

**Round Lake Area Schools
Community Unit School District 116
Round Lake, Illinois**



**ROUND LAKE
AREA SCHOOLS**
Community Unit School District #116

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

Officials Issuing Report:

Dr. Donn Mendoza – Superintendent of Schools

Dr. Pamela Kibbons – Assistant Superintendent of Business Services

Department Issuing Report:

Business Office

**ROUND LAKE AREA SCHOOLS COMMUNITY
UNIT DISTRICT NO. 116**

ROUND LAKE, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

JUNE 30, 2021

Official Issuing Report

**Dr. Donn Mendoza, Superintendent of Schools
Dr. Pamela Kibbons, Assistant Superintendent of Business Services**

Department Issuing Report

Business Office

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December 20, 2021

Members of the Board of Education
Citizens of Round Lake Area Schools Community Unit School District 116

The Annual Comprehensive Financial Report (ACFR) of Round Lake Area Schools Community Unit School District 116 (the District), for the fiscal year ended June 30, 2021, is presented. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, resides with the District.

We believe the data, as presented, is accurate in all material aspects and represents the financial position and results of operations of the District as shown by the disclosure of all financial activity of its various funds; and that all disclosures necessary for public understanding of the District's financial status have been incorporated within this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A compliments this letter for transmittal and should be read in conjunction with it.

The ACFR is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officers and elected officials. The financial section includes the independent auditor's report on financial statements and schedules, MD&A, and required supplementary information such as the combined and individual fund financial statements and schedules. The statistical section includes selected unaudited financial and demographic information, generally presented on a multi-year basis.

This report includes all funds of the District. For all the governmental fund-types, the District reports on a modified accrual basis of accounting, which is applied to the District's budget and accounting records. The notes to the financial statements expand upon the modified accrual basis as well as the District's accounting policies and procedures.

District Profile

Round Lake Area Schools Community Unit School District 116 encompasses a nine square mile area in Lake County, Illinois approximately 43 miles northwest of Chicago's "Loop." The District serves students from portions of the villages of Round Lake, Round Lake Beach, Round Lake Heights, Round Lake Park and Hainesville. It is easily accessible by State Routes 120, 134 and 83, and the Tri-State Tollway (I-94). Commuter train service to Chicago is in the heart of the Village of Round Lake and the Village of Round Lake Beach.

The District educates 6574 students in pre-school through 12th grade at eleven (11) facilities – one preschool, one kindergarten (leased facility), five elementary schools, two middle schools, a high school, and a transition center for students between the ages of 18 and 22. An additional 146 students attend an out of district school due to their special needs. In October of 2019, the District began leasing space at the Village of Round Lake to open a Welcome Center. The Welcome Center concept supports the student registration and enrollment process. Over 77.6% of the students in Round Lake Area School District 116 are Hispanic and 58.5% of the students qualify as low income through the Community Eligibility Provision of the Federal National School Lunch Program.

The District currently has approximately 993 full time equivalent FTE employees, of whom 676 FTE are certified and 317 FTE are non-certified. Of the total number, 931 FTE are represented by the Education Association of Round Lake (E.A.R.L.). The four (4) year collective bargaining agreement approved in February of 2017, commencing in August of 2017, concluded in June of 2021. The collective bargaining agreement was renewed for an additional four (4) years commencing in July of 2021 and concludes in June of 2025.

The District operates independently and is not considered a component unit of any other entity. The District levies its own local property tax which is filed with the Lake County Clerk. Taxes collected by the County Clerk are extended and distributed directly to the District. The District has complete responsibility for the preparation and modification of its annual budget and is solely accountable for its fiscal matters, including surpluses and deficits, designation of management and issuance of debt.

The governing body is a Board whose seven (7) members are elected for staggered four (4) year terms of office. The Board is a policy-making body whose primary functions are to establish policies for the District, provide for the general operation and personnel of the District and to oversee the property and facilities of the District. The elected positions are volunteer with no compensation for their service to the District. Based on the legislative authority in the Illinois School Code, the Board of Education has the power to sue and be sued in all courts; to levy and collect taxes and to issue bonds; and to contract for administrators, teachers, and other personnel as well as for goods and services. The Board elects a President, Vice President and Secretary from its membership. The Superintendent and staff report to the Board and run the day-to-day operations of the District.

History of the District

The District began its history over 150 years ago with Gilbert School. In 1911, Meade School was newly built at the corner of Hart and Cedar Lake Rd. The school was constructed for \$4,000 and was attended by 17 students. In 1921, Round Lake became the first consolidated school district of Lake County combining Hainesville, Gilbert and Meade. In 1927, Raymond Ellis became principal in the quickly growing District.

The District expanded rapidly during the 1950's, building six (6) of the current nine (9) school buildings: John T. Magee Middle School, Round Lake Senior High School, Round Lake Beach Elementary, W. J. Murphy Elementary, Raymond Ellis Elementary and Indian Hill Elementary.

During the 1960's and 1970's there were numerous elementary school additions to accommodate the growing student population, while the 1980's and 1990's saw many middle school and high school additions. In 1977, Village Elementary School was constructed, and the Early Education Center was built in 1998 to house the kindergarten program.

The newest school building is the Round Lake Middle School, which is connected to Indian Hill Elementary. When Round Lake Middle School opened in 2004, John T. Magee Middle School was closed, and the students transferred to the new building. Due to the sustained pace of enrollment growth, additional space was needed. In 2006 the District passed a \$17 million referendum to extensively renovate John T. Magee Middle School. The newly renovated school re-opened in the fall of 2008 and both middle schools expanded to serve students in grades 6 through 8. Prior to 2008, the middle school only served grades 7 and 8.

The District placed a building bond question on the November 2014 ballot which was approved by the electors for projects to expand Round Lake Senior High School. The project included three (3) new additions to the existing building and an additional thirty (30) upgraded teaching spaces. The project also included several renovations in existing areas including an upgrade to the food service area and the creation of a Business Incubator Lab. These building enhancements were completed by the beginning of the 2016-2017 school year.

In addition, an initial capital project expenditure of \$7,044,778.00, was approved in 2018-2019 utilizing existing fund balance, for the renovation of the athletic fields, home/visitor bleachers, press box, concession stand, ticket booth and the addition of eight tennis courts at Round Lake Senior High School. The new turf football field was also enhanced by a state-of-the-art scoreboard with music and video display capabilities. A ribbon cutting ceremony with students, staff, parents, and community was held in October of 2019.

During the 2018-2019 school year, the safety of all students and staff was reviewed and addressed. As a result, the Board of Education approved a District-wide security project, which was completed in March of 2021.

In June of 2019 the mobile unit at Indian Hill Elementary was destroyed due to fire. The replacement unit was delivered and installed in July of 2020.

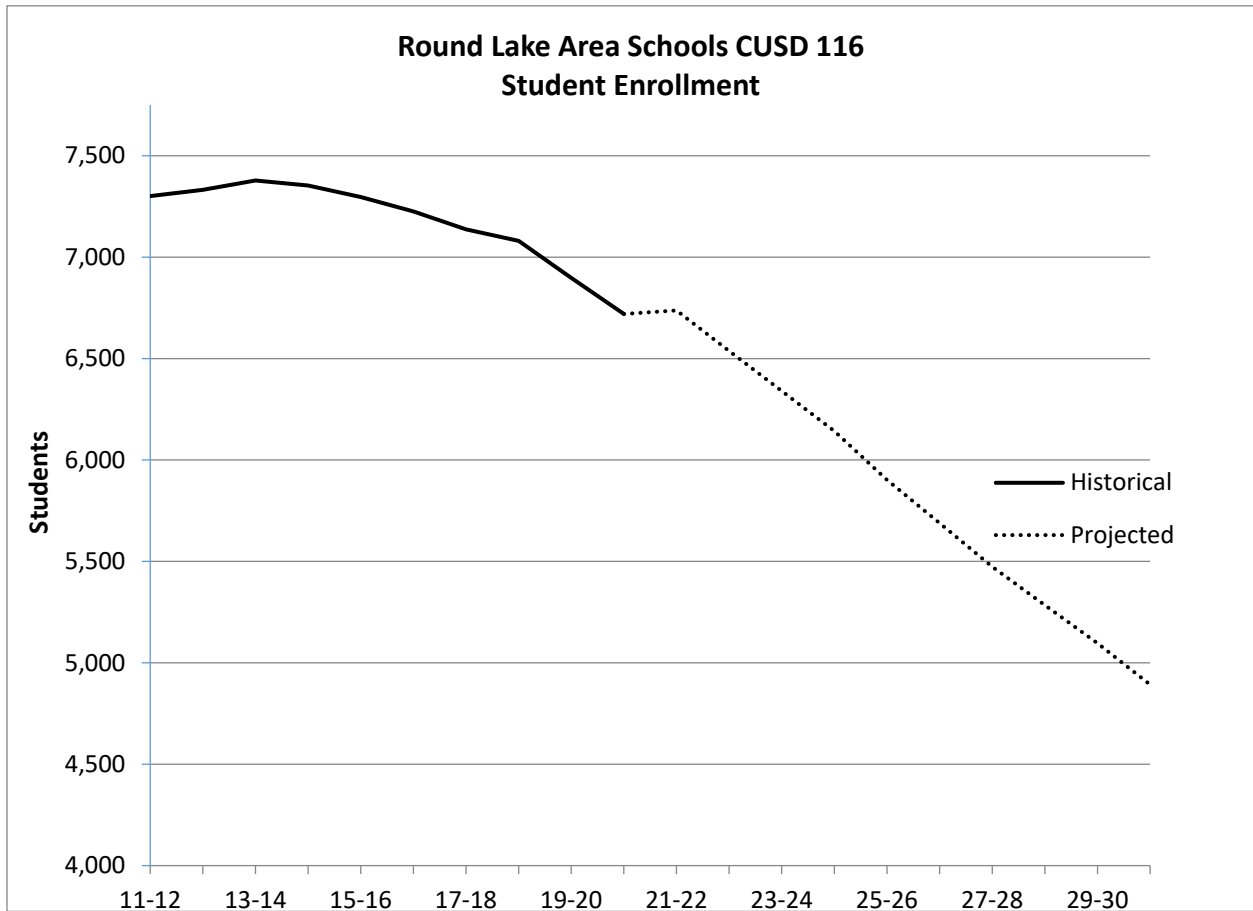
The District purchased Calvary Church, which is adjacent to Magee Middle School in June of 2020. The parking lot will be utilized by Magee Middle School and the use of the physical structure remains undetermined at this time.

The District responded to the Covid-19, National Pandemic by developing and implementing a robust “hybrid” remote/e-learning curriculum for all students, grab-n-go breakfast and lunch meal pick-up, utilization of fourteen (14) buses within designated community sites to expand meal opportunities for families and implemented practices and procedures to maintain the safety and well-being of all students and staff.

Three levels of ESSER (Elementary and Secondary School Emergency Relief) funds were provided by the Federal Government to public school districts. It is anticipated that Round Lake School District #116 will receive over twenty (20) million dollars.

During the 2020-2021 school year, a recommendation was made by the Administration and supported by the Board of Education to purchase a warehouse utilizing Elementary and Secondary School Emergency Relief (ESSER) grant funds. The main purpose of the building is to service the Operations and Transportation departments.

During the last several years, the District has seen a decline in enrollment. The 2020-2021 enrollment was 6720. This enrollment includes students educated within-district and students educated outside of the district.



To assess future growth, the District commissioned an enrollment study by the Applied Population Laboratory, University of Wisconsin-Madison, in the fall of 2012. An update to this study was conducted in 2017 and showed a slight decrease in our Kindergarten students over the next few years. The most current enrollment study was performed in March of 2021. The data indicates that the enrollment will decrease over the next five years to 5801 in 2025-2026, with a future decrease over the next ten years to 4,792 in 2030-2031. The study used birth data, economic data, and a commonly used demographic technique called the “cohort survival method” to forecast future enrollment. Four models were developed based on a kindergarten projection model, a three-year projection model, a five-year projection model, and a ten-year projection model. The Five-Year Trend Model is considered to be the most reliable projection model. The enrollment projections are updated each year, based on the prior year’s actual enrollment.

Financial Oversight Panel

Today the District is financially strong with healthy fund balances and a balanced budget. However, in the past, it was one of the most financially troubled districts in the State. Starting in 1990, the District had to issue short-term debt each year to meet operational cash needs. On April 16, 1992, the District was certified as being in financial difficulty by the Illinois State Board of Education and was required to submit a financial improvement plan to the State Board for approval.

The District’s financial position continued to deteriorate from a cumulative fund deficit of \$2.1 million in Fiscal Year 1992 to a cumulative fund deficit of \$9.7 million in Fiscal Year 1999. The District had to depend on continued issuance of tax anticipation warrants and long-term debt to meet operating cash flow needs since Fiscal Year 1993. Arbitration decisions, a protracted strike, increased enrollment of children with special needs, aging facilities, and contractual limitations with regards to class size further exacerbated the District’s financial position. On March 21, 2000, the District successfully passed building bond and Educational Fund referenda that would generate an additional \$1.2 million in tax revenue annually. However, it was deemed by its financial institution to be too high a credit risk and could no longer borrow money for short or long-term needs.

On April 27, 2000, the Board of Education of Round Lake Area Schools Community Unit School District 116 petitioned the State Board of Education for emergency financial assistance and the establishment of a voluntary Financial Oversight Panel (the Panel). Their request was approved on May 18, 2000. The establishment of the Panel allowed the District to receive emergency financial assistance in the form of a \$1.4 million grant from the State. In addition, the Panel required the District to develop and implement a balanced budget. Through its monitoring efforts, the Panel steered the District towards cost-saving measures that enhanced the District's viability and alleviated the negative concerns of the banking community.

The Panel also commissioned the development of financial projections which identified socio-economic factors that inhibited the District from achieving long-term financial stability. These factors included a comparatively small tax base, an onerous level of short-term debt, no ability to issue additional long-term debt, the lack of appropriate executive leadership, rising personnel costs, and student population with high special education needs.

The District's legal level of budgetary control maintains that expenditures cannot legally exceed the appropriated amount that is established at the individual fund level. The District maintains sound budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District's Board of Education. Round Lake School District maintains a high standard of fiscal responsibility and compliance with local, state, and federal requirements.

School Finance Authority

While the Panel helped to stem the tide of deficit operations, they determined that the best approach for long-term health would be to establish a School Finance Authority (SFA) under new legislation recently passed in the Illinois General Assembly and signed into law by Governor George Ryan.

The SFA, consisting of five members appointed by the State Superintendent, was established on August 13, 2002. It had the power to appoint top management of the District including a Chief Executive Officer when the current Superintendent's contract expired and a Chief Fiscal Officer replacing the position of School Business Official. In addition, the SFA was empowered to negotiate collective bargaining agreements, to issue debt within specified limits and to establish tax rates necessary to pay off the debt. The SFA was also exempt from some of the limitations of the property tax extension limitation law.

Under the SFA, the District eliminated its short-term debt, practiced budgetary discipline, sought new revenue sources, and implemented fiscal controls to restore financial stability and attain full recognition status in each of the fiscal years 2007-2011. The SFA was abolished by the State Board of Education and the District returned to local control on July 1, 2011.

Collective Bargaining

In 1984, the Education Association of Round Lake, IEA-NEA became the exclusive bargaining representative for the District's teachers and later, the teaching assistants. In subsequent years, and in separate bargaining units, the IEA-NEA became the exclusive bargaining representative for the District's secretaries and bus drivers. Finally, in the fall of 1994, the four (4) units merged into one local affiliate of the Illinois Education Association.

Despite the merger, the parties bargained for three (3) separate collective bargaining agreements for teachers/teacher assistants, bus drivers and mechanics, and secretaries. Though a three (3) year contract agreement was reached with the bus drivers and mechanics commencing in July 1994, no agreement could be reached with the teachers/teacher assistants and secretaries. A strike commenced on October 17, 1994, and continued for approximately eight (8) weeks, ending on December 12, 1994. The strike settlement extended the 1992-1994 bargaining agreement and brought to arbitration those items upon which the parties did not agree.

In July of 1997, the teachers/teacher assistants, secretaries, and bus drivers consolidated under a single collective bargaining agreement. In July of 2006, the IEA-NEA became the exclusive bargaining representative for the custodial staff, and they were added to the contract. Since 2006, the Education Association of Round Lake (E.A.R.L.), IEA-NEA has represented all of the above job classifications at the District.

Long-Term Financial Planning

The District maintains a five-year financial plan as part of its strategic planning process. This plan is based on a comprehensive financial model that considers assumptions for key variables impacting the financial health of the District to guide the decision-making process. This plan is updated at least once a year and is factored into the annual budget process.

The most significant factors impacting the long-range plan are:

- The State's continued financial difficulty and the ability to continue to increase the annual funding of the new State funding formula into the future
- Additional staffing and other costs associated with the District's Academic Restructuring Plan
- Capital requirements related to aging District facilities operating at full capacity
- Uncertainty related to funding future years of the collective bargaining agreement
- The impact of prior declining property values, slow growth of new property and low CPI/growth on local property tax revenue
- Potential legislation shifting Teachers' Retirement System pension costs to the District
- Covid-19 National Pandemic and the unforeseen future impact on the short-term and long-term economic conditions

The District is financially healthy with strong fund balances. District spending is controlled via requisition and position control processes. The finances are monitored through such means as monthly financial reports to the Board of Education, the annual budget process, and long-term financial projections. The District continually seeks to identify new revenue sources and areas of operations for improvements in efficiency such as energy utilization and printing services. It is the intention of the District to continue to maintain balanced budgets in future years.

Economic Outlook and Conditions

The District is comprised of blue-collar communities that saw significant population growth over the twenty (20) years from 1990-2010 according to the U.S. Census Bureau. The District is the community's second largest employer and the unemployment rate has consistently been higher than the State and County average.

Local Property Taxes

Local property taxes account for approximately 29% of District direct operating revenue (excluding on-behalf payments). The District's tax base is primarily made up of residential property (83%) with the balance being largely commercial property (14%). A moderate increase of 1.6% is observed from 2011 to 2020. Due to the Covid-19 pandemic and the favorable mortgage rates, the property demand increased which resulted in increase of 3.5% of the property values in 2020 in comparison to 2019. A moderate increase is anticipated in the future. Despite these challenging economic factors, the District has continued to collect more than 99.4% of property taxes extended and has positive indications that this will continue in the foreseeable future.

Local property taxes for the District are limited by the Property Tax Extension Limitation Law (PTELL). PTELL limits the annual growth in the amount of property taxes to be extended to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) during the calendar year preceding the levy year. Taxes can also be increased due to new construction and referendum approval of tax rate increases. Due to Covid-19 and recent economic conditions, future growth of District revenues is unknown.

Other Local Revenue

Other Local Revenue received from student registration, other student fees, sales to students, yearbooks, and donations to the District account for approximately 1.6% of District direct revenue.

State Funding

In the 2017-2018 school year, a new evidence-based funding (EBF) formula was approved by the State Legislature. The goal of the new funding model consisted of recognizing the individual student needs, the differences in local resources to support the districts, and to provide a stable and sustainable system. The main objectives were to close the funding gaps between districts and to ensure that no districts lose state funding. The components of the plan consist of 27 factors, most based on student enrollment, that determine the district's unique adequacy funding target that consists of state and local funding. This adequacy target is then compared to the actual state and local funding a district received in the prior fiscal year to determine the adequacy percentage that determines the amount of additional funding or Tier funding. Based on this adequacy gap, the State will distribute the prior year's funding and any additional tier funding to the districts focusing on those districts that are at the lowest percent of adequacy.

The new evidence-based funding (formally the General and Supplementary State Aid) account for roughly 56.2% of District direct revenue. Currently, Round Lake Area School District 116 has been identified as a Tier 1 District. Several of the State's Mandated Categorical State Aid were combined into the new evidence-based funding formula. The balance of the District's direct State funding (4.4% of direct revenue) comes in the form of the remaining Mandated Categorical State Aid (Transportation, Special Education) and State Competitive Grants (Alternative Learning Opportunity Program, Early Childhood and After School Program Grant). This categorical funding is subject to State budget cuts, proration, and delayed payments.

Additionally, the District applied for the Property Tax Relief Grant (PRTG) and was awarded the grant for Fiscal 20 and Fiscal 21. The District received \$3,310,310.00 each year of the grant and was able to abate a portion of their existing bonds to provide relief to the taxpayers.

The State made a \$47,401,766 payment to the Teachers' Retirement System (TRS) on behalf of the District in Fiscal Year 2021. This payment funds the State's portion of the certified staff's pension and is included in total District operating revenue; however, it flows directly to the pension system and not to the District.

Federal Grant Awards

Due to the high number of low-income students, the District also receives a significant amount of Federal Aid. Grant Awards for Every Student Succeeds Act (Title I & II), Individuals with Disabilities Education Act (IDEA), and National School Lunch programs and Summer Food Service program account for about 5.7% of District operating revenue. The District applied and was approved for the School Emergency Relief Grant (C.A.R.E.S. ACT). Round Lake Area School District 116 was awarded \$1,697,621.00 in Fiscal Year 2020 for ESSER I to be utilized in Fiscal Year 2021 due to Covid-19 Pandemic. In Fiscal Year 2021 the district was awarded \$6,647,382 of the Elementary and Secondary School Emergency Relief II grant. It is anticipated that the District will also receive ESSER III funding as well.

Illinois Municipal Retirement Fund

The District participates in the Illinois Municipal Retirement Fund (IMRF), a defined-benefit, agent multiple-employer pension plan for units of local government and school districts in Illinois for the non-certified staff. Each employer participating in the IMRF, including the District, has an employer reserve account that is separate and distinct from all other participating employers along with a unique employer pension contribution rate.

In December 2012, the Board approved paying down the unfunded actuarial accrued liability, which had accumulated over prior years, in the amount of approximately \$4.6 million. The payment was made in Fiscal Year 2013 from the Educational, Operations and Maintenance, and Transportation Funds. As a result of this payment, the District's IMRF pension plan became fully funded on an actuarial market value basis. The annual reduction in future pension contributions that would have been required to pay interest on the shortfall is approximately \$300,000 per year starting in January 2014.

Major Initiatives

Restructuring

Due to the failure to make Annual Yearly Progress (AYP) under the Federal No Child Left Behind (NCLB) Act, replaced by Every Student Succeeds Act, for successive years, in 2012, the District was in Illinois State Board of Education Academic Warning Status and Federal Corrective Action/Restructuring Status. As a

result, the District was mandated to make significant, research-based reforms, monitor outcomes, and periodically report student progress to the State. The administration restructured the organization and met with stakeholders extensively throughout the year to devise a comprehensive restructuring plan. These reforms were implemented in the 2013-14 school year.

As part of the restructuring plan, the focus was at the K-12 level and approximately 70 new staff members were hired to allow for increased teacher collaboration time and more enrichment opportunities for students. The District also invested in a data warehouse to measure student progress, as well as purchase new textbooks and other curriculum materials to support alignment to the Common Core standards. As a result of these increased costs, future budget surpluses are not anticipated. The District has maintained a Financial Profile score of 3.6 for the past few years.

