</u>	<u>254</u>
Total local sources	<u>5,564</u>	<u>5,737</u>	<u>173</u>	<u>5,179</u>
Total revenues	<u>5,564</u>	<u>5,737</u>	<u>173</u>	<u>5,179</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>5,564</u>	<u>5,737</u>	<u>173</u>	<u>5,179</u>
Other financing sources (uses)				
Permanent transfer from working cash accounts - abatement	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,000,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,000,000)</u>
Net change in fund balance	<u>\$ 5,564</u>	<u>5,737</u>	<u>\$ 173</u>	<u>(1,994,821)</u>
Fund balance, beginning of year		<u>2,966,545</u>		<u>4,961,366</u>
Fund balance, end of year		<u>\$ 2,972,282</u>		<u>\$ 2,966,545</u>

Statistical Section

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

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Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	83 - 94
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	95 - 98
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	99 - 102
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	103 - 106
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NORTH SHORE SCHOOL DISTRICT 112

Net Position by Component
Last Ten Fiscal Years

	Fiscal Year			
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Governmental Activities:				
Net investment in capital assets	\$ 95,795,290	\$85,571,450	\$82,112,891	\$80,246,759
Restricted				
Operations and maintenance	1,359,847	2,269,175	3,649,258	4,305,936
Student transportation	3,617,664	3,278,424	1,866,272	1,570,837
Retirement benefits	9,249,784	4,722,681	793,175	990,281
Capital projects	-	-	-	-
Tort immunity	-	-	-	-
Debt service	33,708	33,708	33,708	33,708
Unrestricted (deficit)	<u>330,670</u>	<u>3,701,045</u>	<u>3,530,358</u>	<u>(6,477,011)</u>
Total net position	<u>\$ 110,386,963</u>	<u>\$99,576,483</u>	<u>\$91,985,662</u>	<u>\$80,670,510</u>

Note: Due to the implementation of GASB Statement No. 63 during fiscal year ended June 30, 2013, the District is now required to report net assets as net position.

* Net Position by component adjusted in 2013 due to restatement identified during fiscal year 2014 audit. Prior years not restated.

**Net Position restated due to GASB Statement No. 68 implementation as of June 30, 2014. Prior years not restated.

***Net Position restated due to GASB Statement No. 75 implementation as of June 30, 2017. Prior years not restated.

Fiscal Year					
<u>2018***</u>	<u>2017</u>	<u>2016</u>	<u>2015**</u>	<u>2014</u>	<u>2013*</u>
\$77,225,869	\$70,739,137	\$67,998,467	\$68,680,537	\$64,808,837	\$63,122,681
1,901,116	1,334,784	1,707,408	1,729,994	4,147,494	4,071,621
1,655,424	2,188,423	1,903,340	1,802,912	1,346,866	-
991,833	1,409,808	1,164,837	1,813,653	1,942,691	1,592,970
-	-	1,536,694	80,089	1,547,521	154,394
-	-	-	-	203,055	625,757
33,708	33,708	2,406	2,406	643,106	2,137,013
<u>(8,954,459)</u>	<u>38,806,684</u>	<u>33,160,795</u>	<u>26,277,098</u>	<u>25,903,146</u>	<u>21,540,113</u>
<u>\$72,853,491</u>	<u>\$114,512,544</u>	<u>\$107,473,947</u>	<u>\$100,386,689</u>	<u>\$100,542,716</u>	<u>\$93,244,549</u>

