

Dunlap Community Unit School District No. 323

Dunlap, Illinois

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

June 30, 2022

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323

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Gorenz and Associates, Ltd.
Certified Public Accountants

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

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

Independent Auditor's Report

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

Opinions

We have audited the accompanying financial statements of Dunlap Community Unit School District No. 323 (the District) which comprise the Statement of Assets and Liabilities Arising from Cash Transactions of each fund and account group as of June 30, 2022, and the related Statement of Revenues Received, Expenditures Disbursed, Other Sources (Uses) and Changes in Fund Balances (All Funds), the Statement of Revenues Received (All Funds), and the Statements of Expenditures Disbursed - Budget to Actual for the year then ended and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of each fund and account group of the District as of June 30, 2022, and each fund's respective revenues received, expenditures disbursed, other sources (uses) and changes in fund balances, revenues received, and expenditures disbursed -budget to actual, for the year then ended in accordance with the financial reporting provisions of the Illinois State Board of Education as described in Note #1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" section of our report, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2022, or changes in net position or cash flows thereof for the year then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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.

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

As described in Note #1, the financial statements are prepared by the District on the basis of the financial reporting provisions of the Illinois State Board of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Illinois State Board of Education. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note #1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Illinois State Board of Education, as described in Note #1. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility 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 auditor's report that includes our opinion. 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 generally accepted auditing standards 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 generally accepted auditing standards, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The "Supplemental Information" listed in the table of contents is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the "Supplemental Information" as listed in the table of contents are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the “Other Information” as listed in the table of contents. The other information comprises the items listed in the table of contents as “Other Information” but does not include the basic financial statements and our auditor’s 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 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.

Gerenz and Associates, Ltd.

Peoria, Illinois
November 10, 2022

Gorenz and Associates, Ltd.

Certified Public Accountants

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

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

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the Statement of Assets and Liabilities Arising from Cash Transactions of each fund and each account group as of June 30, 2022, and the related Statement of Revenues Received, Expenditures Disbursed, Other Sources (Uses) and Changes in Fund Balances (All Funds), the Statement of Revenues Received (All Funds), and the Statements of Expenditures Disbursed - Budget to Actual for the year then ended and the related notes to the financial statements of Dunlap Community Unit School District No. 323 (the District) which collectively comprise the District's, basic financial statements, and have issued our report thereon dated November 10, 2022. Our opinions were adverse due to the financial statements not being prepared in accordance with accounting principles generally accepted in the United States of America. However, the financial statements were found to be fairly stated on the cash basis of accounting, in accordance with financial reporting provisions of the Illinois State Board of Education as described in Note #1.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2022-001.

The District's Response to Findings

Government Auditing Standards require the auditor to perform limited procedures on the District's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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

Gorenz and Associates, Ltd.

Peoria, Illinois
November 10, 2022

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF ASSETS AND LIABILITIES
ARISING FROM CASH TRANSACTIONS
JUNE 30, 2022

											Account Groups		
	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Trust and Agency Funds	General Fixed Assets	General Long Term Debt	Total (Memorandum Only)
<u>Assets</u>													
<u>Current Assets</u>													
Cash and Cash Equivalents	15,703,898	2,307,760	3,649,476	1,201,004	1,103,354	964,264	952,890	1,189,598	955,082	600,937			28,628,263
Investments	17,347,423	2,510,503		5,021,007	4,016,805		2,510,503	2,008,403					33,414,644
<u>Capital Assets</u>													
Land											3,015,649		3,015,649
Buildings & Building Improvements											117,334,720		117,334,720
Site Improvements & Infrastructure											12,252,525		12,252,525
Capitalized Equipment											15,016,971		15,016,971
Amounts Available in Debt Service Funds												3,649,476	3,649,476
Amounts to be Provided for Payment of Debt												38,395,524	38,395,524
Total Assets	33,051,321	4,818,263	3,649,476	6,222,011	5,120,159	964,264	3,463,393	3,198,001	955,082	600,937	147,619,865	42,045,000	251,707,772
<u>Liabilities and Fund Balances</u>													
Liabilities:													
Long Term Debt Payable												42,045,000	42,045,000
Total Liabilities	0	0	0	0	0	0	0	0	0	0	0	42,045,000	42,045,000
Fund Balances:													
Reserved	16,804	50,000	1,607,698		2,229,199	121,785				600,937			4,626,423
Unreserved	33,034,517	4,768,263	2,041,778	6,222,011	2,890,960	842,479	3,463,393	3,198,001	955,082				57,416,484
Investments in General Fixed Assets											147,619,865		147,619,865
Total Fund Balances	33,051,321	4,818,263	3,649,476	6,222,011	5,120,159	964,264	3,463,393	3,198,001	955,082	600,937	147,619,865	0	209,662,772
Total Liabilities and Fund Balances	33,051,321	4,818,263	3,649,476	6,222,011	5,120,159	964,264	3,463,393	3,198,001	955,082	600,937	147,619,865	42,045,000	251,707,772

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF ASSETS AND LIABILITIES
ARISING FROM CASH TRANSACTIONS
JUNE 30, 2022

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Trust and Agency Funds	Account Groups		Total (Memorandum Only)
											General Fixed Assets	General Long Term Debt	
<u>Assets/Liabilities for Student Activity Funds</u>													
<u>Current Assets</u>													
Student Activity Fund Cash and Investments	488,102												488,102
Total Current Assets for Student Activity Funds	488,102												488,102
<u>Current Liabilities</u>													
Fund Balance Reserved for Student Activity Funds	488,102												488,102
Total Liabilities and Fund Balance for Student Activity Funds	488,102												488,102
<u>Total Assets/Liabilities District and Student Activity Funds</u>													
Total Current Assets and Student Activity Funds	33,539,423	4,818,263	3,649,476	6,222,011	5,120,159	964,264	3,463,393	3,198,001	955,082	600,937			62,531,009
Total Capital Assets and Student Activity Funds											147,619,865	42,045,000	189,664,865
Total Assets with Student Activity Funds (Memorandum Only)													252,195,874
Long-Term Liabilities and Student Activity Funds													
Reserved Fund Balance and Student Activity Funds	504,906	50,000	1,607,698	0	2,229,199	121,785	0	0	0	600,937		42,045,000	42,045,000
Unreserved Fund Balance and Student Activity Funds	33,034,517	4,768,263	2,041,778	6,222,011	2,890,960	842,479	3,463,393	3,198,001	955,082	0			57,416,484
Investments in General Fixed Assets											147,619,865		147,619,865
Total Liabilities and Fund Balance and Student Activity Funds	33,539,423	4,818,263	3,649,476	6,222,011	5,120,159	964,264	3,463,393	3,198,001	955,082	600,937	147,619,865	42,045,000	252,195,874

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
OTHER SOURCES (USES) AND CHANGES IN FUND BALANCES (ALL FUNDS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts:										
Local Sources	27,436,868	4,145,116	5,680,159	1,739,771	1,385,033	758,084	432,843	2,235,109	428,711	44,241,694
State Sources	3,953,981	50,000		325,847						4,329,828
Federal Sources	4,768,195	132,751			548					4,901,494
Total Direct Receipts	36,159,044	4,327,867	5,680,159	2,065,618	1,385,581	758,084	432,843	2,235,109	428,711	53,473,016
Receipts for On-Behalf Payments	12,493,497									12,493,497
Total Receipts	48,652,541	4,327,867	5,680,159	2,065,618	1,385,581	758,084	432,843	2,235,109	428,711	65,966,513
Disbursements:										
Instruction	25,544,777				638,411			308,766		26,491,954
Support Services	10,255,315	3,870,871		2,873,442	789,739	610,386		1,806,933	361,663	20,568,349
Community Services	15,520				107					15,627
Payments to Other Governmental Units	1,044,639									1,044,639
Debt Services			5,673,365							5,673,365
Total Direct Disbursements	36,860,251	3,870,871	5,673,365	2,873,442	1,428,257	610,386	0	2,115,699	361,663	53,793,934
Disbursements for On-Behalf Payments	12,493,497									12,493,497
Total Disbursements	49,353,748	3,870,871	5,673,365	2,873,442	1,428,257	610,386	0	2,115,699	361,663	66,287,431
Excess of Direct Receipts Over (Under) Direct Disbursements	(701,207)	456,996	6,794	(807,824)	(42,676)	147,698	432,843	119,410	67,048	(320,918)
Other Sources of Funds:										
Sale of Fixed Assets				15,518						15,518
Other (Uses) of Funds:										0
Total Other Sources and (Uses) of Funds	0	0	0	15,518	0	0	0	0	0	15,518
Excess of Receipts and Other Sources of Funds Over (Under) Disbursements and Other Uses of Funds	(701,207)	456,996	6,794	(792,306)	(42,676)	147,698	432,843	119,410	67,048	(305,400)
Fund Balances without Student Activity Funds - July 1, 2021	33,752,528	4,361,267	3,642,682	7,014,317	5,162,835	816,566	3,030,550	3,078,591	888,034	61,747,370
Fund Balances without Student Activity Funds - June 30, 2022	33,051,321	4,818,263	3,649,476	6,222,011	5,120,159	964,264	3,463,393	3,198,001	955,082	61,441,970

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
OTHER SOURCES (USES) AND CHANGES IN FUND BALANCES (ALL FUNDS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Student Activity Fund Balance - July 1, 2021	481,875									481,875
Receipts - Student Activity Funds										
Total Student Activity Direct Receipts	827,512									827,512
Disbursements - Student Activity Funds										
Total Student Activity Fund Disbursements	821,285									821,285
Excess Direct Receipts Over(Under) Direct Disbursements	6,227									6,227
Student Activity Fund Balance - June 30, 2022	488,102									488,102
Receipts (with Student Activity Funds):										
Local Sources	28,264,380	4,145,116	5,680,159	1,739,771	1,385,033	758,084	432,843	2,235,109	428,711	45,069,206
State Sources	3,953,981	50,000		325,847						4,329,828
Federal Sources	4,768,195	132,751			548					4,901,494
Total Direct Receipts	36,986,556	4,327,867	5,680,159	2,065,618	1,385,581	758,084	432,843	2,235,109	428,711	54,300,528
Receipts for On-Behalf Payments	12,493,497									12,493,497
Total Receipts (with Student Activity Funds)	49,480,053	4,327,867	5,680,159	2,065,618	1,385,581	758,084	432,843	2,235,109	428,711	66,794,025
Disbursements (with Student Activity Funds):										
Instruction	26,366,062				638,411			308,766		27,313,239
Support Services	10,255,315	3,870,871		2,873,442	789,739	610,386		1,806,933	361,663	20,568,349
Community Services	15,520				107					15,627
Payments to Other Governmental Units	1,044,639									1,044,639
Debt Services			5,673,365							5,673,365
Total Direct Disbursements	37,681,536	3,870,871	5,673,365	2,873,442	1,428,257	610,386	0	2,115,699	361,663	54,615,219
Disbursements for On-Behalf Payments	12,493,497									12,493,497
Total Disbursements (with Student Activity Funds)	50,175,033	3,870,871	5,673,365	2,873,442	1,428,257	610,386	0	2,115,699	361,663	67,108,716
Excess of Direct Receipts Over (Under) Direct Disbursements	(694,980)	456,996	6,794	(807,824)	(42,676)	147,698	432,843	119,410	67,048	(314,691)
Other Sources/Uses of Funds (with Student Activity Funds):										
Other Sources of Funds:										
Total Other Sources of Funds	0	0	0	15,518	0	0	0	0	0	15,518
Other (Uses) of Funds:										
Total Other Uses of Funds	0	0	0	0	0	0	0	0	0	0
Total Other Sources and (Uses) of Funds	0	0	0	15,518	0	0	0	0	0	15,518
Fund Balances (All sources) - June 30, 2022	33,539,423	4,818,263	3,649,476	6,222,011	5,120,159	964,264	3,463,393	3,198,001	955,082	61,930,072