1:1 Program

The District continues to invest in computers and other technology solutions to meet the educational needs of our students, online testing requirements, and the implementation of our district-wide 1:1 technology program. Since 2018, the District has purchased over 6,200 devices for every student and teacher in Grades 3-12. The 2020-2021 school year saw an expansion of the 1:1 technology program for all students in our elementary schools. The Technology Department, in response to the Covid-19 National Pandemic, pivoted and moved quickly to accommodate remote learning for students in grades PreK-2. This task was accomplished by repurposing classroom iPads and redeploying them to students, to be utilized for remote use. Additionally, the Technology Department partnered internally and externally to create and build student and staff health screener applications, to keep everyone as safe as possible, while staff and students returned to in-person learning. Moving forward, our goal is to continue to expand and refresh our 1:1 technology program every year. This will require a minimum recurring investment of approximately \$900,000 year over year.

Mission, Vision and Goals

Mission

Inspire and empower students to construct a thriving future

Core Values and Beliefs

- Decisions are made in the best interests of learners, in a financially responsible manner.
- We cultivate trusting relationships built on effective communication and collaboration.
- Engagement with families and community is valued and promoted.
- Diversity is a valued asset that enriches the entire community.
- High quality learning experiences meet the social, emotional, and academic needs of all.

Each year, the Board of Education adopts District Goals that directly align to the 3-Year Strategic Plan. The full 3-Year Strategic Plan can be viewed on the District's website at www.rlas-116.org. A new 3-Year Strategic Plan was collaboratively developed including students, staff, parents, and community members to be implemented in Fiscal Year 2021. Below are the 2020-2021 District Initiatives.

District Initiatives

Student Achievement

1. 80% of students grades 3-8 will perform at or above college readiness targets in reading and math.
2. 100% of students in grades PK-8 will meet or exceed individual growth targets in reading and math.
3. 80% of RLHS graduates will meet the college-readiness benchmark.
4. Will reach overall 4-year graduation rate of 90%.
5. Will ensure hiring and development of high performing staff.

Programs, Services and Curriculum

1. Will establish curriculum aligned to the Common Core for PK-12 (literacy, math, science, and social studies).
2. Will implement enrichment programs to promote and enhance academic development and cultural enrichment.
3. Will establish instructional technology scope and sequence aligned to the PK-12 curriculum.
4. Will update current technology equipment and increase technology access for all students.

Facilities and Physical Plant

1. Will ensure instructional and programmatic spaces and facilities to support high levels of learning.
2. Will improve energy efficiency of buildings.
3. Will improve safety district-wide.

District Financial Condition

1. Will ensure the fiscal health of the school district.
2. Will obtain funding to meet long-term capital and instructional needs of the school district.
3. Will obtain recognition for budgeting process.

Community and District Relations

1. Will improve relationships and strengthen support and confidence in school district by establishing effective community relations program.
2. Will improve knowledge about, and support of, school district by establishing effective employee communications program.
3. Will expand community engagement by incorporating new and innovative communication channels and strategies.
4. Will implement plan for community engagement for the Board of Education.

Financial Information

Internal Controls

District Administration is responsible for establishing and maintaining an internal control structure designed to ensure that District assets are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurances that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the valuation of costs and benefits requires estimates and judgments by management.

Tests are made by the District's independent auditor to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations. The results of the tests for the fiscal year ended June 30, 2021, provide no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgetary Controls

The District maintains budgetary controls at the line-item level which are built into administrative responsibility cost centers before being combined to form totals by fund. All activity compared to budget is reported to the District's management and Board of Education in the form of a monthly Treasurer's Report, Procurement Card Report, and other financial information, including check registers and cash summaries. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Activities of all governmental fund types are included in the annual appropriated budget. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

Independent Audit

The School Code of Illinois and the District's adopted policy require an annual audit by independent certified public accountants. The accounting firm of Eder, Casella & Co. was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to this single audit, including a schedule of federal financial assistance and the independent auditor's reports on the internal control structure and on compliance with applicable laws and regulations, is included under a separate cover.

Certificate of Excellence and Achievement

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to Round Lake Area Schools Community Unit School District 116 for its Comprehensive Annual Financial Report for Fiscal Years 2013, 2014, 2015, 2016, 2017, 2018, 2019 and 2020.

To be awarded this Certificate, the District must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both the generally accepted accounting principles and applicable legal requirements.

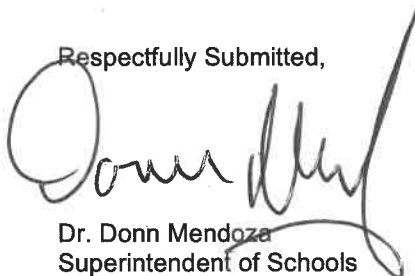
Certificates of Excellence are valid for a period of one year only. We believe that our current report continues to conform to the Certificate requirements, and we are submitting this report to ASBO to determine its eligibility for another certificate.

Acknowledgements

We wish to thank the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

We also wish to thank the dedicated Business Office Staff for their assistance in the preparation of this report. Finally, we would like to extend our appreciation to the staff of Eder, Casella & Co., the District's auditors, whose professionalism, and cooperation were instrumental in the production of the District's Comprehensive Annual Financial Report.

Respectfully Submitted,

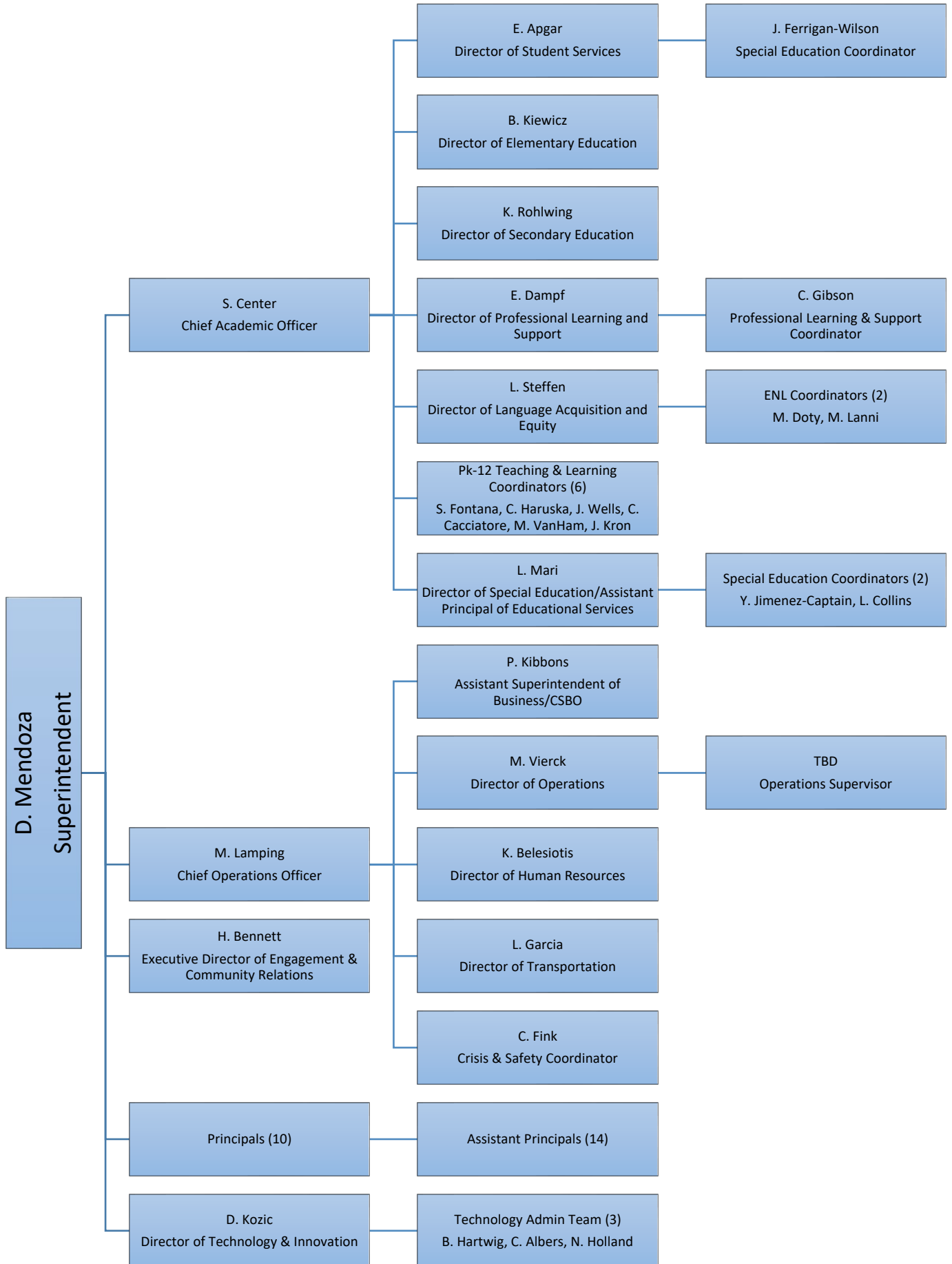


Dr. Donn Mendoza
Superintendent of Schools



Dr. Pamela Kibbons
Assistant Superintendent of Business
District Treasurer

ROUND LAKE AREA SCHOOLS ADMINISTRATION ORGANIZATIONAL CHART 2020-21



Board of Education

Board of Education

Kevin Daniels, President
Michael Francisco, Vice President
Annette Negrete McGinley, Secretary
Kevin Devera
Scott Jewitt
Jennifer Klingler
Margaret (Peg) Larson

The Round Lake School District 116 Board of Education is comprised of seven elected citizens from the Round Lake Area (Round Lake, Round Lake Beach, Round Lake Heights, Round Lake Park, and Hainesville). Board members serve the taxpayers in this district, are unpaid, and are elected at large to serve staggered four-year terms. Issues addressed by the Board of Education include policy-making, long-range planning, student achievement, staff development, financial planning for long-term stability, building maintenance, and working with the District administration.

Members of the public are invited to attend Board of Education meetings. Meetings are normally held at the Round Lake High School Library Media Center, 800 High School Drive, Round Lake, Illinois. A schedule of Board meetings, agendas, board packets, and meeting minutes can be viewed on the District website www.rlas-116.org.

Central Office Directory

Administrative Service Center, 884 W. Nippersink Rd., Round Lake, IL 60073

Phone: 847-270-9000

Superintendent's Office

224-842-2003

Chief Academic Officer

224-842-2025

Chief Operations Officer

224-842-2011

Business Office

224-842-2032

Human Resources Office

224-842-2008

Community Relations Office

224-842-2015

Student Services Office

224-842-2075

Technology Office

224-842-2060

Operations Service Center, 811 Sunset Drive, Round Lake, IL 60073

Facilities & Operations

224-842-2082

Transportation

224-842-2085

School Directory

Round Lake High School

800 N. High School Dr., Round Lake, IL 60073
Ph: 847-270-9300
Principal, Mr. Michael Berrie

Assistant Principals

Mr. Tim Jackson (Student Services)
Ms. Lisa Mari (Educational Services)
Mr. Daniel Nicholas (Curriculum & Instruction)
Ms. Rebecca Moran (Athletic Director)
Mr. Andrew McDowell (Operations & Safety)

Education Service Center

801 Sunset Dr, Round Lake, IL 60073
Ph: 847-270-9000
Special Education Coordinator, Ms. Lanelle Collins

John T. Magee Middle School

500 N. Cedar Lake Rd., Round Lake, IL 60073
Ph: 847-270-9060
Principal, Ms. Stephanie Mitchell
Assistant Principal, Mr. Frank Ranalli
Assistant Principal, Mr. Matthew Zidron

Round Lake Middle School

2000 N. Lotus Dr., Round Lake Heights, IL 60073
Ph: 847-270-9400
Principal, Mr. David Higgs
Assistant Principal, Ms. Sarah Lindh
Assistant Principal, Mr. Mitchell Berenson

Beach Elementary School

1421 N. Ardmore, Round Lake Beach, IL 60073
Ph: 847-270-9930
Principal, Ms. Trina Metz
Assistant Principal, Mr. Andrew Carlson

Ellis Elementary School

720 Central Park Dr., Round Lake Beach, IL 60073
Ph: 847-270-9900
Principal, Mr. Scott Kubelka
Assistant Principal, Ms. Lisa Ryan

Indian Hill Elementary School

1920 N. Lotus Dr., Round Lake Heights, IL 60073
Ph: 847-270-9970
Principal, Mr. Ray Porten
Assistant Principal, Mr. John Randolph

Murphy Elementary School

220 N. Greenwood, Round Lake Park, IL 60073
Ph: 847-270-9950
Principal, Dr. James Tohme
Assistant Principal, Ms. Annette McBride

Village Elementary School

880 Nippersink Rd., Round Lake, IL 60073
Ph: 847-270-9470
Principal, Mr. Jason Smith
Assistant Principal, Ms. Casey Kurtz

Kindergarten at Pleviak

304 E. Grand Ave, Lake Villa, IL 60046
Ph: 847-270-9490
Principal, Dr. Jeff King
Assistant Principal, Ms. Sarah Swanson

Early Education Center (Pre-School)

882 W. Nippersink Rd., Round Lake, IL 60073
Ph: 847-270-9920
Principal, Ms. Janie Metzger



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

**Round Lake Area Schools
Community Unit School District 116**

**for its Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2020.**

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



A handwritten signature in black ink, reading 'W. Edward Chabal'.

W. Edward Chabal
President

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

David J. Lewis
Executive Director



815.344.1300 mchenry
847.382.3366 barrington
847.336.6455 gurnee
www.edercasella.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Round Lake Area Schools Community Unit District No. 116
Round Lake, 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

Round Lake Area Schools Community Unit District No. 116

as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

eder,
casella
&
CO

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note 16 to the financial statements, the District implemented GASB Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplemental information as listed in the table of contents and the Schedule of Expenditures of Federal Awards, as required by 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*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental information and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, except for the average daily attendance figure included in the computation of operating expense per pupil and per capita tuition charges, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2021 on our consideration of Round Lake Area Schools Community Unit District No. 116's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Round Lake Area Schools Community Unit District No. 116's internal control over financial reporting and compliance.

Eder, Casella & Co.

EDER, CASELLA & CO.
Certified Public Accountants

McHenry, Illinois
December 20, 2021

REQUIRED SUPPLEMENTARY INFORMATION

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2021

The Management's Discussion and Analysis of Round Lake Area Schools Community Unit District No. 116's (District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2021. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

- At June 30, 2021 the liabilities and deferred inflows of the District exceeded its assets and deferred outflows of resources by \$8,479,087 (net position).
- The District's total net position increased \$6,295,836 (including a net position adjustment of \$91,100).
- At June 30, 2021 the District's governmental funds reported combined ending fund balances of \$48,354,209, an increase of \$3,694,949 (including a fund balance adjustment of \$91,100) in comparison with the prior year.
- At June 30, 2021 the unassigned fund balance for the General Fund was \$32,107,709, or 23.1% of total General Fund expenditures.
- The District had revenues of \$162,289,235 in all funds. Revenues comprised \$69,602,209 (42.9%) from state sources, \$34,363,958 (21.2%) from local sources, \$47,401,766 (29.2%) from State Retirement Contributions, and \$10,921,302 (6.7%) from federal sources.
- The District's total long-term debt decreased by \$4,273,274 during the year ended June 30, 2021 due mainly to a decrease in payments on outstanding debt.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

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

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

The Statement of Activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). Governmental activities include instruction, support services, operations and maintenance, student transportation, food services,

and certain other activities and expenses such as payments to other districts and governmental units, and interest and fees.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Operations and Maintenance, Debt Services, Transportation, Illinois Municipal Retirement/Social Security, Capital Projects, and Fire Prevention and Safety Funds, all of which are considered to be major funds.

The District adopts an annual budget for each of the funds listed above. A budgetary comparison statement, which is required supplementary information, has been provided for the General Fund and each major special revenue fund to demonstrate compliance with this budget.

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

Other Information - In addition to the basic financial statements, accompanying notes and required supplementary information, this report also presents certain supplementary information concerning the District's progress in meeting its obligation to provide fully adequate educational services and extracurricular activities to all of its students.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$8,479,087 at the close of the most recent fiscal year.

The following table presents a summary of the District's net position for the years ended June 30, 2021 and 2020:

Round Lake Area Schools Community Unit District No. 116's Net Position

| | Governmental Activities | |
|---|-------------------------|------------------------|
| | 2021 | 2020 |
| Assets | | |
| Current and Other Assets | \$ 81,140,853 | \$ 72,397,716 |
| Capital Assets | 68,856,791 | 70,675,023 |
| Total Assets | \$ 149,997,644 | \$ 143,072,739 |
| Deferred Outflows of Resources | | |
| Deferred Pension Expense | \$ 5,269,383 | \$ 10,913,176 |
| Deferred OPEB Expense | 5,654,842 | 3,856,191 |
| Total Deferred Outflows of Resources | \$ 10,924,225 | \$ 14,769,367 |
| Liabilities | | |
| Long-Term Liabilities Outstanding | \$ 116,698,948 | \$ 116,118,919 |
| Other Liabilities | 13,483,923 | 17,157,768 |
| Total Liabilities | \$ 130,182,871 | \$ 133,276,687 |
| Deferred Inflows of Resources | | |
| Property Taxes - Subsequent Year | \$ 16,363,869 | \$ 15,887,544 |
| Tuition - Subsequent Year | - | 89,608 |
| Deferred Pension Revenue | 10,826,675 | 15,703,602 |
| Deferred OPEB Revenue | 12,027,541 | 7,659,588 |
| Total Deferred Inflows of Resources | \$ 39,218,085 | \$ 39,340,342 |
| Net Position | | |
| Net Investment in Capital Assets | \$ 24,242,254 | \$ 22,078,271 |
| Restricted | 8,051,579 | 2,193,857 |
| Unrestricted | (40,772,920) | (39,047,051) |
| Total Net Position | \$ (8,479,087) | \$ (14,774,923) |

The net investment in capital assets represents assets such as land, buildings, and equipment, less any related debt used to acquire those assets that is still outstanding. The District uses its assets to provide educational services and extracurricular activities for the students of the local community. Although the District's investment in capital assets is reported net of related debt, 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.

An additional portion of the District's net position (95.0%) represents resources that are subject to external restrictions on how they may be used.

At the end of the current fiscal year, the District has a negative unrestricted net position, but is able to report positive balances in the other two categories of net position. The District's net position increased \$6,295,836 (including a net position adjustment of \$91,100 for GASB 84 implementation) during the current fiscal year.

Governmental Activities. Governmental activities increased the District's net position by \$6,295,836 (including a net position adjustment of \$91,100 for GASB 84 implementation). Key elements of this increase are as follows:

Round Lake Area Schools Community Unit District No. 116's Change in Net Position

| | Governmental Activities | |
|--|-------------------------|------------------------|
| | 2021 | 2020 |
| Revenues | | |
| Program Revenues | | |
| Charges for Services | \$ 754,806 | \$ 756,706 |
| Operating Grants and Contributions | 63,412,888 | 47,450,278 |
| General Revenues | | |
| Property Taxes | 32,540,615 | 33,462,331 |
| Other Taxes | 378,575 | 247,812 |
| Grants and Contributions not Restricted to Specific Activities | 64,512,389 | 64,512,724 |
| Unrestricted Investment Earnings | 57,863 | 760,004 |
| Gain/(Loss) on Sale of Capital Assets | 9,200 | (19,142) |
| Miscellaneous | 632,099 | 231,945 |
| Total Revenues | <u>\$ 162,298,435</u> | <u>\$ 147,402,658</u> |
| Expenses | | |
| Instruction | \$ 105,058,235 | \$ 90,732,550 |
| Support Services | 42,570,820 | 42,538,835 |
| Community Services | 686,010 | 461,797 |
| Payments to Other Districts and Governmental Units | 3,759,980 | 3,538,322 |
| Interest and Fees on Long-Term Debt | 1,502,976 | 477,054 |
| Depreciation - Unallocated | 2,515,678 | 2,355,320 |
| Total Expenses | <u>\$ 156,093,699</u> | <u>\$ 140,103,878</u> |
| Change in Net Position | \$ 6,204,736 | \$ 7,298,780 |
| Net Position - Beginning | (14,774,923) | (22,073,703) |
| Net Position Adjustment | 91,100 | - |
| Net Position - Ending | <u>\$ (8,479,087)</u> | <u>\$ (14,774,923)</u> |

- The District's total revenue increased \$14,895,777 (10.1%) compared to the prior year. The most significant factor of this increase is in Operating Grants and Contributions due to an increase in State Retirement Contributions revenues.
- Overall expenses increased \$15,989,821 (11.4%) compared to the prior year. The most significant factor of this increase is the increase in instruction due to an increase in State Retirement Contributions.

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.

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, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

As of June 30, 2021, the District's seven governmental funds reported combined ending fund balances of \$48,354,209, an increase of \$3,694,949 (including a fund balance adjustment of \$91,100) in comparison with the prior year. The increase is primarily due to higher revenues than expenditures.

The General Fund is the chief operating fund of the District. At June 30, 2021, unassigned fund balance was \$32,107,709. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 23.1% of total General Fund expenditures. The General Fund's fund balance increased \$1,984,189 (including a fund balance adjustment of \$91,100) in comparison with the prior year. The increase is mainly due to an increase in grant revenue.

The Operations and Maintenance Fund's fund balance increased \$633,525 in comparison with the prior year. This increase is primarily due to an increase in property tax revenue.

The Debt Services Fund's fund balance decreased \$64,340 in comparison with the prior year. This decrease is mainly due to a decrease in property tax revenue.

The Transportation Fund's fund balance increased \$456,527 in comparison with the prior year. This increase is mainly due to a decrease in transportation expenses.

The Illinois Municipal Retirement/Social Security Fund's fund balance increased \$749,594 in comparison with the prior year. This increase is due to an increase in revenues.

The Capital Projects Fund's fund balance decreased \$114,167 in comparison with the prior year. This decrease is due to the decrease in local revenues in the current year.

The Fire Prevention and Safety Fund's fund balance increased \$49,621 in comparison with the prior year. This increase is due the decrease in capital outlay expenses in the current year.

General Fund Budgetary Highlights

The District did not amend the budget during the year ended June 30, 2021. While the District’s budget for the General Fund anticipated a surplus of \$1,897,981, the actual result was a surplus of \$1,893,089. The main cause of the increase in surplus was higher than anticipated general state aid.

Capital Asset and Debt Administration

Capital Assets. At June 30, 2021 the District had invested \$68,856,791 (net of depreciation) in a broad range of capital assets, including land, construction in progress, buildings and building improvements, improvements other than buildings, equipment other than food service, and food services equipment. Total depreciation expense for the year was \$2,530,709.

Major capital asset events during the current fiscal year included the following:

- Completion of the projects for new athletic fields and a security project.

Round Lake Area Schools Community Unit District No. 116's
Capital Assets (net of depreciation)

| | Governmental Activities | |
|-------------------------------------|-------------------------|----------------------|
| | 2021 | 2020 |
| Land | \$ 1,005,635 | \$ 1,005,635 |
| Construction in Progress | 357,736 | 8,827,717 |
| Buildings and Building Improvements | 56,703,842 | 58,653,157 |
| Improvements Other than Buildings | 9,450,635 | 977,701 |
| Equipment Other than Food Service | 1,293,790 | 1,150,628 |
| Food Services Equipment | 45,153 | 60,185 |
| Total | <u>\$ 68,856,791</u> | <u>\$ 70,675,023</u> |

Additional information on the District’s capital assets can be found in note 4 in the footnote section of this report.

Long-Term Debt. At June 30, 2021 the District had \$46,119,121 in long-term debt.