NORTH SHORE SCHOOL DISTRICT 112

Changes in Net Position
Last Ten Fiscal Years

	Fiscal Year				
	2022	2021	2020	2019	2018
Expenses					
Governmental Activities:					
Instruction					
Regular Programs	\$ 31,457,281	\$ 22,949,415	\$ 23,337,480	\$ 22,715,295	\$ 23,867,323
Special Programs	7,925,350	10,803,370	10,229,019	9,461,508	9,998,574
Other Programs	3,734,773	6,092,880	6,051,864	6,356,340	6,802,804
Student activities	136,038	36,119	-	-	-
State On-behalf Contributions to TRS	17,596,864	31,754,171	29,350,056	28,230,342	27,575,120
Support services					
Pupils	6,002,713	5,148,808	5,474,390	5,163,931	7,220,973
Instructional Staff	6,707,286	6,963,538	6,028,086	6,490,806	7,226,009
District Administration	1,091,632	2,660,867	2,173,984	2,045,035	1,431,123
School Administration	1,243,559	3,509,193	3,207,865	3,612,142	4,025,350
Business	1,754,161	1,683,042	1,698,450	1,690,192	1,523,766
Transportation	4,527,732	3,358,881	4,020,805	3,597,466	3,339,234
Operations and Maintenance	9,594,137	11,205,139	8,978,220	10,433,070	8,354,742
Central	1,468,224	1,087,887	1,110,769	1,201,309	1,228,281
Other Supporting Services	2,128	2,620	9,884	11,003	33,994
Community Services	119,395	6,360	7,526	187,741	33,773
Payments to other Districts and Government Units- excluding Special Education	-	-	37,058	-	-
Interest on Debt	1,779,933	1,804,720	1,891,095	1,163,702	-
Total Governmental Expenses	95,141,206	109,067,010	103,606,551	102,359,882	102,661,066
Program Revenues					
Governmental Activities:					
Charges for Services:					
Instruction					
Regular Programs	772,804	820,112	1,492,122	1,395,013	648,625
Other Programs	-	-	-	-	1,571
Student activities	110,370	49,659	-	-	-
Support Services					
Transportation	20,916	11,756	24,523	33,616	22,193
Business	12,120	-	16,228	34,152	33,523
Operations and Maintenance	15,921	44,892	24,410	34,063	88,625
Operating Grants and Contributions:					
Instruction					
Regular Programs	1,459,168	1,294,937	620,880	304,036	275,130
Special Programs	1,817,813	1,624,948	1,676,176	1,809,437	2,824,918
Other Programs	70,111	13,102	70,288	122,512	101,704
State On-behalf Contributions to TRS	17,596,864	31,754,171	29,350,056	28,230,342	27,575,120
Support services					
Pupils	231,462	-	-	-	-
Instructional Staff	361,321	82,686	95,156	113,348	131,058
Operations and Maintenance	1,006,496	-	-	-	-
Transportation	1,064,411	1,848,605	1,121,202	1,160,483	619,199
Business	876,014	532,456	361,890	330,167	307,190
Central	223,739	532,456	361,890	330,167	307,190
Payments to other Districts and Government Units- excluding Special Education	-	-	-	-	-
Capital Grants and Contributions:					
Instruction					
Regular Programs	-	361,361	-	-	-
Support services					
Operations and Maintenance	-	-	50,000	-	-
Total Government Program Revenues	25,639,530	38,438,685	34,902,931	33,567,169	32,628,856
Net (Expense) Revenue	(69,501,676)	(70,628,325)	(68,703,620)	(68,792,713)	(70,032,210)
General Revenues:					
Governmental Activities:					
Taxes					
Property Taxes	74,963,196	73,021,793	71,594,376	\$ 69,650,798	\$ 67,455,017
Replacement Taxes	2,195,536	1,015,425	728,794	674,008.00	690,421
General State Aid	3,369,558	3,365,702	3,365,702	3,361,213.00	3,356,655
Investment Earnings	574,263	312,304	3,532,452	2,864,768.00	583,741
Unrealized gain/(loss) on investments	(1,208,720)	312,304	3,532,452	2,864,768.00	583,741
Other General Revenues	418,323	291,709	797,448	58,945	108,507
Total General Revenues	80,312,156	78,006,933	80,018,772	76,609,732	72,194,341
Change in Net Position	\$ 10,810,480	\$ 7,378,608	\$ 11,315,152	\$ 7,817,019	\$ 2,162,131

*Property tax revenues adjusted for 2013 due to restatement identified during fiscal year 2014 audit.

Fiscal Year				
2017	2016	2015	2014	2013*
\$ 24,769,383	\$ 25,768,271	\$ 24,437,351	\$ 23,536,690	\$ 23,352,715
10,005,498	10,618,189	12,141,245	13,059,882	12,521,987
5,662,970	4,489,402	5,558,022	5,004,500	5,298,953
-	-	-	-	-
29,596,726	20,192,502	18,144,483	12,958,399	10,008,093
6,239,677	5,869,190	5,617,111	4,491,877	4,020,115
4,615,680	4,056,260	3,930,168	3,723,817	4,541,275
1,551,617	1,731,554	1,584,879	1,616,177	1,409,685
3,142,361	3,324,345	3,390,702	3,330,904	3,269,095
1,510,867	1,467,777	1,457,453	1,381,477	2,366,492
2,817,920	2,858,449	2,568,430	2,458,682	2,492,615
9,298,769	7,683,641	8,140,562	7,566,338	7,342,641
1,175,479	1,034,870	1,008,172	613,487	2,987,918
22,484	22,307	6,723	94,014	83,705
61,748	38,037	23,205	47,647	20,061
65,168	-	-	-	-
-	-	392,481	343,964	569,191
100,536,347	89,154,794	88,400,987	80,227,855	80,284,541
1,099,583	1,023,967	1,322,665	1,202,464	672,824
38,018	8,105	560	15,697	51,413
-	-	-	-	-
54,116	2,624	-	110	26,325
34,813	48,458	32,969	33,947	101,509
97,997	46,906	67,965	53,316	162,261
416,939	370,659	327,342	324,403	838,148
4,651,419	4,655,445	3,702,270	3,609,722	3,175,049
458,534	99,384	212,786	279,400	318,105
29,596,726	20,192,502	18,144,483	12,958,399	10,008,093
-	-	-	-	-
172,027	128,787	20,885	73,232	124,531
-	-	-	-	-
348,792	978,775	1,059,844	1,047,278	690,014
718,150	311,252	350,420	366,893	366,409
718,150	311,252	350,420	366,893	366,409
12,000	-	-	-	-
-	-	-	-	-
-	-	-	-	-
37,699,114	27,866,864	25,242,189	19,964,861	16,534,681
(62,837,233)	(61,287,930)	(63,158,798)	(60,262,994)	(63,749,860)
\$ 67,272,865	\$ 66,281,835	\$ 64,802,614	\$ 65,388,504	\$ 67,303,032
735,781	581,440	727,678	676,619	668,843
1,267,676	1,207,820	1,186,814	1,192,276	1,161,746
452,122	221,497	265,139	146,699	273,817
452,122	221,497	265,139	146,699	273,817
147,386	82,596	35,513	157,063	1,875,197
69,875,830	68,375,188	67,017,758	67,561,161	71,282,635
\$ 7,038,597	\$ 7,087,258	\$ 3,858,960	\$ 7,298,167	\$ 7,532,775