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF REVENUES RECEIVED (ALL FUNDS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts From Local Sources:										
Ad Valorem Taxes Levied By Local Education Agency:										
Designated Purposes Levies	23,066,704	4,058,031	4,591,317	1,708,645	532,259		427,161	2,230,027	427,161	37,041,305
Leasing Levy	427,161									427,161
Special Education Levy	341,730									341,730
Social Security/Medicare Levy					749,836					749,836
Payments in Lieu of Taxes:										
Corporate Personal Property										
Replacement Taxes	2,179,982				94,000					2,273,982
Tuition:										
Regular - Tuition From Pupils or Parents (In State)	4,964									4,964
Summer School - Tuition From Other Sources (Out of State)	5,150									5,150
Interest on Investments	56,959	6,601	4,650	11,102	8,581	913	5,682	5,082	1,550	101,120
Food Services:										
Sales to Pupils - Ala Carte	270,641									270,641
Sales to Adults	27,005									27,005
Other Food Services	190									190
District/School Activity Income:										
Admissions - Athletic	65,038	50,445								115,483
Other Pupil Activity Revenue	225,018									225,018
Student Activity Fund Revenues	827,512									
Textbook Income:										
Rentals - Regular Textbooks	541,887									541,887
Other Receipts from Local Sources:										
Rentals		24,739								24,739
Contributions from Private Sources	318	3,800				25,000				29,118
Services Provided Other LEAs	113,542									113,542
Refund of Prior Years' Expenditures	8,709									8,709
Drivers' Education Fees	16,720									16,720
Proceeds from Vendor Contracts	10,000									10,000
School Facility Occupation Tax Proceeds			1,080,000			732,171				1,812,171
Other Local Revenue	75,150	1,500	4,192	20,024	357					101,223
Total Receipts from Local Sources (without Student Activity Funds)	27,436,868	4,145,116	5,680,159	1,739,771	1,385,033	758,084	432,843	2,235,109	428,711	44,241,694
Total Receipts from Local Sources (with Student Activity Funds)	28,264,380									

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF REVENUES RECEIVED (ALL FUNDS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts From State Sources:										
Unrestricted Grants-in-Aid:										
Evidence Based Funding Formula - Sec. 18-8.15	3,636,613									3,636,613
Restricted Grants-in-Aid:										
Special Education:										
Private Facilities Tuition	124,390									124,390
Orphanage - Individual	99,162									99,162
Career and Technical Education (CTE):										
CTE - Technical Education - Tech Prep	8,856									8,856
CTE - WECEP	321									321
CTE - Other	2,600									2,600
State Free Lunch and Breakfast	29,892									29,892
Driver Education	47,541									47,541
Transportation:										
Transportation - Regular / Vocational				170,027						170,027
Transportation - Special Education				155,820						155,820
School Infrastructure - Maintenance Projects		50,000								50,000
Other Restricted Revenues from State Funds	4,606									4,606
Total Receipts from State Sources	3,953,981	50,000	0	325,847	0	0	0	0	0	4,329,828
Receipts From Federal Sources:										
Restricted Grants-in-Aid Received Directly from the Federal Government Through the State:										
Food Service										
National School Lunch Program	2,046,548									2,046,548
Title 1:										
Low Income	289,271									289,271
Federal - Special Education:										
Pre-School Flow Through	6,449									6,449
I.D.E.A.-Flow Through	837,349									837,349
Emergency Immigrant Assistance	18,241									18,241
Title III - English Language Acquisition	10,611									10,611
Title II - Teacher Quality	84,738									84,738
Medicaid Matching - Fee for Service Program	44,251									44,251
Other Federal	1,430,737	132,751			548					1,564,036
Total Receipts from Federal Sources	4,768,195	132,751	0	0	548	0	0	0	0	4,901,494
Total Direct Receipts (without Student Activity Funds)	36,159,044	4,327,867	5,680,159	2,065,618	1,385,581	758,084	432,843	2,235,109	428,711	53,473,016
Total Direct Receipts (with Student Activity Funds)	36,986,556									

