

WILL COUNTY SCHOOL DISTRICT 92

Lockport, Illinois

Annual Financial Report

June 30, 2019

**WILL COUNTY SCHOOL DISTRICT 92**  
**LOCKPORT, ILLINOIS**

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**LOCKPORT, ILLINOIS**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Will County School District 92  
Lockport, Illinois

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Will County School District 92 (District) as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position – modified cash basis of the governmental activities, each major fund and the aggregate remaining fund information of the District as of June 30, 2019, and the respective changes in financial position – modified cash basis, thereof for the year then ended in accordance with the basis of accounting as described in Note 1.

## **Basis of Accounting**

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Management Discussion and Analysis, Other Information, Other Supplementary Information and Other Supplemental Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements for the year ended June 30, 2018, which are not presented with the accompanying basic financial statements. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The combining and individual non-major fund financial statements, related to the 2018 financial statements, for the year ended June 30, 2018, are 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 2018 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements

themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2018 combining and individual non-major fund financial statements are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

#### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated September 20, 2019, on our consideration of the District's internal control over financial reporting and our tests of its compliance with provisions of laws, regulations, contracts and other matters. The purpose of that report is to describe the scope of testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting and compliance. The report is an internal part of an audit performed in accordance with *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

Gassensmith & Michalesko, Ltd.  
Certified Public Accountants

Joliet, Illinois  
September 20, 2019

**Will County School District 92**  
Management's Discussion and Analysis

Year Ended June 30, 2019  
(Unaudited)

As management of Will County School District 92, we offer the readers of the District's basic financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2019. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our basic financial statements and notes to the financial statements to enhance their understanding of the District's financial performance.

**Financial Highlights**

The assets of the District exceeded its liabilities at the close of the fiscal year by \$45,819,485 (net position).

The District's total net position increased by \$2,427,725 during fiscal year 2019 as reported in the statement of activities.

As of the close of fiscal year 2019, the District's governmental funds reported combined ending fund balances of \$18,722,899, an increase of \$1,400,761 in comparison to the prior year.

At the end of fiscal year 2019, the unassigned fund balance was \$10,803,299, which is 31.9% of the total governmental fund expenditures.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements are comprised of the following components: (1) Government-wide financial statements, (2) Fund financial statements, and (3) notes to financial statements. This report also contains required other information as well as combining and individual fund financial statements.

Government-wide financial statements – These are designed to provide readers with a broad overview of the District's finances using the modified cash basis of accounting. This basis of accounting varies from accounting principles generally accepted in the United States of America. When using the modified cash basis of accounting, current assets and current liabilities arising from cash transactions are included on the statement of net position as well as year end balances of capital assets and long-term debt. The difference between the District's assets and liabilities is reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of improvements or deterioration of the financial position of the District.

**Will County School District 92**  
Management's Discussion and Analysis

Year Ended June 30, 2019  
(Unaudited)

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. The District recognizes revenues when received rather than when earned, and expenditures are recognized when paid, rather than when the obligation is incurred. Also included is activity related to the acquisition and depreciation of capital assets as well as changes in long-term debt.

Both of the government-wide financial statements highlight the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include the following functions: instruction, support services, community services, payments to other governments, on-behalf payments made by the state and interest on debt.

The government-wide financial statements can be found on pages 16 and 17 of this report.

Fund financial statements - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Governmental fund financial statements use the modified cash basis of accounting. The governmental fund accounting differs slightly from the government-wide accounting in that year-end asset and liability balances related to capital assets and long-term debt are not reported.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, differences in reporting exist. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance provide the readers of the financial statements with reconciliations to facilitate this comparison between governmental funds and governmental activities.

The District maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the District's major funds. The District has three major funds, the General Fund, which is comprised of four accounts, the Educational Account, the Operations and Maintenance, Account, the Tort Account, and Working Cash Account, the Transportation Fund and the Capital Projects Fund. All other non-major governmental funds are combined and presented in one column.



**Will County School District 92**  
Management's Discussion and Analysis

Year Ended June 30, 2019  
(Unaudited)

Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 18 through 21 of this report.

Fiduciary funds – The District also maintains fiduciary funds in the form of agency funds, which are used to account for resources – exclusively cash – held by the District for the benefit of student groups. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The fiduciary funds also use the modified cash basis of accounting. The fiduciary fund financial statement can be found on page 22 of this report.

Notes to Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to Financial Statements can be found on pages 23 to 48 of this report.

Other information is presented concerning the District's General Fund and Transportation Fund budgetary schedules and the TRS (Teachers' Retirement System of the State of Illinois) and IMRF (Illinois Municipal Retirement Funds) pension and other postemployment benefits schedules. The District adopts an annual appropriated budget for all of its governmental funds. A budgetary comparison schedule has been provided for the General Fund and Transportation Fund to demonstrate compliance with this budget. The TRS and IMRF pension schedules have been provided to present the District's progress in funding its obligations to provide pension benefits to District employees. The other postemployment benefits schedule has been provided to present the District's progress in funding its obligation to provide benefits to District retirees. Other information can be found on pages 51 to 55 of this report.

Combining and individual fund statements and schedules are presented immediately following the other information. Combining and individual fund statements and schedules can be found on pages 57 through 69 of this report.

**Government-Wide Financial Analysis**

Statements of Net Position – the following table reflects the condensed statement of net position. The District's combined net position is \$45,819,485. A large portion of the District's net position reflects its investment in capital assets (e.g., land, buildings, and equipment) less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt,

**Will County School District 92**  
Management's Discussion and Analysis

Year Ended June 30, 2019  
(Unaudited)

it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Table 1 Condensed Statement of Net Position as of June 30,		
	<u>2019</u>	<u>2018</u>
Current Assets	18,727,460	17,322,138
Capital Assets	<u>32,822,565</u>	<u>32,421,974</u>
Total assets	<u><u>51,550,025</u></u>	<u><u>49,744,112</u></u>
Liabilities		
Current Liabilities	629,561	-
Long-term Liabilities	<u>5,100,979</u>	<u>6,352,352</u>
Total liabilities	<u><u>5,730,540</u></u>	<u><u>6,352,352</u></u>
Net position		
Net Investment in Capital Assets	27,096,586	26,069,622
Restricted	6,517,617	3,238,082
Unrestricted	<u>12,205,282</u>	<u>14,084,056</u>
Total Net Position	<u><u>45,819,485</u></u>	<u><u>43,391,760</u></u>
Total Liabilities and Net Position	<u><u>51,550,025</u></u>	<u><u>49,744,112</u></u>

Current assets consist primarily of cash and investments. Capital assets include land, construction in progress, buildings and improvements, equipment and certain computer software.

Long-term liabilities consist of bonds payment.

The statement of net position can be found on page 16 of this report.

Statement of Activities – the following table reflects the condensed statement of activities.

**Will County School District 92**  
Management's Discussion and Analysis

Year Ended June 30, 2019  
(Unaudited)

Net position increased \$2,427,725 over the previous year. Revenues increased by approximately \$6.1 million mainly due to the net effect of an increase in state on-behalf payments and collection of state revenues in arrears during the current year, while expenses increased by approximately \$6.7 million due mainly to the increase in state on-behalf payments.

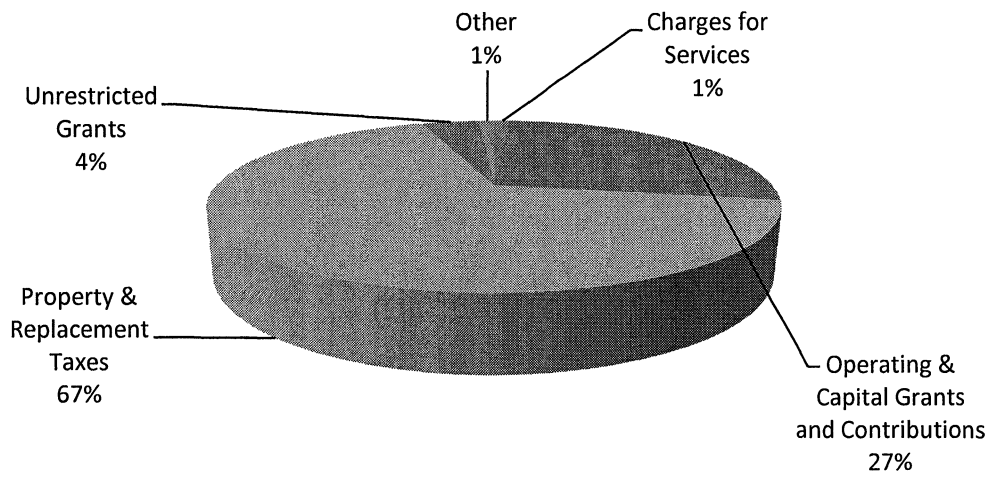
Table 2		
Changes in Net Position		
For the Fiscal Years Ended June 30,		
	<u>2019</u>	<u>2018</u>
Revenues		
Program revenues		
Charges for services	415,670	376,337
Operating grants and contributions	9,394,858	3,741,306
Capital grants and contributions	67,396	38,844
General revenues		
Property taxes	23,002,356	22,782,509
Payments in lieu of taxes	499,754	461,958
Unrestricted grants	1,440,487	1,438,796
Investment earnings	317,740	150,685
Other General revenues	85,419	92,988
Total Revenues	<u>35,223,680</u>	<u>29,083,423</u>
Expenses:		
Instruction	13,259,735	13,328,876
Support services	11,228,047	10,710,793
Community Services	3,355	-
Payments to other governments	675,628	654,505
State on-behalf contributions	7,494,988	1,211,273
Interest on long-term debt	134,202	151,587
Total Expenses	<u>32,795,955</u>	<u>26,057,034</u>
Change in Net Position	2,427,725	3,026,389
Net Position, beginning of year	<u>43,391,760</u>	<u>40,365,371</u>
Net Position, end of year	<u>45,819,485</u>	<u>43,391,760</u>

The statement of activities can be found on page 17 of this report.

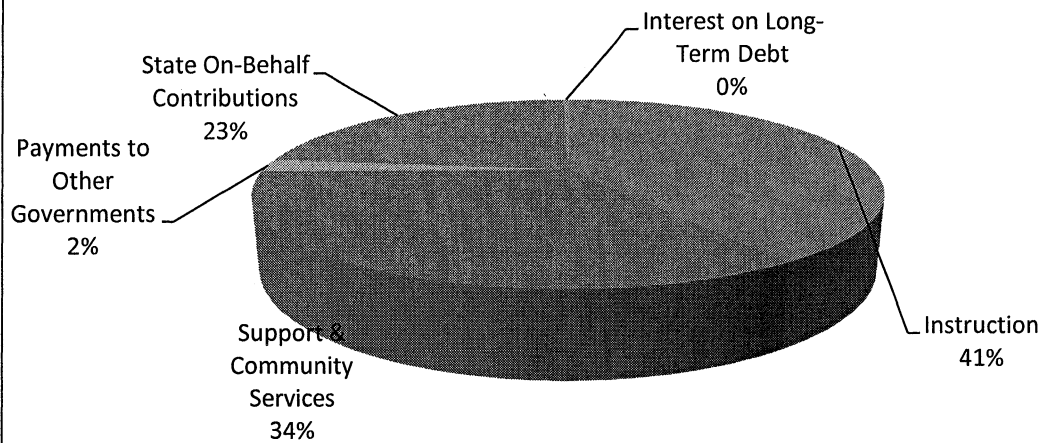
**Will County School District 92**  
Management's Discussion and Analysis

Year Ended June 30, 2019  
(Unaudited)

**Government-wide Revenues By Source**



**Government-wide Expenses**



**Will County School District 92**  
Management's Discussion and Analysis

Year Ended June 30, 2019  
(Unaudited)

**Financial Analysis of the District's Funds**

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. A financial analysis of the District's funds follows.

Governmental Funds – The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$18.7 million, up \$1.4 million in comparison with the previous fiscal year. All funds had positive fund balances as of June 30, 2019.

At the end of the current fiscal year, unassigned fund balance of the general fund was \$10.8 million, which represents 37.1% of total general fund expenditures. This means that without receiving any additional revenue, the District could fund over four months of operating expenditures with the unassigned fund balance in the General Fund. The Board's goal has been to keep four to six months of operating expenditures in reserve.

The revenues and expenditures of the District's governmental activities are analyzed below.

*Revenues*

The most significant revenue source for all funds during fiscal year 2019 continues to be property taxes. Federal sources have remained consistent compared to fiscal 2018.

**Will County School District 92**  
**Management's Discussion and Analysis**

Year Ended June 30, 2019  
(Unaudited)

Below is an analysis of revenues for the past two years for the governmental funds of the District.

Comparative Summary of Revenues  
Governmental Funds  
for the Years ending June 30,

			Increase (Decrease)	
	<u>2019</u>	<u>2018</u>	<u>2018 to 2019</u>	<u>% Change</u>
Property taxes	23,002,356	22,782,510	219,846	1.0%
Replacement taxes	499,754	461,958	37,796	8.2%
Earnings on investments	317,740	150,685	167,055	110.9%
Other local revenues	569,661	509,306	60,355	11.9%
Evidence Based Funding	1,440,487	1,438,796	1,691	0.1%
Restricted state grants	1,069,218	1,586,401	(517,183)	-32.6%
Restricted federal grants	829,476	942,494	(113,018)	-12.0%
On-behalf payments	<u>7,494,988</u>	<u>1,211,273</u>	<u>6,283,715</u>	518.8%
Total	<u>35,223,680</u>	<u>29,083,423</u>	<u>6,140,257</u>	21.1%

Property taxes increased due to the increase in the assessed valuation of the District. The District's equalized valuation was \$740 million for tax year 2018, which was \$13 million more than 2017. Corporate Personal Property Replacement Taxes (CPPRT) increased \$38 thousand from fiscal year 2018 to 2019.

Earnings on investments increased as was reflective of the economy and rising market interest rates in 2018 & 2019. Evidence Based Funding is distributed to school districts in Illinois based on a formula, which takes into account District needs as reflected by the application of various factors.

**Will County School District 92**  
Management's Discussion and Analysis

Year Ended June 30, 2019  
(Unaudited)

*Expenditures*

Salaries and benefits remain the largest expenditures of the District, representing 63.9% of the fiscal year 2019 total expenditures exclusive of state on-behalf payments. The split between salaries and benefits is 79/21, with benefits making up about 21% of the total combined expenditures. Pension, health insurance, Medicare and FICA rates all contribute to the size of the benefit expenditures. The following is an analysis of expenditures, by function, for the past two years for the governmental funds of the District.