Round Lake Area Schools Community Unit District No. 116's
Outstanding Debt

| | Governmental Activities | |
|--------------------------|-------------------------|---------------|
| | 2021 | 2020 |
| General Obligation Bonds | \$ 46,119,121 | \$ 50,392,395 |
| Total | \$ 46,119,121 | \$ 50,392,395 |

Additional information on the District's long-term debt can be found in note 5 in the footnote section of this report and additional information on the District's debt limitation can be found in Note 15 in the footnote section of this report.

Factors Bearing on the District's Future

- Even with the State of Illinois adopting a new school funding formula for the 2018 Fiscal Year, the financial condition of the State continues to be the most significant risk factor impacting the District. The new funding model requires a significant annual increase in funding to bring all school districts to an adequacy target of 100%. Early indications are that an estimated \$9 billion dollars are needed to accomplish this, which means that the State must increase the funding each year for multiple years to get to this goal. In fiscal year 2018, the District received approximately 60.5% of its operating funding from state sources and approximately 8.9% from federal sources. The uncertainty as to what level the State can continue to increase the new funding formula by each year and the continued reduction of federal grant allocations makes budgeting and planning a challenge.
- Another factor impacting the District is the uncertainty over the future funding of the Teacher's Retirement System (TRS) pension plan and whether a portion of the funding that is currently paid for by the State will be moved to the local level. If this occurs, it will have a significant impact to future District budgets.
- Due to the District's poor academic status, mandated reforms were implemented beginning in the 2013-14 school year. The District's restructuring plan required significant investment in materials and staffing which has created an increase in the cost of operations over the last several years and potentially over the next several years.
- The effect of the Property Tax Extension Limitation Law will continue to limit the growth in tax extensions for the District. Slow growth in new construction and the consumer price index are expected to restrict property tax revenue growth over the next several years.
- A four (4) year collective bargaining agreement (CBA) with the Education Association of Round Lake (E.A.R.L.) was approved and put in place for the 2017-2018 school year allowing for better accuracy in budgeting staff costs over the next four (4) years. The current agreement expired in June of 2021. The agreement was renewed for an additional four (4) years beginning with the 2021-2022 school year and will conclude in the 2024-2025 school year.
- In Fiscal 2019, the safety of all students and staff was addressed through the approval and implementation of a District-wide security project.
- The District continues to invest in computers and other technology solutions to meet the educational needs of our students, online testing requirements, and the implementation of our district-wide 1:1 technology program. Since 2018, the District has purchased over 6,200 devices for every student and teacher in Grades 3-12. The 2020-2021 school year saw an expansion of the 1:1 technology program for all students in our elementary schools. The Technology Department, in response to the Covid-19 National Pandemic, pivoted and moved quickly to accommodate remote learning for students in grades PreK-2. This task was accomplished by repurposing classroom iPads and redeploying them to students, in order to be utilized for remote use. Additionally, the Technology Department partnered internally and externally to create and build student and staff health screener applications, to keep everyone as safe as possible, while staff and students returned to in-person learning. Moving forward, our goal is to continue to expand and refresh our 1:1 technology program every year. This will require a minimum recurring investment of approximately \$900,000 year over year.

- With the need to focus on improving student achievement over the last five (5) years, dollars have been reallocated from non-instructional areas, such as building maintenance, athletic fields, and technology to meet the instructional goals of the District. As the District receives new or additional dollars from the State, the reinvestment of funds in these non-instructional areas need to be a priority to maintain the safety and security of the students, staff and community that use the facilities.
- The District engaged in a lease agreement with the Village of Round Lake to implement a Welcome Center. This location provides opportunities for families to receive information and access to services relating to the educational needs of their child.
- The District purchased Calvary Church, which is adjacent to John T. Magee Middle School. Currently, there is not a designated use for the building. The parking lot is being utilized exclusively by Magee Middle School for parents and staff.
- Due to the Covid-19, National Pandemic and the economic downturn within the community, in addition to the Nation, the long-term effects of this situation are unknown. The Federal Government provided assistance in Fiscal Years 2020 and 2021 by initiating the Elementary and Secondary School Emergency Relief (ESSER) grants. Round Lake Area School District #116 received \$1,697,621 with ESSER I funds in Fiscal 2020. The District received \$6,647,382 from ESSER II funds. The District also received confirmation that we would receive ESSER III funding as well. The District completed the grant application focusing on areas of instructional support, cleaning, and HVAC enhancements, in addition to various safety resources for students and staff.
- The District applied and received the Property Tax Relief Grant (PRTG) through the State of Illinois. This grant was a two-year commitment providing relief to the taxpayers. The taxpayer relief was in Fiscal 20 and Fiscal 21.
- The Board of Education supported a recommendation to purchase a warehouse in support of the infrastructure of the Operations/Maintenance and Transportation Departments.
- The District, while monitoring current market conditions and potential investment possibilities, continues to seek the highest yield and return on all investments.

Requests for Information

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

Round Lake Area Schools Community Unit District No. 116
 Attn: Business Office
 884 W. Nippersink Rd.
 Round Lake, IL 60073

BASIC FINANCIAL STATEMENTS

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 GOVERNMENT-WIDE FINANCIAL STATEMENTS
 STATEMENT OF NET POSITION
 JUNE 30, 2021

| | Governmental Activities |
|--|----------------------------|
| ASSETS | |
| Cash and Cash Equivalents | \$ 45,414,150 |
| Investments, at Fair Value | 10,006,234 |
| Property Taxes Receivable, net of allowance of \$230,432 | 17,322,058 |
| Due from Other Governments, net of allowance of \$0 | 3,405,881 |
| Other Accounts Receivable, net of allowance of \$0 | 524,135 |
| Prepaid Expenses | 693,345 |
| Net Pension Asset - IMRF | 3,775,050 |
| Capital Assets (Note 4): | |
| Land | 1,005,635 |
| Construction in Progress | 357,736 |
| Depreciable Buildings, Property, and Equipment, net of depreciation | 67,493,420 |
| Total Assets | \$ 149,997,644 |
| DEFERRED OUTFLOWS OF RESOURCES | |
| Deferred Pension Expense - IMRF | \$ 1,385,419 |
| Deferred Pension Expense - TRS | 3,883,964 |
| Deferred OPEB - IMRF/TRS | 1,572,329 |
| Deferred OPEB - THIS | 4,082,513 |
| Total Deferred Outflows of Resources | \$ 10,924,225 |
| LIABILITIES | |
| Accounts Payable and Accrued Expenses | \$ 2,516,969 |
| Payroll Liabilities | 10,966,954 |
| Long-Term Liabilities | |
| Due Within One Year | 5,366,031 |
| Due in More Than One Year | 111,332,917 |
| Total Liabilities | \$ 130,182,871 |
| DEFERRED INFLOWS OF RESOURCES | |
| Property Taxes - Subsequent Year | \$ 16,363,869 |
| Deferred Pension Revenue - IMRF | 4,574,124 |
| Deferred Pension Revenue - TRS | 6,252,551 |
| Deferred OPEB - THIS | 10,487,061 |
| Deferred OPEB - IMRF/TRS | 1,540,480 |
| Total Deferred Inflows of Resources | \$ 39,218,085 |
| NET POSITION | |
| Net Investment in Capital Assets | \$ 24,242,254 |
| Restricted for: | |
| Tort | 320,297 |
| Drivers Education | 85,185 |
| Operations and Maintenance | 2,847,206 |
| Debt Service | 2,417,289 |
| Student Activity | 86,261 |
| Transportation | 2,224,525 |
| Retirement | 21,701 |
| Fire Prevention/Life Safety | 49,115 |
| Unrestricted/(Deficit) | (40,772,920) |
| Total Net Position | \$ (8,479,087) |

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

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 GOVERNMENT-WIDE FINANCIAL STATEMENTS
 STATEMENT OF ACTIVITIES
 YEAR ENDED JUNE 30, 2021

| Functions/Programs | Expenses | Program Revenues | | Net (Expense) |
|--|-----------------------|----------------------|------------------------------------|--|
| | | Charges for Services | Operating Grants and Contributions | Revenue and Changes in Net Position in Governmental Activities |
| Governmental Activities | | | | |
| Instruction | | | | |
| Regular Programs | \$ 29,303,371 | \$ 482,638 | \$ 7,112,959 | \$ (21,707,774) |
| Pre-K Programs | 852,907 | - | - | (852,907) |
| Special Education Programs | 12,272,145 | - | 1,797,253 | (10,474,892) |
| Special Education Programs Pre-K | 782,527 | - | - | (782,527) |
| Other Instructional Programs | 14,445,519 | 259,375 | 62,120 | (14,124,024) |
| State Retirement Contributions | 47,401,766 | - | 47,401,766 | - |
| Support Services | | | | |
| Pupil | 9,834,473 | - | 1,123,848 | (8,710,625) |
| Instructional Staff | 5,075,023 | - | - | (5,075,023) |
| General Administration | 2,856,359 | - | - | (2,856,359) |
| School Administration | 5,538,956 | - | - | (5,538,956) |
| Business | 636,724 | - | - | (636,724) |
| Operations and Maintenance | 7,371,311 | - | - | (7,371,311) |
| Transportation | 3,981,039 | 11,681 | 2,946,051 | (1,023,307) |
| Food Services | 1,914,685 | 1,112 | 2,505,588 | 592,015 |
| Internal Services | 49,343 | - | - | (49,343) |
| Central | 4,533,532 | - | - | (4,533,532) |
| Other Support Services | 779,375 | - | - | (779,375) |
| Community Services | 686,010 | - | - | (686,010) |
| Payments to Other Districts and Governmental Units | 3,759,980 | - | 463,303 | (3,296,677) |
| Debt Services | | | | |
| Interest and Fees on Long-Term Debt | 1,502,976 | - | - | (1,502,976) |
| Depreciation - Unallocated (Excludes Direct Depreciation) | 2,515,678 | - | - | (2,515,678) |
| Total Governmental Activities | <u>\$ 156,093,699</u> | <u>\$ 754,806</u> | <u>\$ 63,412,888</u> | <u>\$ (91,926,005)</u> |
| General Revenues | | | | |
| Taxes | | | | |
| Property Taxes, Levied for General Purposes | | | | \$ 29,858,395 |
| Property Taxes, Levied for Debt Service | | | | 2,682,220 |
| Personal Property Replacement Taxes | | | | 378,575 |
| Grants and Contributions not Restricted to Specific Activities | | | | 64,512,389 |
| Unrestricted Investment Earnings | | | | 57,863 |
| Gain on Sale of Capital Assets | | | | 9,200 |
| Miscellaneous Income | | | | 632,099 |
| Total General Revenues | | | | <u>\$ 98,130,741</u> |
| Change in Net Position | | | | \$ 6,204,736 |
| Net Position - July 1, 2020 | | | | (14,774,923) |
| Net Position Adjustment (Note 16) | | | | 91,100 |
| Net Position - June 30, 2021 | | | | <u>\$ (8,479,087)</u> |

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

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND FINANCIAL STATEMENTS
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 JUNE 30, 2021

| | General Fund | Operations and Maintenance Fund | Debt Services Fund | Transportation Fund | Illinois Municipal Retirement/Social Security Fund | Capital Projects Fund | Fire Prevention and Safety Fund | Total Governmental Funds |
|---|----------------------|---------------------------------|---------------------|---------------------|--|-----------------------|---------------------------------|--------------------------|
| ASSETS | | | | | | | | |
| Cash and Cash Equivalents | \$ 31,063,601 | \$ 3,635,270 | \$ 3,736,156 | \$ 3,215,209 | \$ 2,377,983 | \$ 1,107,611 | \$ 278,320 | \$ 45,414,150 |
| Investments, at Fair Value | 10,006,234 | - | - | - | - | - | - | 10,006,234 |
| Property Taxes Receivable, net of allowance of \$230,432 | 11,953,315 | 1,623,438 | 1,450,519 | 886,909 | 1,255,452 | - | 152,425 | 17,322,058 |
| Due from Other Governments, net of allowance of \$0 | 2,602,571 | - | - | 739,060 | 64,250 | - | - | 3,405,881 |
| Other Accounts Receivable, net of allowance of \$0 | 206,188 | 317,572 | - | 375 | - | - | - | 524,135 |
| Prepaid Items | 693,345 | - | - | - | - | - | - | 693,345 |
| Total Assets | \$ 56,525,254 | \$ 5,576,280 | \$ 5,186,675 | \$ 4,841,553 | \$ 3,697,685 | \$ 1,107,611 | \$ 430,745 | \$ 77,365,803 |
| LIABILITIES | | | | | | | | |
| Accounts Payable and Accrued Expenditures | \$ 1,299,628 | \$ 233,199 | \$ - | \$ 101,089 | \$ - | \$ 332 | \$ 46,523 | \$ 1,680,771 |
| Payroll Liabilities | 10,603,686 | - | - | 102,335 | 260,933 | - | - | 10,966,954 |
| Total Liabilities | \$ 11,903,314 | \$ 233,199 | \$ - | \$ 203,424 | \$ 260,933 | \$ 332 | \$ 46,523 | \$ 12,647,725 |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | | |
| Property Taxes - Subsequent Year | \$ 11,329,143 | \$ 1,538,105 | \$ 1,374,410 | \$ 788,070 | \$ 1,189,702 | \$ - | \$ 144,439 | \$ 16,363,869 |
| Total Deferred Inflows of Resources | \$ 11,329,143 | \$ 1,538,105 | \$ 1,374,410 | \$ 788,070 | \$ 1,189,702 | \$ - | \$ 144,439 | \$ 16,363,869 |
| FUND BALANCE | | | | | | | | |
| Nonspendable | | | | | | | | |
| Prepaid Expenses | \$ 693,345 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 693,345 |
| Restricted | | | | | | | | |
| Student Activity | 86,261 | - | - | - | - | - | - | 86,261 |
| Drivers Education | 85,185 | - | - | - | - | - | - | 85,185 |
| Operations and Maintenance | - | 2,847,206 | - | - | - | - | - | 2,847,206 |
| Debt Services | - | - | 3,253,487 | - | - | - | - | 3,253,487 |
| Transportation | - | - | - | 2,225,033 | - | - | - | 2,225,033 |
| Illinois Municipal Retirement Fund/Social Security | - | - | - | - | 990,497 | - | - | 990,497 |
| Fire Prevention and Safety | - | - | - | - | - | - | 49,115 | 49,115 |
| Tort Liability | 320,297 | - | - | - | - | - | - | 320,297 |
| Committed | | | | | | | | |
| Capital Projects | - | - | - | - | - | 1,107,279 | - | 1,107,279 |
| Assigned | | | | | | | | |
| Operations and Maintenance | - | 957,770 | - | - | - | - | - | 957,770 |
| Debt Services | - | - | 558,778 | - | - | - | - | 558,778 |
| Transportation | - | - | - | 1,625,026 | - | - | - | 1,625,026 |
| Illinois Municipal Retirement Fund/Social Security | - | - | - | - | 1,256,553 | - | - | 1,256,553 |
| Fire Prevention and Safety | - | - | - | - | - | - | 190,668 | 190,668 |
| Unassigned | 32,107,709 | - | - | - | - | - | - | 32,107,709 |
| Total Fund Balance | \$ 33,292,797 | \$ 3,804,976 | \$ 3,812,265 | \$ 3,850,059 | \$ 2,247,050 | \$ 1,107,279 | \$ 239,783 | \$ 48,354,209 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balance | \$ 56,525,254 | \$ 5,576,280 | \$ 5,186,675 | \$ 4,841,553 | \$ 3,697,685 | \$ 1,107,611 | \$ 430,745 | \$ 77,365,803 |

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

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE BALANCE SHEET
 TO THE STATEMENT OF NET POSITION
 JUNE 30, 2021

Total Fund Balances - Governmental Funds \$ 48,354,209

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

Deferred pension costs in governmental activities are not financial resources and therefore are not reported in the funds.

| | | |
|-----------------------------------|--------------------|--------------|
| OPEB Deferred Inflows - IMRF/TRS | \$ (1,540,480) | |
| OPEB Deferred Outflows - THIS | 4,082,513 | |
| OPEB Deferred Inflows - THIS | (10,487,061) | |
| OPEB Deferred Outflows - IMRF/TRS | 1,572,329 | |
| Pension Deferred Outflows - IMRF | 1,385,419 | |
| Pension Deferred Inflows - IMRF | (4,574,124) | |
| Pension Deferred Outflows - TRS | 3,883,964 | |
| Pension Deferred Inflows - TRS | <u>(6,252,551)</u> | |
| | | (11,929,991) |

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

| | | |
|--|---------------------|------------|
| Capital Assets | \$ 119,089,521 | |
| Accumulated Depreciation on Capital Assets | <u>(50,232,730)</u> | |
| | | 68,856,791 |

Some assets are not financial resources and therefore are not reported in the funds.

Net Pension Asset - IMRF 3,775,050

Some liabilities are not due and payable in the current period and therefore are not reported in the funds.

| | | |
|------------------------------------|------------------|----------------------|
| Bonds and Notes Payable | \$ (46,119,121) | |
| Accrued Interest on Long-Term Debt | (836,198) | |
| Premium on Bonds | (1,757,076) | |
| Discount on Bonds | 252,492 | |
| Total OPEB Obligation - IMRF/TRS | (8,291,473) | |
| Net OPEB Obligation - THIS | (54,595,176) | |
| Net Pension Liability - TRS | (5,605,337) | |
| Compensated Absences Payable | (338,577) | |
| Retirement Bonus | <u>(244,680)</u> | |
| | | <u>(117,535,146)</u> |

Net Position of Governmental Activities \$ (8,479,087)

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

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED JUNE 30, 2021

| | General Fund | Operations and Maintenance Fund | Debt Services Fund | Transportation Fund | Illinois Municipal Retirement/ Social Security Fund | Capital Projects Fund | Fire Prevention and Safety Fund | Total Governmental Funds |
|---|-----------------------|---------------------------------|-----------------------|---------------------|--|-----------------------|---------------------------------|--------------------------|
| REVENUES | | | | | | | | |
| Property Taxes | \$ 22,925,853 | \$ 2,847,206 | \$ 2,682,220 | \$ 1,338,139 | \$ 2,452,629 | \$ - | \$ 294,568 | \$ 32,540,615 |
| Payments in Lieu of Taxes | - | - | - | - | 378,575 | - | - | 378,575 |
| Tuition | 213,955 | - | - | - | - | - | - | 213,955 |
| Transportation Fees | - | - | - | 11,681 | - | - | - | 11,681 |
| Earnings on Investments | 43,869 | 2,015 | 3,022 | 3,002 | 1,969 | 3,480 | 506 | 57,863 |
| Food Services | 1,112 | - | - | - | - | - | - | 1,112 |
| District/School Activity Income | 339,854 | - | - | - | - | - | - | 339,854 |
| Textbooks | 16 | - | - | - | - | - | - | 16 |
| Other Local Sources | 801,436 | 18,851 | - | - | - | - | - | 820,287 |
| State Aid | 66,568,761 | - | - | 2,946,051 | 87,397 | - | - | 69,602,209 |
| Federal Aid | 10,327,506 | 379,106 | - | - | 214,690 | - | - | 10,921,302 |
| State Retirement Contributions | 47,401,766 | - | - | - | - | - | - | 47,401,766 |
| Total Revenues | \$ 148,624,128 | \$ 3,247,178 | \$ 2,685,242 | \$ 4,298,873 | \$ 3,135,260 | \$ 3,480 | \$ 295,074 | \$ 162,289,235 |
| EXPENDITURES | | | | | | | | |
| Current | | | | | | | | |
| Instruction | | | | | | | | |
| Regular Programs | \$ 28,834,811 | \$ - | \$ - | \$ - | \$ 328,200 | \$ - | \$ - | \$ 29,163,011 |
| Pre-K Programs | 797,863 | - | - | - | 55,044 | - | - | 852,907 |
| Special Education Programs | 11,810,840 | - | - | - | 451,180 | - | - | 12,262,020 |
| Special Education Programs Pre-K | 739,659 | - | - | - | 42,868 | - | - | 782,527 |
| Other Instructional Programs | 14,073,867 | - | - | - | 273,102 | - | - | 14,346,969 |
| State Retirement Contributions | 47,401,766 | - | - | - | - | - | - | 47,401,766 |
| Support Services | | | | | | | | |
| Pupil | 9,431,217 | - | - | - | 387,504 | - | - | 9,818,721 |
| Instructional Staff | 4,907,712 | - | - | - | 125,138 | - | - | 5,032,850 |
| General Administration | 2,804,957 | - | - | - | 42,188 | - | - | 2,847,145 |
| School Administration | 5,354,789 | - | - | - | 231,211 | - | - | 5,586,000 |
| Business | 588,848 | - | - | - | 46,291 | - | - | 635,139 |
| Operations and Maintenance | 441,003 | 6,443,898 | - | - | 490,402 | - | 207,878 | 7,583,181 |
| Transportation | - | - | - | 3,832,956 | 257,778 | - | - | 4,090,734 |
| Food Services | 1,899,653 | - | - | - | - | - | - | 1,899,653 |
| Internal Services | 49,343 | - | - | - | - | - | - | 49,343 |
| Central | 4,328,013 | - | - | - | 265,842 | - | - | 4,593,855 |
| Other Support Services | 768,828 | - | - | - | 5,100 | - | - | 773,928 |
| Community Services | 637,243 | - | - | - | 61,410 | - | - | 698,653 |
| Payments to Other Districts and Governmental Units | 3,737,572 | - | - | - | 22,408 | - | - | 3,759,980 |
| Debt Services | | | | | | | | |
| Principal | - | - | 4,273,275 | - | - | - | - | 4,273,275 |
| Interest and Fees | - | - | 1,786,617 | - | - | - | - | 1,786,617 |
| Capital Outlay | 112,745 | 178,955 | - | 9,390 | - | 117,647 | 37,575 | 456,312 |
| Total Expenditures | \$ 138,720,729 | \$ 6,622,853 | \$ 6,059,892 | \$ 3,842,346 | \$ 3,085,666 | \$ 117,647 | \$ 245,453 | \$ 158,694,586 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 9,903,399 | \$ (3,375,675) | \$ (3,374,650) | \$ 456,527 | \$ 49,594 | \$ (114,167) | \$ 49,621 | \$ 3,594,649 |
| OTHER FINANCING SOURCES (USES) | | | | | | | | |
| Interfund Transfers | \$ (8,010,310) | \$ 4,000,000 | \$ 3,310,310 | \$ - | \$ 700,000 | \$ - | \$ - | \$ - |
| Sale or Compensation for Fixed Assets | - | 9,200 | - | - | - | - | - | 9,200 |
| Total Other Financing Sources (Uses) | \$ (8,010,310) | \$ 4,009,200 | \$ 3,310,310 | \$ - | \$ 700,000 | \$ - | \$ - | \$ 9,200 |

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

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED JUNE 30, 2021

| | General Fund | Operations and Maintenance Fund | Debt Services Fund | Transportation Fund | Illinois Municipal Retirement/ Social Security Fund | Capital Projects Fund | Fire Prevention and Safety Fund | Total Governmental Funds |
|-----------------------------------|----------------------|---------------------------------------|-----------------------|------------------------|--|-----------------------------|---------------------------------------|--------------------------------|
| NET CHANGE IN FUND BALANCES | \$ 1,893,089 | \$ 633,525 | \$ (64,340) | \$ 456,527 | \$ 749,594 | \$ (114,167) | \$ 49,621 | \$ 3,603,849 |
| FUND BALANCE - JULY 1, 2020 | 31,308,608 | 3,171,451 | 3,876,605 | 3,393,532 | 1,497,456 | 1,221,446 | 190,162 | 44,659,260 |
| FUND BALANCE ADJUSTMENT (NOTE 16) | 91,100 | - | - | - | - | - | - | 91,100 |
| FUND BALANCE - JUNE 30, 2021 | <u>\$ 33,292,797</u> | <u>\$ 3,804,976</u> | <u>\$ 3,812,265</u> | <u>\$ 3,850,059</u> | <u>\$ 2,247,050</u> | <u>\$ 1,107,279</u> | <u>\$ 239,783</u> | <u>\$ 48,354,209</u> |

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

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 YEAR ENDED JUNE 30, 2021

Net Change in Fund Balances - Total Governmental Funds \$ 3,603,849

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.

| | | |
|----------------------|----------------|-------------|
| Depreciation Expense | \$ (2,530,710) | |
| Capital Outlays | <u>718,161</u> | (1,812,549) |

In the Statement of Activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the undepreciated balance of the capital assets sold.

| | | |
|---------------------------------------|--|---------|
| Gain/(Loss) on Sale of Capital Assets | | (5,683) |
|---------------------------------------|--|---------|

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

| | | |
|---|----------------|-------------|
| Amortization of Bond Premiums | \$ 253,402 | |
| Amortization of Bond Discounts | (31,379) | |
| Accrued Interest | 61,618 | |
| Compensated Absences and Retirement Bonuses | 70,809 | |
| OPEB Expense - THIS | (2,124,939) | |
| OPEB Expense - IMRF/TRS | (900,794) | |
| Pension Expense - IMRF | 150,310 | |
| Pension Expense - TRS | <u>572,703</u> | (1,948,270) |

Employer Pension Contributions are expensed in the fund financial statements but are treated as a reduction in the Net Pension Liability on the government-wide financial statements.

| | | |
|-------------------------------|----------------|-----------|
| Pension Contributions - IMRF | \$ 1,147,190 | |
| Pension Contributions - TRS | 258,231 | |
| OPEB Contributions - THIS | 486,227 | |
| OPEB Contributions - IMRF/TRS | <u>202,467</u> | 2,094,115 |

Repayment of long-term debt requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

| | | |
|-----------------------------|--|------------------|
| Repayment of Long-Term Debt | | <u>4,273,274</u> |
|-----------------------------|--|------------------|

| | | |
|---|--|----------------------------|
| Change in Net Position of Governmental Activities | | <u><u>\$ 6,204,736</u></u> |
|---|--|----------------------------|

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

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Round Lake Area Schools Community Unit District No. 116's (District) accounting policies conform to generally accepted accounting principles as applicable to local education agencies.