NORTH SHORE SCHOOL DISTRICT 112

Fund Balances - Governmental Funds

Last Ten Fiscal Years

	Fiscal Year			
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
General Fund				
Nonspendable	\$ 47,699	\$ 47,699	\$ 47,699	\$ 23,405
Restricted				
Assigned	200,085	225,753	-	-
Unassigned	<u>42,450,620</u>	<u>39,950,689</u>	<u>42,968,875</u>	<u>45,104,656</u>
Total General Fund	<u>\$ 42,698,404</u>	<u>\$ 40,224,141</u>	<u>\$ 43,016,574</u>	<u>\$ 45,128,061</u>
All Other Governmental Funds:				
Nonspendable, reported in:				
Special revenue funds	\$ -	\$ -	\$ -	\$ -
Debt service funds	-	-	-	-
Restricted, reported in:				
Special revenue funds	8,403,438	8,628,619	9,129,169	9,017,671
Debt service funds	33,708	33,708	33,708	33,708
Capital projects fund	-	13,910,269	35,312,142	52,603,194
Assigned, reported in:				
Special revenue funds	5,454,151	4,443,539	3,776,374	2,541,084
Debt service funds	44,149	41,417	28,230	3,667
Capital projects fund	<u>10,418,429</u>	<u>19,242,187</u>	<u>11,603,421</u>	<u>372,377</u>
Total All Other Governmental Funds	<u>\$ 24,353,875</u>	<u>\$ 46,299,739</u>	<u>\$ 59,883,044</u>	<u>\$ 64,571,701</u>

Fiscal Year					
<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ -	\$ 21,722	\$ 34,422	\$ 16,897	\$ -	\$ 82,219
-	-	-	-	203,055	625,757
40,417,522	40,796,509	35,244,638	29,953,400	2,945	14,398,654
<u>40,417,522</u>	<u>40,796,509</u>	<u>35,244,638</u>	<u>29,953,400</u>	<u>25,387,182</u>	<u>5,761,952</u>
<u>\$ 40,417,522</u>	<u>\$ 40,818,231</u>	<u>\$ 35,279,060</u>	<u>\$ 29,970,297</u>	<u>\$ 25,593,182</u>	<u>\$ 20,868,582</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,549
-	-	-	-	-	259,857
6,298,722	6,159,366	6,322,264	5,994,046	7,437,051	4,080,248
33,708	33,708	2,406	2,406	643,106	1,997,088
-	-	1,536,694	80,089	1,547,521	154,394
2,334,856	1,778,269	1,209,887	776,055	303,622	2,406,320
3,000	2,556	33,708	23,989	10,432	-
276	-	2,213	1,549	623	-
<u>\$ 8,670,562</u>	<u>\$ 7,973,899</u>	<u>\$ 9,107,172</u>	<u>\$ 6,878,134</u>	<u>\$ 9,942,355</u>	<u>\$ 8,909,456</u>

NORTH SHORE SCHOOL DISTRICT 112

Governmental Funds Revenues
Last Ten Fiscal Years

Fiscal Years					
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Local Sources	\$ 77,874,729	\$ 75,817,927	\$ 77,976,409	\$ 74,522,566	\$ 69,632,223
State Sources	4,609,747	5,278,783	4,583,936	5,446,620	5,639,141
Federal Sources	5,845,379	4,051,877	2,777,614	2,475,990	2,325,314
On-behalf Sources	<u>19,973,007</u>	<u>17,469,491</u>	<u>16,817,921</u>	<u>15,433,490</u>	<u>27,575,120</u>
Total revenues	<u>\$ 108,302,862</u>	<u>\$ 102,618,078</u>	<u>\$ 102,155,880</u>	<u>\$ 97,878,666</u>	<u>\$ 105,171,798</u>

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$	69,944,681	\$ 68,297,428	\$ 67,255,103	\$ 67,742,840	\$ 70,359,572
	4,777,093	4,108,543	4,848,657	4,820,676	4,554,132
	2,974,880	2,854,473	2,011,704	2,072,528	2,769,780
	<u>29,596,726</u>	<u>20,192,502</u>	<u>18,144,483</u>	<u>12,958,399</u>	<u>10,008,093</u>
\$	<u>107,293,380</u>	<u>\$ 95,452,946</u>	<u>\$ 92,259,947</u>	<u>\$ 87,594,443</u>	<u>\$ 87,691,577</u>

NORTH SHORE SCHOOL DISTRICT 112

Governmental Funds Expenditures and Debt Service Ratio

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Current:			
Instruction			
Regular programs	\$ 26,733,736	\$ 22,772,039	\$ 22,442,338
Special programs	8,544,469	8,322,023	8,002,627
Other instructional programs	5,444,401	6,196,675	6,090,419
Student activities	136,038	36,119	-
State retirement contributions	19,973,007	17,469,491	16,817,921
Total instruction	60,831,651	54,796,347	53,353,305
Supporting services			
Pupils	5,537,036	5,156,802	4,969,338
Instructional staff	6,380,395	5,978,784	5,803,233
General administration	1,907,950	1,959,970	1,965,024
School administration	3,422,572	3,286,867	3,088,408
Business	1,956,416	1,883,801	1,578,649
Transportation	4,570,534	3,392,277	4,004,492
Operations and maintenance	6,982,602	8,650,070	6,799,319
Central	1,300,765	1,175,313	1,059,201
Other supporting services	2,216	2,486	9,168
Total supporting services	32,060,486	31,486,370	29,276,832
Community services	95,745	35,923	6,579
Payments to other districts and gov't units	1,619,820	1,881,902	1,967,537
Total current expenditures	94,607,702	88,200,542	84,604,253
Capital outlay	29,380,853	27,137,624	20,487,908
Debt service			
Principal	2,261,083	1,810,000	1,720,000
Interest and fiscal charges	2,033,450	2,057,863	2,143,863
Total debt service	4,294,533	3,867,863	3,863,863
Total expenditures	<u>\$ 128,283,088</u>	<u>\$ 119,206,029</u>	<u>\$ 108,956,024</u>
Debt service required as a percentage of noncapital expenditures	4.32%	4.10%	4.37%
Debt service as a percentage of total expenditures	3.35%	3.24%	3.55%