Comparative Summary of Expenditures  
Governmental Funds  
For the Fiscal Years Ended June 30,

	2019	2018	Increase (Decrease) 2018 to 2019	Percent Change
Instruction	12,608,240	12,787,998	(179,758)	-1.41%
Support Services	10,421,386	10,044,295	377,091	3.75%
Community Services	3,355	-	3,355	-
Payments to Other Governments	675,628	654,505	21,123	3.23%
On-Behalf Payments	7,494,988	1,211,273	6,283,715	518.77%
Debt Service - Principal, Interest and Fees	760,575	752,960	7,615	1.01%
Capital Outlay	1,862,377	2,012,121	(149,744)	-7.44%
Total	<u>33,826,549</u>	<u>27,463,152</u>	<u>6,363,397</u>	

Payments to Other Governments increased by \$21,123 as a result of an increased need to outplace some special education services. On-behalf payments increased due to a change in computational formula amounts. Debt Service expenditures and Capital Outlay were consistent with prior year.

**Will County School District 92**  
Management's Discussion and Analysis

Year Ended June 30, 2019  
(Unaudited)

*General Fund Budgetary Highlights*

The District's budget is prepared in accordance with Illinois law and is based on accounting for transactions on the modified cash basis of accounting. A budget to actual schedule is provided as other information for the General Fund. A budget column is provided for the budget adopted for fiscal year 2019. The District's General Fund came in under budget for expenditures due to conservative budgeting as well as instructional salaries and benefits were less than anticipated.

**Capital Asset and Long-Term Debt Activity**

**Capital Assets** – The capital assets of the district are those used in the performance of general governmental functions. They are recorded at original cost, which is considerably less than their present replacement value. The District's investment in capital assets for its governmental activities at year end totaled \$32,822,565 (net of accumulated depreciation). Capital assets include land construction in progress, buildings and improvements, and equipment. Depreciation charges of \$1,461,788 were expensed on the total capital assets during fiscal year 2019. Additional information on the District's capital assets can be found in Note 5 on pages 34 and 35 of this report.

**Debt Administration** – Total District long-term debt, which is comprised of general obligation bonds payable, at year end was \$5,475,000 along with an unamortized premium of \$250,979. During the fiscal year, \$595,000 was retired in scheduled bond payments.

The District's most recent bond issue was rated AA3 by Moody's rating agency. The State statutes limit the amount of outstanding debt to 6.9% of assessed valuation. That would make the current debt limitation \$51,058,221, which is significantly in excess of the District's general obligation debt.

Additional information on the District's long-term debt can be found in Note 6 on page 35 and 36 of this report.



**Will County School District 92**  
Management's Discussion and Analysis

Year Ended June 30, 2019  
(Unaudited)

**Conditions Expected to Have a Significant Effect on Financial Position**

The District's portion of state-based revenue is directly affected by the condition of the budget of the State of Illinois. As Illinois continues to struggle to improve its financial health, school districts rely on state revenue for its operational purposes. The District is in Tier 4 for the Evidence Based Funding model, meaning the increases in subsequent years will be very modest (.1% of the increase is shared among all Tier 4 districts).

The Property Tax Extension Limitation Law, also known as Tax Caps, has also had a negative impact on the District. The tax cap legislation passed by the Illinois General Assembly for taxing districts has limited the growth in the extended tax levy. The tax caps will affect the District's future levies for all non-debt related purposes. Moreover, the passage of Senate Bill 1947 allows for a taxpayer initiated referendum to decrease the tax levy if a district is above 110% of adequacy. Preliminary numbers computed by ISBE show District 92 around 118% of adequacy.

# WILL COUNTY SCHOOL DISTRICT 92

## Government-wide Financial Statement - Statement of Net Position - Modified Cash Basis

June 30, 2019

	Governmental Activities Primary Government
	<u>2019</u>
<u>Assets</u>	
Cash	22,500
Investments	18,704,635
Other Current Assets	325
Capital Assets not being depreciated	1,718,079
Capital Assets being depreciated, net of accumulated depreciation	<u>31,104,486</u>
Total Assets	<u>51,550,025</u>
<u>Liabilities</u>	
Current Liabilities	4,561
Due Within One Year	
General Obligation Bond Payable	625,000
Due in More Than One Year	
General Obligation Bond Payable	5,100,979
Total Liabilities	<u>5,730,540</u>
<u>Net Position</u>	
Invested in Capital Assets, Net of Related Debt	27,096,586
Restricted for:	
Debt Service	413,716
Construction Projects	3,370,764
Transportation of Students	1,246,889
Operations and Maintenance	708,326
Employee Benefits	777,922
Unrestricted	<u>12,205,282</u>
Total Net Position	<u>45,819,485</u>

The Notes to Financial Statements are an integral part of this statement.

WILL COUNTY SCHOOL DISTRICT 92

Government-wide Financial Statement-Statement of Activities -  
Modified Cash Basis  
For the Year Ended June 30, 2019

Governmental Activities:	Expenditures	Program Revenues			Net Revenues (Expenditures) and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Instruction					
Regular Programs	9,918,146	201,585	52,101	-	(9,664,460)
Special Education Programs	3,243,648	-	793,368	-	(2,450,280)
Other Instructional Programs	97,941	-	-	-	(97,941)
Support Services					
Pupils	1,331,643	214,085	-	-	(1,117,558)
Instructional Staff	1,920,701	-	2,288	-	(1,918,413)
General Administration	660,915	-	-	-	(660,915)
School Administration	1,284,138	-	-	-	(1,284,138)
Business	4,025,161	-	133,310	67,396	(3,824,455)
Transportation	2,004,377	-	918,803	-	(1,085,574)
Central	1,112	-	-	-	(1,112)
Other Support	-	-	-	-	-
Community Services	3,355	-	-	-	(3,355)
Payments to Other Governments	675,628	-	-	-	(675,628)
On Behalf Payments	7,494,988	-	7,494,988	-	-
Debt Service	134,202	-	-	-	(134,202)
Total Governmental Activities	<u>32,795,955</u>	<u>415,670</u>	<u>9,394,858</u>	<u>67,396</u>	<u>(22,918,031)</u>
General Revenues:					
Property Taxes					23,002,356
Replacement Taxes					499,754
Evidence Based Funding and other unrestricted grants					1,440,487
Investment Earnings					317,740
Other General Revenues					85,419
Total General Revenues					<u>25,345,756</u>
Change in Net Position					2,427,725
Net Position Beginning of Year					43,391,760
Net Position End of Year					<u>45,819,485</u>

The Notes to Financial Statements are an integral part of this statement.

WILL COUNTY SCHOOL DISTRICT 92

Statement of Assets, Liabilities, and Fund Balances -  
Modified Cash Basis  
Governmental Funds  
June 30, 2019

	Major Funds				
	General <u>Fund</u>	Trans- portation <u>Fund</u>	Capital Projects <u>Fund</u>	Non-major Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
<u>Assets</u>					
Cash	22,500	-	-	-	22,500
Investments	12,493,686	1,507,994	3,261,228	1,441,727	18,704,635
Other Current Assets	-	-	-	325	325
Total Assets	<u>12,516,186</u>	<u>1,507,994</u>	<u>3,261,228</u>	<u>1,442,052</u>	<u>18,727,460</u>
<u>Liabilities</u>					
Payroll Liabilities	<u>4,561</u>	-	-	-	<u>4,561</u>
Total Liabilities	<u>4,561</u>	-	-	-	<u>4,561</u>
<u>Fund Balances</u>					
Restricted Fund Balance	708,326	1,246,889	3,261,228	1,301,174	6,517,617
Assigned Fund Balance	1,000,000	261,105	-	140,878	1,401,983
Unassigned Fund Balance	<u>10,803,299</u>	-	-	-	<u>10,803,299</u>
Total Fund Balances	<u>12,511,625</u>	<u>1,507,994</u>	<u>3,261,228</u>	<u>1,442,052</u>	<u>18,722,899</u>
Total Liabilities and Fund Balances	<u>12,516,186</u>	<u>1,507,994</u>	<u>3,261,228</u>	<u>1,442,052</u>	<u>18,727,460</u>

The Notes to Financial Statements are an integral part of this statement.

WILL COUNTY SCHOOL DISTRICT 92

Reconciliation of Governmental Funds Statement of Assets, Liabilities, and Fund Balances to  
Statement of Net Position (Modified Cash Basis)  
Governmental Funds  
June 30, 2019

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Total Fund Balances - Governmental Funds 18,722,899

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

Capital assets used in governmental activities are not  
financial resources and therefore are not reported in the  
funds:

Capital assets	50,041,368	
Accumulated Depreciation	<u>(17,218,803)</u>	
Net Capital Assets		32,822,565

Some liabilities reported in the statement of net  
position do not require the use of current financial  
resources and therefore not reported as liabilities in  
governmental funds, these liabilities consist of:

General Obligation Bonds Payable	<u>(5,725,979)</u>
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Net Position of Governmental Activities	<u><u>45,819,485</u></u>
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The Notes to Financial Statements are an integral part of this statement.

WILL COUNTY SCHOOL DISTRICT 92

Statement of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balances - (Modified Cash Basis)  
Governmental Funds

For the Year Ended June 30, 2019

	Major Funds				Total Governmental Funds
	General Fund	Trans- portation Fund	Capital Projects Fund	Non-major Funds	
Revenues Received:					
Property Taxes	20,396,163	1,066,408	-	1,539,785	23,002,356
Payments in Lieu of Taxes	439,754	-	-	60,000	499,754
Earnings on Investments	224,529	36,839	29,916	26,456	317,740
Other Local sources	497,661	4,604	67,396	-	569,661
State Revenues	1,590,902	918,803	-	-	2,509,705
Federal Sources	829,476	-	-	-	829,476
On Behalf Payments	7,494,988	-	-	-	7,494,988
Total Revenues Received	<u>31,473,473</u>	<u>2,026,654</u>	<u>97,312</u>	<u>1,626,241</u>	<u>35,223,680</u>
Expenditures Disbursed:					
Current:					
Instructional					
Regular Programs	9,289,066	-	-	135,415	9,424,481
Special Education Programs	2,920,361	-	-	165,477	3,085,838
Other Instructional Programs	93,465	-	-	4,456	97,921
Support Services					
Pupils	1,202,409	-	-	64,270	1,266,679
Instructional Staff	1,764,190	-	-	74,772	1,838,962
General Administration	610,920	-	-	12,190	623,110
School Administration	1,153,455	-	-	67,413	1,220,868
Business	3,249,082	-	7,330	299,403	3,555,815
Transportation	-	1,914,840	-	-	1,914,840
Central	1,078	-	-	34	1,112
Community Services	3,355	-	-	-	3,355
Payment to Other Schools	675,628	-	-	-	675,628
On Behalf Payments	7,494,988	-	-	-	7,494,988
Debt Service - Interest and Fees	-	-	-	165,575	165,575
Debt Service - Principal	-	-	-	595,000	595,000
Capital Outlay	649,720	-	1,212,657	-	1,862,377
Total Expenditures Disbursed	<u>29,107,717</u>	<u>1,914,840</u>	<u>1,219,987</u>	<u>1,584,005</u>	<u>33,826,549</u>
Excess Revenues Received over (under)					
Expenditures Disbursed	2,365,756	111,814	(1,122,675)	42,236	1,397,131
Other Financing Sources (uses):					
Sales of Capital Assets	3,630	-	-	-	3,630
Transfers in	-	-	2,500,000	-	2,500,000
Transfers (out)	(2,500,000)	-	-	-	(2,500,000)
Total Other Financing Sources (uses):	<u>(2,496,370)</u>	<u>-</u>	<u>2,500,000</u>	<u>-</u>	<u>3,630</u>
Net Change in Fund Balance	(130,614)	111,814	1,377,325	42,236	1,400,761
Fund balance, beginning of year	<u>12,642,239</u>	<u>1,396,180</u>	<u>1,883,903</u>	<u>1,399,816</u>	<u>17,322,138</u>
Fund balance, end of year	<u>12,511,625</u>	<u>1,507,994</u>	<u>3,261,228</u>	<u>1,442,052</u>	<u>18,722,899</u>

The Notes to Financial Statements are an integral part of this statement.

WILL COUNTY SCHOOL DISTRICT 92

Reconciliation of Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balances of Governmental Funds to Statement of Activities (Modified Cash Basis)

For the Year Ended June 30, 2019

Net change in Fund Balances - Governmental Funds	1,400,761
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Amounts reported for government activities in the Statement of Activities are different because:

Governmental funds report capital outlay as expenditures.

However, in the statement of activities, the cost of those assets are depreciated over their estimated useful lives as depreciation expense. This is the amount of expenditures capitalized in the current period.

1,862,379

This is the amount of depreciation recorded in the current period.

(1,461,788)

Repayment of debt principal, is an expenditure in Governmental Funds,

but the repayment reduced long-term liabilities in the statement of net position.

595,000

Governmental funds report the effect of bond premiums when debt is first issued, premiums are deferred and amortized in the statement of activities. This is the current year amortization

31,373

Governmental funds only report the disposal of assets to the extent proceeds are received.

A gain or loss is reported for each disposal in the statement of activities. This is the Basis in the assets disposed during the year.

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Change in Net Position of Governmental Activities

2,427,725

The Notes to Financial Statements are an integral part of this statement.

WILL COUNTY SCHOOL DISTRICT 92

Statement of Fiduciary Assets and Liabilities (modified cash basis)

Fiduciary Funds

June 30, 2019

	<u>Student Activity Funds</u>
<u>Assets</u>	
Cash	<u>129,010</u>
<u>Liabilities</u>	
Due to Student Activity Organizations	<u>129,010</u>

The Notes to Financial Statements are an integral part of this statement.



WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

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**NOTE 1   Summary of Significant Accounting Policies**

*Reporting Entity*

Will County School District 92 (District) is governed by the Board of Education and provides primary education, transportation, cafeteria, building maintenance and general administrative services. In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include or exclude a potential component unit in the reporting entity is made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The definition of a component unit is a legally separate organization for which the District is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The District is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the District. The District also may be financially accountable if an organization is fiscally dependent on the District, regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government or (3) a jointly appointed board. There are no component units, as defined by GASB, which are included in the District's reporting entity. Also, the District is not included as a component unit in any other governmental reporting entity, as defined by GASB pronouncements.

*Basis of Presentation*

The District's basic financial statements consist of district-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

*Government-Wide Financial Statements*

The statement of net position and the statement of activities display information about the District as a whole. These statements include the governmental financial activities of the District. The District's fiduciary fund is excluded.

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

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NOTE 1 **Summary of Significant Accounting Policies** (continued)

*Government-Wide Financial Statements* (continued)

The statement of net position presents the financial condition of the governmental activities of the District at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

*Fund Financial Statements*

During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The fiduciary fund is reported in a separate statement.