The District's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant accounting policies established in GAAP and used by the District are discussed below.

A. *Reporting Entity*

The accompanying financial statements comply with the provisions of GASB statements in that the financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units. In addition, the District is not included as a component unit in any other governmental reporting entity as defined by GASB pronouncements.

B. *Basic Financial Statements – Government-Wide Financial Statements*

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund (reporting the District's major funds) financial statements. Both the government-wide and fund financial statements categorize all of the primary activities of the District as governmental activities. The District does not have any business-type activities.

In the government-wide Statement of Net Position, the governmental activities column (a) is presented on a consolidated basis, and (b) is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions. The functions are also supported by general government revenues (property taxes, personal property replacement taxes, grants and contributions not restricted to specific activities, unrestricted investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (regular programs, special education programs, payments to other districts and governmental units, etc.). Program revenues include charges to those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function) are normally covered by general revenue (unrestricted investment earnings).

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

NOTES TO FINANCIAL STATEMENTS (Continued)

C. *Basic Financial Statements – Fund Financial Statements*

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of all governmental funds) for the determination of major funds. The District electively made all governmental funds major funds.

The following fund types are used by the District:

Governmental Fund Types

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

General Fund – The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Educational, Working Cash, and Tort are included in this fund.

Special Revenue Funds – The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted, committed, or assigned to expenditures for specified purposes other than debt service or capital projects.

Operations and Maintenance Fund – accounts for expenditures made for repairs and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes and general state aid.

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

Illinois Municipal Retirement/Social Security Fund – accounts for the District's portion of pension contributions to the Illinois Municipal Retirement Fund, payments to Medicare, and payments to the Social Security System for non-certified employees. Revenue to finance the contributions is derived primarily from local property taxes and personal property replacement taxes.

Debt Services Fund – The Debt Services Fund is used to account for financial resources that are restricted, committed, or assigned to expenditures for the periodic payment of principal, interest, and related fees on general long-term debt.

Capital Projects Funds – The Capital Projects Funds are used to account for financial resources that are restricted, committed, or assigned to expenditures for the acquisition or construction of major capital facilities and fire prevention and safety projects.

Capital Projects Fund – accounts for construction projects and renovations financed through bond proceeds or transfers from other funds.

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

D. *Basis of Accounting*

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

NOTES TO FINANCIAL STATEMENTS (Continued)

1. Accrual

The governmental activities in the government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Property taxes are reported in the period for which levied. Other nonexchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements have been met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year-end. Property tax revenues are recognized in the period for which levied provided they are also available. Intergovernmental revenues and grants are recognized when all eligibility requirements are met and the revenues are available. Expenditures are recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general obligation long-term debt and employee vacation and sick leave, which are recognized when due and payable.

E. *Cash and Cash Equivalents and Investments*

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

Occasionally certain funds participating in the common bank account will incur overdrafts (deficits) in the account. Such overdrafts in effect constitute cash borrowed from other District funds and are, therefore, interfund loans that have not been authorized by District Board action.

No District fund had a cash overdraft at June 30, 2021.

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Cash equivalents are accounted for at cost, which approximates market.

Investments are stated at fair value. Fair value is determined by quoted market prices. Gains or losses on the sale of investments are recognized as they are incurred. The District has adopted a formal written investment and cash management policy.

F. *Receivables*

All receivables are reported net of estimated uncollectible amounts.

G. *Prepaid Items*

Payments made to vendors for services that will benefit periods beyond the current fiscal year are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

H. *Inventories*

No inventory accounts are maintained to reflect the values of resale or supply items on hand. Instead, the costs of such items are charged to expense when purchased. The value of the District's inventories is not deemed to be material.

NOTES TO FINANCIAL STATEMENTS (Continued)

I. *Interfund Activity*

Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. All other interfund transactions are treated as transfers. In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified.

Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

J. *Capital Assets*

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

| | |
|------------------------------------|---------------|
| Building and Building Improvements | 5 - 40 years |
| Improvements Other than Buildings | 15 - 30 years |
| Equipment Other than Food Service | 5 - 15 years |
| Food Services Equipment | 15 years |

K. *Deferred Outflows and Inflows of Resources*

In addition to assets and liabilities, the Balance Sheet(s) and Statement(s) of Net Position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and therefore will not be recognized as an outflow of resource until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resource until that time.

L. *Compensated Absences*

Vacation benefits are granted to employees in varying amounts up to specified maximums depending on tenure with the District. Unused vacation time can accumulate and a set number of vacation days can be carried over to subsequent years depending upon which classification the employee is employed in.

M. *Long-Term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds on a straight-line basis, rather than expensed in the current year. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as debt service expenditures in the year they occur.

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

NOTES TO FINANCIAL STATEMENTS (Continued)

N. *Government-Wide Net Position*

Government-wide net position is divided into three components:

- Net Investment in Capital Assets – consists of capital assets (net of accumulated depreciation) and unamortized bond premiums reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and unamortized bond discounts. The following table shows a breakdown of the net investment in capital assets:

| | |
|----------------------------------|----------------------|
| Capital Assets | \$ 68,856,791 |
| Bond and Notes Payable | (46,119,121) |
| Unamortized Bond Premium | 1,757,076 |
| Unamortized Bond Discounts | (252,492) |
| Net Investment in Capital Assets | <u>\$ 24,242,254</u> |

- Restricted Net Position – consists of net position that is restricted by the District’s creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted Net Position – all other net positions are reported in this category.

O. *Governmental Fund Balances*

Governmental fund balances are divided between nonspendable and spendable.

Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

- Restricted – Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
- Committed – Committed fund balances are amounts that can only be used for specific purposes as a result of a resolution of the Board of Education. Committed amounts cannot be used for any other purpose unless the Board of Education removes those constraints by way of resolution. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- Assigned – Assigned fund balances are amounts that are constrained by the District’s intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by an appointed body (e.g. a budget or finance committee) or official to which the Board of Education has delegated the authority to assign, modify or rescind amounts to be used for specific purposes. The District has delegated this authority to the Assistant Superintendent of Business.

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital projects or debt services fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the District itself. All remaining

NOTES TO FINANCIAL STATEMENTS (Continued)

positive spendable amounts in governmental funds, other than the General Fund, that are neither restricted nor committed are considered assigned. Assignments may take place after the end of the reporting period.

- Unassigned – Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance in the General Fund also includes amounts levied and/or borrowed for working cash. This classification is also used to represent negative fund balances in special revenue, debt services, and capital projects funds.

The District permits funds to be expended in the following order: Restricted, Committed, Assigned and Unassigned. The Assistant Superintendent of Business has the authority to deviate from this policy if it is in the best interest of the District.

P. *Property Tax Calendar and Revenues*

The District’s property tax is levied each calendar year on all taxable real property located in the District on or before the last Tuesday in December. The 2020 levy was passed by the Board on December 21, 2020. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are levied and are payable in two installments early in June and early in September of the following calendar year. The District receives significant distributions of tax receipts approximately one month after these dates.

Q. *Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

Deposits with financial institutions are fully insured or collateralized by securities held in the District's name.

The District is allowed to invest in securities as authorized by the School Code of Illinois, Chapter 30, Section 235/2 and 6; and Chapter 105, Section 5/8-7.

The following table categorizes the investments according to levels of risk:

| Investment | Fair Value | Investment Maturities (in Years) | | | |
|------------------------|---------------|----------------------------------|-------|--------|--------------|
| | | Less Than 1 | 1 - 5 | 5 - 10 | More Than 10 |
| State Investment Pools | \$ 11,799,265 | \$ 11,799,265 | - | - | - |
| | \$ 11,799,265 | \$ 11,799,265 | \$ - | \$ - | \$ - |

The fair value of investments in the State Investment Pool is the same as the value of pool shares. The State Investment Pool is not SEC-registered but does have regulatory oversight through the State of Illinois.

Interest Rate Risk. The District’s investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State law limits investments based on credit risk. The District’s investment policy further limits its investment choices to ensure that capital loss, whether from credit or market risk, is avoided. As of June 30, 2021, the District’s investments were rated as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

| Investment | Credit Rating | Rating Source |
|-----------------------|---------------|---------------------|
| State Investment Pool | AAA-m | Standard and Poor's |

NOTE 3 - FAIR VALUE MEASUREMENT

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. Debt securities and certificates of deposit classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

| Investments by fair value level | 6/30/2021 | Fair Value Measurements Using: | |
|---------------------------------------|---------------|--|---|
| | | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) |
| | | | |
| Certificates of Deposit | \$ 10,006,234 | \$ - | \$ 10,006,234 |
| Total Investments by fair value level | \$ 10,006,234 | \$ - | \$ 10,006,234 |

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2021 was as follows:

| | Balance July 1, 2020 | Increases | Decreases | Balance June 30, 2021 |
|---|-------------------------|--------------|--------------|--------------------------|
| Governmental Activities | | | | |
| Capital Assets not being depreciated | | | | |
| Land | \$ 1,005,635 | \$ - | \$ - | \$ 1,005,635 |
| Construction in Progress | 8,827,717 | 31,407 | 8,501,388 | 357,736 |
| Total Capital Assets not being depreciated | \$ 9,833,352 | \$ 31,407 | \$ 8,501,388 | \$ 1,363,371 |
| Other Capital Assets | | | | |
| Buildings and Building Improvements | \$ 97,699,839 | \$ 102,303 | \$ - | \$ 97,802,142 |
| Improvements Other than Buildings | 3,830,808 | 8,777,000 | - | 12,607,808 |
| Equipment Other than Food Service | 6,200,925 | 308,839 | 28,417 | 6,481,347 |
| Food Services Equipment | 834,853 | - | - | 834,853 |
| Total Other Capital Assets at Historical Cost | \$ 108,566,425 | \$ 9,188,142 | \$ 28,417 | \$ 117,726,150 |
| Less Accumulated Depreciation | | | | |
| Buildings and Building Improvements | \$ 39,046,682 | \$ 2,051,618 | \$ - | \$ 41,098,300 |
| Improvements Other than Buildings | 2,853,107 | 304,066 | - | 3,157,173 |
| Equipment Other than Food Service | 5,050,297 | 159,994 | 22,734 | 5,187,557 |
| Food Services Equipment | 774,668 | 15,032 | - | 789,700 |
| Total Accumulated Depreciation | \$ 47,724,754 | \$ 2,530,710 | \$ 22,734 | \$ 50,232,730 |
| Other Capital Assets, Net | \$ 60,841,671 | \$ 6,657,432 | \$ 5,683 | \$ 67,493,420 |
| Governmental Activities Capital Assets, Net | \$ 70,675,023 | \$ 6,688,839 | \$ 8,507,071 | \$ 68,856,791 |

Depreciation expense was charged to functions as follows:

| | |
|--|--------------|
| Governmental Activities | |
| Food Services | \$ 15,032 |
| Unallocated | 2,515,678 |
| Total Governmental Activities Depreciation Expense | \$ 2,530,710 |

NOTE 5 - LONG-TERM LIABILITY ACTIVITY

Long-term liability activity for the year ended June 30, 2021 was as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

| | Balance July 1, 2020 | Additions | Retirements | Balance June 30, 2021 | Amounts Due Within One Year |
|--|-------------------------|---------------------|---------------------|--------------------------|-----------------------------------|
| Governmental Activities | | | | | |
| Long-Term Debt | | | | | |
| General Obligation Bonds | \$ 50,392,395 | \$ - | \$ 4,273,274 | \$ 46,119,121 | \$ 4,567,286 |
| Unamortized Bond Premium | 2,010,478 | - | 253,402 | 1,757,076 | 246,867 |
| Unamortized Bond Discount | (283,871) | - | (31,379) | (252,492) | (31,379) |
| Total Long-Term Debt | \$ 52,119,002 | \$ - | \$ 4,495,297 | \$ 47,623,705 | \$ 4,782,774 |
| Other Long-Term Obligations | | | | | |
| Compensated Absences | \$ 342,546 | \$ 338,577 | \$ 342,546 | \$ 338,577 | \$ 338,577 |
| Retirement Bonuses | 311,520 | 244,680 | 311,520 | 244,680 | 244,680 |
| Total OPEB - IMRF/TRS | 8,771,406 | - | 479,933 | 8,291,473 | - |
| Net OPEB Liability - THIS | 54,347,505 | 247,671 | - | 54,595,176 | - |
| Net Pension Liability - IMRF | 403,876 | - | 403,876 | - | - |
| Net Pension Liability - TRS | 4,321,712 | 1,283,625 | - | 5,605,337 | - |
| Total Other Long-Term Obligations | \$ 68,498,565 | \$ 2,114,553 | \$ 1,537,875 | \$ 69,075,243 | \$ 583,257 |
| Governmental Activities Long-Term Liabilities | \$ 120,617,567 | \$ 2,114,553 | \$ 6,033,172 | \$ 116,698,948 | \$ 5,366,031 |

The liability for compensated absences is 80% liquidated by the General Fund, 18% liquidated by the Operations and Maintenance Fund, and 2% liquidated by the Transportation Fund.

Bonds and notes payable consisted of the following at June 30, 2021:

| | Date of Issuance | Maturity Date | Interest Rate | Face Amount | Carrying Amount |
|-----------------------------------|---------------------|------------------|------------------|----------------------|----------------------|
| GO Limited Refunding Bonds 2013A | 4/26/2013 | 1/1/2021 | 2.00% - 2.15% | \$ 2,525,000 | \$ - |
| GO Refunding Bonds 2014 | 12/22/2014 | 1/15/2023 | 3.00% | 9,095,000 | 6,095,000 |
| GO School Bonds 2015A | 2/4/2015 | 1/15/2030 | 2.00% - 5.00% | 36,415,000 | 35,620,000 |
| GO Limited Tax School Bonds 2015B | 2/4/2015 | 1/15/2026 | 2.63% - 4.00% | 2,475,000 | 2,055,000 |
| GO Limited Tax School Bonds 2016A | 5/10/2016 | 12/15/2030 | 0.00% | 900,000 | 900,000 |
| GO Limited Tax School Bonds 2016B | 5/10/2016 | 12/15/2030 | 0.00% | 1,129,000 | 1,129,000 |
| SEDOL Bonds 2015B (See Below) | 4/21/2015 | 8/3/2023 | 3.00% - 5.00% | 859,140 | 320,121 |
| Total | | | | \$ 53,398,140 | \$ 46,119,121 |

At June 30, 2021 the annual debt service requirements to service long-term debt are:

| Year Ending June 30 | Principal | Interest | Total |
|----------------------------|----------------------|---------------------|----------------------|
| 2022 | \$ 4,567,286 | \$ 1,662,423 | \$ 6,229,709 |
| 2023 | 4,841,461 | 1,527,617 | 6,369,078 |
| 2024 | 5,256,374 | 1,350,953 | 6,607,327 |
| 2025 | 5,580,000 | 1,100,775 | 6,680,775 |
| 2026 | 5,800,000 | 831,450 | 6,631,450 |
| 2027 | 6,060,000 | 549,750 | 6,609,750 |
| 2028 | 6,075,000 | 380,100 | 6,455,100 |
| 2029 | 5,565,000 | 210,000 | 5,775,000 |
| 2030 | 1,965,000 | 48,750 | 2,013,750 |
| 2031 | 409,000 | - | 409,000 |
| | \$ 46,119,121 | \$ 7,661,818 | \$ 53,780,939 |
| Plus: Unamortized Premium | 1,757,076 | - | 1,757,076 |
| Less: Unamortized Discount | (252,492) | - | (252,492) |
| | \$ 47,623,705 | \$ 7,661,818 | \$ 55,285,523 |

As described in Note 12, the District is a member of the Special Education District of Lake County (SEDOL). On April 21, 2015, SEDOL issued its Special Education Refunding Bonds, Series 2015B, in the principal amount of \$4,845,000, which replaced the bonds originally issued on October 1, 2008, in

NOTES TO FINANCIAL STATEMENTS (Continued)

the amount of \$10,700,000 in Special Education Bonds. The bond proceeds were used to construct a facility for severe/profound students and to provide housing for behavior disorder students. Each SEDOL member district is liable for a portion of the debt payments for both issues through the maturity of the bonds regardless of their continued membership in the joint agreement.

On December 22, 2014, the District issued \$9,095,000 in General Obligation Refunding School Bonds, Series 2014 and on February 4, 2015 the District issued \$36,415,000 in General Obligation School Bonds, Series 2015A. The Series 2014 bonds and a portion of the Series 2015A bonds (\$1,963,289) were used to refund an outstanding 2001A issue and \$12,565,000 of an outstanding 2006 issue. The net proceeds of \$20,884,088 were used to purchase U.S. government securities. These securities were deposited in an Irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded debt. As a result, the 2001A and 2006 bond issues are considered to be defeased and the liability for the amount refunded on these bond issues has been removed from the District's liabilities. At June 30, 2021, a total of \$7,025,000 of defeased debt is still outstanding. The refunding of the 2001A and 2006 Series Bonds generated a gain of \$2,551,738.

NOTE 6 - PROPERTY TAXES

Property taxes receivable and unavailable revenue recorded in these financial statements are from the 2020 tax levy. The unavailable revenue is 50% of the 2020 tax levy. These taxes are unavailable as only a portion of the taxes (approximately 50%) are collected before the end of the fiscal year and the District does not consider the remaining amounts to be available and does not budget for their use until the following fiscal year. The District has determined that 50% of the 2020 tax levy (\$16,617,516) and 50% of the 2019 tax levy, plus back taxes, less uncollectible amounts (\$15,923,099) are allocable for use in fiscal year 2021. Therefore, 50% of each of these levies are recorded in these financial statements as property taxes revenue. A summary of assessed valuations, rates, and extensions for tax years 2020, 2019, and 2018 is as follows:

| Assessed Valuation | 2020 | | 2019 | | 2018 | |
|-------------------------------|---------------|----------------------|---------------|----------------------|---------------|----------------------|
| | Rate | Extension | Rate | Extension | Rate | Extension |
| | | \$473,891,543 | | \$457,816,759 | | \$397,688,172 |
| Educational | 4.0155 | \$ 19,029,205 | 4.1945 | \$ 19,203,225 | 4.5498 | \$ 18,094,203 |
| Special Education | 0.5470 | 2,592,367 | 0.5876 | 2,690,319 | 0.6955 | 2,765,818 |
| Tort Immunity | 0.2267 | 1,074,525 | 0.2165 | 991,022 | 0.2457 | 976,993 |
| Operations and Maintenance | 0.6593 | 3,124,324 | 0.5694 | 2,606,951 | 0.6595 | 2,622,626 |
| Debt Service | 0.5891 | 2,791,814 | 0.5714 | 2,615,928 | 1.4652 | 5,826,999 |
| Transportation | 0.3378 | 1,600,791 | 0.2404 | 1,100,724 | 0.3635 | 1,445,732 |
| Illinois Municipal Retirement | 0.2088 | 989,628 | 0.2269 | 1,038,846 | 0.2695 | 1,071,714 |
| Social Security | 0.2955 | 1,400,297 | 0.3196 | 1,463,187 | 0.3714 | 1,476,907 |
| Working Cash | 0.0171 | 81,121 | 0.0107 | 49,188 | 0.0127 | 50,566 |
| Fire Prevention and Safety | 0.0619 | 293,396 | 0.0655 | 300,030 | 0.0913 | 362,934 |
| SEDOL Municipal Retirement | 0.0056 | 26,694 | 0.0049 | 22,410 | 0.0059 | 23,603 |
| Lease Educational Facility | 0.0487 | 230,870 | 0.0504 | 230,694 | 0.0596 | 237,165 |
| | <u>7.0132</u> | <u>\$ 33,235,032</u> | <u>7.0580</u> | <u>\$ 32,312,524</u> | <u>8.7896</u> | <u>\$ 34,955,260</u> |

NOTE 7 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2021, the following funds had expenditures that exceeded the budget:

| Fund | Budget | Actual | Excess of Actual Over Budget |
|--------------------|---------------|----------------|------------------------------|
| General Fund | \$ 94,659,136 | \$ 138,720,729 | \$ 44,061,593 |
| Debt Services Fund | 6,059,616 | 6,059,892 | 276 |

The General Fund is over budget due to the District not budgeting for State Retirement Contribution payments. These totaled \$47,401,766 for the year ended June 30, 2021.

NOTE 8 - OPERATING LEASES, AS LESSEE

The District leases postage meters, printers, buses, and the use of a school building under operating leases.

Annual requirements to cover outstanding lease agreements at June 30, 2021 are:

| <u>Year Ending June 30</u> | <u>Amount</u> |
|----------------------------|---------------------|
| 2022 | \$ 2,809,666 |
| 2023 | 2,108,648 |
| 2024 | 2,682,393 |
| 2025 | 817,524 |
| 2026 | 815,312 |
| | <u>\$ 9,233,543</u> |

Rental expense under these leases for the year ended June 30, 2021 was \$3,097,381.