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Instruction:			
Regular Programs:			
Salaries	14,507,876	14,382,866	(125,010)
Employee Benefits	2,977,753	3,073,156	95,403
Purchased Services	67,288	1,251,938	1,184,650
Supplies and Materials	647,920	599,387	(48,533)
Capital Outlay	0	1,283	1,283
Total Regular Programs	<u>18,200,837</u>	<u>19,308,630</u>	<u>1,107,793</u>
Pre-K Programs:			
Salaries	57,606	294,734	237,128
Employee Benefits	47,977	32,884	(15,093)
Total Pre-K Programs	<u>105,583</u>	<u>327,618</u>	<u>222,035</u>
Special Education Programs:			
Salaries	3,816,163	4,120,318	304,155
Employee Benefits	575,241	568,621	(6,620)
Purchased Services	11,230	23,350	12,120
Supplies and Materials	30,715	18,630	(12,085)
Capital Outlay	0	10,211	10,211
Total Special Education Programs	<u>4,433,349</u>	<u>4,741,130</u>	<u>307,781</u>
Special Education Programs Pre-K:			
Salaries	234,091	0	(234,091)
Employee Benefits	9,115	0	(9,115)
Total Special Education Programs Pre-K	<u>243,206</u>	<u>0</u>	<u>(243,206)</u>
Remedial and Supplemental Programs K-12:			
Salaries	257,418	149,775	(107,643)
Employee Benefits	10,228	0	(10,228)
Purchased Services	4,200	4,998	798
Supplies and Materials	30,258	7,705	(22,553)
Capital Outlay	16,493	0	(16,493)
Total Remedial and Supplemental Programs K-12	<u>318,597</u>	<u>162,478</u>	<u>(156,119)</u>
CTE Programs:			
Supplies and Materials	13,130	15,775	2,645
Total CTE Programs	<u>13,130</u>	<u>15,775</u>	<u>2,645</u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Interscholastic Programs:			
Salaries	1,002,194	988,883	(13,311)
Employee Benefits	39,540	36,810	(2,730)
Purchased Services	169,119	166,500	(2,619)
Supplies and Materials	104,712	108,888	4,176
Capital Outlay	0	2,500	2,500
Total Interscholastic Programs	<u>1,315,565</u>	<u>1,303,581</u>	<u>(11,984)</u>
Summer School Programs:			
Salaries	76,261	261,225	184,964
Employee Benefits	5,335	27,458	22,123
Supplies and Materials	4,911	5,499	588
Total Summer School Programs	<u>86,507</u>	<u>294,182</u>	<u>207,675</u>
Gifted Programs:			
Salaries	13,328	15,600	2,272
Employee Benefits	167	0	(167)
Supplies and Materials	876	4,750	3,874
Total Gifted Programs	<u>14,371</u>	<u>20,350</u>	<u>5,979</u>
Driver's Education Programs:			
Salaries	144,833	135,436	(9,397)
Employee Benefits	22,545	23,488	943
Purchased Services	2,326	4,000	1,674
Supplies and Materials	0	2,200	2,200
Capital Outlay	0	25,000	25,000
Total Drivers Education Programs	<u>169,704</u>	<u>190,124</u>	<u>20,420</u>
Bilingual Programs:			
Salaries	396,003	311,231	(84,772)
Employee Benefits	87,197	60,621	(26,576)
Purchased Services	500	500	0
Supplies and Materials	1,755	0	(1,755)
Total Bilingual	<u>485,455</u>	<u>372,352</u>	<u>(113,103)</u>
Special Education Programs K-12 - Private Tuition	158,473	275,000	116,527
Student Activity Fund Expenditures	821,285	250,000	(571,285)
Total Instruction (Without Student Activity Funds)	<u>25,544,777</u>	<u>27,011,220</u>	<u>1,466,443</u>
Total Instruction (With Student Activity Funds)	<u>26,366,062</u>	<u>27,261,220</u>	<u>895,158</u>
Supporting Services:			
Support Services - Pupils:			
Attendance and Social Work Services:			
Salaries	307,678	293,961	(13,717)
Employee Benefits	73,096	37,412	(35,684)
Total Attendance and Social Work Services	<u>380,774</u>	<u>331,373</u>	<u>(49,401)</u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Guidance Services:			
Salaries	724,450	743,184	18,734
Employee Benefits	177,103	186,312	9,209
Purchased Services	0	60,385	60,385
Total Guidance Services	<u>901,553</u>	<u>989,881</u>	<u>88,328</u>
Health Services:			
Salaries	97,979	122,051	24,072
Employee Benefits	2,591	693	(1,898)
Purchased Services	172	428	256
Supplies and Materials	249	250	1
Total Health Services	<u>100,991</u>	<u>123,422</u>	<u>22,431</u>
Psychological Services:			
Salaries	296,118	305,208	9,090
Employee Benefits	55,194	42,990	(12,204)
Total Psychological Services	<u>351,312</u>	<u>348,198</u>	<u>(3,114)</u>
Speech Pathology and Audiology Services:			
Salaries	714,297	689,159	(25,138)
Employee Benefits	114,847	109,932	(4,915)
Purchased Services	13,195	15,000	1,805
Supplies and Materials	4,928	4,920	(8)
Total Speech Pathology and Audiology Services:	<u>847,267</u>	<u>819,011</u>	<u>(28,256)</u>
Other Support Services-Pupils:			
Supplies and Materials	25,341	33,175	7,834
Total Other Support Services-Pupils	<u>25,341</u>	<u>33,175</u>	<u>7,834</u>
Total Support Services-Pupils	<u>2,607,238</u>	<u>2,645,060</u>	<u>37,822</u>
Support Services-Instructional Staff:			
Improvement of Instruction Services:			
Salaries	317,229	396,888	79,659
Employee Benefits	56,011	54,251	(1,760)
Purchased Services	94,271	92,963	(1,308)
Supplies and Materials	6,418	9,705	3,287
Total Improvement of Instructional Services	<u>473,929</u>	<u>553,807</u>	<u>79,878</u>
Educational Media Services:			
Salaries	160,606	173,803	13,197
Employee Benefits	10,564	10,800	236
Supplies and Materials	12,690	12,500	(190)
Total Educational Media Services	<u>183,860</u>	<u>197,103</u>	<u>13,243</u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Assessment and Testing:			
Salaries	2,550	0	(2,550)
Employee Benefits	295	0	(295)
Purchased Services	876	16,000	15,124
Supplies and Materials	23,988	30,000	6,012
Total Assessment and Testing	<u>27,709</u>	<u>46,000</u>	<u>18,291</u>
Total Support Services-Instructional Staff	<u>685,498</u>	<u>796,910</u>	<u>111,412</u>
Support Services-General Administration:			
Board of Education Services:			
Purchased Services	71,152	60,250	(10,902)
Supplies and Materials	503	1,000	497
Total Board of Education Services	<u>71,655</u>	<u>61,250</u>	<u>(10,405)</u>
Executive Administration Services:			
Salaries	342,815	348,670	5,855
Employee Benefits	24,795	29,250	4,455
Purchased Services	28,504	31,000	2,496
Supplies and Materials	14,554	22,650	8,096
Capital Outlay	0	10,000	10,000
Total Executive Administration Services	<u>410,668</u>	<u>441,570</u>	<u>30,902</u>
Special Area Administration Services:			
Salaries	126,733	0	(126,733)
Employee Benefits	4,946	0	(4,946)
Total Service Area Administrative Services	<u>131,679</u>	<u>0</u>	<u>(131,679)</u>
Total Support Services-General Administration	<u>614,002</u>	<u>502,820</u>	<u>(111,182)</u>
Support Services-School Administration:			
Office of the Principal Services:			
Salaries	1,614,503	1,633,187	18,684
Employee Benefits	264,913	279,380	14,467
Purchased Services	195,050	215,200	20,150
Supplies and Materials	58,920	69,900	10,980
Total Support Services-School Administration	<u>2,133,386</u>	<u>2,197,667</u>	<u>64,281</u>
Support Services-Business:			
Fiscal Services:			
Salaries	208,494	187,928	(20,566)
Employee Benefits	27,063	29,025	1,962
Purchased Services	39,226	46,000	6,774
Total Fiscal Services	<u>274,783</u>	<u>262,953</u>	<u>(11,830)</u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Operation and Maintenance of Plant Services:			
Salaries	961	0	(961)
Employee Benefits	136	0	(136)
Supplies and Materials	0	16,671	16,671
Capital Outlay	0	34,920	34,920
Total Operation and Maintenance of Plant Services	<u>1,097</u>	<u>51,591</u>	<u>50,494</u>
Food Services:			
Salaries	626,163	686,050	59,887
Employee Benefits	13,693	10,825	(2,868)
Purchased Services	11,228	40,380	29,152
Supplies and Materials	721,547	645,000	(76,547)
Capital Outlay	0	40,425	40,425
Total Food Services	<u>1,372,631</u>	<u>1,422,680</u>	<u>50,049</u>
Total Support Services-Business	<u>1,648,511</u>	<u>1,737,224</u>	<u>88,713</u>
Support Services-Central:			
Data Processing Services:			
Capital Outlay	0	25,000	25,000
Total Data Processing Services	<u>0</u>	<u>25,000</u>	<u>25,000</u>
Total Support Service-Central	<u>0</u>	<u>25,000</u>	<u>25,000</u>
Other Support Services:			
Salaries	241,198	250,000	8,802
Employee Benefits	15,594	20,727	5,133
Purchased Services	677,542	691,900	14,358
Supplies and Materials	85,443	21,000	(64,443)
Capital Outlay	1,546,903	1,262,661	(284,242)
Total Other Supporting Services	<u>2,566,680</u>	<u>2,246,288</u>	<u>(320,392)</u>
Total Supporting Services	<u>10,255,315</u>	<u>10,150,969</u>	<u>(104,346)</u>
Community Services:			
Salaries	7,467	8,146	679
Employee Benefits	1,657	0	(1,657)
Purchased Services	6,396	10,000	3,604
Total Community Services	<u>15,520</u>	<u>18,146</u>	<u>2,626</u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
EDUCATIONAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Payments to Other Governmental Units (In-State):			
Payments for Special Education Programs:			
Purchased Services	315,628	264,944	(50,684)
Total Payments to Other Governmental Units (In-State)	<u>315,628</u>	<u>264,944</u>	<u>(50,684)</u>
Payments to Other Governmental Units - Tuition (In-State):			
Special Education Programs - Tuition	724,686	780,000	55,314
CTE Programs - Tuition	4,325	6,500	2,175
Total Payments to Other Governmental Units - Tuition (In-State)	<u>729,011</u>	<u>786,500</u>	<u>57,489</u>
Total Payments to Other Governmental Units	<u>1,044,639</u>	<u>1,051,444</u>	<u>6,805</u>
Total Direct Disbursements (without Student Activity Funds)	<u>36,860,251</u>	<u>38,231,779</u>	<u>1,371,528</u>
Total Direct Disbursements (with Student Activity Funds)	<u>37,681,536</u>	<u>38,481,779</u>	<u>800,243</u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
OPERATIONS AND MAINTENANCE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Supporting Services:			
Support Services-Business:			
Operation and Maintenance of			
Plant Services:			
Salaries	1,282,715	1,412,500	129,785
Employee Benefits	117,192	115,894	(1,298)
Purchased Services	661,777	707,500	45,723
Supplies and Materials	1,339,413	1,212,900	(126,513)
Capital Outlay	469,774	1,540,218	1,070,444
	<u>3,870,871</u>	<u>4,989,012</u>	<u>1,118,141</u>
Total Support Services	<u>3,870,871</u>	<u>4,989,012</u>	<u>1,118,141</u>
Provision for Contingencies	<u>0</u>	<u>125,000</u>	<u>125,000</u>
Total Direct Disbursements	<u><u>3,870,871</u></u>	<u><u>5,114,012</u></u>	<u><u>1,243,141</u></u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
DEBT SERVICES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Interest on Long-Term Debt	1,774,657	1,774,657	0
Payments of Principal on Long-Term Debt	3,895,000	3,895,000	0
Debt Service-Other:			
Purchased Services	<u>3,708</u>	<u>10,000</u>	<u>6,292</u>
Total Direct Disbursements	<u><u>5,673,365</u></u>	<u><u>5,679,657</u></u>	<u><u>6,292</u></u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Supporting Services:			
Support Services-Business:			
Pupil Transportation Services:			
Salaries	1,414,084	1,518,690	104,606
Employee Benefits	33,618	62,500	28,882
Purchased Services	98,996	220,500	121,504
Supplies and Materials	421,246	425,000	3,754
Capital Outlay	905,498	434,000	(471,498)
	<u>2,873,442</u>	<u>2,660,690</u>	<u>(212,752)</u>
Total Direct Disbursements	<u>2,873,442</u>	<u>2,660,690</u>	<u>(212,752)</u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Instruction:			
Regular Programs:			
Employee Benefits	237,877	185,559	(52,318)
Pre-K Programs:			
Employee Benefits	10,402	10,978	576
Special Education Programs:			
Employee Benefits	310,029	268,455	(41,574)
Special Education Programs Pre-K:			
Employee Benefits	3,321	0	(3,321)
Remedial and Supplemental Programs K-12:			
Employee Benefits	25,862	26,436	574
Interscholastic Programs:			
Employee Benefits	41,593	42,668	1,075
Summer School Programs:			
Employee Benefits	1,192	435	(757)
Gifted Programs:			
Employee Benefits	192	226	34
Driver's Education Programs:			
Employee Benefits	2,423	1,850	(573)
Bilingual Programs:			
Employee Benefits	5,520	4,578	(942)
Total Instruction	<u>638,411</u>	<u>541,185</u>	<u>(97,226)</u>
Supporting Services:			
Support Services-Pupils:			
Attendance and Social Work Services:			
Employee Benefits	4,052	3,973	(79)
Guidance Services:			
Employee Benefits	9,819	10,697	878
Health Services:			
Employee Benefits	25,616	29,550	3,934
Psychological Services:			
Employee Benefits	4,225	3,315	(910)
Speech Pathology and Audiology:			
Employee Benefits	10,651	11,214	563
Other Support Services-Pupils:			
Employee Benefits	9,621	17,870	8,249
Total Support Services-Pupils	<u>63,984</u>	<u>76,619</u>	<u>12,635</u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Support Services-Instructional Staff:			
Improvement of Instruction Services:			
Employee Benefits	4,689	4,425	(264)
Educational Media Services:			
Employee Benefits	17,303	20,404	3,101
Total Support Services-Instructional Staff	<u>21,992</u>	<u>24,829</u>	<u>2,837</u>
Support Services-General Administration:			
Executive Administration Services:			
Employee Benefits	29,459	16,000	(13,459)
Risk Management and Claims Service Payments			
Employee Benefits	1,919	0	(1,919)
Total Support Services-General Administration	<u>31,378</u>	<u>16,000</u>	<u>(15,378)</u>
Support Services-School Administration:			
Office of the Principal Services:			
Employee Benefits	83,994	100,601	16,607
Total Support Services-School Administration	<u>83,994</u>	<u>100,601</u>	<u>16,607</u>
Support Services-Business:			
Fiscal Services:			
Employee Benefits	29,585	28,600	(985)
Operation and Maintenance of			
Plant Services:			
Employee Benefits	309,955	225,654	(84,301)
Pupil Transportation Services:			
Employee Benefits	127,905	205,000	77,095
Food Services:			
Employee Benefits	85,366	92,450	7,084
Total Support Services-Business	<u>552,811</u>	<u>551,704</u>	<u>(1,107)</u>
Other Support Services:			
Employee Benefits	35,580	40,400	4,820
Total Support Services	<u>789,739</u>	<u>810,153</u>	<u>20,414</u>
Community Services:			
Employee Benefits	107	0	(107)
Total Direct Disbursements	<u><u>1,428,257</u></u>	<u><u>1,351,338</u></u>	<u><u>(76,919)</u></u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Support Services:			
Support Services-Business:			
Facilities Acquisition & Construction:			
Capital Outlay	610,386	250,000	(360,386)
	<u>610,386</u>	<u>250,000</u>	<u>(360,386)</u>
Total Direct Disbursements	<u><u>610,386</u></u>	<u><u>250,000</u></u>	<u><u>(360,386)</u></u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
TORT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Instruction:			
Special Education Programs:			
Salaries	280,322	378,658	98,336
Employee Benefits	7,684	2,959	(4,725)
Total Special Education Programs	<u>288,006</u>	<u>381,617</u>	<u>93,611</u>
Special Education Programs Pre-K:			
Salaries	4,544	0	(4,544)
Employee Benefits	426	0	(426)
Total Special Education Programs Pre-K	<u>4,970</u>	<u>0</u>	<u>(4,970)</u>
Interscholastic Programs:			
Salaries	14,538	14,538	0
Employee Benefits	1,252	1,014	(238)
Total Interscholastic Programs	<u>15,790</u>	<u>15,552</u>	<u>(238)</u>
Total Instruction	<u>308,766</u>	<u>397,169</u>	<u>88,403</u>
Support Services:			
Support Services - Pupils:			
Health Services:			
Salaries	91,186	115,315	24,129
Employee Benefits	2,529	420	(2,109)
Total Health Services	<u>93,715</u>	<u>115,735</u>	<u>22,020</u>
Speech Pathology and Audiology Services:			
Salaries	710	14,000	13,290
Employee Benefits	8,624	0	(8,624)
Purchased Services	77	0	(77)
Total Speech Pathology and Audiology Services:	<u>9,411</u>	<u>14,000</u>	<u>4,589</u>
Other Support Services-Pupils:			
Salaries	102,293	134,350	32,057
Total Other Support Services-Pupils	<u>102,293</u>	<u>134,350</u>	<u>32,057</u>
Total Support Services-Pupils	<u>205,419</u>	<u>264,085</u>	<u>58,666</u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
TORT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Actual	Budget	Variance with Budget
Support Services-General Administration:			
Executive Administration Services:			
Salaries	38,872	40,368	1,496
Employee Benefits	2,629	5,334	2,705
Total Executive Administration Services	<u>41,501</u>	<u>45,702</u>	<u>4,201</u>
Special Area Administration Services:			
Salaries	28,078	0	(28,078)
Employee Benefits	942	0	(942)
Total Service Area Administrative Services	<u>29,020</u>	<u>0</u>	<u>(29,020)</u>
Risk Management and Claims Services Payments:			
Salaries	16,436	0	(16,436)
Purchased Services	801,658	990,600	188,942
Other Objects	51,030	0	(51,030)
Total Risk Management and Claims Payments	<u>869,124</u>	<u>990,600</u>	<u>121,476</u>
Total Support Services-General Administration	<u>939,645</u>	<u>1,036,302</u>	<u>96,657</u>
Support Services-School Administration:			
Office of the Principal Services:			
Salaries	198,057	192,994	(5,063)
Employee Benefits	29,683	31,943	2,260
Total Support Services-School Administration	<u>227,740</u>	<u>224,937</u>	<u>(2,803)</u>
Support Services-Business:			
Operation and Maintenance of Plant Services:			
Salaries	215,434	212,662	(2,772)
Employee Benefits	18,634	19,956	1,322
Capital Outlay	4,645	0	(4,645)
Total Operation and Maintenance of Plant Services	<u>238,713</u>	<u>232,618</u>	<u>(6,095)</u>
Pupil Transportation Services:			
Salaries	195,017	0	(195,017)
Employee Benefits	399	0	(399)
Total Pupil Transportation Services	<u>195,416</u>	<u>0</u>	<u>(195,416)</u>
Total Support Services-Business	<u>434,129</u>	<u>232,618</u>	<u>(201,511)</u>
Total Supporting Services	<u>1,806,933</u>	<u>1,757,942</u>	<u>(48,991)</u>
Provision for Contingencies	<u>0</u>	<u>100,000</u>	<u>100,000</u>
Total Direct Disbursements	<u><u>2,115,699</u></u>	<u><u>2,255,111</u></u>	<u><u>139,412</u></u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
STATEMENT OF EXPENDITURES DISBURSED
BUDGET TO ACTUAL
FIRE PREVENTION AND SAFETY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Support Services:			
Support Services-Business:			
Facilities Acquisition & Construction:			
Capital Outlay	361,663	658,463	296,800
Total Direct Disbursements	<u>361,663</u>	<u>658,463</u>	<u>296,800</u>