*Fund Accounting*

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with separate sets of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues received, expenditures disbursed and other financing sources and uses. The District maintains specific funds and fund types as required by 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. There are two categories of funds: governmental and fiduciary.

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

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NOTE 1 **Summary of Significant Accounting Policies** (continued)

*Governmental Funds*

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major governmental funds:

*General Fund*

The General Fund is used to account for and report all financial resources not accounted for and reported in another fund. The General Fund is comprised of four accounts, the Educational Account, the Operations and Maintenance Account, the Working Cash Account and the Tort Account. The Educational Account records direct costs of instruction and related administration. The Operations and Maintenance Account reports all costs of maintaining, improving or repairing school buildings and property. The Tort Account reports costs for the District's risk financing activities. The Working Cash Account reports financial resources held by the District to be used for temporary interfund loans to the Educational Account, the Operations and Maintenance Account, and the Transportation Fund.

*Transportation Fund*

The Transportation Fund (a special revenue fund) is used to account for all activity relating to student transportation to and from school. Revenues of the Transportation Fund include property taxes, state transportation grants, user charges and interest income.

*Capital Projects Fund*

The Capital Projects Fund (a capital projects fund type) is used to account for the construction and equipping of school sites and school facilities, which are not financed by other funds. Inflows include local impact fees and transfers from other funds.

The other non-major governmental funds of the District account for property taxes and other resources, whose use is restricted to a particular purpose.

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

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NOTE 1 **Summary of Significant Accounting Policies** (continued)

**Special Revenue Funds** - The Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The District's Nonmajor special revenue fund is the Municipal Retirement/Social Security Fund which accounts for the District's share of social security and retirement benefit costs for employees.

**Debt Service Fund** - The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal, interest and related costs. The District currently has one bond issue outstanding.

**Capital Projects Fund** - The Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of school facilities and other capital assets. The District's nonmajor capital projects fund is the Fire Prevention and Safety Fund.

*Fiduciary Fund* - Fiduciary fund reporting focuses on assets and liabilities. The District's only fiduciary fund is an agency fund, the Student Activity Fund. This fund accounts for assets held by the District as an agent for the students and teachers. The fund is custodial in nature and does not involve the measurement of results of operations. The amounts due to the activity fund organizations are equal to the assets.

*Basis of Accounting / Measurement Focus*

**Fund Financial Statements** - All governmental funds are accounted for using a modified cash basis of accounting measurement focus, which varies from accounting principles generally accepted in the United States of America. With this measurement focus, only current assets and current liabilities arising from cash transactions are included on the balance sheet. Accordingly, revenues are recognized when received rather than when earned, and expenditures are recognized when paid, rather than when the obligation is incurred. Consequently, property taxes and other revenues due, as well as amounts owed to vendors and suppliers are not included in the financial statements. Only assets representing a right to receive cash from a previous payment of cash are recorded as assets of a fund. In the same manner, only liabilities resulting from previous cash transactions are recorded as liabilities of a particular fund. This basis of accounting is in compliance with the Section 1-17 of the School Code [105 ILCA 5/10-17].

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

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NOTE 1 **Summary of Significant Accounting Policies** (continued)

Basis of Accounting / Measurement Focus (continued)

**Government-Wide Financial Statements** - The government-wide financial statements are prepared using the modified cash basis of accounting measurement focus. The District also reports activity related to the acquisition, depreciation and year-end balances of capital assets, as well as year-end balances and related changes in long-term debt in its government-wide financial statements. Thus, the statement of net position includes all current assets and current liabilities arising from cash transactions and all capital assets (net of accumulated depreciation) and long-term debt associated with the operation of the District.

Differences occur from the manner in which the governmental activities and the government-wide financial statements are prepared due to the inclusion of capital asset and long-term debt activity. Governmental fund financial statements, therefore, include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The District has reported three categories of program revenues in the statement of activities (1) charges for services, (2) program-specific operating grants and contributions, and (3) program-specific capital grants and contributions. Program revenues are derived directly from the program itself or from external sources, such as the State of Illinois; they reduce the net cost of each function to be financed from the District's general revenues. For identifying the function to which program revenues pertain, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Eliminations have been made in the statement of activities to remove the "grossing-up" effect on revenues and expenses within the governmental activities column for amounts reported in the individual funds as transfers in and out, if any.

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

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NOTE 1 **Summary of Significant Accounting Policies** (continued)

**Assets, Liabilities and Equity:**

*Deposits and Investments*

The investments which the District may purchase are limited by Illinois law to the following (1) securities which are fully guaranteed by the U.S. Government as to principal and interest; (2) certain U.S. Government securities; (3) certificates of deposit or time deposits of banks and savings and loan associations which are insured by a Federal corporation; (4) short-term discount obligations of the Federal National Mortgage Association; (5) certain short-term obligations of corporations (commercial paper) rated in the highest classifications by at least two of the major rating services; (6) fully collateralized repurchase agreements; (7) the Illinois School District Liquid Asset Fund Plus, the State Treasurer's Illinois and Prime Funds and (8) money market mutual funds and certain other instruments.

*Capital Assets*

Capital assets used by governmental fund types of the District are recorded in the statement of net position at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated acquisition value at the date of donation. All capital assets, including intangible assets (computer software) are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The District maintains a capitalization threshold of \$2,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings	10-50 years
Other Equipment	5-20 years

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

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NOTE 1 **Summary of Significant Accounting Policies** (continued)

*Long-Term Obligations*

The District reports interest-bearing long-term debt of governmental funds at face value. For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Issuance costs, even if withheld from the actual net proceeds received, are reported as expenditures.

*Fund Balance*

The District's fund balances are required to be reported using five separate classifications as listed below. The District may not necessarily utilize each classification in a given fiscal year.

*Nonspendable fund balance* - Includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact. This classification may include inventories and assets held for sale.

*Restricted fund balance* - Constraints placed on the use of these resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors or other governments; or are imposed by law (through constitutional provisions or enabling legislation).

*Committed fund balance* - Amounts that can only be used for specific purposes because of a formal action (resolution) by the District's highest level of decision-making authority, the Board of Education.

*Assigned fund balance* - Amounts that are constrained by the District's intent to be used for specific purposes, but that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the Board of Education. With the exception of the General Fund, assigned fund balance is the residual fund balance classification for all governmental funds with positive balances. Interest earnings assigned to a specific fund does not preclude the Board of Education from subsequently transferring interest earnings as allowed by 105 ILCS 5/10-22.44.

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

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**NOTE 1 Summary of Significant Accounting Policies (continued)**

*Fund Balance (continued)*

*Unassigned fund balance* - This is the residual classification of the General Fund. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification, as the result of overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Note 13 provides details of fund balances.

The District considers restricted amounts to have been spent when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. Committed, assigned, and unassigned amounts are considered to have been spent in that order when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used. Expenditures incurred for a specifically identified purpose will reduce the specific identified classification of fund balance.

*Estimates*

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenditures. Actual results could differ from those estimates.

*Comparative Data*

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the District's assets, liabilities, fund balance, revenues received, and expenditures paid.

**NOTE 2 Stewardship, Compliance and Accountability**

*Budgetary Information*

The budget is prepared on the modified cash basis of accounting for all governmental fund types, which is an acceptable method as prescribed by the Illinois Compiled Statutes and is the same basis that is used for financial reporting. This allows for comparability between budget and actual amounts. The budget appropriations lapse at the end of each fiscal year. The District follows these procedures in establishing the budgetary data reflected in the financial statements.



WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

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**NOTE 2 Stewardship, Compliance and Accountability (continued)**

*Budgetary Information (continued)*

The administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.

Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.

On September 18, 2018, the budget was legally adopted through passage of a resolution.

The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.

Formal budgetary integration is employed as a management control device during the year. The Board of Education may amend the budget by the same procedures required of its original adoption. Budgeted amounts reflect the final budget approved by the Board.

**NOTE 3 Deposits and Investments**

*Deposits*

The carrying amount of cash was \$150,960 at June 30, 2019 (including activity funds of \$129,010), while the bank balances were \$319,364. All account balances at banks were insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The District also maintains cash on hand of \$550.

*Certificates Of Deposit*

Certificates of Deposit amounted to \$3,944,944 at June 30, 2019. In accordance with District policy, certificates of deposit were collateralized with securities of the U.S. Government. All investment collateral is held in safekeeping in the District's name by financial institutions acting as the District's agent. Collateral is priced to market semi-monthly and monitored regularly with additional collateral requested as necessary.

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

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**NOTE 3   Deposits and Investments (continued)**

*Investments*

Interest Rate Risk - The District has a formal investment policy; however, the policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk - The District's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The District's investment policy does not further limit the District's investment option beyond those allowed by Illinois law.

Custodial Credit Risk - 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 District's investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for District investment. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization. The District is fully collateralized as of June 30, 2019.

Shares in the Illinois School District Liquid Asset Fund (ISDLAF) represent investment in an external investment pool; the fair value of the position in the pool is the same as the value of the pool shares.

The District also invests in the ISDLAF's Term Series pools. Each Term Series pool is comprised of statute allowable investments including bank deposit products, government securities, and municipal securities each having a designated maturity between 30 and 365 days.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District has the following recurring fair value measurements as of June 30, 2019:

ISDLAF+, Treasury Bills, and ISDLAF+ Term Series are valued using quoted market prices (Level 1 inputs).

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

**NOTE 3 Deposits and Investments (continued)**

The following schedule reports the costs and maturities (using the segmented time distribution method) and the credit ratings for the District's investments as described by Standard & Poor's for the District's investments at June 30, 2019.

Investment Description	Carrying Value (cost) 6/30/2019	Investment <u>Maturities</u> Less Than One Year	% of Total Investment	Credit Rating*
Illinois School District Liquid				
Asset Fund Plus (ISDLAF+)	1,425,681	1,425,681	9.7%	AAAm
US Treasury Bills	2,098,243	2,098,243	14.2%	AAAm
Savings Deposit Account	6,035,776	6,035,776	40.9%	N/A
ISDLAF Term Series	5,200,000	5,200,000	35.2%	N/A
Total	<u>14,759,700</u>	<u>14,759,700</u>		

Concentration of Credit Risk – Although the District' investment policy requires diversification, the District places no limits on the amount the District may invest in any one issuer.

A reconciliation of the amounts in this note to amounts in the financial statements is as follows:

Carrying Amount of Deposits Per Note Above	\$ 150,960
Cash on Hand Per Note Above	550
Certificates of Deposit Per Above	3,944,935
Investments Per Note Above	<u>14,759,700</u>
Total	<u>\$ 18,856,145</u>
Cash Per Statement of Net Position	\$ 22,500
Investments Per Statement of Net Position	18,704,635
Cash Per Statement of Fiduciary Assets and Liabilities	<u>129,010</u>
Total	<u>\$ 18,856,145</u>

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

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**NOTE 4 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 day in December. The lien date for the levy is January 1<sup>st</sup>. The Board of Education approved the 2018 tax levy on December 18, 2018. Property taxes are payable in two installments on June 1<sup>st</sup> and September 1<sup>st</sup> of the following year. The District receives significant distributions of tax receipts approximately one month after these due dates. The property tax revenue reflected in the financial statements represents collections of a portion of the 2018 and 2017 property tax levies.

**NOTE 5 Capital Assets**

Activity related to capital assets for the year ended June 30, 2019 was as follows:

	July 1, 2018	Increases	Decreases	June 30, 2019
Capital assets not being depreciated				
Land	1,718,079	-	-	1,718,079
Construction in progress	161,600	-	161,600	-
Total capital assets not being depreciated	1,879,679	-	161,600	1,718,079
Capital assets being depreciated				
Buildings	38,678,509	1,212,657	-	39,891,166
Improvements other than buildings	2,656,073	326,740	-	2,982,813
Other equipment	4,964,728	484,582	-	5,449,310
Total capital assets being depreciated	46,299,310	2,023,979	-	48,323,289
Less accumulated depreciation for				
Buildings	11,012,111	1,096,779	-	12,108,890
Improvements other than buildings	852,936	151,414	-	1,004,350
Other equipment	3,891,968	213,595	-	4,105,563
Total accumulated depreciation	15,757,015	1,461,788	-	17,218,803
Total capital assets being depreciated, net	30,542,295	562,191	-	31,104,486
Total capital assets, net of depreciation	32,421,974	562,191	161,600	32,822,565

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
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**NOTE 5 Capital Assets (continued)**

Depreciation expense for the year was charged to governmental activities as follows:

Regular Education Programs	497,297
Special Education Programs	157,810
Other Instructional Programs	20
Pupils	64,964
Instructional Staff	81,739
General Administration	37,805
School Administration	63,270
Business	138,139
Bus Operations & Maint of Plant Svc	331,207
Transportation	89,537
Total	<u>1,461,788</u>

**NOTE 6 Long-Term Debt**

During the year ended June 30, 2019, the following changes occurred in long-term debt:

	<u>July 1, 2018</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2019</u>	<u>Current Portion</u>
General Obligation Bonds					
Series 2015	6,070,000	-	595,000	5,475,000	625,000
Premium on Bonds	<u>282,352</u>	<u>-</u>	<u>31,373</u>	<u>250,979</u>	<u>-</u>
Total Long-Term Debt	<u>6,352,352</u>	<u>-</u>	<u>626,373</u>	<u>5,725,979</u>	<u>-</u>

At June 30, 2019 general long-term debt consisted of the following:

\$7,725,000, *General Obligation Limited Tax School Bonds, Series 2015*, due in annual installments ranging from \$415,000 to \$825,000 beginning in fiscal 2016 with final maturity on January 1<sup>st</sup>, 2027, with interest due semiannually at rates ranging from 2.50% to 3.00%. The bond proceeds along with a premium on issuance of \$407,844 were deposited in the District's working cash fund. The working cash fund subsequently transferred the proceeds (net of issuance costs) to the capital projects fund for building renovations and other constructions.

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**NOTE 6 Long-Term Debt (continued)**

Total annual debt service requirements to maturity for the outstanding bonds are as follows:

Fiscal year ending June 30	Principal	Interest	Total
2020	625,000	146,800	771,800
2021	655,000	127,600	782,600
2022	690,000	107,425	797,425
2023	720,000	86,275	806,275
2024-2027	<u>2,785,000</u>	<u>136,088</u>	<u>2,921,088</u>
	<u>\$ 5,475,000</u>	<u>\$ 604,188</u>	<u>\$ 6,079,188</u>

*Legal Debt Margin*

The District is subject to the Illinois School Code that limits the amount of bonded indebtedness to 6.9% of the most recent available equalized assessed valuation of the District, \$739,974,219 as of tax year 2018. As of June 30, 2019, the statutory debt limit is \$51,058,221 and the District's current outstanding debt is \$5,475,000, which leaves the District with a margin of \$45,583,221. At June 30, 2019, \$554,594 was available in the Debt Service Fund to service the above listed debt issue.