Fiscal Year						
<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 21,429,240	\$ 22,149,485	\$ 23,759,650	\$ 24,908,073	\$ 23,446,996	\$ 22,710,782	\$ 22,511,288
7,302,687	7,818,010	8,154,935	8,845,182	9,992,820	10,618,072	9,224,801
5,959,324	6,225,403	5,718,821	4,653,924	5,678,753	5,520,181	5,647,562
-	-	-	-	-	-	-
15,433,490	27,575,120	29,596,726	20,192,502	18,144,483	12,958,399	10,008,093
50,124,741	63,768,018	67,230,132	58,599,681	57,263,052	51,807,434	47,391,744
5,032,862	6,169,659	5,754,210	5,351,221	5,077,790	4,058,354	3,598,777
6,157,252	6,437,861	4,466,319	3,871,885	3,836,369	3,789,155	4,009,771
1,756,816	1,458,128	1,599,472	1,727,553	1,556,412	1,614,322	1,407,882
3,069,125	3,155,342	3,199,396	3,452,753	3,346,522	3,329,335	3,267,570
1,556,540	1,435,398	1,520,007	1,321,923	1,382,542	1,364,767	1,351,630
3,584,612	3,328,696	2,813,469	2,845,174	2,558,139	2,455,810	2,489,603
8,411,386	7,018,004	7,226,023	6,257,255	6,419,905	5,742,346	6,199,475
1,172,275	1,144,932	1,167,720	955,930	834,624	612,119	2,980,883
10,631	34,274	21,162	18,785	6,601	94,014	83,705
<u>30,751,499</u>	<u>30,182,294</u>	<u>27,767,778</u>	<u>25,802,479</u>	<u>25,018,904</u>	<u>23,060,222</u>	<u>25,389,296</u>
<u>130,583</u>	<u>28,315</u>	<u>61,766</u>	<u>38,471</u>	<u>18,536</u>	<u>47,647</u>	<u>20,061</u>
<u>1,976,265</u>	<u>1,768,568</u>	<u>1,823,781</u>	<u>1,503,862</u>	<u>1,750,133</u>	<u>1,837,749</u>	<u>2,925,373</u>
<u>82,983,088</u>	<u>95,747,195</u>	<u>96,883,457</u>	<u>85,944,493</u>	<u>84,050,625</u>	<u>76,753,052</u>	<u>75,726,474</u>
<u>8,828,354</u>	<u>9,128,649</u>	<u>6,004,025</u>	<u>1,970,652</u>	<u>1,820,159</u>	<u>1,618,932</u>	<u>3,306,410</u>
-	-	-	-	4,975,000	3,076,748	6,687,036
<u>1,066,954</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>101,269</u>	<u>388,212</u>	<u>533,970</u>
<u>1,066,954</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,076,269</u>	<u>3,464,960</u>	<u>7,221,006</u>
<u>\$ 92,878,396</u>	<u>\$ 104,875,844</u>	<u>\$ 102,887,482</u>	<u>\$ 87,915,145</u>	<u>\$ 90,947,053</u>	<u>\$ 81,836,944</u>	<u>\$ 86,253,890</u>
1.27%	0.00%	0.00%	0.00%	5.70%	4.32%	8.71%
1.15%	0.00%	0.00%	0.00%	5.58%	4.23%	8.37%

NORTH SHORE SCHOOL DISTRICT 112

Other Financing Sources and Uses and

Net Change in Fund Balances

Governmental Funds

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Excess (deficiency) of revenues over (under) expenditures	\$ (19,980,226)	\$ (16,587,951)	\$ (6,800,144)	\$ 5,000,270
Other financing sources (uses)				
Transfers in	4,294,058	16,734,776	13,863,388	8,458,447
Bond proceeds	-	-	-	50,945,000
Premium on bonds sold	-	-	-	4,666,408
Lease Proceeds	508,625	-	-	-
Transfers out	<u>(4,294,058)</u>	<u>(16,734,776)</u>	<u>(13,863,388)</u>	<u>(8,458,447)</u>
Total other financing sources (uses)	<u>508,625</u>	<u>-</u>	<u>-</u>	<u>55,611,408</u>
Net change in fund balances	<u>\$ (19,471,601)</u>	<u>\$ (16,587,951)</u>	<u>\$ (6,800,144)</u>	<u>\$ 60,611,678</u>

Fiscal Year					
<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 295,954	\$ 4,405,898	\$ 7,537,801	\$ 1,312,894	\$ 5,757,499	\$ 1,437,687
10,000,000	-	-	4,435,569	37,845	1,703,788
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(10,000,000)</u>	<u>-</u>	<u>-</u>	<u>(4,435,569)</u>	<u>(37,845)</u>	<u>(1,703,788)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 295,954</u>	<u>\$ 4,405,898</u>	<u>\$ 7,537,801</u>	<u>\$ 1,312,894</u>	<u>\$ 5,757,499</u>	<u>\$ 1,437,687</u>