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

Note #1 – Summary of Significant Accounting Policies

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

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

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

Component Units

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

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

B. Basis of Presentation - Fund Accounting

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

Governmental Funds -

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

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

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

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

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

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

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

Governmental Funds - (cont'd)

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

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

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

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

The Fire Prevention and Safety Fund and Capital Projects Fund are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Trust Funds).

Fiduciary Funds -

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

The Flexible Benefit Plan Fund and Scholarship Fund are Trust Funds. They account for assets held by the District as an agent for the students, teachers, and other entities. These funds are custodial in nature and do not involve the measurement of the results of operations. The net assets available are shown as a reserve fund balance in these financial statements.

Governmental and Expendable Trust Funds - Measurement Focus

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

General Fixed Assets and General Long-Term Debt Account Group

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

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

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

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

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

No depreciation has been provided on fixed assets in these financial statements. The Illinois State Board of Education's Annual Financial Report (ISBE Form SD50-35/JA50-60) includes depreciation of \$4,187,178 which has been utilized for the calculation of the per capita tuition charge, and accumulated depreciation totaling \$52,507,171. Depreciation has been computed over the estimated useful lives of the assets using the straight-line method.

The estimated useful lives are as follows:

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

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

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

C. Basis of Accounting

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

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

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

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

D. Budgets and Budgetary Accounting

The budget for all Governmental Funds and for the Expendable Trust Fund is prepared on the cash basis of accounting, which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with Chapter 105, Section 5, Paragraph 17-1 of the Illinois Compiled Statutes. The original budget was passed on September 21, 2021. For each fund, total fund expenditures disbursed may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

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

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

E. Cash and Cash Equivalents

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

F. Investments

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

G. Inventories

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

H. Fund Balances

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

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

H. Fund Balances (cont'd)

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts. As of June 30, 2022, the District had no Nonspendable balances.

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

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

The School Board commits fund balance by making motions or passing resolutions to adopt policies or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. As of June 30, 2022, the District had no Committed balances.

Assigned - The assigned fund balance classification refers to amounts that are constrained by the government’s intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the School Board itself by assigning amounts to be used for specific purposes. As of June 30, 2022, the District had no Assigned balances.

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

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

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

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

I. Leases

The District accounts for leases as follows:

Lease contracts that transfer ownership – lease expenditures are recognized in the individual funds as capital outlay and included in the General Fixed Assets Account Group when paid.

All other lease contracts – lease expenditures are recognized in the individual funds as purchased services when paid.

The future minimum lease payments for all lease contracts are not included in the General Long-Term Debt Account Group. Future lease commitments are disclosed in Note #15. GASB No. 87 - *Leases* is effective for financial statement periods ending after June 15, 2022. This pronouncement did not impact the preparation of these financial statements due to the basis of accounting as previously described in Note #1.

J. Total Memorandum Only

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

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

Note #2 – Property Taxes

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. Taxes are levied in Peoria County. The 2021 levy was passed by the Board on December 15, 2021. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments in June and September. The District receives significant distributions of tax receipts approximately one month after these due dates. The District received \$18,198,101 from the 2021 tax levy prior to June 30, 2022. The balance of taxes shown in these financial statements are from the 2020 and prior tax levies.

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

	Maximum Rate	Actual <u>2021 Rate</u>	Actual <u>2020 Rate</u>	Actual <u>2019 Rate</u>
Educational	2.70000	2.70000	2.70000	2.70000
Operations and Maintenance	0.47500	0.47500	0.47500	0.47500
Transportation	0.20000	0.20000	0.20000	0.20000
Debt Services	None	0.53931	0.53571	0.51815
Municipal Retirement	None	0.04370	0.07919	0.08421
Social Security	None	0.06900	0.10481	0.10937
Tort	None	0.25931	0.26259	0.25446
Leasing	0.05000	0.05000	0.05000	0.05000
Special Education	0.04000	0.04000	0.04000	0.04000
Fire Prevention and Safety	0.05000	0.05000	0.05000	0.05000
Working Cash	0.05000	<u>0.05000</u>	<u>0.05000</u>	<u>0.04957</u>
Total		<u>4.47632</u>	<u>4.54730</u>	<u>4.53076</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

Note #3 - Regulatory Fund Balances

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

The District has the following categories of reserved fund balances:

1. Special Education Levy

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

2. Leasing Levy

Cash disbursed and the related cash receipts of this tax levy are accounted for in the Educational Fund. Revenue received exceeded expenditures disbursed for this purpose, resulting in a reserved fund balance of \$16,418.

3. Social Security Levy

Cash disbursed and the related cash receipts of this tax levy are accounted for in the Municipal Retirement/Social Security Fund. Revenue received exceeded expenditures disbursed for this purpose, resulting in a reserved fund balance of \$2,229,199.

4. School Facility Occupation Tax

Proceeds from the school facility occupation tax have been included in the Debt Services and Capital Projects Funds. Revenue received exceeded expenditures disbursed for this purpose, resulting in a reserved fund balance of \$1,607,698 in the Debt Services Fund and \$121,785 in the Capital Projects Fund.

5. Trust and Agency Funds

The District had various trust accounts for a Flexible Benefit Plan, scholarships, and memorials during the fiscal year totaling \$600,937. This balance is included in the financial statements as reserved in the Trust and Agency Fund.

6. State Grants

Proceeds from state grants and the related expenditures have been included in the Educational, Operations and Maintenance, and Transportation Funds. Revenue received exceeded expenditures disbursed for this purpose, resulting in a reserved fund balance of \$386 in the Educational Fund and \$50,000 in the Operations and Maintenance Fund.

7. Federal Grants

Proceeds from federal grants and the related expenditures have been included in the Educational, Operations and Maintenance, and Municipal Retirement/Social Security Funds. Expenditures disbursed exceeded revenue received for those specific purposes, resulting in no reserved fund balance.

8. Student Activity Funds

The District has Student Activity Funds included in the Educational Fund. The net revenue over expenditures resulted in a reserved balance of \$488,102 as of June 30, 2022.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

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

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

Note #4 – Deposits and Investments

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

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

Custodial Credit Risk Related to Deposits with Financial Institutions

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

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

As of June 30, 2022, none of the District's bank balances were exposed to custodial credit risk.

Investments

As of June 30, 2022, the District had the following investments and maturities.

<u>Investments</u>	<u>Book Value</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
			<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More Than 10</u>
Commercial Paper	3,972,732	3,971,096	3,971,096	0	0	0
Municipal Bonds	1,212,585	1,159,473	113,688*	1,045,785*	0	0
US Treasuries	13,541,773	13,070,482	1,997,230	11,073,252	0	0
US Gov't Agency Obligations	7,952,961	7,666,391	3,090,379*	4,444,448*	131,564*	0
Corporate Bonds	6,484,593	6,272,243	0	6,272,243*	0	0
Negotiable CD's	<u>250,000</u>	<u>249,981</u>	<u>249,981</u>	<u>0</u>	<u>0</u>	<u>0</u>
Sub-Total	<u>33,414,644</u>	<u>32,389,666</u>	<u>9,422,374</u>	<u>22,835,728</u>	<u>131,564</u>	<u>0</u>
 <u>Other Investments</u>						
Illinois Funds	<u>2,105,922</u>	<u>2,105,922</u>				
 Total Investments	 <u>35,520,566</u>	 <u>34,495,588</u>				

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

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

Interest Rate Risk

Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The District's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk of Investments

For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The federal agency securities and the money market fund are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent, but not in the District's name. The District does not have a policy for custodial credit risk.