**NOTE 7 Risk Management**

The District is exposed to various risks of loss related to employee health; torts; theft of, damage to and destruction of assets; errors and omissions; and workers' compensation. To protect itself from such risks, the District participates in the following public entity risk pools: School Employees Loss Fund (SELF) for workers' compensation claims; and Education School Insurance Cooperative (ESIC) for property damage and injury claims. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that each will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pools.

WILL COUNTY SCHOOL DISTRICT 92  
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**NOTE 7 Risk Management (continued)**

Additionally, the District carries commercial insurance for risks related to torts and professional liability.

The amount of coverage has not decreased nor have settled claims exceeded stop loss coverage in the current year or any of the past three fiscal years.

**NOTE 8 Retirement Fund Commitments**

**A. Teachers' Retirement System of the State of Illinois:**

**General Information about the Pension Plan**

**Plan description**

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

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/cafrs/fy2017>; by writing to TRS at 2815 West Washington Street, P O Box 19253, Springfield, IL 62794 or by calling (888) 678-3675, option 2.

**Benefits provided**

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

Tier II members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on

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Note 8     **Retirement Fund Commitments** (continued)

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

**Benefits provided** (continued)

the highest consecutive eight years of creditable service rather than the last four. Disability provisions for Tier II are identical to those of Tier I. Death benefits are payable under a formula that is different from Tier I.

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

Public Act 100-0023, enacted in 2017, creates an optional Tier III hybrid retirement plan, but it has not yet gone into effect. The earliest possible implementation date is July 1, 2019.

**Contributions**

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

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

**On behalf contributions to TRS.** The State of Illinois makes employer pension contributions on behalf of the district. For the year ended June 30, 2019, State of Illinois contributions recognized by the employer were based on the state's proportionate share of the collective NPL associated with the employer, and the employer recognized revenue and expenditures of \$7,358,590 in pension contributions from the state of Illinois.



WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
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Note 8     **Retirement Fund Commitments: (continued)**

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

**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, 2019 were \$63,799, while \$64,155 was actually paid toward this obligation in the current fiscal year.

**Federal and special trust fund contributions.** When TRS members are paid from federal and special trust funds administered by the district, there is a statutory requirement for the district to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2019.

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, 2019, the employer pension contribution was 9.85 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2019, salaries totaling \$135,398 were paid from federal and special trust funds that required employer contributions of \$13,337. \$12,394 was actually paid toward this obligation in the current fiscal year.

**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 percent 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, 2019, the employer paid \$2,107 to TRS for employer contributions due on salary increases in excess of 6 percent, \$0 for salary increases in excess of 3 percent and \$0 for sick leave days granted in excess of the normal annual allotment.

**Pension Expense**

For the year ended June 30, 2019, the District recognized TRS pension expense of \$76,549 on a cash basis under this plan.

WILL COUNTY SCHOOL DISTRICT 92  
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Note 8     **Retirement Fund Commitments: (continued)**

B.            THIS Fund:

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

The percentage of employer required contributions in the future will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

On behalf contributions to the THIS Fund.

The State of Illinois makes employer retiree health insurance contributions on behalf of the district. State contributions are intended to match contributions to the THIS Fund from active members which were 1.24 percent of pay during the year ended June 30, 2019. State of Illinois contributions were \$136,398, and the district recognized revenue and expenditures of this amount during the year.

Employer contributions to the THIS Fund.

The district also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.92 percent during the year ended June 30, 2019. For the year ended June 30, 2019, the district paid \$101,199 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 Management Services." Prior reports are available under "Healthcare and Family Services.

WILL COUNTY SCHOOL DISTRICT 92  
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**NOTE 8 Retirement Fund Commitments (continued)**

C. Illinois Municipal Retirement Fund

**IMRF Plan Description**

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

**Benefits Provided**

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

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

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

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
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**NOTE 8 Retirement Fund Commitments (continued)**

**C. Illinois Municipal Retirement Fund (continued)**

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

Number of	
Retirees and Beneficiaries	79
Inactive, Non-Retired Members	174
Active Members	122
Total	<u>375</u>
Covered Valuation Payroll	\$ 3,332,825

**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 2018 was 10.90%. For the calendar year ended 2018, the District contributed \$193,211 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

WILL COUNTY SCHOOL DISTRICT 92  
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**NOTE 9 Postemployment Benefits other than Pensions**

*Plan Description*

The District administers a single-employer defined benefit healthcare plan, the “Retiree Healthcare Benefit Program” or “the Plan”. The plan provides healthcare insurance for eligible retirees through the District’s group health insurance plan, which covers both active and retired members, or through the Teacher’s Retirement Insurance Program (TRIP) which covers only retired members.

Benefit provisions are established through negotiations between the District and the unions representing District employees and are renegotiated each bargaining period. As of June 30, 2019, all retirees are eligible for benefits only until Medicare eligible. The Plan does not issue a stand-alone financial report.

*Funding Policy*

Contribution requirements are also negotiated between the District and union representatives. All plan funding is done on a pay-as-you-go basis. For fiscal year 2019, the District contributed \$191,502 to the Plan. Total retiree contributions were not determined.

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

	Number of	
Retirees and Beneficiaries		11
Active Members		185
Total		<u>196</u>

The total other post-employment benefit liability (TOL) was measured on June 30, 2018, the most recent available actuarial information.

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Note 9     **Postemployment Benefits Other Than Pensions** (continued)

**Actuarial Assumptions**

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

- The **Actuarial Cost Method** used was Entry Age Normal.
- **Salary Increases** were expected to be 3.50%.
- The Healthcare Trend Rate is 7.00% per fiscal year for medical cost trending down to 4.50%.
- The discount rate is based on the S&P Municipal Bond 20 Year High Grade Index, to the extent that projected benefit payments are not covered by plan investments. Specifically, as of June 30, 2018 the rate was 2.98%, while the rate as of June 30, 2019 was 2.79%.

**Discount Rate**

The discount rate under GASB 75 is required to be a blend of the long-term expected rate of return to the extent funded and the 20 year municipal bond rate. Specifically, an initial projection is made using the long-term ROR on irrevocable OPEB plan assets and, as long as the plan's net position and projected contributions associated with current participants are expected to fully cover projected benefit payments, this long-term rate may be used. For years in which the net position is not projected to cover projected benefit payments, the discount rate used is equal to the 20 year municipal bond yield or index. A single discount rate is then determined as a blend of the two rates, which produces the same discounted present value of benefits as the dual rate calculation. Since the District does not pre-fund plan liabilities, the discount rate used is equal to the 20 year municipal bond rate. This rate was 2.79% as of June 30, 2018 and 2.98% as of June 30, 2019.

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NOTES TO FINANCIAL STATEMENTS  
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Note 9     **Postemployment Benefits Other Than Pensions (continued)**

**Reconciliation of Total OPEB Liability**

The Total OPEB Liability ("TOL") is the liability or obligation for benefits earned through the valuation date, based on certain actuarial methods and assumptions. The following represents a reconciliation of the TOL from the beginning of the Fiscal Year (July 1, 2018) to the end of the Fiscal Year (June 30, 2019). The TOL as of June 30, 2019:

	<b>OPEB Liability (A) - (B)</b>
<b>Balances at June 30, 2018</b>	3,040,720
<b>Changes for the year:</b>	
Service Cost	152,250
Interest	91,935
Changes of Benefit Terms	-
Differences Between Expected and Actual Experience	-
Changes of Assumptions	38,269
Contributions - Employer	(217,412)
Other (Net Transfer)	-
Net Changes	<u>65,042</u>
<b>Balances at June 30, 2018</b>	<u><u>3,105,762</u></u>

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

The following presents the Total OPEB Liability, calculated using a Single Discount Rate of 2.79%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease (1.79%)	Current Discount Rate (2.79%)	1% Increase (3.79%)
Net Pension Liability/(Asset)	3,313,341	3,105,762	2,908,792

WILL COUNTY SCHOOL DISTRICT 92  
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Note 9     **Postemployment Benefits Other Than Pensions** (continued)

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

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	-	-
Changes of assumptions	-	56,613
Net difference between projected and actual earnings on pension plan investments	-	
Employer contributions subsequent to the measurement date	-	-
Total	-	56,613

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

**Year ended June 30:**

2020	\$ 8,135
2021	8,135
2022	8,135
2023	8,135
2024	8,135
Thereafter	\$ 15,938



WILL COUNTY SCHOOL DISTRICT 92  
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**NOTE 10 Contingent Liabilities and Commitments**

*Litigation*

The District is involved in litigation arising in the ordinary course of business. It is the opinion of management, based on consultation with counsel, that liabilities arising from these proceedings, if any, will not be material to the District's financial position.

*Grant Programs*

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

**NOTE 11 Operating Lease Agreements**

The District has entered into an operating lease agreement for the use of several copiers within its schools and administrative office. The District paid \$34,320 in operating lease payments during fiscal year 2019. As of June 30, 2019, the annual cash flow requirement of this obligation is as follows:

<u>Year Ending</u> <u>June 30</u>	<u>Total</u>
2020	34,320
2021	<u>17,160</u>
	<u><u>51,480</u></u>

**NOTE 12 Individual Fund Disclosures**

Transfers

All transfers are made to move monies between funds to finance operations and various programs in accordance with budgetary authorizations approved by the Board of Education: The General Fund made a routine transfer of \$2,500,000 to the Capital Projects Fund to assist in funding capital asset projects.

WILL COUNTY SCHOOL DISTRICT 92  
LOCKPORT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 13 Fund Balances**

Details of the District's fund balances by individual major fund and nonmajor funds in the aggregate are as follows:

	Major Funds			Non-Major Governmental Fund	Total Governmental Fund
	General Fund	Transportation Fund	Capital Projects Fund		
Fund Balances:					
Restricted for:					
Operations & Maintenance	708,326	-	-	-	708,326
Debt Service	-	-	-	413,716	413,716
Transportation of students	-	1,246,889	-	-	1,246,889
Employee Benefits	-	-	-	777,922	777,922
Capital projects	-	-	3,261,228	109,536	3,370,764
Total restricted	708,326	1,246,889	3,261,228	1,301,174	6,517,617
Assigned to:					
Debt Service	-	-	-	140,878	140,878
Transportation of students	-	261,105	-	-	261,105
Contingent Employee Benefits	1,000,000	-	-	-	1,000,000
Total assigned	1,000,000	261,105	-	140,878	1,401,983
Unassigned	10,803,299	-	-	-	10,803,299
Total Fund Balances	<u>12,511,625</u>	<u>1,507,994</u>	<u>3,261,228</u>	<u>1,442,052</u>	<u>18,722,899</u>

WILL COUNTY SCHOOL DISTRICT 92

Budgetary Comparison Schedule  
Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance - Budget and Actual - Modified Cash Basis  
General Fund  
For the year ended June 30, 2019

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues Received			
Property Taxes	19,554,020	20,396,163	842,143
Corporate Personal Property Replacement Tax	361,000	439,754	78,754
Earnings on Investments	86,000	224,529	138,529
Other Local sources	376,200	497,661	121,461
State Sources	1,696,205	1,590,902	(105,303)
Federal Sources	885,000	829,476	(55,524)
On-Behalf Payments	7,000,000	7,494,988	494,988
Total Revenues Received	<u>29,958,425</u>	<u>31,473,473</u>	<u>1,515,048</u>
Expenditures Disbursed			
Current:			
Instruction			
Regular Programs	9,724,953	9,289,066	435,887
Special Education Programs	3,156,242	2,920,361	235,881
Other Instructional Programs	169,700	93,465	76,235
Support Services			
Pupils	1,538,221	1,202,409	335,812
Instructional Staff	1,806,060	1,764,190	41,870
General Administration	747,900	610,920	136,980
School Administration	1,178,300	1,153,455	24,845
Business	3,468,200	3,249,082	219,118
Central	2,000	1,078	922
Other Support	300	-	300
Community Services	2,500	3,355	(855)
Payments to Other Schools	619,200	675,628	(56,428)
On Behalf Payments	7,000,000	7,494,988	(494,988)
Capital Outlay	325,000	649,720	(324,720)
Contingency	100,000	-	100,000
Total Expenditures Disbursed	<u>29,838,576</u>	<u>29,107,717</u>	<u>730,859</u>
Excess of Revenues Received			
Over Expenditures Disbursed	<u>119,849</u>	<u>2,365,756</u>	<u>784,189</u>
Other Financing Sources (Uses)			
Sales of Capital Assets	5,000	3,630	1,370
Transfers (out)	<u>(2,000,000)</u>	<u>(2,500,000)</u>	<u>500,000</u>
Total Other Financing Sources (Uses)	<u>(2,000,000)</u>	<u>(2,496,370)</u>	<u>500,000</u>
Net Change in Fund Balance	<u>(1,880,151)</u>	<u>(130,614)</u>	<u>1,284,189</u>
Fund Balance, Beginning of Year		<u>12,642,239</u>	
Fund Balance, End of Year		<u>12,511,625</u>	

WILL COUNTY SCHOOL DISTRICT 92

Budgetary Comparison Schedule  
Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance - Budget and Actual - Modified Cash Basis  
Transportation Fund  
For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues Received			
Property Taxes	1,665,952	1,066,408	(599,544)
Earnings on Investments	8,000	36,839	28,839
State Sources	700,000	918,803	218,803
Refund Prior Years' Expenditures	-	4,604	4,604
Other Local Revenue	-	-	-
Total Revenues Received	<u>2,373,952</u>	<u>2,026,654</u>	<u>(347,298)</u>
Expenditures Disbursed			
Current:			
Support Services	1,944,500	1,914,840	(29,660)
Contingency	-	-	-
Total Expenditures Disbursed	<u>1,944,500</u>	<u>1,914,840</u>	<u>(29,660)</u>
Net Change in Fund Balance	<u>429,452</u>	<u>111,814</u>	<u>(317,638)</u>
Fund Balance, Beginning of Year		<u>1,396,180</u>	
Fund Balance, End of Year		<u>1,507,994</u>	

**Notes To Other Information:**

The Budgetary Comparison Information includes the activity of the General Fund and the Transportation Fund (a major special revenue fund). The funds are presented on the modified cash basis of accounting.