NOTE 9 - RETIREMENT FUND COMMITMENTS

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

General Information About the Pension Plan

Plan Description

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active 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 <http://www.trsil.org/financial/cafrs/fy2020>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Benefits Provided

TRS provides retirement, disability, and death benefits. Tier 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 ten years, or age 55 with 20 years. The benefit is determined by the average of the four highest consecutive years of creditable earnings within the last ten 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% of final average salary up to a maximum of 75% with 34 years of service.

Tier II members qualify for retirement benefits at age 67 with ten years of service, or a discounted annuity can be paid at age 62 with ten years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the highest four. Disability provisions for Tier 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% 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 3% of the original benefit or ½% 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.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2020 was 9.0% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2021, State of Illinois contributions recognized by the District were based on the State's proportionate share of the net pension liability associated with the District, and the District recognized revenue and expenditures of \$46,757,943 in pension contributions from the State of Illinois.

2.2 Formula Contributions. Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2021 were \$307,103 and are deferred because they were paid after the June 30, 2020 measurement date.

Federal and Special Trust Fund Contributions. When TRS members are paid from federal and special trust funds administered by the employer, there is a statutory requirement for the employer to pay an employer pension contribution from those funds. Under Public Act 100-340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

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

For the year ended June 30, 2021, the District pension contribution was 10.41% of salaries paid from federal and special trust funds. For the year ended June 30, 2021, salaries totaling \$88,614 were paid from federal and special trust funds that required District contributions of \$9,225. These contributions are deferred because they were paid after the June 30, 2020 measurement date.

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

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2021, the District paid \$17,790 to TRS for employer contributions due on salary increases in excess of 6% and \$0 for sick leave days granted in excess of the normal annual allotment.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

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

| | |
|---|-----------------------|
| District's proportionate share of the net pension liability | \$ 5,605,337 |
| State's proportionate share of the net pension liability associated with the District | 439,039,033 |
| Total Net Pension Liability | <u>\$ 444,644,370</u> |

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019 and rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2020, relative to the contributions of all participating TRS employers and the State during that period. At June 30, 2020, the District's proportion was 0.00650156%, which was an increase of 0.00117323% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized pension expense of \$46,757,943 and revenue of \$46,757,943 for support provided by the State. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Net Outflows of Resources |
|--|--------------------------------------|-------------------------------------|---------------------------------|
| Differences between expected and actual experience | \$ 54,322 | \$ (1,496) | \$ 52,826 |
| Net difference between projected and actual earnings on pension plan investments | 167,367 | - | 167,367 |
| Changes of assumptions | 22,968 | (58,813) | (35,845) |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 3,332,204 | (6,192,242) | (2,860,038) |
| Employer contributions subsequent to the measurement date | 307,103 | - | 307,103 |
| | <u>\$ 3,883,964</u> | <u>\$ (6,252,551)</u> | <u>\$ (2,368,587)</u> |

\$307,103 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

| <u>Year ending June 30</u> | |
|----------------------------|-----------------------|
| 2022 | \$ (2,579,800) |
| 2023 | (882,619) |
| 2024 | 222,962 |
| 2025 | 491,732 |
| 2026 | 72,035 |
| | <u>\$ (2,675,690)</u> |

Actuarial Assumptions

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

NOTES TO FINANCIAL STATEMENTS (Continued)

| | |
|---------------------------|--|
| Inflation | 2.50% |
| Salary Increases | varies by amount of service credit |
| Investment Rate of Return | 7.0%, net of pension plan investment expenses, including inflation |

In the June 30, 2020 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2017. In the June 30, 2019 actuarial valuation, mortality rates were also based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2014.

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

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|----------------------------------|-------------------|--|
| U.S. equities large cap | 16.5% | 6.1% |
| U.S. equities small/mid cap | 2.3% | 7.2% |
| International equities developed | 12.2% | 7.0% |
| Emerging market equities | 3.0% | 9.4% |
| U.S. bonds core | 7.0% | 2.2% |
| U.S. bonds high yield | 2.5% | 4.1% |
| International debt developed | 3.1% | 1.5% |
| Emerging international debt | 3.2% | 4.5% |
| Real estate | 16.0% | 5.7% |
| Private Debt | 5.2% | 6.3% |
| Hedge Funds | 10.0% | 4.3% |
| Private Equity | 15.0% | 10.5% |
| Infrastructure | 4.0% | 6.2% |
| Total | 100.0% | |

Discount Rate

At June 30, 2020, the discount rate used to measure total pension liability was 7.00%, which was the same as the June 30, 2019 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

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

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)

| | 1% Decrease 6.00% | Current Discount Rate 7.00% | 1% Increase 8.00% |
|---|----------------------|-----------------------------------|----------------------|
| Employer's proportionate share of the net pension liability | \$ 6,803,857 | \$ 5,605,337 | \$ 4,618,607 |

TRS Fiduciary Net Position

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

B. *Illinois Municipal Retirement Fund*

Plan Description

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

Benefits Provided

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

All three IMRF benefit plans have two tiers. Employees hired **before** January 1, 2011 are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last ten 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 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 96 consecutive months within the last ten 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.

NOTES TO FINANCIAL STATEMENTS (Continued)

Employees Covered by Benefit Terms

All appointed employees of a participating employer who are employed in a position normally requiring 600 hours (1,000 hours for certain employees hired after 1981) or more of work in a year are required to participate. As of December 31, 2020, the following employees were covered by the benefit terms:

| | |
|--|------------|
| Retirees and beneficiaries currently receiving benefits | 226 |
| Inactive plan members entitled to but not yet receiving benefits | 295 |
| Active plan members | 323 |
| Total | <u>844</u> |

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 2020 was 7.71%. For the fiscal year ended June 30, 2021, the District contributed \$1,146,984 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.

Net Pension Liability

The components of the net pension liability of the IMRF actuarial valuation performed as of December 31, 2020, and a measurement date as of December 31, 2020, calculated in accordance with GASB Statement No. 68, were as follows:

| | | |
|---|----|-------------|
| Total Pension Liability | \$ | 48,964,442 |
| IMRF Fiduciary Net Position | | 52,739,492 |
| District's Net Pension Liability/(Asset) | | (3,775,050) |
| IMRF Fiduciary Net Position as a Percentage of the Total Pension Liability | | 107.71% |

See the Schedule of Changes in the Employer's Net Pension Liability and Related Ratios in the Required Supplementary Information following the notes to the financial statements for additional information related to the funded status of the plan.

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2020 using the following actuarial methods and assumptions:

| | |
|--------------------------|---|
| Assumptions | |
| Inflation | 2.25% |
| Salary Increases | 2.85% - 13.75% including inflation |
| Interest Rate | 7.50% |
| Actuarial Cost Method | Entry Age Normal |
| Asset Valuation Method | Market value of assets |
| Projected Retirement Age | Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016. |

NOTES TO FINANCIAL STATEMENTS (Continued)

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

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2020:

| Asset Class | Target Allocation | Projected Return |
|------------------------|-------------------|------------------|
| Equities | 37.0% | 5.00% |
| International Equities | 18.0% | 6.00% |
| Fixed Income | 28.0% | 1.30% |
| Real Estate | 9.0% | 6.20% |
| Alternatives | 7.0% | |
| Private Equity | | 6.95% |
| Hedge Funds | | N/A |
| Commodities | | 2.85% |
| Cash | 1.0% | 0.70% |
| | <u>100.0%</u> | |

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2020. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 2.75%; and resulting single discount rate is 7.25%. The prior year single discount rate was 7.25% and increased 0.00% to the current year single discount rate.

NOTES TO FINANCIAL STATEMENTS (Continued)

Changes in the Net Pension Liability

| | Total Pension Liability (A) | Plan Fiduciary Net Position (B) | Net Pension Liability (A)-(B) |
|---|-----------------------------|---------------------------------|-------------------------------|
| Balances at December 31, 2019 | \$ 46,881,170 | \$ 46,477,294 | \$ 403,876 |
| Changes for the year: | | | |
| Service Cost | \$ 1,478,431 | \$ - | \$ 1,478,431 |
| Interest on the Total Pension Liability | 3,372,226 | - | 3,372,226 |
| Differences Between Expected and Actual Experience of the Total Pension Liability | 73,053 | - | 73,053 |
| Changes of Assumptions | (626,581) | - | (626,581) |
| Contributions - Employer | - | 1,126,277 | (1,126,277) |
| Contributions - Employee | - | 657,363 | (657,363) |
| Net Investment Income | - | 6,689,635 | (6,689,635) |
| Benefit Payments, including Refunds of Employee Contributions | (2,213,857) | (2,213,857) | - |
| Other (Net Transfer) | - | 2,780 | (2,780) |
| Net Changes | \$ 2,083,272 | \$ 6,262,198 | \$ (4,178,926) |
| Balances at December 31, 2020 | \$ 48,964,442 | \$ 52,739,492 | \$ (3,775,050) |

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

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

| | 1% Decrease 6.25% | Current Discount Rate 7.25% | 1% Increase 8.25% |
|-------------------------------|----------------------|-----------------------------------|----------------------|
| Net Pension Liability/(Asset) | \$ 2,531,347 | \$ (3,775,050) | \$ (8,731,851) |

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

For the year ended June 30, 2021, the District recognized pension expense/(income) of \$(150,310). At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Net Outflows of Resources |
|--|--------------------------------|-------------------------------|---------------------------|
| Expense in Future Periods | | | |
| Differences between expected and actual experience | \$ 456,795 | \$ - | \$ 456,795 |
| Changes of assumptions | 336,368 | (552,665) | (216,297) |
| Net difference between projected and actual earnings on pension plan investments | - | (4,021,459) | (4,021,459) |
| Total deferred amounts to be recognized in pension expense in future periods | \$ 793,163 | \$ (4,574,124) | \$ (3,780,961) |
| Pension contributions made subsequent to the measurement date | 592,256 | - | 592,256 |
| Total deferred amounts related to pensions | \$ 1,385,419 | \$ (4,574,124) | \$ (3,188,705) |

\$592,256 reported as deferred outflows of resources related to pensions resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

| Year Ending December 31 | Net Deferred Outflows of Resources |
|----------------------------|--|
| 2021 | \$ (859,717) |
| 2022 | (523,351) |
| 2023 | (1,730,787) |
| 2024 | (667,106) |
| | <u>\$ (3,780,961)</u> |

C. *Summary of Pension Items*

Below is a summary of the various pension items:

| | TRS | IMRF | Total |
|---------------------------------|-----------------------|-----------------------|------------------------|
| Deferred Outflows of Resources: | | | |
| Employer Contributions | \$ 307,103 | \$ 592,256 | \$ 899,359 |
| Experience | 54,322 | 456,795 | 511,117 |
| Assumptions | 22,968 | 336,368 | 359,336 |
| Proportionate Share | 3,332,204 | - | 3,332,204 |
| Investments | 167,367 | - | 167,367 |
| | <u>\$ 3,883,964</u> | <u>\$ 1,385,419</u> | <u>\$ 5,269,383</u> |
| Net Pension Liability | <u>\$ 4,605,337</u> | <u>\$ (3,775,050)</u> | <u>\$ 830,287</u> |
| Pension Expense/(Income) | <u>\$ 572,703</u> | <u>\$ (150,310)</u> | <u>\$ 422,393</u> |
| | | | |
| | TRS | IMRF | Total |
| Deferred Inflows of Resources: | | | |
| Experience | \$ (1,496) | \$ - | \$ (1,496) |
| Assumptions | (58,813) | (552,665) | (611,478) |
| Proportionate Share | (6,192,242) | - | (6,192,242) |
| Investments | - | (4,021,459) | (4,021,459) |
| | <u>\$ (6,252,551)</u> | <u>\$ (4,574,124)</u> | <u>\$ (10,826,675)</u> |

D. *Social Security*

Employees not qualifying for coverage under the Teachers’ Retirement System of the State of Illinois or the Illinois Municipal Retirement Fund are considered “non-participating employees”. These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The District paid the total required contribution for the current fiscal year.

NOTE 10 - POST EMPLOYMENT BENEFIT COMMITMENTS

A. *Teacher Health Insurance Security Fund (THIS)*

General Information About the OPEB Plan

Plan Description

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

NOTES TO FINANCIAL STATEMENTS (Continued)

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” (<http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>). Prior reports are available under “Healthcare and Family Services” (<http://www.auditor.illinois.gov/Audit-Reports/HEALTHCARE-FAMILY-SERVICES-Teacher-Health-Ins-Sec-Fund.asp>).

Benefits Provided

The State of Illinois offers comprehensive health plan options, all of which include prescription drug and behavioral health coverage. The State of Illinois offers TCHP, HMO, and OAP plans.

- Teachers’ Choice Health Plan (TCHP) benefit recipients can choose any physician or hospital for medical services; however, benefit recipients receive enhanced benefits, resulting in lower out-of-pocket costs, when receiving services from a TCHP in-network provider. TCHP has a nationwide network and includes CVS/Caremark for prescription drug benefits and Magellan Behavioral Health for behavioral health services.
- Health Maintenance Organizations (HMO) benefit recipients are required to stay within the health plan provider network. No out-of-network services are available. Benefit recipients will need to select a primary care physician (PCP) from a network of participating providers. The PCP will direct all healthcare services and make referrals to specialists and hospitalization.
- Open Access Plan (OAP) benefit recipients will have three tiers of providers from which to choose to obtain services. The benefit level is determined by the tier in which the healthcare provider is contracted.
 - Tier I offers a managed care network which provides enhanced benefits and operates like an HMO.
 - Tier II offers an expanded network of providers and is a hybrid plan operating like an HMO and PPO.
 - Tier III covers all providers which are not in the managed care networks of Tiers I or II (i.e., out-of-network providers). Using Tier III can offer benefit recipients flexibility in selecting healthcare providers but involves higher out-of-pocket costs. Furthermore, benefit recipients who use out-of-network providers will be responsible for any amount that is over and above the charges allowed by the plan for services (i.e., allowable charges), which could result in substantial out-of-pocket costs. Benefit recipients enrolled in an OAP can mix and match providers and tiers.

Contributions

For the fiscal year ended June 30, 2021, the State Employees Group Insurance Act of 1971 (5 ILCS 375/6.6) requires that all active contributors of the THIS make contributions to the plan at a rate of 1.24% of salary and for every employer of a teacher to contribute an amount equal to 0.92% of each teacher’s salary. For the fiscal year ended June 30, 2020, the employee contribution was 1.24% of salary and the employer contribution was .92% of each teacher’s salary. The Department of Central Management Services determines, by rule, the percentage required, which each year shall not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. In addition, under the State Pension Funds Continuing Appropriations Act (40 ILCS 15/1.3), there is appropriated, on a continuing annual basis, from the General Revenue Fund, an account of the General Fund, to the State Comptroller for deposit in the Teachers’ Health Insurance Security Fund (THISF), an amount equal to the amount certified by the Board of Trustees of THIS as the estimated total amount of contributions to be paid under 5 ILCS 376/6.6(a) in that fiscal year. The member contribution, which may be paid on behalf of employees by the employer, is submitted to THIS by the employer.

NOTES TO FINANCIAL STATEMENTS (Continued)

On-Behalf Contributions to THIS. The State of Illinois makes employer benefit contributions on behalf of the District. For the year ended June 30, 2021, State of Illinois contributions recognized by the District were based on the State's proportionate share of the collective net OPEB liability associated with the District, and the District recognized revenue and expenditures of \$643,823 in benefit contributions from the State of Illinois.

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

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

| | |
|--|-----------------------|
| District's proportionate share of the net OPEB liability | \$ 54,595,176 |
| State's proportionate share of the net OPEB liability associated with the District | 73,961,722 |
| Total | <u>\$ 128,556,898</u> |

The net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2019 and rolled forward to June 30, 2020. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2020, relative to the contributions of all participating THIS employers and the State during that period. At June 30, 2020, the District's proportion was 0.204202%, which was an increase of 0.007842% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized benefit expense of \$2,124,939 and on-behalf revenue/expense of \$643,823 for support provided by the State. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Net Outflows of Resources |
|---|--------------------------------------|-------------------------------------|------------------------------|
| Differences between expected and actual experience | \$ - | \$ (1,450,537) | \$ (1,450,537) |
| Net difference between projected and actual earnings on | | | |
| OPEB plan investments | - | (1,554) | (1,554) |
| Changes of assumptions | 18,488 | (9,005,407) | (8,986,919) |
| Changes in proportion and differences between employee | | | |
| contributions and proportionate share of contributions | 3,576,896 | (29,563) | 3,547,333 |
| Employer contributions subsequent to the measurement date | 487,129 | - | 487,129 |
| | <u>\$ 4,082,513</u> | <u>\$ (10,487,061)</u> | <u>\$ (6,404,548)</u> |

\$487,129 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

| Year Ending June 30 | |
|---------------------|-----------------------|
| 2022 | \$ (6,644,694) |
| 2023 | (2,273,329) |
| 2024 | 574,275 |
| 2025 | 1,266,536 |
| 2026 | 185,535 |
| | <u>\$ (6,891,677)</u> |

NOTES TO FINANCIAL STATEMENTS (Continued)

Actuarial Assumptions

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

| | |
|-----------------------------|--|
| Inflation | 2.50% |
| Salary Increases | Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption. |
| Investment Rate of Return | 0%, net of OPEB plan investment expense, including inflation |
| Healthcare Cost Trend Costs | Trend for fiscal year 2020 based on expected increases used to develop average costs. For fiscal years after 2020, trend starts at 8.25% for non-Medicare costs and Medicare costs, and gradually decreases to an ultimate trend of 4.25%. There is no additional trend rate adjustment due to the repeal of the Excise Tax. |

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

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

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

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|---|-------------------|--|
| Illinois Public Treasurers' Investment Pool | 100.0% | 1.73% |
| | 100.0% | |

Discount Rate

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since TRIP (Teachers' Retirement Insurance Program) is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates are 2.45% as of June 30, 2020, and 3.13% as of June 30, 2019. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

Based on those assumptions, THIS's fiduciary net position at June 30, 2020 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on THIS investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

At June 30, 2020, the discount rate used to measure the total OPEB liability was 2.45%.

NOTES TO FINANCIAL STATEMENTS (Continued)

Sensitivity of the District’s Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the District’s proportionate share of the net OPEB liability calculated using the discount rate of 2.45%, as well as what the District’s proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (1.45%) or 1 percentage-point higher (3.45%) than the current rate.

| | 1% Decrease 1.45% | Current Discount Rate 2.45% | 1% Increase 3.45% |
|--|----------------------|-----------------------------------|----------------------|
| Employer’s proportionate share of the net OPEB liability | \$ 65,615,782 | \$ 54,595,176 | \$ 45,864,248 |

Sensitivity of the Total OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the total OPEB liability of the District, as well as what the District’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher. The key trend rates are 8.25% in 2021 decreasing to an ultimate trend rate of 4.25% in 2037.

| | 1% Decrease (a) | Healthcare Cost Valuation Rate | 1% Increase (b) |
|--|--------------------|--------------------------------------|--------------------|
| Employer’s proportionate share of the net OPEB liability | \$ 43,911,226 | \$ 54,595,176 | \$ 69,038,082 |

- (a) One percentage point decrease in healthcare trend rates are 7.25% in 2021 decreasing to an ultimate trend rate of 3.25% in 2037.
- (b) One percentage point increase in healthcare trend rates are 9.25% in 2021 decreasing to an ultimate trend rate of 5.25% in 2037.

B. Retiree Insurance Plan – Other Post Employment Benefits (“OPEB”)

Plan Overview

In addition to the retirement plans described in Note 9, the District provides post-employment benefits other than pensions (“OPEB”) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the District’s governmental activities.

Benefits Provided

Full-Time Employees - Teachers

Pre-65 Coverage:

- The District will pay 100% of the premium to participate in the health insurance program.
- The Board may limit participation in the Plan to a maximum of five teachers per fiscal year, based on seniority.
- Coverage continues until Medicare eligibility is reached.

Post-65 Coverage:

- There is post-65 retiree coverage through the quarter the employee turns 65. Coverage then ends.

NOTES TO FINANCIAL STATEMENTS (Continued)

Full-Time Employees - Support Staff

Pre-65 Coverage:

- The District will pay 100% of the employee single coverage premium for the HMO plan until the earlier of death or age 65.
- Should the employee elect an alternative plan, the employee pays the difference in premium.
- Coverage continues until Medicare eligibility is reached.
- Participation is limited to no more than four support staff employees per fiscal year.

Post-65 Coverage:

- There is no post-65 retiree coverage.

Membership

Membership in the plan consisted of the following at July 1, 2021, the date of the latest actuarial valuation:

| | |
|---|-----|
| Active Employees | 915 |
| Inactive Employees Currently Receiving Benefit Payments | 25 |
| Inactive Employees Entitled to but Not Yet Receiving Benefit Payments | - |
| Total | 940 |

Total OPEB Liability

The District's total OPEB liability was measured as of June 30, 2020, and the total OPEB liability was determined by an actuarial valuation as of July 1, 2021.

Actuarial Assumptions

The total OPEB liability in the July 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

| | |
|------------------------|---|
| Actuarial Method | Entry Age Normal |
| Discount rate | 2.16% |
| Inflation | 2.25% |
| Salary Rate Increases | 2.25% |
| Health Care Trend | |
| | Initial Trend Rate 5.00% |
| | Ultimate Trend Rate 5.00% |
| | FY the Ultimate Rate is Reached 2024 |
| Mortality rates | IMRF RP-2014 with Blue Collar Adjustment and MP-2016 Improvement, weighted per IMRF Experience Study dated November 8, 2017 |
| | TRS RP-2014 with White Collar Adjustment and MP-2017 Improvement, weighted per TRS Experience Study dated September 18, 2018 |
| Election at Retirement | Coverage election at retirement is assumed at the following rates: All Groups 100% assumed to elect spousal coverage. Female spouses are assumed to be 3 years younger than male spouses. |
| Marital Status | |

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2020 through June 30, 2021. Assumption changes reflect a change in the discount rate of (0.05%) from 2.21% for the beginning of the year values and 2.16% for the disclosure date.

There is no long-term expected rate of return on OPEB plan investments because the District does not have a trust dedicated exclusively to the payment of OPEB benefits.

Discount Rate

The District does not have a dedicated trust to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale).

NOTES TO FINANCIAL STATEMENTS (Continued)

A rate of 2.16% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2020.

Changes in the Net OPEB Liability

| | Increase/(Decrease) | | |
|---|--------------------------------|---------------------------------------|------------------------------------|
| | Total OPEB Liability (a) | Plan Fiduciary Net Position (b) | Net OPEB Liability (a) - (b) |
| Balances at July 1, 2020 | \$ 8,771,406 | \$ - | \$ 8,771,406 |
| Changes for the year: | | | |
| Service Cost | \$ 687,142 | \$ - | \$ 687,142 |
| Interest | 191,611 | - | 191,611 |
| Differences Between Expected and Actual Experience | (19,479) | - | (19,479) |
| Assumptions Changes | (1,136,740) | - | (1,136,740) |
| Contributions - Employer | - | 202,467 | (202,467) |
| Benefit Payments | (202,467) | (202,467) | - |
| Net Changes | \$ (479,933) | \$ - | \$ (479,933) |
| Balances at June 30, 2021 | \$ 8,291,473 | \$ - | \$ 8,291,473 |

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

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

| Plan's Net OPEB Liability/(Asset) | | |
|-----------------------------------|----------------------------------|-------------------------------|
| Discount Rate - 1% (1.16%) | Current Discount Rate (2.16%) | Discount Rate + 1% (3.16%) |
| \$ 9,058,667 | \$ 8,291,473 | \$ 7,580,275 |

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the net OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

| Plan's Net OPEB Liability/(Asset) | | |
|-----------------------------------|--|--------------------------------|
| Discount Rate - 1% (varies) | Healthcare Cost Trend Rates (varies) | Discount Rate + 1% (varies) |
| \$ 7,143,007 | \$ 8,291,473 | \$ 9,678,039 |

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

For the fiscal year ended June 30, 2021, the District recognized OPEB expense of \$900,794. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Total |
|--|-----------------------------------|----------------------------------|--------------|
| Differences Between Expected and Actual Experience | \$ 82,212 | \$ (343,546) | \$ (261,334) |
| Changes of Assumptions | 1,490,117 | (1,196,934) | 293,183 |
| Total | \$ 1,572,329 | \$ (1,540,480) | \$ 31,849 |

NOTES TO FINANCIAL STATEMENTS (Continued)

Changes in total OPEB liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in OPEB expense over the expected remaining service life of all employees (active and retired) in the postretirement plan.