Credit Risk

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

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

Concentration of Credit Risk

The District's investment policy places no limit on the amount the District may invest in any one issuer. More than 5 percent of the District's investments are in Fannie Mae, Freddie Mac, and United States Treasury. These investments are 6.34%, 5.34%, and 38.12% respectively of the District's total investments. Investments in mutual funds and other pooled investments are exempt from concentration risk disclosure. The following percentages reflect the breakdown of investments for the District as of June 30, 2022:

- 11% - Commercial Paper
- 4% - Municipal Bonds
- 18% - Corporate Notes
- 1% - Negotiable Certificates of Deposits
- 38% - US Treasuries
- 22% - US Gov't Agency Obligations
- 6% - Illinois Funds Money Market

During the year ended June 30, 2022, the District maintained an account with the Illinois Fund Money Market. Illinois Funds Money Market is an external investment pool created by the Illinois General Assembly in 1975. Its primary purpose is to provide Public Treasurers and other custodians of public funds with an alternative investment vehicle which will enable them to earn a competitive rate of return on fully collateralized investments, while maintaining immediate access to invested funds.

The monies invested by the individual participants are pooled together and invested in U.S. Treasury bills and notes backed by the full faith and credit of the U. S. Treasury. In addition, monies are invested in fully collateralized time deposits in Illinois financial institutions, in collateralized repurchase agreements, and in treasury mutual funds that invest in U.S. Treasury obligations and collateralized repurchase agreements.

The time deposits are collateralized 105% over FDIC or FSLIC \$100,000 insurance with U.S. Treasury obligations and marked to market on a weekly basis to maintain sufficiency. The repurchase agreements are collateralized at 102% with U.S. Treasury obligations and collateral is checked daily to determine sufficiency. Individual participants maintain separate investment accounts representing a proportionate share of the pool assets and its respective collateral; therefore no collateral is identified with each participant's account.

Foreign Currency Risk

Foreign currency risk is the risk that an investment denominated in the currency of a foreign country could reduce its U.S. dollar value, as a result of changes in foreign currency exchange rates. The District had no investments denominated in foreign currencies as of June 30, 2022.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

Note #5 – General Fixed Asset Account Group

A summary of changes in general fixed assets follows:

	Balance <u>July 1, 2021</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 2022</u>
Non-Depreciable Land	3,015,649	0	0	3,015,649
Permanent Buildings	116,308,751	395,145	0	116,703,896
Temporary Buildings	630,824	0	0	630,824
Improvements Other than Buildings	12,128,759	123,766	0	12,252,525
10 – Year Equipment	8,472,621	3,396,451	1,466,518	10,402,554
5 – Year Equipment	5,014,776	0	492,855	4,521,921
3 – Year Equipment	<u>92,496</u>	<u>0</u>	<u>0</u>	<u>92,496</u>
Totals	<u>145,663,876</u>	<u>3,915,362</u>	<u>1,959,373</u>	<u>147,619,865</u>

Note #6 – Pension Disclosures

The District contributes to two defined benefit pension plans: the Teachers Retirement System (TRS), and the Illinois Municipal Retirement Fund (IMRF). TRS is administered by the TRS board of trustees and is a cost sharing multiple employer plan. IMRF is administered by IMRF board of trustees and is an agent multiple-employer public employee retirement system. The benefits, benefit levels, employee contributions and employer contributions for both plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The aggregate employer recognized pension expense on a cash basis for the year ended June 30, 2022, was \$747,770.

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

Plan description

The employer participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration. The District employed 461 TRS members during the current fiscal year.

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.

Benefits provided

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

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

Note #6 – Pension Disclosures (cont'd.)

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

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 lumpsum 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 June 30, 2021, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On behalf contributions to TRS. The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2022, state of Illinois contributions recognized by the employer were based on the state's proportionate share of with the pension expense associated with the employer, and the employer recognized revenue and expenditures of \$12,277,475 in pension contributions from the state of Illinois.

2.2 formula contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2022, were calculated to be \$139,754 and \$139,754 was actually paid during the year ended June 30, 2022.

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

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

For the year ended June 30, 2022, the employer pension contribution was 10.31 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2022, salaries totaling \$689,261 were paid from federal and special trust funds that required employer contributions of \$71,063. \$71,063 was actually paid during the year ended June 30, 2022

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

Note #6 – Pension Disclosures (cont'd.)

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

Employer retirement cost contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary. Additionally, beginning with the year ended June 30, 2019, employers will make a similar contribution for salary increases over 3% if members are not exempted by current collective bargaining agreements or contracts.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2022, the employer paid \$21,278 to TRS for employer contributions due on salary increases in excess of 6 percent, \$1,511 for employer contributions due on salary increases in excess of 3%, and \$-0- for sick leave days granted in excess of the normal annual allotment.

Pension Expense

For the year ended June 30, 2022, the employer recognized TRS pension expense of \$233,606 on a cash basis under this plan.

B. Illinois Municipal Retirement Fund

Plan Description.

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

Benefits provided.

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

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

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

Note #6 – Pension Disclosures (cont'd.)

B. Illinois Municipal Retirement Fund (cont'd.)

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

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

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

Employees covered by benefit terms.

At December 31, 2021, the following employees were covered by the benefit terms:

Retirees or Beneficiaries currently receiving benefits	89
Inactive employees entitled to but not yet receiving benefits	338
Active employees	<u>279</u>
Total Members	706

Contributions.

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2021 was 7.95%. The total employer contribution paid for 2021 was \$535,192. The District's contribution rate for the calendar year 2022 is 6.59%. The actual contributions paid during the fiscal year ended June 30, 2022 were \$514,164. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Note #7 – Other Post-Employment Benefits

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

A. Teacher Health Insurance Security

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

Note #7 – Other Post-Employment Benefits (cont'd.)

A. Teacher Health Insurance Security (cont'd.)

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

On behalf contributions to the THIS Fund

The state of Illinois makes employer retiree health insurance contributions on behalf of the employer. State contributions are intended to cover the actuarial costs to the THIS Fund that are not covered by contributions from active members which were 0.90 percent of pay for the year ended June 30, 2022. State of Illinois contributions were \$216,022, and the employer recognized revenue and expenditures of this amount during the year.

Employer contributions to the THIS Fund

The employer also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2022. For the year ended June 30, 2022, the employer paid \$161,441 to the THIS Fund, which was 100 percent of the required contribution.

Further information on the THIS Fund

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General (<http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>). The current reports are listed under "Central Note Management Services" (<http://www.auditor.illinois.gov/Audit-Reports/CMS-THISE.asp>). Reports prior to FY2013 are available under "Healthcare and Family Services" (<http://www.auditor.illinois.gov/Audit-Reports/HEALTHCARE-FAMILY-SERVICES-Teacher-Health-Ins-Sec-Fund.asp>).

B. Post-Retirement Health Care Plan

The District provides post-retirement health care benefits for the retirees and their dependents. All retirees are eligible to continue their health coverage under the District's health insurance plan. The retirees are responsible for a portion of the entire premium payment to secure coverage. The District finances the plan on a pay-as-you-go basis. The Unfunded Actuarial Liability has not been determined as of June 30, 2022.

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

Funding Policy. The contribution requirements of the District may be amended by the School Board. Current policy is for the District to pay for post-retirement medical insurance benefits or premiums as they occur. The District requires retirees to contribute 100% of the premium for their desired coverage. The premiums are established for the employee/retiree group, which currently range from \$474 per month for individual coverage to \$1,494 per month for family coverage. Although, with regard to retirees, this amount contains an implied rate subsidy by the District through the blended premium covering all current employees and retirees, there is no actuarial valuation performed to determine the amount of such subsidy.

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

Note #8 – General Long-Term Debt Account Group

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

The following is a summary of long-term debt activity of the District for the year ended June 30, 2022:

<u>Description</u>	<u>Original Amount</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance July 1, 2021</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2022</u>	<u>Due In Less Than One Year</u>
Bonds									
G.O. Series 2013A	9,170,000	6/11/2013	4/1/2033	4.00-4.25%	9,170,000	0	(9,170,000)	0	0
G.O. Series 2013B	6,865,000	6/11/2013	4/1/2033	0.85-3.51%	2,050,000	0	(755,000)	1,295,000	780,000
G.O. Series 2014A	8,845,000	3/27/2014	4/1/2023	4.00-5.00%	8,845,000	0	0	8,845,000	400,000
G.O. Series 2014B	1,800,000	3/27/2014	4/1/2030	4.00-5.00%	725,000	0	(600,000)	125,000	125,000
Alt Rev Bond 2018	7,720,000	6/6/2018	4/1/2028	4.00-5.00%	6,285,000	0	(775,000)	5,510,000	810,000
G.O. Refunding, Ser. 2019	12,195,000	1/30/2019	12/1/2025	2.16-2.59%	10,655,000	0	(1,765,000)	8,890,000	2,045,000
G.O. Refunding, Ser. 2020	8,860,000	1/9/2020	4/1/30	4.00%	8,860,000	0	0	8,860,000	0
G.O. Refunding, Ser. 2022	8,860,000	3/9/2022	4/1/33	3.00-4.00%	<u>0</u>	<u>8,520,000</u>	<u>0</u>	<u>8,520,000</u>	<u>0</u>
Total Bonds					<u>46,590,000</u>	<u>8,520,000</u>	<u>(13,065,000)</u>	<u>42,045,000</u>	<u>4,160,000</u>

Current Year Debt Defeasance –

On March 9, 2022, the District issued General Obligation Refunding School Bonds, Series 2022 in the amount of \$8,520,000 to refund the General Obligation School Bonds, Series 2013A, which were called. The District transferred \$192,369 to UMB Bank, National Association to complete the refunding of the General Obligation School Bonds, Series 2013A. Principal due on the General Obligation School Bonds, Series 2013A was \$9,170,000. Interest due was \$2,753,317. The Refunding Bonds were issued at par with a premium of \$785,588. After paying issuance costs of \$59,640, there was a net proceed of \$9,245,948 which was used by UMB Bank, National Association to pay off the outstanding debt on the General Obligation School Bond, Series 2013A. The total economic gain on the refunding is \$1,374,285.

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

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

The General Obligation School Bonds, Series 2022 are subject to redemption prior to maturity on April 1, 2031, and on any interest payment date thereafter at a price of par plus accrued interest.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

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

The annual debt service requirements of general obligation bonds are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	4,160,000	1,595,459	5,755,459
2024	4,395,000	1,436,167	5,831,167
2025	4,685,000	1,278,255	5,963,255
2026	5,010,000	1,105,628	6,115,628
2027	5,150,000	962,100	6,112,100
2028	5,580,000	749,975	6,329,975
2029	4,820,000	519,275	5,339,275
2030	5,160,000	318,225	5,478,225
2031	990,000	102,450	1,092,450
2032	1,030,000	62,850	1,092,850
2033	<u>1,065,000</u>	<u>31,950</u>	<u>1,096,950</u>
	<u>42,045,000</u>	<u>8,162,334</u>	<u>50,207,334</u>

Debt Services Fund Balance – At June 30, 2022, the excess of the assets over liabilities of the Debt Services Fund was allocable to the individual issues as follows:

<u>Bond Issue Dated</u>	<u>Amount</u>
May 29, 2013B	314,876
May 27, 2014A	328,021
May 27, 2014B	34,733
June 6, 2018, 2018	1,607,698
December 20, 2018, GO 2019	920,748
January 9, 2020, Refunding 2020	145,065
March 9, 2022, Refunding 2022	<u>298,335</u>
Total	<u>3,649,476</u>

Legal Debt Limit –

Section 5/19-1 of the Illinois School Code limits the amount of qualifying debt of the District to 13.8% of the latest equalized assessed value. The equalized assessed value as of January 1, 2021 was \$869,642,507.