WILL COUNTY SCHOOL DISTRICT 92

SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE  
NET PENSION LIABILITY

Teachers' Retirement System of the State of Illinois  
(Dollar amounts in thousands)

	06/30/18	6/30/17	6/30/16	6/30/15	6/30/14
Employer's proportion of the net pension liability	0.00147%	0.00274%	0.00280%	0.00296%	0.00279%
Employer's proportionate share of the net pension liability	\$ 1,143,762	\$ 2,093,770	\$ 2,209,695	\$ 1,942,226	\$ 1,698,793
State's proportionate share of the net pension liability associated with the employer	<u>78,352,490</u>	<u>80,616,822</u>	<u>84,567,827</u>	<u>67,436,440</u>	<u>62,439,612</u>
Total	<u>\$ 79,496,252</u>	<u>\$ 82,710,592</u>	<u>\$ 86,777,522</u>	<u>\$ 69,378,666</u>	<u>\$ 64,138,405</u>
Employer's covered-employee payroll	\$ 10,999,845	\$ 10,857,301	\$ 10,895,985	\$ 10,403,729	\$ 10,132,091
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	10.4%	19.3%	20.3%	18.7%	16.8%
Plan fiduciary net position as a percentage of the total pension liability	40.0%	39.3%	36.4%	41.5%	43.0%

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

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Teachers' Retirement System of the State of Illinois  
(Dollar amounts in thousands)

Statutorily-required contribution	63,799	74,515	112,946	104,002	108,750
Contributions in relation to the statutorily-required contributions	<u>(64,155)</u>	<u>(74,515)</u>	<u>(112,946)</u>	<u>(98,995)</u>	<u>(108,138)</u>
Contribution deficiency (excess)	<u>\$ (356)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,007</u>	<u>\$ 612</u>
Employer's covered-employee payroll	10,999,845	10,857,301	10,895,985	10,403,729	3,107,054
Contributions as a percentage of covered-employee payroll	0.58%	0.69%	1.04%	1.00%	3.50%

**Notes to other Information**

**Changes of assumptions**

For the 2018, 2017, and 2016 measurement years, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.5 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit.

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

For the 2014 measurement year, the assumed investment rate of return was also 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. However, salary increases were assumed to vary by age.

WILL COUNTY SCHOOL DISTRICT 92

SCHEDULES OF OTHER INFORMATION - IMRF  
MULTIYEAR SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Last 10 Calendar Years  
(schedule to be built prospectively from 2014)

Calendar year ending December 31,	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<b>Total Pension Liability</b>										
Service Cost	338,066	368,813	397,059	348,331	342,036					
Interest on the Total Pension Liability	956,003	963,959	917,063	818,199	718,491					
Benefit Changes	-	-	-	-	-					
Difference between Expected and Actual Experience	212,644	(417,553)	(131,557)	603,062	191,439					
Assumption Changes	411,701	(405,915)	(47,471)	30,422	475,163					
Benefit Payments and Refunds	<u>(627,773)</u>	<u>(572,245)</u>	<u>(517,353)</u>	<u>(425,957)</u>	<u>(372,178)</u>					
<b>Net Change in Total Pension Liability</b>	1,290,641	(62,941)	617,741	1,374,057	1,354,951					
<b>Total Pension Liability - Beginning</b>	<u>12,891,555</u>	<u>12,954,496</u>	<u>12,336,755</u>	<u>10,962,698</u>	<u>9,607,747</u>					
<b>Total Pension Liability - Ending (a)</b>	<u>14,182,196</u>	<u>12,891,555</u>	<u>12,954,496</u>	<u>12,336,755</u>	<u>10,962,698</u>					
<b>Plan Fiduciary Net Position</b>										
Employer Contributions	409,605	388,395	433,673	426,714	333,863					
Employee Contributions	149,978	143,280	149,355	152,437	138,476					
Pension Plan Net Investment Income	(596,291)	1,788,138	631,842	45,436	512,373					
Benefit payments and Refunds	<u>(627,773)</u>	<u>(572,245)</u>	<u>(517,353)</u>	<u>(425,957)</u>	<u>(372,178)</u>					
Other	<u>33,775</u>	<u>(432,554)</u>	<u>124,516</u>	<u>86,190</u>	<u>48,680</u>					
<b>Net Change in Plan Fiduciary Net Position</b>	(630,706)	1,315,014	822,033	284,820	661,214					
<b>Plan Fiduciary Net Position - Beginning</b>	<u>11,432,566</u>	<u>10,117,552</u>	<u>9,295,519</u>	<u>9,010,699</u>	<u>8,349,485</u>					
<b>Plan Fiduciary Net Position - Ending (b)</b>	<u>10,801,860</u>	<u>11,432,566</u>	<u>10,117,552</u>	<u>9,295,519</u>	<u>9,010,699</u>					
<b>Net Pension Liability (Asset) - Ending (a) - (b)</b>	3,380,336	1,458,989	2,836,944	3,041,236	1,951,999					
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	76.16%	88.68%	75.35%	75.35%	821.19%					
<b>Current Valuation Payroll</b>	3,332,825	3,150,005	3,387,481	3,387,481	2,936,345					
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	101.43%	46.32%	83.75%	89.78%	66.48%					

WILL COUNTY SCHOOL DISTRICT 92

MULTIYEAR SCHEDULE OF EMPLOYER CONTRIBUTIONS - IMRF

LAST 10 CALENDAR YEARS

<u>Calendar Year Ending December 31,</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a % of Covered Valuation Payroll</u>
2014	340,729	333,863	6,866	2,996,733	11.14%
2015	414,966	426,714	(11,748)	3,387,481	12.60%
2016	411,175	433,673	(22,498)	3,310,587	13.10%
2017	388,396	388,396	-	3,150,005	12.33%
2018	409,604	409,605	(1)	3,332,825	12.29%

(Schedule to be built prospectively from 2014)

WILL COUNTY SCHOOL DISTRICT 92

NOTES TO SCHEDULE OF CONTRIBUTIONS - IMRF

SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS  
USED IN THE CALCULATION OF THE 2018 CONTRIBUTION RATE\*

**Valuation Date**

Notes

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

**Methods and Assumptions Used to Determine 2018 Contribution Rates:**

Actuarial Cost Method	Aggregate Entry Age = normal
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 25-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 20 years for most employers (three employers were financed over 29 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage growth	3.50%
Price Inflation	2.75%, approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases	3.75% to 14.50% including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.

Mortality

For non-disabled retirees, an IMRF specific mortality table was used with fully generation projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**Other Information**

Notes

There were no benefit changes during the year.

\*Based on Valuation Assumptions used in the December 31, 2016 actuarial valuation; note two year lag between valuation and rate setting.



WILL COUNTY SCHOOL DISTRICT 92

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

Last 10 Calendar Years  
(schedule to be built prospectively from 2018)

Fiscal year ending June 30,	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Total OPEB Liability</b>										
Service Cost	152,250	149,913								
Interest on the Total Pension Liability	91,935	94,238								
Benefit Changes	-	-								
Difference between Expected and Actual Experience	-	-								
Assumption Changes	38,269	29,981								
Benefit Payments	<u>(217,412)</u>	<u>(187,135)</u>								
<b>Net Change in Total Pension Liability</b>	65,042	86,997								
<b>Total Pension Liability - Beginning</b>	<u>3,040,720</u>	<u>2,953,723</u>								
<b>Total Pension Liability - Ending (a)</b>	<u><u>3,105,762</u></u>	<u><u>3,040,720</u></u>								
<b>Plan Fiduciary Net Position</b>										
Employer Contributions	217,412	187,135								
Net Investment Income	-	-								
Benefit payments	(217,412)	(187,135)								
Other	<u>-</u>	<u>-</u>								
<b>Net Change in Plan Fiduciary Net Position</b>	-	-								
<b>Plan Fiduciary Net Position - Beginning</b>	<u>-</u>	<u>-</u>								
<b>Plan Fiduciary Net Position - Ending (b)</b>	<u><u>-</u></u>	<u><u>-</u></u>								
<b>Net OPEB Liability (Asset) - Ending (a) - (b)</b>	3,105,762	3,040,720								
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	0.00%	0.00%								
<b>Current Valuation Payroll</b>	11,352,499	11,539,074								
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	27.36%	26.35%								

## **MAJOR GOVERNMENTAL FUNDS**

### **General Fund**

To account for resources traditionally associated with government operations that are not accounted for in another fund, the District maintains the General Fund. The General Fund consists of the following accounts.

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

**Operation and Maintenance Account** - To account for operations, repairs and maintenance of District property.

**Working Cash Account** - To account for financial resources held by the District that may be temporarily loaned to other funds.

### **Transportation Fund**

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

### **Capital Projects Fund**

**Capital Projects Fund** - a capital projects fund type accounts for school construction and site acquisition projects financed through debt issues, government grants and developer contributions.

WILL COUNTY SCHOOL DISTRICT 92

GENERAL FUND

Combining Schedule of Assets, Liabilities and Fund Balances by Account - Modified Cash Basis  
June 30, 2019

	<u>Educational Account</u>	<u>Operations &amp; Maintenance Account</u>	<u>Working Cash Account</u>	<u>Total</u>
<u>Assets</u>				
Cash	22,500	-	-	22,500
Investments	9,903,613	1,528,570	1,061,503	12,493,686
Other Current Assets	-	-	-	-
Total Assets	<u>9,926,113</u>	<u>1,528,570</u>	<u>1,061,503</u>	<u>12,516,186</u>
<u>Liabilities</u>				
Payroll liabilities	<u>4,561</u>	<u>-</u>	<u>-</u>	<u>4,561</u>
Total liabilities	<u>4,561</u>	<u>-</u>	<u>-</u>	<u>4,561</u>
<u>Fund Balance</u>				
Restricted	-	708,326	-	708,326
Assigned	1,000,000	-	-	1,000,000
Unassigned	<u>8,921,552</u>	<u>820,244</u>	<u>1,061,503</u>	<u>10,803,299</u>
Total Fund balance	<u>9,921,552</u>	<u>1,528,570</u>	<u>1,061,503</u>	<u>12,511,625</u>
Total Liabilities and Fund Balance	<u>9,926,113</u>	<u>1,528,570</u>	<u>1,061,503</u>	<u>12,516,186</u>

## WILL COUNTY SCHOOL DISTRICT 92

## GENERAL FUND

Combining Schedule of Revenues Received, Expenditures Disbursed and Changes in Fund Balances in Account -  
Modified Cash Basis

For the Fiscal Year Ended June 30, 2019

	Educational <u>Account</u>	Operations & Maintenance <u>Account</u>	Working Cash <u>Account</u>	<u>Totals</u>
Revenues Received:				
Property Taxes	18,066,373	2,312,539	17,251	20,396,163
Payments in Lieu of Taxes	313,754	126,000	-	439,754
Earnings on Investments	178,743	22,782	23,004	224,529
Other Local sources	467,787	29,874	-	497,661
State Revenues	1,425,902	165,000	-	1,590,902
Federal Revenues	829,476	-	-	829,476
On Behalf Payments	7,494,988	-	-	7,494,988
Total Revenues Received	<u>28,777,023</u>	<u>2,656,195</u>	<u>40,255</u>	<u>31,473,473</u>
Expenditures Disbursed:				
Current:				
Instruction				
Regular Programs	9,289,066	-	-	9,289,066
Special Education Programs	2,920,361	-	-	2,920,361
Other Instructional Programs	93,465	-	-	93,465
Support Services				
Pupils	1,202,409	-	-	1,202,409
Instructional Staff	1,764,190	-	-	1,764,190
General Administration	610,920	-	-	610,920
School Administration	1,153,455	-	-	1,153,455
Business	912,310	2,336,772	-	3,249,082
Central	1,078	-	-	1,078
Other Support	-	-	-	-
Community Services	3,355	-	-	3,355
Payments to Other Schools	675,628	-	-	675,628
On Behalf Payments	7,494,988	-	-	7,494,988
Capital Outlay	487,731	161,989	-	649,720
Total Expenditures Disbursed	<u>26,608,956</u>	<u>2,498,761</u>	<u>-</u>	<u>29,107,717</u>
Excess Revenues Received over (under)				
Expenditures Disbursed	<u>2,168,067</u>	<u>157,434</u>	<u>40,255</u>	<u>2,365,756</u>
Other Financing Sources (Uses)				
Sales of Capital Assets	3,630	-	-	3,630
Transfers (out)	(2,500,000)	-	-	(2,500,000)
Net Change in Fund Balances	<u>(328,303)</u>	<u>157,434</u>	<u>40,255</u>	<u>(130,614)</u>
Fund Balance, Beginning of Year	<u>10,249,855</u>	<u>1,371,136</u>	<u>1,021,248</u>	<u>12,642,239</u>
Fund Balance, End of Year	<u>9,921,552</u>	<u>1,528,570</u>	<u>1,061,503</u>	<u>12,511,625</u>

WILL COUNTY SCHOOL DISTRICT 92

GENERAL FUND - EDUCATIONAL ACCOUNT

Schedule of Revenues Received, Expenditures Disbursed and Changes in Fund Balance

Budget and Actual (Modified Cash Basis)

For the Fiscal Year Ended June 30, 2019

(With Comparative Figures for 2018)

	<u>Final Budget</u>	<u>2019</u>	<u>Variance With Budget</u>	<u>2018</u>
Revenues Received:				
Local Sources:				
Property Taxes	16,904,928	17,392,800	487,872	17,398,967
Special Education Levy	335,954	673,573	337,619	326,644
CPP Replacement Taxes	235,000	313,754	78,754	256,958
Other Payments in Lieu of Taxes	-	-	-	-
Earnings on Investments	70,000	178,743	108,743	89,646
Food Services - Sales to Pupils	225,000	209,833	(15,167)	211,137
Food Services - Sales to Adults	3,000	2,259	(741)	2,821
Tuition	-	50,115	50,115	-
Textbook Rentals/Resale	110,000	151,470	41,470	161,536
Pupil Activities	-	-	-	-
Other Local Revenues	36,600	54,110	17,510	40,477
Total Local Sources	<u>17,920,482</u>	<u>19,026,657</u>	<u>1,106,175</u>	<u>18,488,186</u>
State Programs:				
Evidence Based Funding	1,395,000	1,275,487	(119,513)	1,438,796
Special Education - Private Facility Tuition	130,316	147,298	16,982	169,256
Special Education - Funding for Children	-	-	-	101,581
Special Education - Personnel	-	-	-	245,084
Special Education - Summer School	2,500	-	(2,500)	3,362
Bilingual Ed - Downstate - TPI and TBE	-	-	-	10,785
State Free Lunch & Breakfast	1,300	2,005	705	1,636
Other Restricted State Sources	2,089	1,112	(977)	989
Total State Programs	<u>1,531,205</u>	<u>1,425,902</u>	<u>(105,303)</u>	<u>1,971,489</u>
Federal Programs:				
National School Lunch	123,000	131,305	8,305	142,059
Title I - Low Income	166,000	156,992	(9,008)	166,818
Title II - Teacher Quality	-	37,305	37,305	37,406
Title IV - Safe & Drug Free Schools	-	14,796	14,796	6,482
Special Education IDEA Preschool Flow Through	22,000	19,676	(2,324)	19,894
Special Education - IDEA Flow Through/ Low Inciden	360,000	356,866	(3,134)	378,682
Special Education - IDEA Room & Board	4,000	-	(4,000)	3,974
Medicaid Matching Funds - Administrative Outreach	40,000	25,624	(14,376)	30,681
Medicaid Matching Funds - Fee-for-Service Program	120,000	86,912	(33,088)	156,498
Other Restricted Revenue from Federal Sources	-	-	-	-
Total Federal Programs	<u>835,000</u>	<u>829,476</u>	<u>(5,524)</u>	<u>942,494</u>
On Behalf Payments	<u>7,000,000</u>	<u>7,494,988</u>	<u>494,988</u>	<u>1,211,273</u>
Total Revenues Received	<u>27,286,687</u>	<u>28,777,023</u>	<u>1,490,336</u>	<u>22,613,442</u>