NORTH SHORE SCHOOL DISTRICT 112
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Tax Levy Years

Tax Levy Year	Equalized Assessed Valuation		Total Equalized Assessed Value	Actual Estimated Value	Total Direct Rate
	Real Estate	Railroad			
2021	\$ 2,369,794,568	\$ 3,649,098	\$2,373,443,666	\$7,192,253,533	3.299%
2020	2,370,078,113	3,649,098	2,373,727,211	7,193,112,761	3.184%
2019	2,420,333,320	3,508,602	2,423,841,922	7,344,975,521	3.039%
2018	2,468,137,523	3,231,303	2,471,368,826	7,488,996,442	2.914%
2017	2,472,548,411	3,021,625	2,475,570,036	7,501,727,382	2.830%
2016	2,374,567,316	2,965,779	2,377,533,095	7,204,645,742	2.862%
2015	2,235,806,902	2,918,358	2,238,725,260	6,784,015,939	3.006%
2014	2,104,832,545	2,465,263	2,107,297,808	6,385,750,933	3.150%
2013	2,116,481,601	2,372,736	2,118,854,337	6,420,770,718	3.076%
2012	2,221,715,371	1,960,279	2,223,675,650	6,738,411,061	2.957%

Source: Lake County Clerk's Office

Note: The county assesses property at approximately 33.3% of actual value for all types of real property. Estimated actual value is calculated by dividing assessed value by that percentage. Tax rates are per \$100 of assessed value.

NORTH SHORE SCHOOL DISTRICT 112
Property Tax Rates - All Direct and Overlapping Governments
Last Ten Tax Levy Years

District		Direct Rates											
Tax Levy Year	NSSD 112	Highland Park	Lake County	HSD 113	Park District	North Sanitary	Forest Preserve	Township of Moraine	College of Lake County	South Lake Mosquito Abatement	Overlapping Government	Total Tax Rate	
2021	\$ 3.299	\$ 0.904	\$ 0.598	\$ 2.486	\$ 0.608	\$ 0.158	\$ 0.179	\$ 0.056	\$ 0.293	\$ 0.013	\$ 5.296	\$ 8.595	
2020	3.184	0.875	0.598	2.391	0.572	0.157	0.182	0.055	0.290	0.012	5.133	8.317	
2019	3.039	0.809	0.597	2.280	0.560	0.153	0.180	0.056	0.282	0.012	4.927	7.966	
2018	2.914	0.772	0.612	2.222	0.535	0.153	0.182	0.054	0.282	0.011	4.824	7.738	
2017	2.826	0.726	0.622	2.164	0.521	0.153	0.187	0.054	0.281	0.011	4.718	7.544	
2016	2.862	0.737	0.632	2.187	0.529	0.157	0.193	0.056	0.285	0.012	4.788	7.649	
2015	3.006	0.749	0.663	2.309	0.520	0.166	0.208	0.063	0.299	0.012	4.989	7.995	
2014	3.152	0.795	0.682	2.421	0.508	0.169	0.210	0.066	0.306	0.013	5.171	8.323	
2013	3.076	0.785	0.663	2.364	0.497	0.164	0.218	0.070	0.296	0.007	5.064	8.140	
2012	2.957	0.709	0.608	2.178	0.445	0.150	0.212	0.066	0.272	0.015	4.655	7.612	

Source: Lake County Clerk's Office

Note: Tax rates are per \$100 of assessed value

NORTH SHORE SCHOOL DISTRICT 112

Principal Taxpayers
Tax Levy Year 2021 and Nine Years Ago

<u>Taxpayer</u>	<u>2021</u>		<u>2012</u>	
	Equalized Assessed <u>Valuation</u>	Percentage of <u>Total</u>	Equalized Assessed <u>Valuation</u>	Percentage of <u>Total</u>
FPACP3 Sheridan LLC	\$ 9,041,396	0.38%	-	0.00%
T Renaissance IL LLC	8,849,115	0.37%	-	0.00%
Albion Jacobs Renaissance Place LLC	8,792,922	0.37%	-	0.00%
Midwest Family Housing LLC	7,681,045	0.32%	-	0.00%
Federal Realty Investment Trust	7,572,686	0.32%	-	0.00%
Americana Associates	6,687,284	0.28%	-	0.00%
SE McGovern House Transitory LLC	5,330,200	0.22%	-	0.00%
799 Central Avenue 10775611 LLC	4,533,786	0.19%	-	0.00%
Scott Keyes	4,201,850	0.18%	-	0.00%
Highland Park Building, LLC	3,981,562	0.17%	-	0.00%
Metzler I Renaissance Place LP	-	0.00%	12,232,787	0.55%
Midwest Family Housing LLC	-	0.00%	7,870,549	0.35%
Federal Realty Invst Trst	-	0.00%	6,790,504	0.31%
Klairmont Family Associates LP	-	0.00%	4,298,118	0.19%
Chicago Title Land Trust Co.	-	0.00%	5,916,496	0.27%
Highland Park Associates II, LLC	-	0.00%	4,509,873	0.20%
Americana Apartments	-	0.00%	4,074,035	0.18%
Morningside Highwood LLC	-	0.00%	4,062,186	0.18%
Sunset Food Mart, Inc.	-	0.00%	3,739,993	0.17%
Lake Forest Bank and Trust	-	0.00%	3,817,128	0.17%
Total Principal Taxpayers in District	<u>66,671,846</u>	<u>2.81%</u>	<u>57,311,669</u>	<u>2.57%</u>
Other Taxpayers in District	<u>2,306,771,820</u>	<u>97.19%</u>	<u>2,166,363,981</u>	<u>97.43%</u>
District's Total EAV	<u>\$ 2,373,443,666</u>	<u>100.00%</u>	<u>2,223,675,650</u>	<u>100.00%</u>