Amount reported as deferred outflows of resources related to OPEB will be recognized as future OPEB expense as follows:

| Year ending June 30 | | |
|---------------------|-----------|---------------|
| 2022 | \$ | 22,041 |
| 2023 | | 22,041 |
| 2024 | | 22,041 |
| 2025 | | 22,041 |
| 2026 | | 22,041 |
| Thereafter | | (78,356) |
| | <u>\$</u> | <u>31,849</u> |

Summary of OPEB Items

Below is a summary of the various postemployment benefit items at June 30, 2021:

| | THIS | OPEB | Total |
|---------------------------------|------------------------|-----------------------|------------------------|
| OPEB Liability | \$ 54,595,176 | \$ 8,291,473 | \$ 62,886,649 |
| Deferred Outflows of Resources: | | | |
| Employer Contributions | \$ 487,129 | \$ - | \$ 487,129 |
| Experience | - | 82,212 | 82,212 |
| Assumptions | 18,488 | 1,490,117 | 1,508,605 |
| Proportionate Share | 3,576,896 | - | 3,576,896 |
| | <u>\$ 4,082,513</u> | <u>\$ 1,572,329</u> | <u>\$ 5,654,842</u> |
| Deferred Inflows of Resources: | | | |
| Assumptions | \$ (9,005,407) | \$ (1,196,934) | \$ (10,202,341) |
| Experience | (1,450,537) | (343,546) | (1,794,083) |
| Investments | (1,554) | - | (1,554) |
| Proportionate Share | (29,563) | - | (29,563) |
| | <u>\$ (10,487,061)</u> | <u>\$ (1,540,480)</u> | <u>\$ (12,027,541)</u> |

NOTE 11 - INTERFUND TRANSFERS

Interfund transfers during the year ended June 30, 2021 were as follows:

| Transfer from | Transfer to | Amount |
|---------------|--|--------------|
| General Fund | Debt Services Fund | \$ 3,310,310 |
| General Fund | Operations and Maintenance Fund | 4,000,000 |
| General Fund | Illinois Municipal Retirement/Social Security Fund | 700,000 |

The transfers from the General Fund to the Operations and Maintenance Fund, the Debt Service Fund and the Illinois Municipal Retirement/Social Security Fund were made to cover operating expenses of the District.

NOTE 12 - JOINT VENTURES

A. *Special Education District of Lake County (SEDOL)*

The District and thirty other districts within Lake County have entered into a joint agreement to provide special education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the management council.

A summary of the Statement of Net Position of SEDOL at June 30, 2020 (most recent information available) is as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

| | |
|---|----------------------|
| Assets | \$ 71,327,120 |
| Deferred Outflows of Resources | 8,485,840 |
| | <u>\$ 79,812,960</u> |
| Liabilities | \$ 39,770,355 |
| Deferred Inflows of Resources | 14,191,340 |
| Net Position | 25,851,265 |
| | <u>\$ 79,812,960</u> |
| Revenues Received | \$ 83,056,578 |
| Expenditures Disbursed | 81,459,850 |
| Net Increase/(Decrease) in Net Position | <u>\$ 1,596,728</u> |

Complete financial statements for SEDOL can be obtained from the Administrative Offices at 18160 Gages Lake Road, Gages Lake, Illinois 60030-1819.

B. *Lake County Area Vocational System (LCAVS)*

The District and seventeen other districts within Lake and McHenry Counties have entered into a joint agreement to provide vocational programs for member districts that are not offering these services individually. Each member district has a financial responsibility for annual and special assessments as established by the management council.

A summary of financial condition (cash basis) of LCAVS at June 30, 2020 (most recent information available) is as follows:

| | |
|---|----------------------|
| Assets | <u>\$ 32,712,316</u> |
| Liabilities | \$ 27,780 |
| Fund Equity | 32,684,536 |
| | <u>\$ 32,712,316</u> |
| Revenues Received | \$ 11,014,388 |
| Expenditures Disbursed | 10,585,447 |
| Net Increase/(Decrease) in Fund Balance | <u>\$ 428,941</u> |

Complete financial statements for LCAVS can be obtained from the Administrative Offices at 19525 W. Washington Street, Grayslake, Illinois 60030.

NOTE 13 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases commercial insurance to handle these risks of loss. During fiscal year 2021, there was no significant reduction in insurance coverage for any category. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The District is a member of the Collective Liability Insurance Cooperative (CLIC), a joint risk management pool of school districts through which property, general liability, automobile liability, crime, excess property, excess liability, and boiler and machinery coverage is provided in excess of specified limits for the members, acting as a single insurable unit.

The relationship between the District and CLIC is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The District is contractually obligated to make all annual and supplementary contributions for CLIC, to report claims on a timely basis, cooperate with CLIC, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by CLIC. Members have a contractual obligation to fund any deficit of CLIC attributable to a membership year during which they were a member.

CLIC is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Board of Directors. CLIC also provides its members with risk

NOTES TO FINANCIAL STATEMENTS (Continued)

management services, including the defense of and settlement of claims, and establishes reasonable and necessary loss of reduction and prevention procedures to be followed by the members.

The District is insured under a retrospectively-rated policy for workers' compensation coverage. Whereas the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended June 30, 2021, there were no significant adjustments in premiums based on actual experience.

NOTE 14 - CONSTRUCTION COMMITMENTS

The District has a playground project outstanding as of June 30, 2021. This project has outstanding commitments of \$643,871, that have not been included as expenses in these financial statements. The Calvary Church construction project began in fiscal year 2020, but the cost of the project cannot be reasonably estimated at this time.

NOTE 15 - LEGAL DEBT LIMITATION

The Illinois School Code limits the amount of indebtedness to 13.8% of the most recent available equalized assessed valuation (EAV) of the District. The District's legal debt limitation is as follows:

| | |
|-----------------------|----------------|
| 2020 EAV | \$ 473,891,543 |
| Rate | 13.8% |
| Debt Margin | \$ 65,397,033 |
| Current Debt | 43,744,000 |
| Remaining Debt Margin | \$ 21,653,033 |

NOTE 16 - CHANGE IN ACCOUNTING PRINCIPLE

The District has implemented GASB Statement No. 84, *Fiduciary Activities*. This Statement establishes financial reporting standards related to fiduciary activities of the District. Implementation of this standard resulted in the Student Activity Funds no longer being reported as a separate fiduciary fund for the District and a net position/fund balance adjustment in the amount of \$91,100 being made to reclassify the Student Activity Fund's net position/fund balance to the General Fund in the fund financial statements and the Government-Wide Financials.

NOTE 17 - SUBSEQUENT EVENTS

Since March 2020, the COVID-19 outbreak in the United States has created disruptions in various governments and has continued to impact these organizations. The District was not impacted during the year ended June 30, 2021. However, the extent of any additional impact on the District is uncertain and cannot be reasonably estimated at this time.

REQUIRED SUPPLEMENTARY INFORMATION

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION
LIABILITY AND RELATED RATIOS
JUNE 30, 2021

| | 6/30/2021 * | 6/30/2020 * | 6/30/2019 * | 6/30/2018 * | 6/30/2017 * | 6/30/2016 * | 6/30/2015 * |
|--|----------------|---------------|----------------|----------------|---------------|---------------|----------------|
| TOTAL PENSION LIABILITY | | | | | | | |
| Service Cost | \$ 1,478,431 | \$ 1,429,711 | \$ 1,287,682 | \$ 1,372,145 | \$ 1,365,949 | \$ 1,253,675 | \$ 1,179,421 |
| Interest on the Total Pension Liability | 3,372,226 | 3,159,827 | 2,948,000 | 2,856,916 | 2,659,396 | 2,404,860 | 2,087,423 |
| Differences Between Expected and Actual Experience | 73,053 | 439,820 | 644,495 | 235,086 | 265,464 | 1,086,394 | 823,914 |
| Changes of Assumptions | (626,581) | - | 1,323,749 | (1,310,432) | (49,602) | 46,832 | 1,366,993 |
| Benefit Payments, Including Refunds of Member Contributions | (2,213,857) | (2,034,302) | (1,961,276) | (1,832,783) | (1,483,314) | (1,330,161) | (1,194,621) |
| Net Change in Total Pension Liability | \$ 2,083,272 | \$ 2,995,056 | \$ 4,242,650 | \$ 1,320,932 | \$ 2,757,893 | \$ 3,461,600 | \$ 4,263,130 |
| Total Pension Liability - Beginning | 46,881,170 | 43,886,114 | 39,643,464 | 38,322,532 | 35,564,639 | 32,103,039 | 27,839,909 |
| Total Pension Liability - Ending | \$ 48,964,442 | \$ 46,881,170 | \$ 43,886,114 | \$ 39,643,464 | \$ 38,322,532 | \$ 35,564,639 | \$ 32,103,039 |
| PLAN FIDUCIARY NET POSITION | | | | | | | |
| Contributions - Employer | \$ 1,126,277 | \$ 888,344 | \$ 1,109,390 | \$ 1,079,703 | \$ 1,048,652 | \$ 932,870 | \$ 833,541 |
| Contributions - Member | 657,363 | 641,662 | 616,142 | 598,526 | 601,100 | 545,191 | 490,304 |
| Net Investment Income | 6,689,635 | 7,532,034 | (2,379,071) | 6,384,798 | 2,266,468 | 168,946 | 1,932,312 |
| Benefit Payments, Including Refunds of Member Contributions | (2,213,857) | (2,034,302) | (1,961,276) | (1,832,783) | (1,483,314) | (1,330,161) | (1,194,621) |
| Other (Net Transfers) | 2,780 | (121,782) | 649,600 | (404,946) | 154,371 | (908,139) | 41,104 |
| Net Change in Plan Fiduciary Net Position | \$ 6,262,198 | \$ 6,905,956 | \$ (1,965,215) | \$ 5,825,298 | \$ 2,587,277 | \$ (591,293) | \$ 2,102,640 |
| Plan Net Position - Beginning | 46,477,294 | 39,571,338 | 41,536,553 | 35,711,255 | 33,123,978 | 33,715,271 | 31,612,631 |
| Plan Net Position - Ending | \$ 52,739,492 | \$ 46,477,294 | \$ 39,571,338 | \$ 41,536,553 | \$ 35,711,255 | \$ 33,123,978 | \$ 33,715,271 |
| District's Net Pension Liability | \$ (3,775,050) | \$ 403,876 | \$ 4,314,776 | \$ (1,893,089) | \$ 2,611,277 | \$ 2,440,661 | \$ (1,612,232) |
| Plan Fiduciary Net Position as a percentage of the Total Pension Liability | 107.71% | 99.14% | 90.17% | 104.78% | 93.19% | 93.14% | 105.02% |
| Covered-Valuation Payroll | \$ 14,895,897 | \$ 14,259,138 | \$ 13,472,366 | \$ 13,061,095 | \$ 12,762,581 | \$ 12,116,766 | \$ 10,983,885 |
| Employer's Net Pension Liability as a percentage of Covered-Valuation Payroll | -25.34% | 2.83% | 32.03% | -14.49% | 20.46% | 20.14% | -14.68% |

* This information presented is based on the actuarial valuation performed as of the December 31 year end prior to the fiscal year end listed above.

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTION
JUNE 30, 2021

| | 6/30/2021 | 6/30/2020 | 6/30/2019 | 6/30/2018 * | 6/30/2017 * | 6/30/2016 * | 6/30/2015 * |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Actuarially-Determined Contribution | \$ 1,126,277 | \$ 888,647 | \$ 1,097,998 | \$ 1,081,459 | \$ 1,006,968 | \$ 932,991 | \$ 840,267 |
| Contributions in relation to Actuarially-Determined Contribution | 1,126,277 | 888,344 | 1,109,390 | 1,079,703 | 1,048,652 | 932,870 | 833,541 |
| Contribution deficiency/(excess) | \$ - | \$ 303 | \$ (11,392) | \$ 1,756 | \$ (41,684) | \$ 121 | \$ 6,726 |
| Covered-Valuation Payroll | \$ 14,883,355 | \$ 14,533,673 | \$ 13,093,139 | \$ 13,950,120 | \$ 12,762,581 | \$ 12,116,766 | \$ 10,983,885 |
| Contributions as a percentage of Covered-Valuation Payroll | 7.57% | 6.11% | 8.47% | 7.74% | 8.22% | 7.70% | 7.59% |

Notes to Schedule:

Actuarial Method and Assumptions Used on the Calculation of the 2020 Contribution Rate *

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.

Actuarial Cost Method: Aggregate Entry Age Normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 23-year closed period

Asset Valuation Method: 5-year smoothed market; 20% corridor

Wage Growth: 3.25%

Price Inflation: 2.50%, approximate; No explicit price inflation assumption is used in this valuation.

Salary Increases: 3.35% to 14.25%, including inflation

Investment Rate of Return: 7.25%

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2017 valuation pursuant to an experience study of the period 2014 to 2016.

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

*Based on Valuation Assumptions used in the December 31, 2018 actuarial valuation; note two year lag between valuation and rate setting.

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
 OF THE NET PENSION LIABILITY
 JUNE 30, 2021

| | 6/30/2021 * | 6/30/2020 * | 6/30/2019 * | 6/30/2018 * | 6/30/2017 * | 6/30/2016 * | 6/30/2015 * |
|---|-----------------------|-----------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Employer's proportion of the Net Pension Liability | 0.00650156% | 0.00532833% | 0.00073834% | 0.0113586% | 0.0290054% | 0.0144258% | 0.0194942% |
| Employer's proportionate share of the Net Pension Liability | \$ 5,605,337 | \$ 4,321,712 | \$ 575,497 | \$ 8,677,783 | \$ 22,895,683 | \$ 9,450,329 | \$ 11,863,847 |
| State's proportionate share of the Net Pension Liability associated with the employer | 439,039,033 | 307,571,516 | 39,423,952 | 362,642,125 | 621,445,063 | 254,426,343 | 251,311,069 |
| Total | <u>\$ 444,644,370</u> | <u>\$ 311,893,228</u> | <u>\$ 39,999,449</u> | <u>\$ 371,319,908</u> | <u>\$ 644,340,746</u> | <u>\$ 263,876,672</u> | <u>\$ 263,174,916</u> |
| Employer's Covered-Employee Payroll | \$ 51,754,639 | \$ 48,247,654 | \$ 45,773,367 | \$ 43,685,274 | \$ 43,961,582 | \$ 40,741,298 | \$ 37,860,882 |
| Employer's proportionate share of the Net Pension Liability as a percentage of its Covered-Employee Payroll | 10.83% | 8.96% | 1.26% | 19.86% | 52.08% | 23.20% | 31.34% |
| Plan Fiduciary Net Position as a percentage of the Total Pension Liability | 37.80% | 39.60% | 40.00% | 39.30% | 36.40% | 41.50% | 43.00% |

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

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

Changes of Assumptions:

For the 2020-2016 measurement years, the assumed investment rate of return was of 7.0%, including an inflation rate of 2.5% and a real return of 4.5%. Salary increases were assumed to vary by service credit and were consistent in 2019 and 2020. These actuarial assumptions were based on an experience study dated September 18, 2018.

For the 2015 measurement year, the assumed investment rate of return was 7.5%, including an inflation rate of 3.0% and a real return of 4.5%. 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%, including an inflation rate of 3.0% and a real return of 4.5%. However, salary increases were assumed to vary by age.

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
 SCHEDULE OF EMPLOYER CONTRIBUTION
 JUNE 30, 2021

| | <u>6/30/2021 *</u> | <u>6/30/2020 *</u> | <u>6/30/2019 *</u> | <u>6/30/2018 *</u> | <u>6/30/2017 *</u> | <u>6/30/2016 *</u> | <u>6/30/2015 *</u> |
|--|--------------------|--------------------|--------------------|--------------------|---------------------|--------------------|--------------------|
| Statutorily-Required Contribution | \$ 316,945 | \$ 279,836 | \$ 262,638 | \$ 439,596 | \$ 733,751 | \$ 505,476 | \$ 695,544 |
| Contributions in relation to Statutorily-Required Contribution | <u>300,177</u> | <u>340,350</u> | <u>271,252</u> | <u>443,128</u> | <u>943,542</u> | <u>501,946</u> | <u>695,544</u> |
| Contribution deficiency/(excess) | <u>\$ 16,768</u> | <u>\$ (60,514)</u> | <u>\$ (8,614)</u> | <u>\$ (3,532)</u> | <u>\$ (209,791)</u> | <u>\$ 3,530</u> | <u>\$ -</u> |
| Employer's Covered-Employee Payroll | \$ 52,948,775 | \$ 51,754,639 | \$ 48,247,654 | \$ 45,282,486 | \$ 43,961,582 | \$ 40,741,298 | \$ 37,860,882 |
| Contributions as a percentage of Covered-Employee Payroll | 0.57% | 0.66% | 0.56% | 0.98% | 2.15% | 1.23% | 1.84% |

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

* - This information presented is based on the actuarial valuation performed as of the prior June 30 year end.

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
OTHER POST-EMPLOYMENT BENEFIT
SCHEDULE OF CHANGES IN THE EMPLOYER'S TOTAL OPEB
LIABILITY AND RELATED RATIOS
JUNE 30, 2021

| | 6/30/2021* | 6/30/2020 | 6/30/2019 | 6/30/2018 | 6/30/2017 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| TOTAL OPEB LIABILITY | | | | | |
| Service Cost | \$ 687,142 | \$ 531,789 | \$ 478,130 | \$ 364,638 | \$ 739,548 |
| Interest | 191,611 | 248,566 | 246,287 | 210,494 | 200,206 |
| Differences Between Expected and Actual Experience | (19,479) | - | 102,993 | (440,977) | - |
| Changes in Assumptions | (1,136,740) | 1,020,235 | 760,545 | (167,859) | - |
| Benefit Payments and Refunds | (202,467) | (262,156) | (226,303) | (285,859) | (227,474) |
| Net Change in Total OPEB Liability | \$ (479,933) | \$ 1,538,434 | \$ 1,361,652 | \$ (319,563) | \$ 712,280 |
| Total OPEB Liability - Beginning | 8,771,406 | 7,232,972 | 5,871,320 | 6,190,883 | 5,478,603 |
| Total OPEB Liability - Ending | \$ 8,291,473 | \$ 8,771,406 | \$ 7,232,972 | \$ 5,871,320 | \$ 6,190,883 |
| OPEB PLAN FIDUCIARY NET POSITION | | | | | |
| Contributions - Employer | \$ 202,467 | \$ 262,156 | \$ 226,303 | \$ 285,859 | \$ 227,474 |
| Benefit Payments, Including Refunds of Member Contributions | (202,467) | (262,156) | (226,303) | (285,859) | (227,474) |
| Net Change in OPEB Plan Fiduciary Net Position | \$ - | \$ - | \$ - | \$ - | \$ - |
| OPEB Plan Net Position - Beginning | - | - | - | - | - |
| OPEB Net Position - Ending | \$ - | \$ - | \$ - | \$ - | \$ - |
| District's Total OPEB Plan Liability | \$ 8,291,473 | \$ 8,771,406 | \$ 7,232,972 | \$ 5,871,320 | \$ 6,190,883 |
| OPEB Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Covered-Employee Payroll* | \$ 67,970,492 | \$ 65,930,158 | \$ 59,732,527 | \$ 58,501,126 | \$ 67,745,771 |
| Employer's Net OPEB Liability as a Percentage of Covered-Valuation Payroll | 12.20% | 13.30% | 12.11% | 10.04% | 9.14% |

Notes to Schedule:

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

There is no actuarially-determined contribution (ADC) or employer contribution in relation to the ADC as the total OPEB liabilities are currently an unfunded obligation.

Changes of Assumptions. Changes of assumptions and other inputs reflect the effects of changes in the discount rate of each period.