WILL COUNTY SCHOOL DISTRICT 92

GENERAL FUND - EDUCATIONAL ACCOUNT

Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2019

(With Comparative Figures for 2018)

	<u>Final Budget</u>	<u>2019</u>	<u>Variance With Budget</u>	<u>2018</u>
Expenditures Disbursed:				
Instruction				
Regular Programs:				
Salaries	7,318,681	7,328,633	(9,952)	7,140,757
Employee Benefits	1,829,968	1,881,021	(51,053)	1,894,056
Purchased Services	51,150	27,047	24,103	40,759
Supplies	423,154	279,872	143,282	249,230
Capital Outlay	113,000	55,395	57,605	146,203
Non-capitalized Equipment	102,000	44,406	57,594	49,798
Total Regular Programs	<u>9,837,953</u>	<u>9,616,374</u>	<u>221,579</u>	<u>9,520,803</u>
Pre-K Programs				
Salaries	-	155,100	(155,100)	-
Supplies	-	5,323	(5,323)	-
Total Pre-K Programs	<u>-</u>	<u>160,423</u>	<u>(160,423)</u>	<u>-</u>
Special Education Programs:				
Salaries	2,482,657	2,249,194	233,463	2,395,572
Employee Benefits	595,085	607,742	(12,657)	585,534
Purchased Services	32,500	20,497	12,003	12,776
Capital Outlay	4,000	3,355	645	-
Supplies	34,500	33,731	769	22,082
Other Objects	2,000	1,162	838	676
Non-capitalized Equipment	2,000	4,680	(2,680)	-
Total Special Education Programs	<u>3,152,742</u>	<u>2,920,361</u>	<u>232,381</u>	<u>3,016,640</u>
Remedial and Suppl. Programs K-12				
Supplies	<u>7,500</u>	<u>-</u>	<u>7,500</u>	<u>-</u>
Total Remedial and Suppl. Programs K-12	<u>7,500</u>	<u>-</u>	<u>7,500</u>	<u>-</u>
CTE Programs:				
Salaries	7,000	-	7,000	6,750
Benefits	100	-	100	99
Purchased Services	<u>17,900</u>	<u>4,533</u>	<u>13,367</u>	<u>21,550</u>
Total CTE Programs	<u>25,000</u>	<u>4,533</u>	<u>20,467</u>	<u>28,399</u>
Interscholastic Programs:				
Supplies	<u>32,000</u>	<u>29,977</u>	<u>2,023</u>	<u>29,523</u>
Total Interscholastic	<u>32,000</u>	<u>29,977</u>	<u>2,023</u>	<u>29,523</u>

WILL COUNTY SCHOOL DISTRICT 92

GENERAL FUND - EDUCATIONAL ACCOUNT

Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2019

(With Comparative Figures for 2018)

	Final Budget	2019	Variance With Budget	2018
Expenditures (continued)				
Summer School Programs:				
Salaries	88,000	56,543	31,457	80,290
Benefits	700	531	169	694
Purchased Services	1,000	-	1,000	147
Supplies	2,500	1,762	738	2,571
Total Summer School Programs	92,200	58,836	33,364	83,702
Bilingual Programs				
Salaries	20,000	-	20,000	-
Benefits	-	-	-	-
Supplies	500	119	381	241
Total Bilingual Programs	20,500	119	20,381	241
Alternative & Optional Programs				
Purchased Services	-	-	-	310
Total Alternative & Optional Programs	-	-	-	310
Total Instructional	13,167,895	12,790,623	377,272	12,679,618
Support Services				
Support Services - Pupils				
Attendance & Social Work Services				
Salaries	360,000	-	360,000	-
Employee Benefits	4,810	-	4,810	-
Total Attendance & Social Work Services	364,810	-	364,810	-
Health Service:				
Salaries	310,000	307,671	2,329	283,744
Employee Benefits	850	833	17	871
Purchased Services	79,000	83,290	(4,290)	50,662
Supplies	10,000	7,849	2,151	5,948
Non-capitalized Equipment	2,000	8,095	(6,095)	1,132
Total Health Service	401,850	407,738	(5,888)	342,357
Psychological Services				
Salaries	297,000	306,629	(9,629)	283,343
Employee Benefits	3,861	4,586	(725)	4,124
Total Psychological Services	300,861	311,215	(10,354)	287,467

WILL COUNTY SCHOOL DISTRICT 92

GENERAL FUND - EDUCATIONAL ACCOUNT

Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2019

(With Comparative Figures for 2018)

	Final Budget	2019	Variance With Budget	2018
Expenditures (continued)				
Speech Pathology & Audiology Services				
Salaries	432,000	429,782	2,218	415,179
Employee Benefits	5,700	6,427	(727)	6,043
Purchased Services	4,000	16,511	(12,511)	700
Total Speech Pathology & Audiology Services	441,700	452,720	(11,020)	421,922
Other Support Service - Pupils				
Salaries	25,000	28,209	(3,209)	23,936
Purchased Services	-	917	(917)	-
Supplies	4,000	1,610	2,390	1,266
Total Other Support Service - Pupils	29,000	30,736	(1,736)	25,202
Total Support Service - Pupils	1,538,221	1,202,409	671,624	1,076,948
Instruction Improvement:				
Salaries	92,000	73,977	18,023	79,551
Employee Benefits	30,000	33,783	(3,783)	33,876
Purchased Services	172,200	158,905	13,295	133,908
Supplies	19,500	10,363	9,137	18,501
Other Objects	2,800	1,559	1,241	1,994
Total Instruction Improvement	316,500	278,587	37,913	267,830
Educational Media Services:				
Salaries	725,898	654,832	71,066	645,809
Employee Benefits	65,000	53,797	11,203	58,417
Purchased Services	153,100	127,696	25,404	115,326
Supplies	152,162	146,025	6,137	134,411
Capital Outlay	30,000	426,276	(396,276)	56,735
Other Objects	400	-	400	-
Non-capitalized Equipment	370,000	62,231	307,769	286,233
Total Educational Media Services	1,496,560	1,470,857	25,703	1,296,931
Assessment & Testing:				
Purchased Services	20,000	14,140	5,860	26,451
Supplies	3,000	606	2,394	479
Total Assessment & Testing	23,000	14,746	8,254	26,930
Total Support Service - Instructional Staff	1,836,060	1,764,190	143,740	1,591,691



WILL COUNTY SCHOOL DISTRICT 92

GENERAL FUND - EDUCATIONAL ACCOUNT

Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2019

(With Comparative Figures for 2018)

	<u>Final</u> <u>Budget</u>	<u>2019</u>	<u>Variance</u> <u>With</u> <u>Budget</u>	<u>2018</u>
Expenditures (continued)				
Board of Education Services:				
Salaries	1,500	730	770	403
Purchased Services	298,000	307,259	(9,259)	247,447
Supplies	8,000	10,754	(2,754)	7,365
Other Objects	17,000	21,847	(4,847)	18,955
Total Board of Education Services	<u>324,500</u>	<u>340,590</u>	<u>(16,090)</u>	<u>274,170</u>
Executive Administration Services				
Salaries	183,000	207,632	(24,632)	234,369
Employee Benefits	39,900	47,706	(7,806)	37,376
Purchased Services	10,500	7,015	3,485	6,997
Supplies	7,000	2,611	4,389	5,413
Capital Outlay	1,000	2,705	(1,705)	-
Other Objects	4,000	2,661	1,339	1,747
Total Executive Administration Services	<u>245,400</u>	<u>270,330</u>	<u>(24,930)</u>	<u>285,902</u>
Special Area Administration Services				
Salaries	151,000	-	151,000	144,618
Employee Benefits	28,000	-	28,000	27,697
Total Executive Administration Services	<u>179,000</u>	<u>-</u>	<u>179,000</u>	<u>172,315</u>
Total Support Service - General Administration	<u>748,900</u>	<u>610,920</u>	<u>275,960</u>	<u>732,387</u>
Office of the Principal Services:				
Salaries	971,000	950,855	20,145	942,246
Employee Benefits	186,000	188,303	(2,303)	182,625
Purchased Services	5,700	4,501	1,199	5,609
Supplies	8,950	4,895	4,055	5,217
Other Objects	6,650	4,901	1,749	4,859
Total Office of the Principal Services:	<u>1,178,300</u>	<u>1,153,455</u>	<u>24,845</u>	<u>1,140,556</u>
Direction of Business Support Services				
Salaries	151,000	150,437	563	146,528
Employee Benefits	28,000	25,619	2,381	27,725
Purchased Services	2,000	2,123	(123)	2,036
Supplies	500	-	500	-
Other Objects	2,500	3,577	(1,077)	1,416
Total Direction of Business Support Services	<u>184,000</u>	<u>181,756</u>	<u>2,244</u>	<u>177,705</u>
Fiscal Services:				
Salaries	165,000	172,005	(7,005)	155,154
Employee Benefits	70,000	69,100	900	52,600
Purchased Services	10,500	13,136	(2,636)	11,268
Supplies	1,500	638	862	1,425
Other Objects	2,000	-	2,000	-
Non-capitalized Equipment	1,000	-	1,000	-

WILL COUNTY SCHOOL DISTRICT 92

GENERAL FUND - EDUCATIONAL ACCOUNT

Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2019

(With Comparative Figures for 2018)

	Final Budget	2019	Variance With Budget	2018
Total Fiscal Services	250,000	254,879	(4,879)	220,447
Expenditures (continued)				
Food Services:				
Salaries	205,000	184,038	20,962	196,028
Purchased Services	19,700	4,699	15,001	17,348
Supplies	172,000	148,241	23,759	154,593
Capital Outlay	12,000	-	12,000	6,387
Other Objects	7,500	3,941	3,559	4,211
Non-capitalized Equipment	3,000	2,494	506	725
Total Food Services	419,200	343,413	75,787	379,292
Internal Services:				
Purchased Services	109,000	103,196	5,804	100,262
Supplies	35,000	29,066	5,934	25,681
Total Internal Services	144,000	132,262	11,738	125,943
Staff Services:				
Salaries	2,000	1,044	956	-
Employee Benefits	-	34	(34)	9
Total Staff Services	2,000	1,078	922	9
Other Support Services:	300	-	300	-
Total Support	6,300,981	5,644,362	656,619	5,444,978
Community Services				
Purchased Services	2,500	3,355	(855)	-
Total Community Services	2,500	3,355	(855)	-
Payments to Other Districts & Government Units				
Regular Programs	9,200	4,457	4,743	9,863
Special Education	610,000	671,171	(61,171)	644,642
CTE Programs	-	-	-	-
Total Payments to Other Schools	619,200	675,628	(56,428)	654,505
Provision for Contingencies	100,000	-	100,000	-
Total Direct Expenditures Disbursed	20,190,576	19,113,968	1,076,608	18,779,101

WILL COUNTY SCHOOL DISTRICT 92

GENERAL FUND - EDUCATIONAL ACCOUNT

Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2019

(With Comparative Figures for 2018)

	Final <u>Budget</u>	<u>2019</u>	Variance With <u>Budget</u>	<u>2018</u>
Expenditures (continued)				
On Behalf Payments	<u>7,000,000</u>	<u>7,494,988</u>	<u>(494,988)</u>	<u>1,211,273</u>
Excess of Revenues Received over (under)				
Expenditures Disbursed	<u>96,111</u>	<u>2,168,067</u>	<u>(2,071,956)</u>	<u>2,623,068</u>
Other Financing Sources (Uses):				
Sales of Capital Assets	5,000	3,630	1,370	-
Transfer to Other Funds	<u>(2,500,000)</u>	<u>(2,500,000)</u>	<u>-</u>	<u>(2,000,000)</u>
Total Other Financing Sources (Uses):	<u>(2,495,000)</u>	<u>(2,496,370)</u>	<u>1,370</u>	<u>(2,000,000)</u>
Net Change in Fund Balance	<u>(2,398,889)</u>	<u>(328,303)</u>	<u>(2,070,586)</u>	<u>623,068</u>
Fund Balance, Beginning of Year		<u>10,249,855</u>		<u>9,626,787</u>
Fund Balance, End of Year		<u>9,921,552</u>		<u>10,249,855</u>

WILL COUNTY SCHOOL DISTRICT 92

GENERAL FUND - OPERATIONS AND MAINTENANCE ACCOUNT  
 Schedule of Revenues Received, Expenditures Disbursed and Changes in Fund Balance  
 Budget and Actual (Modified Cash Basis)  
 For the Fiscal Year Ended June 30, 2019  
 (With Comparative Figures for 2018)

	<u>Final Budget</u>	<u>2019</u>	<u>Variance With Budget</u>	<u>2018</u>
Revenues Received:				
Local Sources:				
Property Taxes	2,297,866	2,312,539	14,673	2,343,427
Corporate Personal Property Replacement Tax	126,000	126,000	-	145,000
Earnings on Investments	8,500	22,782	14,282	11,022
Rentals	1,500	1,993	493	843
Refund of Prior Year's Expenditures	-	27,881	27,881	47,130
Other Local Revenue	100	-	(100)	-
Total Local Sources	<u>2,433,966</u>	<u>2,491,195</u>	<u>57,229</u>	<u>2,547,422</u>
State Sources:				
Evidence Based Funding	<u>165,000</u>	<u>165,000</u>	<u>-</u>	<u>-</u>
Total State Sources	<u>165,000</u>	<u>165,000</u>	<u>-</u>	<u>-</u>
Federal Sources:				
Other Unrestricted Grants	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>	<u>-</u>
Total Federal Sources	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>	<u>-</u>
Total Revenues Received	<u>2,648,966</u>	<u>2,656,195</u>	<u>7,229</u>	<u>2,547,422</u>
Expenditures Disbursed:				
Support Services - Business Facilities				
Acquisition and Construction Services	10,000	3,775	6,225	9,212
Purchased Services				
Operation/Maintenance of Plant:				
Support Services				
Salaries	1,255,000	1,177,988	77,012	1,197,288
Employee Benefits	200,000	198,435	1,565	197,050
Purchased Services	536,000	475,110	60,890	332,582
Supplies and Materials	473,500	472,339	1,161	459,692
Capital Outlay	165,000	161,989	3,011	214,145
Other Objects	3,500	2,125	1,375	2,976
Noncapitalized Equipment	<u>5,000</u>	<u>7,000</u>	<u>(2,000)</u>	<u>711</u>
Total Expenditures Disbursed	<u>2,648,000</u>	<u>2,498,761</u>	<u>149,239</u>	<u>2,413,656</u>
Excess of Revenues Received over (under) Expenditures Disbursed	<u>966</u>	<u>157,434</u>	<u>(156,468)</u>	<u>133,766</u>
Other Financing Sources (Uses):				
Sales of Capital Assets	<u>300</u>	<u>-</u>	<u>300</u>	<u>418</u>
Total Other Financing Sources (Uses):	<u>300</u>	<u>-</u>	<u>300</u>	<u>418</u>
Net Change in Fund Balance	<u>1,266</u>	<u>157,434</u>	<u>(156,168)</u>	<u>134,184</u>
Fund Balance, Beginning of Year		<u>1,371,136</u>		<u>1,236,952</u>
Fund Balance, End of Year		<u>1,528,570</u>		<u>1,371,136</u>