Source: Office of the County Clerk - Lake County, IL
2012 Information- 2013 ACFR

NORTH SHORE SCHOOL DISTRICT 112

Property Tax Levies and Collections

Last Ten Tax Levy Years

Tax Levy Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Subsequent Year Collections	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2021	\$ 78,308,547	\$ 34,779,954	44.41%	\$ -	\$ 34,779,954	44.41%
2020	75,580,566	35,069,986	46.40%	39,893,210	74,963,196	99.18%
2019	73,665,695	31,361,162	42.57%	41,660,631	73,021,793	99.13%
2018	72,005,975	35,561,608	49.39%	36,032,166	71,593,774	99.43%
2017	69,963,100	41,871,249	59.85%	27,779,549	69,650,798	99.55%
2016	68,033,775	34,178,718	50.24%	33,276,494	67,455,212	99.15%
2015	67,303,111	33,840,154	50.28%	33,432,460	67,272,614	99.95%
2014	66,417,096	33,244,394	50.05%	33,037,441	66,281,835	99.80%
2013	65,175,159	32,401,169	49.71%	32,306,679	64,707,848	99.28%
2012	65,754,089	32,840,980	49.95%	32,547,526	65,388,506	99.44%

NORTH SHORE SCHOOL DISTRICT 112

Outstanding Debt by Type
Last Ten Fiscal Years

Government Activities							
Fiscal Year	General Obligation Bonds and Certificates	Lease liabilities	Total Primary Government	Equalized Assessed Valuation	Ratio of General Bonded Debt to Actual Estimated Value	Percentage of Personal Income*	Debt Outstanding per Capita
2022	\$ 49,362,737	\$ 816,680	\$ 50,179,417	\$ 2,373,443,666	0.69%	1.72%	1,411
2021	51,508,338	-	51,508,338	2,373,727,211	0.70%	1.81%	1,483
2020	53,563,939	-	53,563,939	2,423,841,922	0.73%	1.94%	1,542
2019	55,529,540	-	55,529,540	2,471,368,826	0.68%	1.95%	1,460
2018	-	-	-	2,475,570,036	0.00%	NA	-
2017	-	-	-	2,377,533,095	0.00%	NA	-
2016	-	-	-	2,238,725,260	0.00%	NA	-
2015	-	-	-	2,107,297,808	0.00%	NA	-
2014	5,041,680	-	5,041,680	2,118,854,337	0.07%	NA	143
2013	7,920,000	188,558	8,108,558	2,223,675,650	0.11%	NA	221

NA - not available

* See the schedule of Demographic Statistics on page 102 for personal income and population data.

NORTH SHORE SCHOOL DISTRICT 112

Computation of Direct and Overlapping Debt

June 30, 2022

<u>Taxing Authority</u>	Gross <u>Bonded Debt</u> <u>Outstanding</u>	<u>Overlapping</u> <u>Percent</u>	<u>Applicable</u> <u>to District</u>
Lake County	\$0 (1)	8.622%	\$0
Lake County Forest Preserve	181,865,000 (2)	8.622%	15,680,400
City of Highland Park	18,480,874 (3)	96.810%	17,891,334
City of Highwood	13,390,000	100.000%	13,390,000
Park District of Highland Park	11,150,000 (2)	95.481%	10,646,132
Township High School District 113	71,455,000	56.081%	40,072,679
Community College #532	9,140,000 (1)	9.050%	<u>827,170</u>
Total Overlapping Bonded Debt			\$98,507,715
Direct Debt			
North Shore School District 112	<u>0 (1)</u>	100.000%	<u>0</u>
Total Overlapping and Direct Debt	<u>\$305,480,874</u>		<u>\$98,507,715</u>

Source of Information - Office of Lake County Clerk

- (1) Excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds which are expected to be paid from sources other than general taxation.
- (2) Excludes outstanding Debt Certificates
- (3) Excludes self-supporting bonds.

Note: Percent applicable to School District is calculated using assessed valuation of the School District area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.

NORTH SHORE SCHOOL DISTRICT 112

Legal Debt Margin Information

Last Ten Fiscal Years

	Fiscal Year				
	<u>2022*</u>	<u>2021*</u>	<u>2020*</u>	<u>2019*</u>	<u>2018</u>
Assessed Valuation	\$ 2,373,443,666	\$ 2,373,727,211	\$ 2,423,841,922	\$ 2,471,368,826	\$ 2,475,570,036
Statutory Debt Limitation (6.9% of assessed valuation)	163,767,613	163,787,178	167,245,093	170,524,449	170,814,332
Debt June 30	<u>816,680</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal Bonded Debt Margin	<u>\$ 162,950,933</u>	<u>\$ 116,372,178</u>	<u>\$ 118,020,093</u>	<u>\$ 119,579,449</u>	<u>\$ 170,814,332</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	<u>0.50%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

*Excludes alternative revenue bonds pursuant to the Debt Reform Act.