The estimated legal debt margin of the District at June 30, 2022, was calculated as follows:

Legal Debt Limit	120,010,666
Less Qualifying Debt	<u>(36,535,000)</u>
Legal Debt Margin	<u>83,475,666</u>

Note #9 – Tax Anticipation Warrants

There was no tax anticipation warrants issued, retired, or outstanding during the fiscal year ended June 30, 2022.

Note #10 – Interfund Loan and Transfers

There were no interfund loans or permanent transfers during the fiscal year ended June 30, 2022.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

Note #11 – Common Bank Accounts

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

Note #12 – Deficit Fund Balances

As of June 30, 2022, the District had no deficit fund balances.

Note #13 – Self-Insurance Plan

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

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

Note #14 – Contingencies

The District received funding from state and federal grants in the current and prior years which are subject to audits by the granting agencies. Management believes any adjustments that may arise from these audits will be insignificant to District operations.

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

Note #15 – Commitments

As of June 30, 2022, the District had the following commitments:

Leases – As of June 30, 2022, the District had no lease agreements.

Unpaid Teacher's Contracts – Teacher's contracts for services rendered during the school year for teachers electing twelve-month pay schedules are recorded as disbursements in the fiscal year when such checks are drawn. At June 30, 2022, the total amount of unpaid teacher's contracts for services performed during the year ended June 30, 2022, amounted to \$1,581,626.

Vacation Pay – Vacation pay is considered to be an expenditure in the year paid. Eligible administrators and support staff receive vacation pay. At June 30, 2022, the estimated unused vacation pay liability is \$-0-.

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

Termination Benefits – The District has negotiated a retirement incentive plan for teachers who provide advance notification of their impending retirement. This commitment represents the difference between a 6% annual raise over what the normal raise would have been for the period of the retirement incentive plan. As of June 30, 2022, the known future payments under this incentive program totaled \$431,913.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

Note #15 – Commitments (cont'd.)

Construction Commitments – As of June 30, 2022, the District had no construction commitments.

Note #16 – Joint Ventures

The District is a member of Peoria Educational Region for Employment and Career Training; information can be obtained from the Regional office of Education in Peoria County located in the Peoria County Courthouse, 324 Main St., Peoria, IL 61602. The District is a member of Peoria County Bright Futures located at 500 E. Glen Ave, Peoria Heights, IL 61616. The District is also a member of Special Education Association of Peoria County (SEAPCO), located at 6000 S. Adams St., Bartonville, IL 61607. The District's pupils benefit from programs administered under these joint agreements, and the District benefits from jointly administered grants and programming. The District does not have an equity interest in these joint agreements. The joint agreements are separately audited and are not included in these financial statements. The District paid \$493,216 to SEAPCO during the fiscal year ended June 30, 2022 for special education tuition.

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

The Eunice Richmond Scholarship Fund for Dunlap High School (Scholarship Fund) was established to offer \$5,000 scholarships to students, adjusted for inflation using the C.P.I. for education. The candidates must have financial need and major in agriculture or medicine. During the year ended June 30, 2022, \$15,000 in scholarships were awarded. The Scholarship Fund is included in these financial statements as a Trust and Agency Fund.

Note #18 – Risk Management

Significant losses are covered by commercial insurance for all major programs: property, liability, and worker's compensation. During the year ended June 30, 2022, there were no significant reductions in insurance coverage. Also, there have been no settlement amounts which have exceed insurance coverage in the past three years.

The District is insured under a guaranteed cost plan policy for worker's compensation coverage, whereas the initial premium may be adjusted based on actual payroll. Adjustments in premiums are recorded when paid or received. During the year ended June 30, 2022, there were no significant adjustments in premiums based on actual experience.

Note #19 - Disbursements and Transfers in Excess of Budget

As of June 30, 2022, the District had the following disbursements and/or transfers in excess of budget as follows:

The Transportation Fund expended \$2,873,442, with a budget of \$2,660,690.

The Municipal Retirement/Social Security Fund expended \$1,428,257, with a budget of \$1,351,338.

The Capital Projects Fund expended \$610,386, with a budget of \$250,000.

Note #20 – COVID- 19 Impact

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

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

Note #21 – Subsequent Event

The District evaluates events and transactions that occur subsequent to year-end for potential recognition or disclosure in the financial statements through the date of the Independent Auditor's Report, which is the date the financial statements were available to be issued. During the year ended June 30, 2022, the Illinois State Board of Education conducted an audit of the District's transportation claim. On August 5, 2022, the District received findings from this audit which indicated the District is owed \$985,258. The District expects to receive this revenue during the fiscal year ended June 30, 2023.

SUPPLEMENTAL INFORMATION

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
 COMBINING SCHEDULE OF REVENUES RECEIVED,
 EXPENDITURES DISBURSED, AND FUND BALANCE
 ALL STUDENT ACTIVITY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Dunlap High School Activity Fund	Dunlap Middle School Activity Fund	Dunlap Valley Middle School Activity Fund	Dunlap Elementary Activity Fund	Wilder Waite Elementary Activity Funds	Banner Elementary Activity Fund	Ridgeview Elementary Activity Fund	Hickory Grove Elementary Activity Fund	Total
Beginning Activity Fund Balance, July 1, 2021	356,203	67,064	33,638	1,653	3,964	5,456	4,089	9,808	481,875
Revenues Received	614,622	57,955	89,475	5,438	6,892	22,299	10,325	20,506	827,512
Expenditures Disbursed	(613,818)	(50,405)	(88,402)	(5,264)	(9,301)	(15,569)	(10,384)	(28,142)	(821,285)
Ending Activity Fund Balances, June 30, 2022	<u>357,007</u>	<u>74,614</u>	<u>34,711</u>	<u>1,827</u>	<u>1,555</u>	<u>12,186</u>	<u>4,030</u>	<u>2,172</u>	<u>488,102</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
DUNLAP COMMUNITY HIGH SCHOOL ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Activities	Beginning Balance	Increases	Decreases	Ending Balance
Club Accounts:				
Art Club	199.47	-	31.24	168.23
Anime	67.50	-	-	67.50
Best Buddies	1,141.59	-	485.14	656.45
Chorus	(30.00)	21,425.68	20,533.58	862.10
Graduates	1,161.25	599.82	1,761.07	0.00
Class of 2021	599.82	-	599.82	0.00
Class of 2022	0.00	90.00	90.00	0.00
Class of 2023	758.38	1,141.55	-	1,899.93
Class of 2024	2,551.62	-	154.40	2,397.22
Dual Credit	13,310.75	37,123.08	39,302.68	11,131.15
Essential Skills	462.03	-	-	462.03
F.B.L.A	1,677.15	8,854.00	7,638.30	2,892.85
F.C.A.	26.58	-	-	26.58
F.C.C.L.A.	295.36	8,490.95	4,549.20	4,237.11
F.F.A.	1,416.21	588.00	576.50	1,427.71
Fine Arts	50.12	-	-	50.12
Flight Club	1,640.12	685.00	1,319.27	1,005.85
Flower Fund	138.12	-	-	138.12
Foreign Language	2,126.31	320.00	16.08	2,430.23
Goodwill	87.78	2,295.49	195.99	2,187.28
Graduation Fund	1,472.96	2,815.49	4,112.64	175.81
Grants	469.36	-	-	469.36
Interact	282.66	1,102.34	805.00	580.00
Interest Account	8,404.49	10,739.89	13,983.15	5,161.23
International Thespian Society	6,371.57	-	129.00	6,242.57
JSA	362.34	-	-	362.34
Key Club	670.96	220.00	104.00	786.96
Law	394.31	1,057.00	725.36	725.95
LEAF Club	979.18	-	-	979.18
Library	424.79	-	88.72	336.07
Life Skills Vocational	3,940.60	-	70.00	3,870.60
Madrigals	957.78	10,059.40	10,396.00	621.18
Marching Band	21,668.18	40,072.75	49,021.52	12,719.41
Medical Club	39.81	113.00	42.08	110.73
Model UN	0.00	657.00	120.00	537.00
MSA	51.33	1,895.50	350.00	1,596.83
Multi-Cultural Club	231.73	300.00	43.86	487.87
Music Club	(305.27)	16,295.00	8,257.31	7,732.42
Musical/Play	21,186.32	10,273.80	16,813.98	14,646.14
NHS	2.49	-	-	2.49
Parent Club Donations	1,472.51	-	701.55	770.96
P.E.	111.07	-	-	111.07
Pride Club	0.00	255.12	255.12	0.00
Project Purple	772.54	-	-	772.54
Prom	1,388.00	33,852.32	33,545.63	1,694.69
PSAT/AP Testing	17,303.15	108,035.00	73,013.54	52,324.61
Red Cross Club	351.75	939.00	339.15	951.60
SFL	1,698.31	-	-	1,698.31
Snowball	1,326.39	2,805.00	2,972.00	1,159.39
SOS	266.78	-	-	266.78