WILL COUNTY SCHOOL DISTRICT 92

GENERAL FUND - WORKING CASH ACCOUNT

Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance  
Budget and Actual (Modified Cash Basis)  
For the Fiscal Year Ended June 30, 2019  
(With Comparative Figures for 2018)

	Final Budget	2019	Variance With Budget	2018
Revenues Received:				
Property Taxes	15,272	17,251	1,979	17,218
Earnings on investments	7,500	23,004	15,504	11,936
Total Revenues Received	22,772	40,255	17,483	29,154
Other Financing Sources (Uses):				
Abolishment or Abatement of the Working Cash Fund	-	-	-	-
Net Change in Fund Balance	22,772	40,255	17,483	29,154
Fund Balance, Beginning of Year		1,021,248		992,094
Fund Balance, End of Year		1,061,503		1,021,248

WILL COUNTY SCHOOL DISTRICT 92

TRANSPORTATION FUND  
Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance  
Budget and Actual (Modified Cash Basis)  
For the Fiscal Year Ended June 30, 2019  
(With Comparative Figures for 2018)

	<u>Final Budget</u>	<u>2019</u>	<u>Variance With Budget</u>	<u>2018</u>
Revenues Received				
Local Sources:				
Property Taxes	1,665,952	1,066,408	(599,544)	986,240
Corporate Personal Property Replacement Taxes	-	-	-	-
Earnings on Investments	8,000	36,839	28,839	9,519
Refund Prior Years' Expenditures	-	4,604	4,604	-
Other Local Revenue	-	-	-	-
Total Local Sources	<u>1,673,952</u>	<u>1,107,851</u>	<u>(566,101)</u>	<u>995,759</u>
State Sources:				
Evidence Based Funding Sec. 18.815	-	-	-	-
Regular Transportation Aid	280,000	395,301	115,301	417,529
Special Education Aid	420,000	523,502	103,502	636,179
Total State Sources	<u>700,000</u>	<u>918,803</u>	<u>218,803</u>	<u>1,053,708</u>
Total Revenues Received	<u>2,373,952</u>	<u>2,026,654</u>	<u>(347,298)</u>	<u>2,049,467</u>
Expenditures Disbursed				
Transportation Salaries	10,500	41,937	(31,437)	36,144
Employee Benefits	-	-	-	139
Purchased Services	<u>1,934,000</u>	<u>1,872,903</u>	<u>61,097</u>	<u>1,764,150</u>
Total Expenditures Disbursed	<u>1,944,500</u>	<u>1,914,840</u>	<u>29,660</u>	<u>1,800,433</u>
Excess of Revenues Received over (under)				
Expenditures Disbursed	<u>429,452</u>	<u>111,814</u>	<u>(317,638)</u>	<u>249,034</u>
Net Change in Fund Balance	<u>429,452</u>	<u>111,814</u>	<u>(317,638)</u>	<u>249,034</u>
Fund Balance, Beginning of Year		<u>1,396,180</u>		<u>1,147,146</u>
Fund Balance, End of Year		<u>1,507,994</u>		<u>1,396,180</u>

WILL COUNTY SCHOOL DISTRICT 92

CAPITAL PROJECTS FUND

Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance

Budget and Actual (Modified Cash Basis)

For the Fiscal Year Ended June 30, 2019

(With Comparative Figures for 2018)

	<u>Final Budget</u>	<u>2019</u>	<u>Variance with Budget</u>	<u>2018</u>
Revenues Received				
Local Sources:				
Earnings on Investments	5,000	29,916	24,916	11,138
Contributions and Donations from Private Sources	-	-	-	-
Local Fees	<u>40,000</u>	<u>67,396</u>	<u>27,396</u>	<u>45,362</u>
Total Revenues Received	<u>45,000</u>	<u>97,312</u>	<u>52,312</u>	<u>56,500</u>
Expenditures Disbursed				
Support Services Business				
Facility acquisition and Construction				
Services				
Capital Outlay	1,700,000	1,212,657	487,343	1,588,651
Purchased Services	<u>-</u>	<u>7,330</u>	<u>(7,330)</u>	<u>72,293</u>
Total Expenditures Disbursed	<u>1,700,000</u>	<u>1,219,987</u>	<u>480,013</u>	<u>1,660,944</u>
Excess of Revenues Received over (under) Expenditures Disbursed	<u>(1,655,000)</u>	<u>(1,122,675)</u>	<u>(532,325)</u>	<u>(1,604,444)</u>
Other Financing Sources (Uses)				
Transfer among funds	<u>2,500,000</u>	<u>2,500,000</u>	<u>-</u>	<u>2,000,000</u>
Total Other Financing Sources	<u>2,500,000</u>	<u>2,500,000</u>	<u>-</u>	<u>2,000,000</u>
Net Change in Fund Balance	<u>845,000</u>	<u>1,377,325</u>	<u>(532,325)</u>	<u>395,556</u>
Fund Balance, Beginning of Year		<u>1,883,903</u>		<u>1,488,347</u>
Fund Balance, End of Year		<u>3,261,228</u>		<u>1,883,903</u>

## **NONMAJOR OVERNMENTAL FUNDS**

### **Special Revenue Fund**

To account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects, the District maintains the following Special Revenue Fund:

**Municipal Retirement/Social Security Fund** - To account for the District's portion of pension contributions to the Illinois Municipal Retirement Fund as well as Medicare for employees who are members of the Teachers' Retirement System and FICA and Medicare for all other employees.

### **Debt Service Fund**

**Debt Service Fund** – to account for the receipt of property taxes and other monies in order to pay principal and interest on bonded indebtedness.

### **Capital Projects Fund**

To account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of school buildings and other capital assets, in addition to the Capital Projects Fund, the District maintains the following nonmajor capital projects fund:

**Fire Prevention and Safety Fund** – to account for the altering, reconstructing and repairing of the existing school buildings of the District under an approved life safety plan.



WILL COUNTY SCHOOL DISTRICT 92

Nonmajor Governmental Funds

Combining Statement of Assets and Fund Balances - Modified Cash Basis

June 30, 2019

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Totals
	Municipal Retirement/ Social Security Fund	Debt Service Fund	Fire Prevention and Safety Fund	2019
ASSETS				
Investments	777,597	554,594	109,536	1,441,727
Other current assets	325	-	-	325
Total Assets	<u>777,922</u>	<u>554,594</u>	<u>109,536</u>	<u>1,442,052</u>
Fund Balance				
Restricted	777,922	413,716	109,536	1,301,174
Assigned		140,878	-	140,878
Total Fund Balances	<u>777,922</u>	<u>554,594</u>	<u>109,536</u>	<u>1,442,052</u>

WILL COUNTY SCHOOL DISTRICT 92

NONMAJOR GOVERNMENTAL FUNDS

Combining Statement of Revenues Received, Expenditures Disbursed,  
and Changes in Fund Balances - Modified Cash Basis

For the Fiscal Year Ended June 30, 2019

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Municipal Retirement/ Social Security Fund	Debt Service Fund	Fire Prevention and Safety Fund	Totals
Revenues Received:				
Property Taxes	766,530	773,255	-	1,539,785
Replacement Taxes	60,000	-	-	60,000
Earnings on Investments	14,722	9,290	2,444	26,456
Total Revenues Received	841,252	782,545	2,444	1,626,241
Expenditures Disbursed:				
Current:				
Instruction				
Regular Programs	135,415	-	-	135,415
Special Education Programs	165,477	-	-	165,477
Summer School Programs	4,456	-	-	4,456
Support Services				
Pupils	64,270	-	-	64,270
Instructional Staff	74,772	-	-	74,772
General Administration	12,190	-	-	12,190
School Administration	67,413	-	-	67,413
Business	295,754	-	3,649	299,403
Central	34	-	-	34
Debt Service - Interest & Fees	-	165,100	-	165,100
Debt Service - Principal	-	595,000	-	595,000
Capital Outlay	-	-	-	-
Other Objects	-	475	-	475
Total Expenditures Disbursed	819,781	760,575	3,649	1,584,005
Excess Revenues Received over (under) Expenditures Disbursed	21,471	21,970	(1,205)	42,236
Net Change in Fund Balances	21,471	21,970	(1,205)	42,236
Fund Balance, Beginning of Year	756,451	532,624	110,741	1,399,816
Fund Balance, End of Year	777,922	554,594	109,536	1,442,052

## WILL COUNTY SCHOOL DISTRICT 92

## MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

Schedule of Revenues Received, Expenditures Disbursed and Changes in Fund Balance  
 Budget and Actual (Modified Cash Basis)  
 For the Fiscal Year Ended June 30, 2019  
 (With Comparative Figures for 2018)

	<u>Final Budget</u>	<u>2019</u>	<u>Variance With Budget</u>	<u>2018</u>
<b>Revenues Received:</b>				
Property Taxes	907,168	766,530	(140,638)	936,521
Replacement Taxes	60,000	60,000	-	60,000
Earning on Investments	<u>6,000</u>	<u>14,722</u>	<u>8,722</u>	<u>8,407</u>
<b>Total Revenue Received</b>	<u>973,168</u>	<u>841,252</u>	<u>(131,916)</u>	<u>1,004,928</u>
<b>Expenditures Disbursed:</b>				
Instruction Employee Benefits				
Regular Programs	142,779	135,415	7,364	140,703
Special Education	191,350	165,477	25,873	170,141
CTE Programs	-	-	-	98
Summer School Programs	<u>7,621</u>	<u>4,456</u>	<u>3,165</u>	<u>6,763</u>
Total Instruction Employee Benefits	<u>341,750</u>	<u>305,348</u>	<u>36,402</u>	<u>317,705</u>
Supporting Services Employee Benefits				
Supporting Services Pupils				
Attendance & Social Work Services	4,700	4,901	(201)	4,126
Health Services	43,905	46,533	(2,628)	44,367
Psychological Services	4,300	4,446	(146)	4,108
Speech Pathology & Audiology Services	6,300	6,232	68	6,021
Other Support Services - Pupils	<u>2,000</u>	<u>2,158</u>	<u>(158)</u>	<u>1,831</u>
Total Supporting Services Pupils	<u>61,205</u>	<u>64,270</u>	<u>(3,065)</u>	<u>60,453</u>
Supporting Services: Instructional Staff				
Improvement of Instruction Services	10,900	10,431	469	10,360
Educational Media Services	72,005	64,341	7,664	67,674
Assessment & Testing	-	-	-	-
Total Supporting Services: Instructional Staff	<u>82,905</u>	<u>74,772</u>	<u>8,133</u>	<u>78,034</u>
Supporting Services: General Administration				
Board of Education Services	400	146	254	81
Executive Administration Services	12,400	9,544	2,856	11,847
Service Area Administrative Services	<u>2,400</u>	<u>2,500</u>	<u>(100)</u>	<u>2,097</u>
Total Supporting Services: General Administration	<u>15,200</u>	<u>12,190</u>	<u>3,010</u>	<u>14,025</u>

## WILL COUNTY SCHOOL DISTRICT 92

## MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

## Schedule of Revenues Received, Expenditures Disbursed and Changes in Fund Balance

Budget and Actual (Modified Cash Basis)

For the Fiscal Year Ended June 30, 2019

(With Comparative Figures for 2018)

	<u>Final Budget</u>	<u>2019</u>	<u>Variance With Budget</u>	<u>2018</u>
Supporting Services: School Administration				
Office of the Principal Services	71,300	67,413	3,887	69,437
Other Support Services - School Administration	-	-	-	-
Total Supporting Services: School Administration	<u>71,300</u>	<u>67,413</u>	<u>3,887</u>	<u>69,437</u>
Supporting Services: Business				
Direction of Business Support Services	2,100	2,181	(81)	2,125
Fiscal Services	48,000	32,487	15,513	30,971
Operation & Maintenance of Plant Services	235,000	222,392	12,608	226,969
Pupil Transportation Services	5,640	5,423	217	5,447
Food Service	36,900	33,271	3,629	36,597
Total Supporting Services: Business	<u>327,640</u>	<u>295,754</u>	<u>31,886</u>	<u>302,109</u>
Supporting Services: Central				
Staff Services	-	34	(34)	59
Total Supporting Services: Central	<u>-</u>	<u>34</u>	<u>(34)</u>	<u>59</u>
Total Support Services - Employee Benefits	<u>558,250</u>	<u>514,433</u>	<u>43,817</u>	<u>524,117</u>
Contingency	-	-	-	-
Other uses of fund balances				
Repayment of prior year's property taxes	-	-	-	-
Total Expenditures Disbursed	<u>900,000</u>	<u>819,781</u>	<u>80,219</u>	<u>841,822</u>
Net change in fund balance	<u>73,168</u>	<u>21,471</u>	<u>(51,697)</u>	<u>163,106</u>
Fund Balance, Beginning of Year		<u>756,451</u>		<u>593,345</u>
Fund Balance, End of Year		<u>777,922</u>		<u>756,451</u>

WILL COUNTY SCHOOL DISTRICT 92

Debt Service Fund

Schedule of Revenues Received, Expenditures Disbursed and Changes in Fund Balance

Budget and Actual (Modified Cash Basis)

For the Fiscal Year Ended June 30, 2019

(With Comparative Figures for 2018)