Fiscal Year				
<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 2,377,533,095	\$ 2,107,297,808	\$ 2,107,297,808	\$ 2,118,854,337	\$ 2,223,675,650
164,049,784	145,403,549	145,403,549	146,200,949	153,433,620
<u>-</u>	<u>-</u>	<u>-</u>	<u>4,975,000</u>	<u>8,108,558</u>
<u>\$ 164,049,784</u>	<u>\$ 145,403,549</u>	<u>\$ 145,403,549</u>	<u>\$ 141,225,949</u>	<u>\$ 145,325,062</u>
<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>3.40%</u>	<u>5.28%</u>

NORTH SHORE SCHOOL DISTRICT 112

Demographic and Economic Statistics

Last Ten Calendar Years

Calendar Year	Population		Unemployment Rate		Personal	Per Capita
	Highland		Highland		Income	Personal
	<u>Park</u>	<u>Highwood</u>	<u>Park</u>	<u>Highwood</u>	<u>(in thousands)</u>	<u>Income</u>
2021	30,177	5,374	3.7	4.1	\$ 2,923,409	NA
2020	29,515	5,224	6.6	6.9	2,853,625	NA
2019	29,515	5,224	3.0	3.5	2,762,810	NA
2018	29,622	5,272	3.5	3.8	2,609,697	NA
2017	29,767	5,325	3.4	4.2	2,480,013	NA
2016	29,641	5,324	4.2	5.2	2,327,814	NA
2015	29,743	5,352	4.1	5	2,198,848	NA
2014	29,871	5,387	5.0	6.3	2,164,473	NA
2013	29,902	5,338	6.3	7.8	NA	NA
2012	29,914	5,354	6	8.7	NA	NA

Source of Information:

* Population: Quickfacts.Census.Gov

* Unemployment Rate: Illinois Department of Security

Prior years: U.S. Census Data, Sperling's Best places website

Personal Income and Per Capital Personal Income:

Bureau of Economic Analysis.gov

Note: The personal income figure 2011 and prior years is for the entire County. Personal income for 2014 is for the two applicable cities only.

NA - not available

NORTH SHORE SCHOOL DISTRICT 112

Principal Employers
Current Year and Eight Years Ago

<u>Employer</u>	<u>Type of Business or Property</u>	<u>2021</u>		<u>2013</u>	
		<u>Number Employed</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Highland Park Hospital-North Shore University Health System	Highland Park	1,200	7.28%	1,020	6.10%
Township High School District #113	Highland Park	664	4.03%		
North Shore Elementary School District #112 (FTE)	Highland Park	530	3.22%	611	3.70%
True North Cooperative (previously North Suburban Special Education District)	Highland Park	308	1.87%	516	3.10%
Sunset Foods	Highland Park	275	1.67%	145	0.90%
City of Highland Park (FTE)	Highland Park	250	1.52%	279	1.70%
Target	Highland Park	224	1.36%	180	1.10%
Northmoor Country Club	Highland Park	221	1.34%		
Jewel-Osco	Highland Park	200	1.21%	189	1.10%
Ravinia Music Festival	Highland Park	150	0.91%	510	3.00%
Highland Park Park District	Highland Park			806	4.80%

* Includes full-time and part-time and/or seasonal employees.

Sources:

- (1) Village Records /School District Records
- (2) Employer Official Website
- (3) A to Z Database
- (4) Reference Solutions
- (5) IL Services Directory 2022

* Calculating applicable percentages to the Illinois Department of Employment Security Reports the estimated number of persons employed in the District in 2021 is 16,475.

NORTH SHORE SCHOOL DISTRICT 112

Full-time Equivalent District Employees by Type Last Ten Fiscal Years

		Full-time Equivalent Employees								
Fiscal Year	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Instruction										
Total instruction	<u>401</u>	<u>409</u>	<u>415</u>	<u>417</u>	<u>*445</u>	<u>*452</u>	<u>*463</u>	<u>*464</u>	<u>*462</u>	<u>465</u>
Support Services										
Total support services	<u>151</u>	<u>129</u>	<u>127</u>	<u>125</u>	<u>*125</u>	<u>*128</u>	<u>*134</u>	<u>*145</u>	<u>*155</u>	<u>155</u>
Total	<u>552</u>	<u>538</u>	<u>542</u>	<u>542</u>	<u>570</u>	<u>580</u>	<u>597</u>	<u>609</u>	<u>617</u>	<u>620</u>

* as of September of that fiscal year

NORTH SHORE SCHOOL DISTRICT 112

Operating Statistics Last Ten Fiscal Years

Fiscal Year	Average Daily Attendance	Operating Expenditures	Cost Per Pupil	Percentage Change	Expenses	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio
2022	3,482	\$ 72,689,758	20,876	-16.29%	\$ 85,435,790	24,536	-15.16%	354 *	9.8
2021	2,777	69,243,635	24,938	21.50%	80,298,546	28,920	25.28%	388 *	7.2
2020	3,242	66,548,990	20,526	17.90%	74,847,051	23,085	21.32%	383 *	8.5
2019	3,736	65,042,635	17,410	-5.93%	71,095,013	19,030	-6.74%	377 *	9.9
2018	3,494	64,661,271	18,506	5.21%	71,299,836	20,460	-6.15%	405 *	8.6
2017	3,573	62,853,161	17,591	6.50%	77,696,654	21,745	21.73%	410 *	8.7
2016	3,791	62,617,698	16,518	5.51%	67,722,640	17,865	-5.07%	422 *	9.0
2015	3,868	60,564,282	15,658	-1.79%	72,802,570	18,822	5.02%	427 *	9.1
2014	3,843	61,278,220	15,944	2.52%	68,878,545	17,923	-6.74%	428 *	9.0
2013	3,967	61,703,864	15,553	2.68%	76,245,797	19,220	4.95%	433 *	9.2