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
DUNLAP COMMUNITY HIGH SCHOOL ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Activities	Beginning Balance	Increases	Decreases	Ending Balance
St. Jude	582.96	14,823.62	14,969.00	437.58
Student Council-Regular	26,503.53	16,084.71	22,470.07	20,118.17
Table Tennis	8.43	200.00	-	208.43
Theater-Improv	0.00	540.00	35.90	504.10
Unicef	0.00	200.00	-	200.00
Vending Machines	1,372.35	749.17	396.80	1,724.72
Writing Club	294.00	-	-	294.00
Yearbook	1,959.47	1,765.00	55.00	3,669.47
Yearbook Account	1,980.63	-	-	1,980.63
Subtotal of Club Activities	<u>152,677.62</u>	<u>357,463.68</u>	<u>331,069.65</u>	<u>179,071.65</u>
Sports Accounts:				
Act. Scholarship Fund	53.06	-	-	53.06
Baseball	2,263.69	29,147.93	20,617.36	10,794.26
Basketball - Boys	4,627.71	18,265.96	15,772.83	7,120.84
Basketball - Girls	2,692.69	12,196.77	13,848.27	1,041.19
Cheerleading	877.61	12,863.24	18,940.44	(5,199.59)
Cross Country	6,311.28	3,429.27	3,065.10	6,675.45
Dance Team	7,919.56	28,134.34	33,824.90	2,229.00
Dunlap Relays	1,017.75	1,148.00	1,786.92	378.83
Bass Fishing Club	1,034.16	1,080.00	169.06	1,945.10
Football	15,462.36	28,228.31	22,273.47	21,417.20
F/S Volleyball Tournament	1,849.14	1,645.25	2,236.04	1,258.35
Golf	10,614.29	5,347.07	4,838.57	11,122.79
IHSA Account	15,553.71	41,870.99	43,209.44	14,215.26
Lacrosse	5,524.54	2,339.77	6,900.00	964.31
Lacrosse - Girls	1,250.52	555.00	623.50	1,182.02
Play/Speech	230.46	1,333.00	1,036.92	526.54
Robotics	89,516.72	5,650.00	6,954.68	88,212.04
Scholastic Bowl	800.01	650.00	561.20	888.81
Soccer - Boys	4,444.88	5,154.44	9,412.40	186.92
Soccer - Girls	3,046.51	4,319.03	6,482.92	882.62
Softball	1,281.09	5,599.07	5,718.44	1,161.72
Swimming	8,987.67	29,845.81	38,313.11	520.37
Tennis	5,373.54	8,193.29	12,270.54	1,296.29
Track - Boys	1,454.44	1,187.44	1,824.60	817.28
Track - Girls	5,843.55	50.00	1,424.83	4,468.72
Volleyball	5,037.42	6,131.68	7,544.82	3,624.28
Wrestling	457.25	2,792.32	3,098.25	151.32
Subtotal of Sports Activities	<u>203,525.61</u>	<u>257,157.98</u>	<u>282,748.61</u>	<u>177,934.98</u>
Total Activities	<u>356,203.23</u>	<u>614,621.66</u>	<u>613,818.26</u>	<u>357,006.63</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
DUNLAP MIDDLE SCHOOL ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Music	256.56	5,395.00	5,554.00	97.56
Class Gift	2,223.69	-	-	2,223.69
Speech	1,741.71	945.00	1,057.73	1,628.98
Library	329.03	36.00	-	365.03
Pop Fund	893.10	577.77	1,100.45	370.42
Picture	511.36	1,775.52	1,081.33	1,205.55
Resale Items	1,693.02	10,800.74	10,180.27	2,313.49
Staff	765.40	-	389.00	376.40
Student Council	1,429.87	-	541.89	887.98
Yearbooks	6,509.68	5,725.00	764.84	11,469.84
Tournaments	2,252.84	14,935.63	8,383.82	8,804.65
Life Skills/Instructional	10,595.79	-	240.22	10,355.57
Student Fees	27,975.56	17,763.97	21,111.53	24,628.00
8th Grade	9,886.72	-	-	9,886.72
Total	<u>67,064.33</u>	<u>57,954.63</u>	<u>50,405.08</u>	<u>74,613.88</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
DUNLAP VALLEY MIDDLE SCHOOL ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Resale Items	9,617.93	35,318.62	34,509.70	10,426.85
Library	949.81	1,215.41	1,215.41	949.81
Yearbooks	187.82	6,729.16	2,531.43	4,385.55
Class Trip	7,109.54	11,068.00	15,180.66	2,996.88
Student Council	1,627.02	11,626.25	9,611.19	3,642.08
Music	612.86	4,538.73	4,136.20	1,015.39
Staff	33.40	-	-	33.40
Student Fees	9,380.68	5,085.50	10,164.84	4,301.34
Speech	0.84	485.00	54.65	431.19
Pop	120.77	165.37	268.45	17.69
Tournaments	804.42	11,301.75	9,898.65	2,207.52
Picture	98.09	1,941.86	723.33	1,316.62
Science Fair	3,094.43	-	107.98	2,986.45
Total	<u>33,637.61</u>	<u>89,475.65</u>	<u>88,402.49</u>	<u>34,710.77</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
 SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
 DUNLAP ELEMENTARY ACTIVITY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Teachers' Fund	1,652.46	5,438.12	5,263.82	1,826.76
Total	<u>1,652.46</u>	<u>5,438.12</u>	<u>5,263.82</u>	<u>1,826.76</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
WILDER WAITE ELEMENTARY ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

<u>Activities</u>	<u>Beginning Fund Balance</u>	<u>Revenues Received</u>	<u>Expenditures Disbursed</u>	<u>Ending Fund Balance</u>
Activity Fund	3,963.56	6,891.95	9,300.77	1,554.74
Total	<u>3,963.56</u>	<u>6,891.95</u>	<u>9,300.77</u>	<u>1,554.74</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
BANNER ELEMENTARY ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Field Trips	30.10	2,868.00	2,893.00	5.10
General	5,425.93	14,191.63	7,436.49	12,181.07
Charitable	0.00	5,239.73	5,239.73	0.00
Total	<u>5,456.03</u>	<u>22,299.36</u>	<u>15,569.22</u>	<u>12,186.17</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
RIDGEVIEW ELEMENTARY ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

<u>Activities</u>	<u>Beginning Fund Balance</u>	<u>Revenues Received</u>	<u>Expenditures Disbursed</u>	<u>Ending Fund Balance</u>
Teachers' and Students' Fund	4,088.98	10,325.89	10,384.43	4,030.44
Total	<u>4,088.98</u>	<u>10,325.89</u>	<u>10,384.43</u>	<u>4,030.44</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED
HICKORY GROVE ELEMENTARY SCHOOL ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
HGES Activity	9,808.16	20,506.60	28,142.32	2,172.44
Total	<u>9,808.16</u>	<u>20,506.60</u>	<u>28,142.32</u>	<u>2,172.44</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
 COMBINING SCHEDULE OF ASSETS, LIABILITIES, AND FUND BALANCE
 ARISING FROM CASH TRANSACTIONS
 ALL TRUST AND AGENCY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Eunice B. Richmond Scholarship Fund	Flexible Benefit Plan Fund	Total
<u>ASSETS</u>			
Cash and Cash Equivalents	555,172	45,765	600,937
Total Assets	<u>555,172</u>	<u>45,765</u>	<u>600,937</u>
<u>LIABILITIES</u>			
Due to other Organizations	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE</u>			
Reserved Fund Balance	555,172	45,765	600,937
TOTAL LIABILITIES AND FUND BALANCE	<u>555,172</u>	<u>45,765</u>	<u>600,937</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF REVENUE RECEIVED, EXPENDITURES DISBURSED, OTHER
SOURCES (USES) AND CHANGES IN FUND BALANCE BEFORE ADVANCE TAXES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Revenue Received Before Advance Taxes:										
Local Sources										
Real Estate Taxes (1)	23,716,745	4,037,797	4,553,861	1,700,125	1,564,120		425,031	2,232,175	425,031	38,654,885
Other Local Revenue	3,594,473	87,085	1,088,842	46,644	102,938	758,084	5,682	5,082	1,550	5,690,380
Evidence Based Funding	3,636,613									3,636,613
Other State Sources	317,368	50,000		325,847						693,215
Federal Sources	4,774,995	132,751			548					4,908,294
Total Direct Receipts	36,040,194	4,307,633	5,642,703	2,072,616	1,667,606	758,084	430,713	2,237,257	426,581	53,583,387
Expenditures Disbursed:										
Instruction	25,544,777				638,411			308,766		26,491,954
Support Services	10,255,315	3,870,871		2,873,442	789,739	610,386		1,806,933	361,663	20,568,349
Community Services	15,520				107					15,627
Payments to Other Governmental Units	1,044,639									1,044,639
Debt Services			5,673,365							5,673,365
Total Direct Disbursements	36,860,251	3,870,871	5,673,365	2,873,442	1,428,257	610,386	0	2,115,699	361,663	53,793,934
Excess of Receipts Over (Under) Disbursements	(820,057)	436,762	(30,662)	(800,826)	239,349	147,698	430,713	121,558	64,918	(210,547)
Total Other Sources (Uses)	0	0	0	0	0	0	0	0	0	0
Excess of Receipts Over (Under) Disbursements and Other Sources (Uses)	(820,057)	436,762	(30,662)	(800,826)	239,349	147,698	430,713	121,558	64,918	(210,547)
Fund Balance Before Advanced Taxes, July 1, 2021	22,528,869	2,450,429	1,487,619	6,209,754	4,422,637	816,566	2,829,409	2,022,240	686,893	43,454,416
Fund Balance Before Advanced Taxes, June 30, 2022	21,708,812	2,887,191	1,456,957	5,408,928	4,661,986	964,264	3,260,122	2,143,798	751,811	43,243,869
Advanced Taxes Received Prior to June 30, 2022	11,342,509	1,931,072	2,192,519	813,083	458,173	0	203,271	1,054,203	203,271	18,198,101
Fund Balance After Advanced Taxes, June 30, 2022	33,051,321	4,818,263	3,649,476	6,222,011	5,120,159	964,264	3,463,393	3,198,001	955,082	61,441,970

(1) Real Estate Receipts have been reduced by the 2021 Levy received prior to June 30, 2022, and increased by the 2020 Levy received prior to June 30, 2021.

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF BONDED INDEBTEDNESS
JUNE 30, 2022

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

Fiscal Year		Principal	Interest Due		
<u>of Maturity</u>	<u>Interest Rate</u>	<u>April 1</u>	<u>October 1</u>	<u>April 1</u>	<u>Total</u>
2023	3.360%	780,000	22,142	22,142	824,284
2024	3.510%	515,000	9,038	9,038	533,076
Total		<u>1,295,000</u>	<u>31,180</u>	<u>31,180</u>	<u>1,357,360</u>

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

Fiscal Year		Principal	Interest Due		
<u>of Maturity</u>	<u>Interest Rate</u>	<u>April 1</u>	<u>October 1</u>	<u>April 1</u>	<u>Total</u>
2023	4.500%	400,000	200,500	200,500	801,000
2024	5.000%	670,000	191,500	191,500	1,053,000
2025	5.000%	725,000	174,750	174,750	1,074,500
2026	4.000%	800,000	156,625	156,625	1,113,250
2027	4.500%	1,225,000	140,625	140,625	1,506,250
2028	4.500%	1,500,000	113,062	113,062	1,726,124
2029	4.500%	1,650,000	79,312	79,313	1,808,625
2030	4.500%	1,875,000	42,187	42,187	1,959,374
Total		<u>8,845,000</u>	<u>1,098,561</u>	<u>1,098,562</u>	<u>11,042,123</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF BONDED INDEBTEDNESS
JUNE 30, 2022

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

Fiscal Year of Maturity	Interest Rate	Principal	Interest Due		Total
		April 1	October 1	April 1	
2023	4.500%	125,000	2,812	2,813	130,625
Total		125,000	2,812	2,813	130,625

General Obligation School Bonds (Alternate Revenue Source), Series 2018
Dated: June 6, 2018
Original Issue - \$7,720,000
Subject to redemption prior to maturity on April 1, 2028, and on any
interest payment date thereafter at a price of par plus accrued interest.
Principal Due: April 1
Interest Due: April 1 and October 1
Interest Rate: 4.000% - 5.000%
Paying Agent: The Bank of New York Mellon Trust Company, National Association, Chicago, Illinois

Fiscal Year of Maturity	Interest Rate	Principal	Interest Due		Total
		April 1	October 1	April 1	
2023	5.000%	810,000	127,700	127,700	1,065,400
2024	5.000%	855,000	107,450	107,450	1,069,900
2025	5.000%	895,000	86,075	86,075	1,067,150
2026	5.000%	940,000	63,700	63,700	1,067,400
2027	4.000%	985,000	40,200	40,200	1,065,400
2028	4.000%	1,025,000	20,500	20,500	1,066,000
Total		5,510,000	445,625	445,625	6,401,250