The following are the discount rates used in each period: 2.16% 2.21% 3.50% 3.87% 3.58%

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

* - Covered-Employee Payroll is the same as the prior year due to the valuation being a rollforward instead of a new

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
 OF THE NET OPEB LIABILITY
 JUNE 30, 2021

| | <u>6/30/2021</u> | <u>6/30/2020</u> | <u>6/30/2019</u> | <u>6/30/2018 *</u> |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| Employer's proportion of the Net OPEB Liability | 0.2042020% | 0.1963600% | 0.1914510% | 0.1897910% |
| Employer's proportionate share of the Net OPEB Liability | \$ 54,595,176 | \$ 54,347,505 | \$ 50,439,436 | \$ 49,249,904 |
| State's proportionate share of the Net OPEB Liability associated with the employer | <u>73,961,722</u> | <u>73,593,374</u> | <u>67,729,285</u> | <u>64,677,416</u> |
| Total | <u>\$ 128,556,898</u> | <u>\$ 127,940,879</u> | <u>\$ 118,168,721</u> | <u>\$ 113,927,320</u> |
| Employer's Covered Payroll | \$ 51,754,639 | \$ 48,247,654 | \$ 45,282,486 | \$ 43,685,274 |
| Employer's proportionate share of the Net OPEB Liability as a percentage of Covered Payroll | 105.49% | 112.64% | 111.39% | 112.74% |
| OPEB Plan Net Position as a percentage of the Total OPEB Liability | 0.70% | 0.25% | -0.07% | -0.17% |

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

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

Changes of Assumptions:

For the 2020 measurement year, the assumed investment rate of return was 0%, including an inflation rate of 2.50%, and the healthcare cost trend rates used the actual trend. Salary increases include a 3.25% wage inflation.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
 SCHEDULE OF EMPLOYER CONTRIBUTION
 JUNE 30, 2021

| | 6/30/2021 * | 6/30/2020 * | 6/30/2019 * | 6/30/2018 * |
|--|-----------------|---------------|---------------|-----------------|
| Statutorily-Required Contribution | \$ 475,241 | \$ 444,010 | \$ 399,388 | \$ 366,749 |
| Contributions in relation to the Statutorily-Required Contribution | 476,143 | 443,878 | 398,486 | 366,956 |
| Contribution deficiency/(excess) | <u>\$ (902)</u> | <u>\$ 132</u> | <u>\$ 902</u> | <u>\$ (207)</u> |
| Employer's Covered Payroll | \$ 52,948,775 | \$ 51,754,639 | \$ 48,247,654 | \$ 45,332,795 |
| Contributions as a percentage of Covered Payroll | 0.90% | 0.86% | 0.83% | 0.81% |

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

* - This information presented is based on the actuarial valuation performed as of the prior June 30 year end.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|-----------------------|---|
| REVENUES | | | |
| Property Taxes | \$ 22,481,369 | \$ 22,925,853 | \$ 444,484 |
| Tuition | 187,000 | 213,955 | 26,955 |
| Earnings on Investments | 583,300 | 43,869 | (539,431) |
| Food Services | 51,000 | 1,112 | (49,888) |
| District/School Activity Income | 566,300 | 339,854 | (226,446) |
| Textbooks | 2,000 | 16 | (1,984) |
| Other Local Sources | 438,169 | 801,436 | 363,267 |
| State Aid | | | |
| Evidence Based Funding | 59,861,683 | 64,512,389 | 4,650,706 |
| Special Education | 409,000 | 463,303 | 54,303 |
| Career and Technical Education | 15,466 | 15,466 | - |
| State Free Lunch and Breakfast | 45,000 | 20,774 | (24,226) |
| Driver Education | 40,000 | 46,654 | 6,654 |
| Early Childhood - Block Grant | 1,177,682 | 1,246,536 | 68,854 |
| Other Restricted Revenue from State Sources | 238,926 | 263,639 | 24,713 |
| Federal Aid | | | |
| Food Service | 3,240,000 | 2,484,814 | (755,186) |
| Title I | 2,258,280 | 2,297,660 | 39,380 |
| Federal Special Education | 1,645,659 | 1,708,062 | 62,403 |
| CTE - Perkins | 36,621 | 33,546 | (3,075) |
| Title III - English Language Acquisition | 385,000 | 221,885 | (163,115) |
| Title II - Teacher Quality | 100,000 | 86,730 | (13,270) |
| Medicaid Matching Funds - Administrative Outreach | 200,000 | 331,963 | 131,963 |
| Medicaid Matching Funds - Fee-for-Service Program | 900,000 | 791,885 | (108,115) |
| Other Federal Aid | 1,694,662 | 2,370,961 | 676,299 |
| State Retirement Contributions | - | 47,401,766 | 47,401,766 |
| Total Revenues | \$ 96,557,117 | \$ 148,624,128 | \$ 52,067,011 |
| EXPENDITURES | | | |
| Instruction | | | |
| Regular Programs | | | |
| Salaries | \$ 22,094,007 | \$ 21,909,445 | \$ (184,562) |
| Employee Benefits | 3,653,756 | 3,621,846 | (31,910) |
| Purchased Services | 1,340,110 | 1,358,429 | 18,319 |
| Supplies and Materials | 1,091,683 | 1,839,282 | 747,599 |
| Other Objects | 2,838 | 4,944 | 2,106 |
| Non-Capitalized Equipment | 24,965 | 100,865 | 75,900 |
| | <u>\$ 28,207,359</u> | <u>\$ 28,834,811</u> | <u>\$ 627,452</u> |
| Pre-K Programs | | | |
| Salaries | \$ 863,786 | \$ 553,343 | \$ (310,443) |
| Employee Benefits | 67,800 | 151,894 | 84,094 |
| Purchased Services | - | 7,151 | 7,151 |
| Supplies and Materials | 35,075 | 72,890 | 37,815 |
| Non-Capitalized Equipment | - | 12,585 | 12,585 |
| | <u>\$ 966,661</u> | <u>\$ 797,863</u> | <u>\$ (168,798)</u> |
| Special Education Programs | | | |
| Salaries | \$ 8,755,237 | \$ 8,541,573 | \$ (213,664) |
| Employee Benefits | 1,065,912 | 1,655,591 | 589,679 |
| Purchased Services | 95 | 126,640 | 126,545 |
| Supplies and Materials | 60,475 | 49,608 | (10,867) |
| Other Objects | - | 780 | 780 |
| Non-Capitalized Equipment | 950 | - | (950) |
| | <u>\$ 9,882,669</u> | <u>\$ 10,374,192</u> | <u>\$ 491,523</u> |
| Special Education Programs Pre-K | | | |
| Salaries | \$ 691,550 | \$ 609,505 | \$ (82,045) |
| Employee Benefits | 102,275 | 126,309 | 24,034 |
| Purchased Services | - | 517 | 517 |
| Supplies and Materials | 705 | 3,328 | 2,623 |
| | <u>\$ 794,530</u> | <u>\$ 739,659</u> | <u>\$ (54,871)</u> |
| Remedial and Supplemental Programs K-12 | | | |
| Salaries | \$ 3,344,779 | \$ 2,879,894 | \$ (464,885) |
| Employee Benefits | 478,430 | 435,877 | (42,553) |
| Purchased Services | - | 2,250 | 2,250 |
| Supplies and Materials | 130 | - | (130) |
| | <u>\$ 3,823,339</u> | <u>\$ 3,318,021</u> | <u>\$ (505,318)</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|--|--|-----------------------|---|
| EXPENDITURES (Continued) | | | |
| Instruction (Continued) | | | |
| CTE Programs | | | |
| Salaries | \$ 1,254,480 | \$ 1,252,543 | \$ (1,937) |
| Employee Benefits | 172,430 | 164,667 | (7,763) |
| Purchased Services | 6,000 | 6,804 | 804 |
| Supplies and Materials | 44,855 | 42,274 | (2,581) |
| Other Objects | 40 | 2 | (38) |
| Non-Capitalized Equipment | 3,325 | - | (3,325) |
| | <u>\$ 1,481,130</u> | <u>\$ 1,466,290</u> | <u>\$ (14,840)</u> |
| Interscholastic Programs | | | |
| Salaries | \$ 727,741 | \$ 1,144,437 | \$ 416,696 |
| Employee Benefits | 93,660 | 94,912 | 1,252 |
| Purchased Services | 71,210 | 36,057 | (35,153) |
| Supplies and Materials | 168,741 | 204,329 | 35,588 |
| Other Objects | 47,200 | 25,640 | (21,560) |
| Non-Capitalized Equipment | 16,500 | 22,122 | 5,622 |
| | <u>\$ 1,125,052</u> | <u>\$ 1,527,497</u> | <u>\$ 402,445</u> |
| Summer School Programs | | | |
| Salaries | \$ 156,705 | \$ 152,554 | \$ (4,151) |
| Employee Benefits | 3,225 | 4,305 | 1,080 |
| Supplies and Materials | 4,380 | 43,446 | 39,066 |
| | <u>\$ 164,310</u> | <u>\$ 200,305</u> | <u>\$ 35,995</u> |
| Driver's Education Programs | | | |
| Salaries | \$ 35,000 | \$ 18,338 | \$ (16,662) |
| Employee Benefits | 630 | 222 | (408) |
| Purchased Services | 3,889 | 6,952 | 3,063 |
| Supplies and Materials | 20 | 1,532 | 1,512 |
| | <u>\$ 39,539</u> | <u>\$ 27,044</u> | <u>\$ (12,495)</u> |
| Bilingual Programs | | | |
| Salaries | \$ 6,681,096 | \$ 6,272,982 | \$ (408,114) |
| Employee Benefits | 1,025,985 | 1,060,650 | 34,665 |
| Purchased Services | - | 4,557 | 4,557 |
| Supplies and Materials | 1,200 | 59,709 | 58,509 |
| | <u>\$ 7,708,281</u> | <u>\$ 7,397,898</u> | <u>\$ (310,383)</u> |
| Truant Alternative and Optional Programs | | | |
| Salaries | \$ 80,889 | \$ 86,387 | \$ 5,498 |
| Employee Benefits | 16,595 | 23,921 | 7,326 |
| | <u>\$ 97,484</u> | <u>\$ 110,308</u> | <u>\$ 12,824</u> |
| Private Tuition | | | |
| Special Education Programs K-12 | | | |
| Other Objects | \$ - | \$ 1,436,648 | \$ 1,436,648 |
| | <u>\$ -</u> | <u>\$ 1,436,648</u> | <u>\$ 1,436,648</u> |
| Student Activity Fund Expenditures | | | |
| Other Objects | 176,000 | 26,504 | (149,496) |
| | <u>\$ 176,000</u> | <u>\$ 26,504</u> | <u>\$ (149,496)</u> |
| State Retirement Contributions | - | 47,401,766 | \$ 47,401,766 |
| Total Instruction | <u>\$ 54,466,354</u> | <u>\$ 103,658,806</u> | <u>\$ 49,192,452</u> |
| Support Services | | | |
| Pupil | | | |
| Attendance and Social Work Services | | | |
| Salaries | \$ 1,972,916 | \$ 1,923,573 | \$ (49,343) |
| Employee Benefits | 226,307 | 309,069 | 82,762 |
| Purchased Services | 10,585 | - | (10,585) |
| Supplies and Materials | 500 | 8,507 | 8,007 |
| | <u>\$ 2,210,308</u> | <u>\$ 2,241,149</u> | <u>\$ 30,841</u> |
| Guidance Services | | | |
| Salaries | \$ 1,295,868 | \$ 1,183,618 | \$ (112,250) |
| Employee Benefits | 166,930 | 172,841 | 5,911 |
| Purchased Services | 300 | 179 | (121) |
| Supplies and Materials | 4,500 | 771 | (3,729) |
| Other Objects | 775 | 1,288 | 513 |
| | <u>\$ 1,468,373</u> | <u>\$ 1,358,697</u> | <u>\$ (109,676)</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|--|--|---------------------|---|
| EXPENDITURES (Continued) | | | |
| Support Services (Continued) | | | |
| Pupil (Continued) | | | |
| Health Services | | | |
| Salaries | \$ 846,182 | \$ 700,428 | \$ (145,754) |
| Employee Benefits | 152,710 | 146,909 | (5,801) |
| Purchased Services | 500 | 34,990 | 34,490 |
| Supplies and Materials | 15,980 | 31,674 | 15,694 |
| Non-Capitalized Equipment | - | 2,338 | 2,338 |
| | <u>\$ 1,015,372</u> | <u>\$ 916,339</u> | <u>\$ (99,033)</u> |
| Psychological Services | | | |
| Salaries | \$ 1,083,223 | \$ 1,099,367 | \$ 16,144 |
| Employee Benefits | 151,120 | 139,701 | (11,419) |
| Purchased Services | - | 62,700 | 62,700 |
| Supplies and Materials | - | 10,582 | 10,582 |
| | <u>\$ 1,234,343</u> | <u>\$ 1,312,350</u> | <u>\$ 78,007</u> |
| Speech Pathology and Audiology Services | | | |
| Salaries | \$ 1,770,441 | \$ 1,592,873 | \$ (177,568) |
| Employee Benefits | 263,315 | 261,300 | (2,015) |
| Purchased Services | - | 118,613 | 118,613 |
| Supplies and Materials | - | 8,938 | 8,938 |
| | <u>\$ 2,033,756</u> | <u>\$ 1,981,724</u> | <u>\$ (52,032)</u> |
| Other Support Services - Pupil | | | |
| Salaries | \$ 1,526,815 | \$ 1,311,622 | \$ (215,193) |
| Employee Benefits | 300,697 | 258,777 | (41,920) |
| Purchased Services | 18,985 | 24,260 | 5,275 |
| Supplies and Materials | 7,100 | 26,299 | 19,199 |
| | <u>\$ 1,853,597</u> | <u>\$ 1,620,958</u> | <u>\$ (232,639)</u> |
| Total Support Services - Pupil | <u>\$ 9,815,749</u> | <u>\$ 9,431,217</u> | <u>\$ (384,532)</u> |
| Instructional Staff | | | |
| Improvement of Instruction Services | | | |
| Salaries | \$ 3,090,452 | \$ 3,008,383 | \$ (82,069) |
| Employee Benefits | 593,645 | 694,994 | 101,349 |
| Purchased Services | 146,030 | 257,127 | 111,097 |
| Supplies and Materials | 520,980 | 143,734 | (377,246) |
| Other Objects | - | 1,364 | 1,364 |
| Non-Capitalized Equipment | - | 1,547 | 1,547 |
| | <u>\$ 4,351,107</u> | <u>\$ 4,107,149</u> | <u>\$ (243,958)</u> |
| Educational Media Services | | | |
| Salaries | \$ 617,420 | \$ 393,546 | \$ (223,874) |
| Employee Benefits | 155,258 | 95,717 | (59,541) |
| Purchased Services | - | 65,472 | 65,472 |
| Supplies and Materials | 9,678 | 65,117 | 55,439 |
| Other Objects | 235 | - | (235) |
| Non-Capitalized Equipment | 3,000 | 16,665 | 13,665 |
| | <u>\$ 785,591</u> | <u>\$ 636,517</u> | <u>\$ (149,074)</u> |
| Assessment and Testing | | | |
| Salaries | \$ 37,184 | \$ 39,321 | \$ 2,137 |
| Employee Benefits | 10,713 | 10,143 | (570) |
| Purchased Services | - | 102,840 | 102,840 |
| Supplies and Materials | 20,545 | 11,742 | (8,803) |
| | <u>\$ 68,442</u> | <u>\$ 164,046</u> | <u>\$ 95,604</u> |
| Total Support Services - Instructional Staff | <u>\$ 5,205,140</u> | <u>\$ 4,907,712</u> | <u>\$ (297,428)</u> |
| General Administration | | | |
| Board of Education Services | | | |
| Salaries | \$ 66,251 | \$ 66,769 | \$ 518 |
| Employee Benefits | 12,885 | 19,704 | 6,819 |
| Purchased Services | 204,546 | 166,838 | (37,708) |
| Supplies and Materials | 20,000 | 25,312 | 5,312 |
| Other Objects | 22,000 | 22,394 | 394 |
| Non-Capitalized Equipment | - | 1,079 | 1,079 |
| | <u>\$ 325,682</u> | <u>\$ 302,096</u> | <u>\$ (23,586)</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|---------------------|---|
| EXPENDITURES (Continued) | | | |
| Support Services (Continued) | | | |
| General Administration (Continued) | | | |
| Executive Administration Services | | | |
| Salaries | \$ 456,671 | \$ 460,384 | \$ 3,713 |
| Employee Benefits | 132,524 | 125,866 | (6,658) |
| Purchased Services | 8,000 | 4,378 | (3,622) |
| Supplies and Materials | 8,700 | 10,263 | 1,563 |
| Other Objects | 8,000 | 20,712 | 12,712 |
| | <u>\$ 613,895</u> | <u>\$ 621,603</u> | <u>\$ 7,708</u> |
| Special Area Administrative Services | | | |
| Salaries | \$ 744,330 | \$ 767,334 | \$ 23,004 |
| Employee Benefits | 258,108 | 254,504 | (3,604) |
| Purchased Services | 412 | 60,826 | 60,414 |
| Other Objects | 900 | 107 | (793) |
| | <u>\$ 1,003,750</u> | <u>\$ 1,082,771</u> | <u>\$ 79,021</u> |
| Risk Management and Claims Services Payments | | | |
| Purchased Services | \$ 980,262 | \$ 798,487 | \$ (181,775) |
| Other Objects | 50,000 | - | (50,000) |
| | <u>\$ 1,030,262</u> | <u>\$ 798,487</u> | <u>\$ (231,775)</u> |
| Total Support Services - General Administration | <u>\$ 2,973,589</u> | <u>\$ 2,804,957</u> | <u>\$ (168,632)</u> |
| School Administration | | | |
| Office of the Principal Services | | | |
| Salaries | \$ 3,630,727 | \$ 3,495,712 | \$ (135,015) |
| Employee Benefits | 1,018,094 | 932,624 | (85,470) |
| Purchased Services | 28,965 | 2,313 | (26,652) |
| Supplies and Materials | 33,581 | 27,858 | (5,723) |
| Other Objects | 2,965 | 1,006 | (1,959) |
| Non-Capitalized Equipment | - | 15,481 | 15,481 |
| | <u>\$ 4,714,332</u> | <u>\$ 4,474,994</u> | <u>\$ (239,338)</u> |
| Other Support Services - School Administration | | | |
| Salaries | \$ 720,164 | \$ 762,666 | \$ 42,502 |
| Employee Benefits | 113,455 | 117,129 | 3,674 |
| | <u>\$ 833,619</u> | <u>\$ 879,795</u> | <u>\$ 46,176</u> |
| Total Support Services - School Administration | <u>\$ 5,547,951</u> | <u>\$ 5,354,789</u> | <u>\$ (193,162)</u> |
| Business | | | |
| Direction of Business Support Services | | | |
| Salaries | \$ 140,737 | \$ 150,738 | \$ 10,001 |
| Employee Benefits | 29,405 | 28,436 | (969) |
| Purchased Services | 73,250 | 30,641 | (42,609) |
| Supplies and Materials | 1,200 | 886 | (314) |
| Other Objects | 500 | 750 | 250 |
| Non-Capitalized Equipment | - | 890 | 890 |
| | <u>\$ 245,092</u> | <u>\$ 212,341</u> | <u>\$ (32,751)</u> |
| Fiscal Services | | | |
| Salaries | \$ 319,785 | \$ 288,210 | \$ (31,575) |
| Employee Benefits | 37,650 | 34,784 | (2,866) |
| Purchased Services | 87,600 | 35,238 | (52,362) |
| Supplies and Materials | 15,000 | 1,212 | (13,788) |
| Other Objects | 15,900 | 14,728 | (1,172) |
| Non-Capitalized Equipment | 2,500 | 2,335 | (165) |
| | <u>\$ 478,435</u> | <u>\$ 376,507</u> | <u>\$ (101,928)</u> |
| Total Support Services - Business | <u>\$ 723,527</u> | <u>\$ 588,848</u> | <u>\$ (134,679)</u> |
| Operations and Maintenance | | | |
| Salaries | \$ 87,570 | \$ 87,570 | \$ - |
| Employee Benefits | 29,720 | 27,026 | (2,694) |
| Purchased Services | - | 57,711 | 57,711 |
| Supplies and Materials | 69,408 | 216,437 | 147,029 |
| Other Objects | - | 150 | 150 |
| Non-Capitalized Equipment | - | 52,109 | 52,109 |
| Total Support Services - Operations and Maintenance | <u>\$ 186,698</u> | <u>\$ 441,003</u> | <u>\$ 254,305</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|----------------------|---|
| EXPENDITURES (Continued) | | | |
| Support Services (Continued) | | | |
| Food Services | | | |
| Purchased Services | \$ 2,104,103 | \$ 1,899,253 | \$ (204,850) |
| Supplies and Materials | 500 | 400 | (100) |
| Total Support Services - Food Services | <u>\$ 2,104,603</u> | <u>\$ 1,899,653</u> | <u>\$ (204,950)</u> |
| Internal Services | | | |
| Purchased Services | \$ 27,665 | \$ 20,651 | \$ (7,014) |
| Supplies and Materials | 42,649 | 28,447 | (14,202) |
| Other Objects | 250 | 245 | (5) |
| Total Support Services - Internal Services | <u>\$ 70,564</u> | <u>\$ 49,343</u> | <u>\$ (21,221)</u> |
| Central | | | |
| Direction of Central Support Services | | | |
| Salaries | \$ 162,697 | \$ 164,197 | \$ 1,500 |
| Employee Benefits | 29,036 | 30,307 | 1,271 |
| Purchased Services | 2,500 | 5,909 | 3,409 |
| Supplies and Materials | 54,710 | 3,502 | (51,208) |
| Other Objects | 1,500 | 200 | (1,300) |
| Non-Capitalized Equipment | - | 2,448 | 2,448 |
| | <u>\$ 250,443</u> | <u>\$ 206,563</u> | <u>\$ (43,880)</u> |
| Information Services | | | |
| Salaries | \$ 1,320,690 | \$ 1,167,863 | \$ (152,827) |
| Employee Benefits | 228,376 | 211,359 | (17,017) |
| Purchased Services | 1,977,355 | 1,665,204 | (312,151) |
| Supplies and Materials | 56,750 | 55,124 | (1,626) |
| Other Objects | 1,830 | 1,194 | (636) |
| Non-Capitalized Equipment | 357,000 | 444,536 | 87,536 |
| | <u>\$ 3,942,001</u> | <u>\$ 3,545,280</u> | <u>\$ (396,721)</u> |
| Staff Services | | | |
| Salaries | \$ 386,442 | \$ 382,234 | \$ (4,208) |
| Employee Benefits | 77,971 | 91,121 | 13,150 |
| Purchased Services | - | 75,525 | 75,525 |
| Supplies and Materials | - | 337 | 337 |
| Other Objects | - | 4,729 | 4,729 |
| | <u>\$ 464,413</u> | <u>\$ 553,946</u> | <u>\$ 89,533</u> |
| Data Processing Services | | | |
| Purchased Services | \$ 3,000 | \$ 22,224 | \$ 19,224 |
| | <u>\$ 3,000</u> | <u>\$ 22,224</u> | <u>\$ 19,224</u> |
| Total Support Services - Central | <u>\$ 4,659,857</u> | <u>\$ 4,328,013</u> | <u>\$ (331,844)</u> |
| Other Support Services | | | |
| Salaries | \$ 111,072 | \$ 265,656 | \$ 154,584 |
| Employee Benefits | 15,495 | 57,788 | 42,293 |
| Purchased Services | - | 355,438 | 355,438 |
| Supplies and Materials | 29,500 | 48,496 | 18,996 |
| Other Objects | - | 40,121 | 40,121 |
| Non-Capitalized Equipment | - | 1,329 | 1,329 |
| Total Support Services - Other Support Services | <u>\$ 156,067</u> | <u>\$ 768,828</u> | <u>\$ 612,761</u> |
| Total Support Services | <u>\$ 31,443,745</u> | <u>\$ 30,574,363</u> | <u>\$ (869,382)</u> |
| Community Services | | | |
| Salaries | \$ 453,650 | \$ 428,163 | \$ (25,487) |
| Employee Benefits | 95,197 | 83,313 | (11,884) |
| Purchased Services | 29,900 | 7,508 | (22,392) |
| Supplies and Materials | 11,525 | 103,659 | 92,134 |
| Other Objects | - | 1,255 | 1,255 |
| Non-Capitalized Equipment | - | 13,345 | 13,345 |
| Total Community Services | <u>\$ 590,272</u> | <u>\$ 637,243</u> | <u>\$ 46,971</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|-----------------------|---|
| EXPENDITURES (Continued) | | | |
| Payments to Other Districts and Governmental Units | | | |
| Payments to Other Districts and Governmental Units (In-State) | | | |
| Payments for Special Education Programs | | | |
| Purchased Services | \$ - | \$ 337,650 | \$ 337,650 |
| Other Objects | - | 3,914 | 3,914 |
| | <u>\$ -</u> | <u>\$ 341,564</u> | <u>\$ 341,564</u> |
| Payments for CTE Programs | | | |
| Purchased Services | \$ - | \$ 15,428 | \$ 15,428 |
| | <u>\$ -</u> | <u>\$ 15,428</u> | <u>\$ 15,428</u> |
| Other Payments to In-State Govt Units | | | |
| Purchased Services | \$ 8,042,065 | \$ 117,978 | \$ (7,924,087) |
| | <u>\$ 8,042,065</u> | <u>\$ 117,978</u> | <u>\$ (7,924,087)</u> |
| Total Payments to Other Districts and Governmental Units (In-State) | <u>\$ 8,042,065</u> | <u>\$ 474,970</u> | <u>\$ (7,567,095)</u> |
| Payments to Other Districts and Governmental Units-Tuition (In-State) | | | |
| Payments for Special Education Programs | | | |
| Other Objects | \$ - | \$ 2,738,343 | \$ 2,738,343 |
| Payments for CTE Programs | | | |
| Other Objects | - | 524,259 | 524,259 |
| Total Payments to Other Districts and Governmental Units-Tuition (In-State) | <u>\$ -</u> | <u>\$ 3,262,602</u> | <u>\$ 3,262,602</u> |
| Total Payments to Other Districts and Governmental Units | <u>\$ 8,042,065</u> | <u>\$ 3,737,572</u> | <u>\$ (4,304,493)</u> |
| Capital Outlay | | | |
| Instruction | | | |
| Regular Programs | \$ 7,000 | \$ 37,408 | \$ 30,408 |
| Other Instructional Programs | 60,000 | 21,475 | (38,525) |
| Support Services | | | |
| Central | 49,700 | 44,362 | (5,338) |
| Community Services | - | 9,500 | 9,500 |
| Total Capital Outlay | <u>\$ 116,700</u> | <u>\$ 112,745</u> | <u>\$ (3,955)</u> |
| Total Expenditures | <u>\$ 94,659,136</u> | <u>\$ 138,720,729</u> | <u>\$ 44,061,593</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 1,897,981 | \$ 9,903,399 | \$ 8,005,418 |
| OTHER FINANCING SOURCES (USES) | | | |
| Interfund Transfers | - | (8,010,310) | (8,010,310) |
| NET CHANGE IN FUND BALANCE | <u>\$ 1,897,981</u> | <u>\$ 1,893,089</u> | <u>\$ (4,892)</u> |
| FUND BALANCE - JULY 1, 2020 | | 31,308,608 | |
| FUND BALANCE ADJUSTMENT (NOTE 16) | | <u>91,100</u> | |
| FUND BALANCE - JUNE 30, 2021 | | <u>\$ 33,292,797</u> | |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - OPERATIONS AND MAINTENANCE FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|-----------------------|---|
| REVENUES | | | |
| Property Taxes | \$ 3,111,725 | \$ 2,847,206 | \$ (264,519) |
| Earnings on Investments | 37,000 | 2,015 | (34,985) |
| Other Local Sources | 23,200 | 18,851 | (4,349) |
| State Aid | | | |
| General State Aid | 4,110,358 | - | (4,110,358) |
| Other Restricted Revenue from State Sources | 50,000 | - | (50,000) |
| Federal Aid | | | |
| Other Federal Aid | - | 379,106 | 379,106 |
| Total Revenues | <u>\$ 7,332,283</u> | <u>\$ 3,247,178</u> | <u>\$ (4,085,105)</u> |
| EXPENDITURES | | | |
| Support Services | | | |
| Operations and Maintenance | | | |
| Salaries | \$ 2,990,611 | \$ 3,059,071 | \$ 68,460 |
| Employee Benefits | 576,000 | 587,210 | 11,210 |
| Purchased Services | 146,000 | 990,812 | 844,812 |
| Supplies and Materials | 3,445,570 | 1,670,696 | (1,774,874) |
| Non-Capitalized Equipment | - | 136,109 | 136,109 |
| Total Support Services - Operations and Maintenance | <u>\$ 7,158,181</u> | <u>\$ 6,443,898</u> | <u>\$ (714,283)</u> |
| Other Support Services | | | |
| Supplies and Materials | \$ 169,120 | \$ - | \$ (169,120) |
| Total Support Services - Other Support Services | <u>\$ 169,120</u> | <u>\$ -</u> | <u>\$ (169,120)</u> |
| Total Support Services | <u>\$ 7,327,301</u> | <u>\$ 6,443,898</u> | <u>\$ (883,403)</u> |
| Capital Outlay | | | |
| Support Services | | | |
| Operations and Maintenance | \$ - | \$ 178,955 | \$ 178,955 |
| Total Capital Outlay | <u>\$ -</u> | <u>\$ 178,955</u> | <u>\$ 178,955</u> |
| Total Expenditures | <u>\$ 7,327,301</u> | <u>\$ 6,622,853</u> | <u>\$ (704,448)</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>\$ 4,982</u> | <u>\$ (3,375,675)</u> | <u>\$ (3,380,657)</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Interfund Transfers | \$ - | \$ 4,000,000 | \$ 4,000,000 |
| Sale or Compensation for Fixed Assets | - | 9,200 | 9,200 |
| Total Other Financing Sources (Uses) | <u>\$ -</u> | <u>\$ 4,009,200</u> | <u>\$ 4,009,200</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ 4,982</u> | <u>\$ 633,525</u> | <u>\$ 628,543</u> |
| FUND BALANCE - JULY 1, 2020 | | <u>3,171,451</u> | |
| FUND BALANCE - JUNE 30, 2021 | | <u>\$ 3,804,976</u> | |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - TRANSPORTATION FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|----------------------------|---|
| REVENUES | | | |
| Property Taxes | \$ 1,287,500 | \$ 1,338,139 | \$ 50,639 |
| Transportation Fees | 31,225 | 11,681 | (19,544) |
| Earnings on Investments | 152,000 | 3,002 | (148,998) |
| Other Local Sources | 3,700 | - | (3,700) |
| State Aid | | | |
| Transportation | 2,500,000 | 2,946,051 | 446,051 |
| Total Revenues | <u>\$ 3,974,425</u> | <u>\$ 4,298,873</u> | <u>\$ 324,448</u> |
| EXPENDITURES | | | |
| Support Services | | | |
| Transportation | | | |
| Salaries | \$ 2,207,469 | \$ 1,676,336 | \$ (531,133) |
| Employee Benefits | 708,165 | 524,587 | (183,578) |
| Purchased Services | 2,244,647 | 1,579,974 | (664,673) |
| Supplies and Materials | 160,320 | 51,519 | (108,801) |
| Other Objects | 500 | 540 | 40 |
| Total Support Services - Transportation | <u>\$ 5,321,101</u> | <u>\$ 3,832,956</u> | <u>\$ (1,488,145)</u> |
| Total Support Services | <u>\$ 5,321,101</u> | <u>\$ 3,832,956</u> | <u>\$ (1,488,145)</u> |
| Capital Outlay | | | |
| Support Services | | | |
| Transportation | \$ - | \$ 9,390 | \$ 9,390 |
| Total Capital Outlay | <u>\$ -</u> | <u>\$ 9,390</u> | <u>\$ 9,390</u> |
| Total Expenditures | <u>\$ 5,321,101</u> | <u>\$ 3,842,346</u> | <u>\$ (1,478,755)</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>\$ (1,346,676)</u> | <u>\$ 456,527</u> | <u>\$ 1,803,203</u> |
| OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>-</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (1,346,676)</u> | <u>\$ 456,527</u> | <u>\$ 1,803,203</u> |
| FUND BALANCE - JULY 1, 2020 | | <u>3,393,532</u> | |
| FUND BALANCE - JUNE 30, 2021 | | <u>\$ 3,850,059</u> | |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|---------------------|---|
| REVENUES | | | |
| Property Taxes | \$ 2,561,304 | \$ 2,452,629 | \$ (108,675) |
| Payments in Lieu of Taxes | 295,820 | 378,575 | 82,755 |
| Earnings on Investments | 19,500 | 1,969 | (17,531) |
| Other Local Sources | 175 | - | (175) |
| State Aid | | | |
| Early Childhood - Block Grant | 62,000 | 82,786 | 20,786 |
| Other Restricted Revenue from State Sources | 1,700 | 4,611 | 2,911 |
| Federal Aid | | | |
| Title I | 95,000 | 124,060 | 29,060 |
| Federal - Special Education | 85,000 | 89,191 | 4,191 |
| Title III - English Language Acquisition | 1,500 | 1,119 | (381) |
| Title II - Teacher Quality | 160 | 168 | 8 |
| Other Federal Aid | - | 152 | 152 |
| Total Revenues | <u>\$ 3,122,159</u> | <u>\$ 3,135,260</u> | <u>\$ 13,101</u> |
| EXPENDITURES | | | |
| Instruction | | | |
| Regular Programs | | | |
| Employee Benefits | \$ 329,560 | \$ 328,200 | \$ (1,360) |
| Pre-K Programs | | | |
| Employee Benefits | 56,300 | 55,044 | (1,256) |
| Special Education Programs | | | |
| Employee Benefits | 490,185 | 451,180 | (39,005) |
| Special Education Programs Pre-K | | | |
| Employee Benefits | 40,800 | 42,868 | 2,068 |
| Remedial and Supplemental Programs K-12 | | | |
| Employee Benefits | 58,125 | 59,348 | 1,223 |
| CTE Programs | | | |
| Employee Benefits | 15,450 | 17,376 | 1,926 |
| Interscholastic Programs | | | |
| Employee Benefits | 35,315 | 55,450 | 20,135 |
| Summer School Programs | | | |
| Employee Benefits | 75 | 5,280 | 5,205 |
| Driver's Education Programs | | | |
| Employee Benefits | 800 | 710 | (90) |
| Bilingual Programs | | | |
| Employee Benefits | 120,850 | 121,681 | 831 |
| Truant Alternative and Optional Programs | | | |
| Employee Benefits | 9,450 | 13,257 | 3,807 |
| Total Instruction | <u>\$ 1,156,910</u> | <u>\$ 1,150,394</u> | <u>\$ (6,516)</u> |
| Support Services | | | |
| Pupil | | | |
| Attendance and Social Work Services | | | |
| Employee Benefits | \$ 48,075 | \$ 53,054 | \$ 4,979 |
| Guidance Services | | | |
| Employee Benefits | 14,600 | 16,514 | 1,914 |
| Health Services | | | |
| Employee Benefits | 78,400 | 74,327 | (4,073) |
| Psychological Services | | | |
| Employee Benefits | 12,850 | 15,202 | 2,352 |
| Speech Pathology and Audiology Services | | | |
| Employee Benefits | 28,000 | 33,712 | 5,712 |
| Other Support Services - Pupil | | | |
| Employee Benefits | 190,613 | 194,695 | 4,082 |
| Total Support Services - Pupil | <u>\$ 372,538</u> | <u>\$ 387,504</u> | <u>\$ 14,966</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|---------------------|---|
| EXPENDITURES (Continued) | | | |
| Support Services (Continued) | | | |
| Instructional Staff | | | |
| Improvement of Instruction Services | | | |
| Employee Benefits | \$ 70,658 | \$ 71,711 | \$ 1,053 |
| Educational Media Services | | | |
| Employee Benefits | 54,950 | 52,857 | (2,093) |
| Assessment and Testing | | | |
| Employee Benefits | 539 | 570 | 31 |
| Total Support Services - Instructional Staff | <u>\$ 126,147</u> | <u>\$ 125,138</u> | <u>\$ (1,009)</u> |
| General Administration | | | |
| Board of Education Services | | | |
| Employee Benefits | \$ 10,650 | \$ 9,990 | \$ (660) |
| Executive Administration Services | | | |
| Employee Benefits | 16,500 | 15,958 | (542) |
| Special Area Administrative Services | | | |
| Employee Benefits | 11,792 | 16,240 | 4,448 |
| Total Support Services - General Administration | <u>\$ 38,942</u> | <u>\$ 42,188</u> | <u>\$ 3,246</u> |
| School Administration | | | |
| Office of the Principal Services | | | |
| Employee Benefits | \$ 214,798 | \$ 220,595 | \$ 5,797 |
| Other Support Services - School Administration | | | |
| Employee Benefits | 9,200 | 10,616 | 1,416 |
| Total Support Services - School Administration | <u>\$ 223,998</u> | <u>\$ 231,211</u> | <u>\$ 7,213</u> |
| Business | | | |
| Direction of Business Support Services | | | |
| Employee Benefits | \$ 2,044 | \$ 2,188 | \$ 144 |
| Fiscal Services | | | |
| Employee Benefits | 53,000 | 44,103 | (8,897) |
| Total Support Services - Business | <u>\$ 55,044</u> | <u>\$ 46,291</u> | <u>\$ (8,753)</u> |
| Operations and Maintenance | | | |
| Employee Benefits | \$ 466,920 | \$ 490,402 | \$ 23,482 |
| Total Support Services - Operations and Maintenance | <u>\$ 466,920</u> | <u>\$ 490,402</u> | <u>\$ 23,482</u> |
| Transportation | | | |
| Employee Benefits | \$ 327,000 | \$ 257,778 | \$ (69,222) |
| Total Support Services - Transportation | <u>\$ 327,000</u> | <u>\$ 257,778</u> | <u>\$ (69,222)</u> |
| Central | | | |
| Direction of Central Support Services | | | |
| Employee Benefits | \$ 2,362 | \$ 2,384 | \$ 22 |
| Information Services | | | |
| Employee Benefits | 214,995 | 199,969 | (15,026) |
| Staff Services | | | |
| Employee Benefits | 63,578 | 63,489 | (89) |
| Total Support Services - Central | <u>\$ 280,935</u> | <u>\$ 265,842</u> | <u>\$ (15,093)</u> |
| Other Support Services | | | |
| Employee Benefits | \$ 1,500 | \$ 5,100 | \$ 3,600 |
| Total Support Services - Other Support Services | <u>\$ 1,500</u> | <u>\$ 5,100</u> | <u>\$ 3,600</u> |
| Total Support Services | <u>\$ 1,893,024</u> | <u>\$ 1,851,454</u> | <u>\$ (41,570)</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts | Actual Amounts | Variance from Final Budget Over (Under) |
|--|---------------------|-------------------|---|
| | Original and Final | | |
| EXPENDITURES (Continued) | | | |
| Community Services | | | |
| Employee Benefits | \$ 64,225 | \$ 61,410 | \$ (2,815) |
| Total Community Services | \$ 64,225 | \$ 61,410 | \$ (2,815) |
| Payments to Other Districts and Governmental Units | | | |
| Payments for Special Education Programs | | | |
| Employee Benefits | \$ - | \$ 22,408 | \$ 22,408 |
| Total Payments to Other Districts and Governmental Units | \$ - | \$ 22,408 | \$ 22,408 |
| Total Expenditures | \$ 3,114,159 | \$ 3,085,666 | \$ (28,493) |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 8,000 | \$ 49,594 | \$ 41,594 |
| OTHER FINANCING SOURCES (USES) | | | |
| Interfund Transfers | - | 700,000 | 700,000 |
| NET CHANGE IN FUND BALANCE | \$ 8,000 | \$ 749,594 | \$ 741,594 |
| FUND BALANCE - JULY 1, 2020 | | 1,497,456 | |
| FUND BALANCE - JUNE 30, 2021 | | \$ 2,247,050 | |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
 JUNE 30, 2021