* as of September of that fiscal year

Source of Information: District Personnel Department records
Annual Financial Report 2013-2022 (ISBE Form SD50-35/JA50-60)

NORTH SHORE SCHOOL DISTRICT 112

Operating Indicators by Function

June 30, 2022

Function	2022
Instruction	
Regular and Special student enrollment	3,838
Support Services	
Pupil	
% of student population from Non-English Language Background	27%
School Administration	
Average daily attendance	3,482
Fiscal	
Purchase Orders Processed	3,915
Maintenance	
District Square Footage Maintained by Custodians and Maintenance Staff	853,000
District Acreage Maintained by Grounds Staff	96
Transportation	
Avg. number of regular pupils transported per year	2,503
Avg. number of regular bus runs to/from school	154
*Extra Curricular Activities	
Number of competitive sports	26
Number of student clubs	117
% of Students eligible to file for Federally funded Free or Reduced Lunches	20.65%

* Extracurricular Activities: Due to the coronavirus pandemic (COVID-19), District 112 schools were closed. The competitive sports and student clubs represent the numbers as if the school district was operating on a regular school year.

Source of Information:

ISBE Fall Enrollment

Infinite Campus Student Data System

NORTH SHORE SCHOOL DISTRICT 112

School Building Information Last Ten Fiscal Years

	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
Elementary Schools -										
Braeside										
Square Feet*	43,636	43,636	43,636	43,636	43,636	43,636	43,636	43,636	43,636	43,636
Enrollment **	278	273	270	271	255	265	283	265	266	262
Indian Trail										
Square Feet	65,403	65,403	65,403	65,403	65,403	65,403	65,403	65,403	65,403	65,403
Enrollment	460	400	426	424	285	318	356	389	400	395
Lincoln										
Square Feet	48,471	48,471	48,471	48,471	48,471	48,471	48,471	48,471	48,471	48,471
Enrollment	School Closed	School Closed	School Closed	School Closed	207	210	227	237	248	261
Oak Terrace										
Square Feet	85,000	85,000	85,000	85,000	85,000	85,000	85,000	85,000	85,000	85,000
Enrollment	419	432	468	487	526	523	534	533	534	501
Ravinia										
Square Feet	51,634	51,634	51,634	51,634	51,634	51,634	51,634	51,634	51,634	51,634
Enrollment	256	241	239	225	235	243	274	300	301	302
Red Oak										
Square Feet	57,153	57,153	57,153	57,153	57,153	57,153	57,153	57,153	57,153	57,153
Enrollment	224	260	259	249	320	327	326	297	289	320
Sherwood										
Square Feet	50,863	50,863	50,863	50,863	50,863	50,863	50,863	50,863	50,863	50,863
Enrollment	419	387	376	384	292	291	302	318	338	358
Wayne Thomas										
Square Feet	56,221	56,221	56,221	56,221	56,221	56,221	56,221	56,221	56,221	56,221
Enrollment	339	306	319	323	298	286	298	316	327	349
Green Bay**										
Square Feet	60,808	60,808	60,808	60,808	60,808	60,808	60,808	60,808	60,808	60,808
Enrollment	261	174	278	271	266	219	268	255	239	218
Totals - Elementary										
Square Feet	519,189	519,189	519,189	519,189	519,189	519,189	519,189	519,189	519,189	519,189
Enrollment	2,656	2,473	2,635	2,634	2,684	2,682	2,868	2,910	2,942	2,966
Middle Schools -										
Edgewood										
Square Feet	Under Renovation	136,492	136,492	136,492	136,492	136,492	136,492	136,492	136,492	136,492
Enrollment		727	769	793	524	517	569	617	615	607
Elm Place										
Square Feet	113,493	113,493	113,493	113,493	113,493	113,493	113,493	113,493	113,493	113,493
Enrollment	692	518	508	School Closed	302	349	374	376	374	410
Northwood										
Square Feet	121,160	Under Renovation	Under Renovation	83,826	83,826	83,826	83,826	83,826	83,826	83,826
Enrollment	490			515	492	479	511	512	491	471
Totals - Middle Schools										
Square Feet	234,653	249,985	249,985	333,811	333,811	333,811	333,811	333,811	333,811	333,811
Enrollment	1,182	1,245	1,277	1,308	1,318	1,345	1,454	1,505	1,480	1,488
District Totals:										
Square Feet	753,842	769,174	769,174	853,000	853,000	853,000	853,000	853,000	853,000	853,000
Enrollment	3,838	3,718	3,912	3,942	4,002	4,027	4,322	4,415	4,422	4,454

* Square footage represents the total square footage of the building.

** Enrollment data from ISBE End of Year Report for FY13 through FY18.

Enrollment data from Infinite Campus Student Enrollment Report for FY19 through FY22

Source of Information:

1. Architect/Engineer Data
2. ISBE End-of-Year Report & Infinite Campus Student Enrollment Summary Report