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF BONDED INDEBTEDNESS
JUNE 30, 2022

General Obligation Refunding School Bonds, Series 2019
Refunded the General Obligation Refunding School Bonds, Series 2009
Dated: January 30, 2019
Original Issue - \$12,195,000
Not subject to redemption prior to maturity.
Principal Due: December 1
Interest Due: June 1 and December 1
Interest Rate: 2.160% - 2.590%
Paying Agent: The Bank of New York Mellon Trust Company, National Association

Fiscal Year		Principal	Interest Due		
<u>of Maturity</u>	<u>Interest Rate</u>	<u>December 1</u>	<u>December 1</u>	<u>June 1</u>	<u>Total</u>
2023	2.340%	2,045,000	109,640	85,713	2,240,353
2024	2.410%	2,115,000	85,713	60,228	2,260,941
2025	2.500%	2,280,000	60,228	31,728	2,371,956
2026	2.590%	2,450,000	31,728	-	2,481,728
Total		8,890,000	287,309	177,669	9,354,978

General Obligation Refunding School Bonds, Series 2020
Dated: January 9, 2020
Original Issue - \$8,860,000
Subject to redemption prior to maturity on April 1, 2028, and on any
interest payment date thereafter at a price of par plus accrued interest.
Principal Due: April 1
Interest Due: October 1 and June 1
Interest Rate: 4.000%
Paying Agent: The Bank of New York Mellon Trust Company, National Association

Fiscal Year		Principal	Interest Due		
<u>of Maturity</u>	<u>Interest Rate</u>	<u>April 1</u>	<u>October 1</u>	<u>April 1</u>	<u>Total</u>
2023			177,200	177,200	354,400
2024			177,200	177,200	354,400
2025			177,200	177,200	354,400
2026			177,200	177,200	354,400
2027	4.000%	2,095,000	177,200	177,200	2,449,400
2028	4.000%	2,175,000	135,300	135,300	2,445,600
2029	4.000%	2,255,000	91,800	91,800	2,438,600
2030	4.000%	2,335,000	46,700	46,700	2,428,400
Total		8,860,000	1,159,800	1,159,800	11,179,600

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF BONDED INDEBTEDNESS
JUNE 30, 2022

General Obligation Refunding School Bonds, Series 2022
Refunded the General Obligation Refunding School Bonds, Series 2013A
Dated: March 9, 2022
Original Issue - \$8,520,000
Subject to redemption prior to maturity on April 1, 2031, and on any
interest payment date thereafter at a price of par plus accrued interest.
Principal Due: April 1
Interest Due: April 1 and October 1
Interest Rate: 3.000% - 4.000%
Paying Agent: The Bank of New York Trust Company, National Association

Fiscal Year		Principal	Interest Due		
<u>of Maturity</u>	<u>Interest Rate</u>	<u>April 1</u>	<u>October 1</u>	<u>April 1</u>	<u>Total</u>
2023			179,471	159,925	339,396
2024	4.000%	240,000	159,925	159,925	559,850
2025	4.000%	785,000	155,125	155,125	1,095,250
2026	4.000%	820,000	139,425	139,425	1,098,850
2027	4.000%	845,000	123,025	123,025	1,091,050
2028	4.000%	880,000	106,125	106,105	1,092,230
2029	4.000%	915,000	88,525	88,525	1,092,050
2030	4.000%	950,000	70,225	70,225	1,090,450
2031	4.000%	990,000	51,225	51,225	1,092,450
2032	3.000%	1,030,000	31,425	31,425	1,092,850
2033	3.000%	1,065,000	15,975	15,975	1,096,950
Total		<u>8,520,000</u>	<u>1,120,471</u>	<u>1,100,905</u>	<u>10,741,376</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF TAXES EXTENDED AND COLLECTED
JUNE 30, 2022

	<u>Educational Levy</u>	<u>Special Education Levy</u>	<u>Leasing Levy</u>	<u>Operation & Maintenance Levy</u>	<u>Debt Services Levy</u>	<u>Trans- portation Levy</u>	<u>Municipal Retirement Levy</u>	<u>Social Security Levy</u>	<u>Working Cash Levy</u>	<u>Tort Immunity Levy</u>	<u>Fire Safety Levy</u>	<u>Total All Levies</u>
<u>2019 Levy</u>												
Assessed Valuation	878,365,829											
Tax Rate per \$100.00	<u>2.70000</u>	<u>0.04000</u>	<u>0.05000</u>	<u>0.47500</u>	<u>0.51815</u>	<u>0.20000</u>	<u>0.08421</u>	<u>0.10937</u>	<u>0.04957</u>	<u>0.25446</u>	<u>0.05000</u>	<u>4.53076</u>
Taxes Extended	<u>23,715,877</u>	<u>351,346</u>	<u>439,183</u>	<u>4,172,238</u>	<u>4,551,253</u>	<u>1,756,732</u>	<u>739,672</u>	<u>960,669</u>	<u>435,406</u>	<u>2,235,090</u>	<u>439,183</u>	<u>39,796,649</u>
Taxes Collected 98.77%	<u>23,423,644</u>	<u>347,016</u>	<u>433,771</u>	<u>4,120,827</u>	<u>4,495,171</u>	<u>1,735,084</u>	<u>730,557</u>	<u>948,831</u>	<u>430,041</u>	<u>2,207,548</u>	<u>433,771</u>	<u>39,306,261</u>
<u>2020 Levy</u>												
Assessed Valuation	858,769,372											
Tax Rate per \$100.00	<u>2.70000</u>	<u>0.04000</u>	<u>0.05000</u>	<u>0.47500</u>	<u>0.53571</u>	<u>0.20000</u>	<u>0.07919</u>	<u>0.10481</u>	<u>0.05000</u>	<u>0.26259</u>	<u>0.05000</u>	<u>4.54730</u>
Taxes Extended	<u>23,186,773</u>	<u>343,508</u>	<u>429,385</u>	<u>4,079,155</u>	<u>4,600,513</u>	<u>1,717,539</u>	<u>680,059</u>	<u>900,076</u>	<u>429,385</u>	<u>2,255,042</u>	<u>429,385</u>	<u>39,050,820</u>
Advance Taxes Received Prior to June 30, 2021	10,861,605	160,913	201,141	1,910,838	2,155,063	804,563	318,567	421,631	201,141	1,056,351	201,141	18,292,954
Taxes received July 1, 2021 thru June 30, 2022	<u>12,088,677</u>	<u>179,092</u>	<u>223,864</u>	<u>2,126,712</u>	<u>2,398,528</u>	<u>895,458</u>	<u>354,556</u>	<u>469,265</u>	<u>223,864</u>	<u>1,175,691</u>	<u>223,864</u>	<u>20,359,571</u>
Taxes Collected 98.98%	<u>22,950,282</u>	<u>340,005</u>	<u>425,005</u>	<u>4,037,550</u>	<u>4,553,591</u>	<u>1,700,021</u>	<u>673,123</u>	<u>890,896</u>	<u>425,005</u>	<u>2,232,042</u>	<u>425,005</u>	<u>38,652,525</u>
<u>2021 Levy</u>												
Assessed Valuation	869,642,507											
Tax Rate per \$100.00	<u>2.70000</u>	<u>0.04000</u>	<u>0.05000</u>	<u>0.47500</u>	<u>0.53931</u>	<u>0.20000</u>	<u>0.04370</u>	<u>0.06900</u>	<u>0.05000</u>	<u>0.25931</u>	<u>0.05000</u>	<u>4.47632</u>
Taxes Extended	<u>23,480,348</u>	<u>347,857</u>	<u>434,821</u>	<u>4,130,802</u>	<u>4,690,069</u>	<u>1,739,285</u>	<u>380,034</u>	<u>600,053</u>	<u>434,821</u>	<u>2,255,070</u>	<u>434,821</u>	<u>38,927,981</u>
Advance Taxes Received Prior to June 30, 2022	<u>10,976,621</u>	<u>162,617</u>	<u>203,271</u>	<u>1,931,072</u>	<u>2,192,519</u>	<u>813,083</u>	<u>177,659</u>	<u>280,514</u>	<u>203,271</u>	<u>1,054,203</u>	<u>203,271</u>	<u>18,198,101</u>
Taxes Receivable	<u>12,503,727</u>	<u>185,240</u>	<u>231,550</u>	<u>2,199,730</u>	<u>2,497,550</u>	<u>926,202</u>	<u>202,375</u>	<u>319,539</u>	<u>231,550</u>	<u>1,200,867</u>	<u>231,550</u>	<u>20,729,880</u>

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2022

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER: **2022 - 001** 2. THIS FINDING IS: ☒ New ☐ Repeat from Prior Year?
Year originally reported? _____

3. Criteria or specific requirement

The Illinois School Code [105 ILCS 5/8-2;10-20.19;19-6] requires the District's treasurer to be bonded for 25% of the amount of all bonds, notes, mortgages, moneys and effects of which they are to have the custody.

4. Condition

During September 2022 the treasurer's bond was less than 25% of the amount of all bonds, notes, mortgages, moneys and effects which the treasurer had custody.

5. Context

During September 2022 the amount of bonds, notes, mortgages, moneys and effects under the treasurer's control was \$70,564,446. The minimum treasurer's bond coverage for this amount was \$17,641,111 ($70,564,446 \times 25\%$). The actual treasurer's bond coverage was \$17,500,000.

6. Effect

During September 2022 the treasurer's bond of \$17,500,000 was less than the amount of bonds, notes, mortgages, moneys and effects under the treasurer's control.

7. Cause

The amount of bonds, notes, mortgages, moneys and effects under the treasurer's control was greater than anticipated.

8. Recommendation

The treasurer's bond should be increased to an amount which will meet or exceed 25% highest amount of bonds, notes, mortgages, moneys and effects under the treasurer's control during the year.

9. Management's response

Additional treasurer's bond coverage was purchased.

OTHER INFORMATION

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT #323

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Dunlap, IL 61525

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Dr. Scott Dearman
Superintendent

Mr. Matthew Andrews
*Assistant Superintendent
of Curriculum, Instruction,
& Human Resources*

Dr. Scott Adreon
*Assistant Superintendent
of Business Services*

Ms. Alyssa Hart
Director of Student Services

Mr. Michael McKenzie
Chief Financial Officer

DUNLAP COMMUNITY UNIT SCHOOL DISTRICT NO. 323 CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS Year Ending June 30, 2022

Finding No.: **2022- 001**

Condition:

The Illinois School Code [105 ILCS 5/8-2;10-20.19;19-6] requires the District's treasurer to be bonded for 25% of the amount of all bonds, notes, mortgages, moneys and effects of which they are to have the custody. During September 2022 the treasurer's bond was less than 25% of the amount of all bonds, notes, mortgages, moneys and effects which the treasurer had custody.

Plan:

The treasurer's bond will be increased.

Anticipated Date of Completion: 7/1/2022

Name of Contact Person: Scott Dearman, Superintendent

Management Response: When the issue was brought to management's attention, the amount of the treasurer's bond was increased effective July 1, 2022.