	<u>Final Budget</u>	<u>2019</u>	<u>Variance With Budget</u>	<u>2018</u>
Revenues Received:				
Local Sources				
Property Taxes	769,348	773,255	3,907	773,492
Earnings on investments	<u>3,000</u>	<u>9,290</u>	<u>6,290</u>	<u>3,897</u>
Total Revenue Received	<u>772,348</u>	<u>782,545</u>	<u>10,197</u>	<u>777,389</u>
Expenditures Disbursed				
Debt Services:				
Interest on Bonds	165,200	165,100	100	182,485
Bond Principal Retires	595,000	595,000	-	570,000
Other Objects	<u>3,000</u>	<u>475</u>	<u>2,525</u>	<u>475</u>
Total Expenditures Disbursed	<u>763,200</u>	<u>760,575</u>	<u>2,625</u>	<u>752,960</u>
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	9,148	21,970	12,822	24,429
Other Financing Source				
Transfers in (out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in Fund Balance	<u>9,148</u>	<u>21,970</u>	<u>12,822</u>	<u>24,429</u>
Fund Balance, Beginning of Year		<u>532,624</u>		<u>508,195</u>
Fund Balance, End of Year		<u>554,594</u>		<u>532,624</u>

WILL COUNTY SCHOOL DISTRICT 92  
FIRE PREVENTION AND SAFETY FUND  
Schedule of Revenues Received, Expenditures Disbursed  
and Changes in Fund Balance  
Budget and Actual (Modified Cash Basis)  
For the Fiscal Year Ended June 30, 2019  
(With Comparative Figures for 2018)

	<u>Final Budget</u>	<u>2019</u>	<u>Variance With Budget</u>	<u>2018</u>
Revenues Received:				
Local Sources				
Earnings on investments	800	2,444	1,644	5,120
Other revenue from local sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenue Received	<u>800</u>	<u>2,444</u>	<u>1,644</u>	<u>5,120</u>
Expenditures Disbursed				
Support Services:				
Operation & Maintenance of Plant Services				
Salaries	25,000	3,649	21,351	2,963
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures Disbursed	<u>25,000</u>	<u>3,649</u>	<u>21,351</u>	<u>2,963</u>
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	(24,200)	(1,205)	22,995	2,157
Other Financing Source				
Transfers in (out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in Fund Balance	<u>(24,200)</u>	<u>(1,205)</u>	<u>22,995</u>	<u>2,157</u>
Fund Balance, Beginning of Year		<u>110,741</u>		<u>108,584</u>
Fund Balance, End of Year		<u>109,536</u>		<u>110,741</u>

## **Fiduciary Funds - Agency Funds**

**Activity Funds** - to account for assets held by the District in a trustee capacity or as an agent for student organizations.

WILL COUNTY SCHOOL DISTRICT 92

AGENCY FUND

Schedule of Cash Receipts, Cash Disbursements and Ending Balance

Agency Funds - Student Activity Funds

For the Fiscal Year Ended June 30, 2019

	<u>June 30, 2018</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>June 30, 2019</u>
<b>ASSETS</b>				
Cash	122,538	234,517	228,045	129,010
Total Assets	<u>122,538</u>	<u>234,517</u>	<u>228,045</u>	<u>129,010</u>
<b>LIABILITIES</b>				
Due to Activity Fund Organizations:				
In and Out	1,714	3,106	2,055	2,765
Benevolent Fund	1,795	150	982	963
Track	2,912	-	2,869	43
Girls Basketball	2,943	1,050	2,228	1,765
Boys Basketball	3,384	3,110	1,359	5,135
Retirement Parties	58	-	-	58
General Activity - Ludwig	5,331	19,929	16,703	8,557
Ludwig Newspaper	112	-	-	112
Ludwig Library	1,148	880	1,874	154
Yearbook - District 92	9,799	3,295	6,000	7,094
Sunshine Fund	2	-	-	2
Cheerleaders	910	3,484	3,835	559
8th Grade Trip	337	-	-	337
Ludwig Pop	625	364	650	339
District Fundraiser	2,071	161	1,950	282
Cross Country	546	220	220	546
Volleyball	7,401	2,550	1,943	8,008
Boys Volleyball	1,084	-	-	1,084
Ludwig Band/Choir Trip	2,194	2,658	2,523	2,329
General Activity - Reed	4,787	16,026	17,551	3,261
Reed Library	1,963	4,625	4,246	2,342
Reed Pop Fund	452	265	143	573
General Activity - Walsh	3,328	18,303	16,792	4,839
Walsh Library	7,442	5,850	5,400	7,893
Walsh Pop Fund	599	121	-	720
Band Parents	6,140	13,606	13,953	5,793
Tri M Music	456	-	-	456
Parent Faculty Association	15,765	39,383	33,488	21,660
Choir	2,513	9,932	10,822	1,623
Student Council	4,230	12,995	9,700	7,526
Athletic Association	16,159	32,664	32,848	15,976
1st Tech Challenge	4,926	-	-	4,926
General Activity - Oak Prairie	3,960	27,075	27,907	3,128
Oak Prairie Library	924	5,157	4,998	1,084
Oak Prairie Pop Fund	234	99	205	128
NJHS	680	2,821	2,921	581
Dance Club	420	480	442	458
Ludwig -Outdoor Classroom	1,317	999	240	2,076
Boys Baseball	208	1,153	694	667
Softball	-	-	-	-
PEC Program Art	1,667	390	187	1,870
OP Drama	-	1,300	-	1,300
OP Girls Softball	-	316	316	-
Total Liabilities	<u>122,538</u>	<u>234,517</u>	<u>228,045</u>	<u>129,010</u>



WILL COUNTY SCHOOL DISTRICT 92

SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS  
GENERAL OBLIGATION LIMITED TAX SCHOOL BONDS, SERIES 2015  
JUNE 30, 2019

Amount Of Original Issue:	\$ 7,725,000
Payment Dates:	
Principal	January
Interest	January and July

Due in Fiscal Year Ending June 30,	Issue of February 10, 2015		Total
	Principal	Interest	
2020	625,000	146,800	771,800
2021	655,000	127,600	782,600
2022	690,000	107,425	797,425
2023	720,000	86,275	806,275
2024	755,000	64,150	819,150
2025	790,000	42,950	832,950
2026	825,000	22,763	847,763
2027	415,000	6,225	421,225
Totals	\$ 5,475,000	\$ 604,188	\$ 6,079,188

Note: The interest payments due July 1 of each year are actually paid and recorded as expenditures in June of the prior fiscal year.

WILL COUNTY SCHOOL DISTRICT 92

Operating Expenditures Per Student  
June 30, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Expenditures		
Educational Account*	19,113,968	18,779,101
Operations and Maintenance Account	2,498,761	2,413,656
Debt Service Fund	760,575	752,960
Transportation Fund	1,914,840	1,800,433
Municipal Retirement Fund	819,781	841,822
Tort Fund	<u>-</u>	<u>-</u>
Total Expenditures	<u>25,107,925</u>	<u>24,587,972</u>
Less Expenditures not Applicable to Operating Expenditures of Regular Programs:		
Educational Account		
Pre-K Programs	160,423	-
Summer School	58,836	83,702
Community Services	3,355	-
Payments to Other Districts & Governments	675,628	654,505
Capital Outlay	487,731	209,325
Non-Capitalized Equipment	121,906	337,888
Operations & Maintenance Account		
Capital Outlay	161,989	214,145
Non-Capitalized Equipment	7,000	711
Debt Service Fund		
Principal Retired		
G O Bonds	595,000	570,000
Municipal Retirement Fund		
Summer School	<u>4,456</u>	<u>6,763</u>
Total Expenditures Not Applicable	<u>2,276,324</u>	<u>2,077,039</u>
Net Operating Expenditures	<u><u>22,831,601</u></u>	<u><u>22,510,933</u></u>
Average Daily Attendance	<u>1,389</u>	<u>1,415</u>
Net Operating Expenditures Per Student	<u>15,345</u>	<u>15,906</u>

\*Above figures exclude "on-behalf" expenditures made to TRS and THIS.

# GASSENSMITH & MICHALESKO, LTD.

CERTIFIED PUBLIC ACCOUNTANTS

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## 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  
Will County School District 92  
Lockport, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the basic financial statements of Will County School District 92 (District) as of and for the year ended June 30, 2019, and have issued our report thereon dated September 20, 2019.

### **Internal Control Over Financial Reporting**

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

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

To the Board of Education  
Will County School District 92

corrected on a timely basis. A *significant deficiency* is a deficiency, or a 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.

### **Compliance and Other Matters**

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

### **Purpose of this Report**

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

Gassensmith & Michalesko, Ltd.  
Certified Public Accountants

September 20, 2019

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

To the Board of Education  
Will County School District 92  
Lockport, Illinois

***Report on Compliance for Each Major Federal Program***

We have audited Will County School District 92's (District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2019. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

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

To the Board of Education  
Will County School District 92

referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

### ***Opinion on Each Major Federal Program***

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

### ***Report on Internal Control over Compliance***

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

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

To the Board of Education  
Will County School District 92

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

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

We have audited the financial statements of the District, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated September 20, 2019, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Gassensmith & Michalesko, Ltd.  
Certified Public Accountants

Joliet, Illinois  
September 20, 2019

**WILL COUNTY SD 92**  
**56-099-0920-02**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2019**

Federal Grantor/Pass-Through Grantor	CFDA Number <sup>2</sup> (A)	ISBE Project # (1st 8 digits) or Contract # <sup>3</sup> (B)	Receipts/Revenues		Expenditure/Disbursements <sup>4</sup>				Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/17-6/30/18 (C)	Year 7/1/18-6/30/19 (D)	Year 7/1/17-6/30/18 (E)	Year 7/1/17-6/30/18 Pass through to Subrecipients	Year 7/1/18-6/30/19 (F)	Year 7/1/18-6/30/19 Pass through to Subrecipients			
U.S. Department of Agriculture:											
<i>Flow-Through from the Illinois State Board of Education:</i>											
Child Nutrition Cluster:											
National School Lunch Program	10.555	19-4210-00	-	110,962	-	-	110,962	-	-	110,962	N/A
National School Lunch Program	10.555	18-4210-00	118,005	20,343	118,005	-	20,343	-	-	138,348	N/A
Non-Cash Commodities Received:						-		-	-		
Department of Agriculture - Food Distribution	10.555	19-4999-00	-	16,426	-	-	16,426	-	-	16,426	N/A
Department of Agriculture - Food Distribution	10.555	18-4999-00	17,450	-	17,450	-	-	-	-	17,450	N/A
Department of Defense - Fresh Fruits and Vegetables	10.555	19-4999-00	-	11,250	-	-	11,250	-	-	11,250	N/A
Department of Defense - Fresh Fruits and Vegetables	10.555	18-4999-00	16,495	-	16,495	-	-	-	-	16,495	N/A
Total U.S. Department of Agriculture:			151,950	158,981	151,950	-	158,981	-	-	310,931	N/A
U.S. Department of Education:											
<i>Flow-Through from the Illinois State Board of Education:</i>											
Special Education Cluster:											
IDEA - Flow-Through/Preschool (M)	84.173A	19-4600	-	19,209	-	-	19,209	-	-	19,209	20,409
IDEA - Flow-Through/Preschool	84.173A	18-4600	19,894	467	20,361	-	-	-	-	20,361	22,323
IDEA - Flow-Through/Low Incidence (M)	84.027A	19-4620	-	356,516	-	-	356,866	-	-	356,866	364,683
IDEA - Flow-Through/Low Incidence	84.027A	18-4620	378,682	350	379,032	-	-	-	-	379,032	380,614
Total Special Education Cluster:			398,576	376,542	399,393	-	376,075	-	-	775,468	N/A
Title I - Low Income	84.010A	19-4300	-	134,569	-	-	144,895	-	-	144,895	164,951
Title I - Low Income	84.010A	18-4300	142,878	22,423	148,483	-	16,818	-	-	165,301	179,147
Title II - Teacher Quality	84.367A	19-4932	-	35,944	-	-	35,944	-	-	35,944	36,615
Title II - Teacher Quality	84.367A	18-4932	36,724	1,361	37,323	-	762	-	-	38,085	39,608
Title IV - Student Support and Academic Enrichment	84.424A	19-4400	-	11,278	-	-	11,278	-	-	11,278	19,160
Title IV - Student Support and Academic Enrichment	84.424A	18-4400	6,482	3,518	9,562	-	438	-	-	10,000	10,000
Total U.S. Department of Education:			186,084	209,093	195,368	-	210,135	-	-	405,503	N/A
U.S. Department of Health and Human Services:										-	
<i>Flow-Through from the Illinois Department of Healthcare &amp; Family Services:</i>										-	
Medicaid Administrative Outreach	93.778	19-4991	-	25,624	-	-	25,624	-	-	25,624	N/A
Medicaid Administrative Outreach	93.778	18-4991	30,681	-	30,681	-	-	-	-	30,681	N/A
Total U.S. Department of Health and Human Services:			30,681	25,624	30,681	-	25,624	-	-	56,305	N/A
TOTAL FEDERAL AWARDS			767,291	770,240	777,392	-	770,815	-	-	1,548,207	N/A

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

The accompanying notes are an integral part of this schedule.



## WILL COUNTY SCHOOL DISTRICT 92

### Notes to Schedule of Expenditures of Federal Awards June 30, 2019

#### Note 1     Accounting Basis

The schedule of expenditures of federal awards includes the federal grant activity of the Will County School District 92 (District), and is presented on the modified cash basis of accounting. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), therefore some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. The District has elected not to use the 10 percent de minimus indirect cost rate as allowed under the uniform guidance.

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

Revenues Per Schedule of Expenditures Of Federal Awards	\$770,240
Add-Medicaid Fees-For-Service Program	86,912
Less- Values of Commodities	<u>(27,676)</u>
Total Federal Revenues Per Basic Financial Statements	<u><u>\$829,476</u></u>

#### Note 2     Subrecipients, Insurance, and Loans

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

WILL COUNTY SCHOOL DISTRICT 92

Summary of Findings and Questionable Costs  
June 30, 2019

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the modified cash basis financial statements of the District for the year ended June 30, 2019.

INTERNAL CONTROL OVER FINANCIAL REPORTING

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

INTERNAL CONTROL OVER MAJOR PROGRAMS

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

IDENTIFICATION OF MAJOR PROGRAMS

7. The program tested as major programs was Special Education Cluster (84.027A and 84.173A).
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. The District was determined to be a low-risk auditee.

WILL COUNTY SCHOOL DISTRICT 92

Summary of Findings and Questionable Costs  
June 30, 2019

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

There were no financial statement findings reported for the fiscal year ended June 30, 2019.

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

There were no federal award findings reported for the fiscal year ended June 30, 2019.

WILL COUNTY SCHOOL DISTRICT 92

Summary Schedule of Prior Audit Findings  
June 30, 2019

There are no prior audit findings that affected federally funded programs.