NOTE 1 - BUDGETARY PROCESS

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The budget was passed on September 21, 2020. The modified accrual basis budgeted amounts in this report are the result of full compliance with the following procedures:

For each fund, total fund expenditures may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

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

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

NOTE 2 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2021 the following funds presented as Required Supplementary Information had expenditures that exceeded the budget:

| Fund | Budget | Actual | Excess of Actual Over Budget |
|--------------|---------------|----------------|---------------------------------|
| General Fund | \$ 94,659,136 | \$ 138,720,729 | \$ 44,061,593 |

The General Fund is over budget due to the District not budgeting for State Retirement Contribution payments. These totaled \$47,401,766 for the year ended June 30, 2021.

SUPPLEMENTARY INFORMATION

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 COMBINING BALANCE SHEET
 GENERAL FUND
 JUNE 30, 2021

| | Educational Fund | Working Cash Fund | Tort Fund | Total General Fund |
|---|-----------------------------|--------------------------|----------------------------|-----------------------------|
| ASSETS | | | | |
| Cash and Cash Equivalents | \$ 29,321,706 | \$ 703,072 | \$ 1,038,823 | \$ 31,063,601 |
| Investments, at Fair Value | 10,006,234 | - | - | 10,006,234 |
| Property Taxes Receivable, net of allowance of \$165,194 | 11,352,864 | 42,161 | 558,290 | 11,953,315 |
| Due from Other Governments, net of allowance of \$0 | 2,602,571 | - | - | 2,602,571 |
| Other Accounts Receivable, net of allowance of \$0 | 206,188 | - | - | 206,188 |
| Prepaid Items | 693,345 | - | - | 693,345 |
| Total Assets | <u>\$ 54,182,908</u> | <u>\$ 745,233</u> | <u>\$ 1,597,113</u> | <u>\$ 56,525,254</u> |
| LIABILITIES | | | | |
| Accounts Payable and Accrued Expenditures | \$ 1,283,960 | \$ - | \$ 15,668 | \$ 1,299,628 |
| Payroll Liabilities | 10,603,686 | - | - | 10,603,686 |
| Total Liabilities | <u>\$ 11,887,646</u> | <u>\$ -</u> | <u>\$ 15,668</u> | <u>\$ 11,903,314</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Property Taxes - Subsequent Year | \$ 10,760,218 | \$ 39,936 | \$ 528,989 | \$ 11,329,143 |
| Total Deferred Inflows of Resources | <u>\$ 10,760,218</u> | <u>\$ 39,936</u> | <u>\$ 528,989</u> | <u>\$ 11,329,143</u> |
| FUND BALANCE | | | | |
| Nonspendable | | | | |
| Prepaid Expenses | \$ 693,345 | \$ - | \$ - | \$ 693,345 |
| Restricted | | | | |
| Student Activity | 86,261 | - | - | 86,261 |
| Drivers Education | 85,185 | - | - | 85,185 |
| Tort Liability | - | - | 320,297 | 320,297 |
| Unassigned | 30,670,253 | 705,297 | 732,159 | 32,107,709 |
| Total Fund Balance | <u>\$ 31,535,044</u> | <u>\$ 705,297</u> | <u>\$ 1,052,456</u> | <u>\$ 33,292,797</u> |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balance | <u>\$ 54,182,908</u> | <u>\$ 745,233</u> | <u>\$ 1,597,113</u> | <u>\$ 56,525,254</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GENERAL FUND
 YEAR ENDED JUNE 30, 2021

| | Educational Fund | Working Cash Fund | Tort Fund | General Fund Total |
|---|-----------------------|-----------------------|---------------------|--------------------------|
| REVENUES | | | | |
| Property Taxes | \$ 21,835,272 | \$ 64,796 | \$ 1,025,785 | \$ 22,925,853 |
| Tuition | 213,955 | - | - | 213,955 |
| Earnings on Investments | 42,064 | 915 | 890 | 43,869 |
| Food Services | 1,112 | - | - | 1,112 |
| District/School Activity Income | 339,854 | - | - | 339,854 |
| Textbooks | 16 | - | - | 16 |
| Other Local Sources | 801,436 | - | - | 801,436 |
| State Aid | 66,568,761 | - | - | 66,568,761 |
| Federal Aid | 10,327,506 | - | - | 10,327,506 |
| State Retirement Contributions | 47,401,766 | - | - | 47,401,766 |
| Total Revenues | \$ 147,531,742 | \$ 65,711 | \$ 1,026,675 | \$ 148,624,128 |
| EXPENDITURES | | | | |
| Current | | | | |
| Instruction | | | | |
| Regular Programs | \$ 28,834,811 | \$ - | \$ - | \$ 28,834,811 |
| Pre-K Programs | 797,863 | - | - | 797,863 |
| Special Education Programs | 11,810,840 | - | - | 11,810,840 |
| Special Education Programs Pre-K | 739,659 | - | - | 739,659 |
| Other Instructional Programs | 14,073,867 | - | - | 14,073,867 |
| State Retirement Contributions | 47,401,766 | - | - | 47,401,766 |
| Support Services | | | | |
| Pupil | 9,431,217 | - | - | 9,431,217 |
| Instructional Staff | 4,907,712 | - | - | 4,907,712 |
| General Administration | 1,877,235 | - | 927,722 | 2,804,957 |
| School Administration | 5,354,789 | - | - | 5,354,789 |
| Business | 559,630 | - | 29,218 | 588,848 |
| Operations and Maintenance | 441,003 | - | - | 441,003 |
| Food Services | 1,899,653 | - | - | 1,899,653 |
| Internal Services | 49,343 | - | - | 49,343 |
| Central | 4,322,329 | - | 5,684 | 4,328,013 |
| Other Support Services | 764,294 | - | 4,534 | 768,828 |
| Community Services | 637,243 | - | - | 637,243 |
| Payments to Other Districts and Governmental Units | 3,737,572 | - | - | 3,737,572 |
| Capital Outlay | 112,745 | - | - | 112,745 |
| Total Expenditures | \$ 137,753,571 | \$ - | \$ 967,158 | \$ 138,720,729 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | | | | |
| | \$ 9,778,171 | \$ 65,711 | \$ 59,517 | \$ 9,903,399 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Interfund Transfers | \$ (7,310,310) | \$ (1,200,000) | \$ 500,000 | \$ (8,010,310) |
| NET CHANGE IN FUND BALANCES | \$ 2,467,861 | \$ (1,134,289) | \$ 559,517 | \$ 1,893,089 |
| FUND BALANCE - JULY 1, 2020 | 28,976,083 | 1,839,586 | 492,939 | 31,308,608 |
| FUND BALANCE ADJUSTMENT (NOTE 16) | 91,100 | - | - | 91,100 |
| FUND BALANCE - JUNE 30, 2021 | \$ 31,535,044 | \$ 705,297 | \$ 1,052,456 | \$ 33,292,797 |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted | Actual | Variance from Final Budget Over (Under) |
|---|-------------------------------|-----------------------|---|
| | Amounts Original and Final | | |
| REVENUES | | | |
| Property Taxes | \$ 21,441,540 | \$ 21,835,272 | \$ 393,732 |
| Tuition | 187,000 | 213,955 | 26,955 |
| Earnings on Investments | 570,100 | 42,064 | (528,036) |
| Food Services | 51,000 | 1,112 | (49,888) |
| District/School Activity Income | 566,300 | 339,854 | (226,446) |
| Textbooks | 2,000 | 16 | (1,984) |
| Other Local Sources | 438,169 | 801,436 | 363,267 |
| State Aid | | | |
| Evidence Based Funding | 59,861,683 | 64,512,389 | 4,650,706 |
| Special Education | 409,000 | 463,303 | 54,303 |
| Career and Technical Education | 15,466 | 15,466 | - |
| State Free Lunch and Breakfast | 45,000 | 20,774 | (24,226) |
| Driver Education | 40,000 | 46,654 | 6,654 |
| Early Childhood - Block Grant | 1,177,682 | 1,246,536 | 68,854 |
| Other Restricted Revenue from State Sources | 238,926 | 263,639 | 24,713 |
| Federal Aid | | | |
| Food Service | 3,240,000 | 2,484,814 | (755,186) |
| Title I | 2,258,280 | 2,297,660 | 39,380 |
| Federal Special Education | 1,645,659 | 1,708,062 | 62,403 |
| CTE - Perkins | 36,621 | 33,546 | (3,075) |
| Title III - English Language Acquisition | 385,000 | 221,885 | (163,115) |
| Title II - Teacher Quality | 100,000 | 86,730 | (13,270) |
| Medicaid Matching Funds - Administrative Outreach | 200,000 | 331,963 | 131,963 |
| Medicaid Matching Funds - Fee-for-Service Program | 900,000 | 791,885 | (108,115) |
| Other Federal Aid | 1,694,662 | 2,370,961 | 676,299 |
| State Retirement Contributions | - | 47,401,766 | 47,401,766 |
| Total Revenues | \$ 95,504,088 | \$ 147,531,742 | \$ 52,027,654 |
| EXPENDITURES | | | |
| Instruction | | | |
| Regular Programs | | | |
| Salaries | \$ 22,094,007 | \$ 21,909,445 | \$ (184,562) |
| Employee Benefits | 3,653,756 | 3,621,846 | (31,910) |
| Purchased Services | 1,340,110 | 1,358,429 | 18,319 |
| Supplies and Materials | 1,091,683 | 1,839,282 | 747,599 |
| Other Objects | 2,838 | 4,944 | 2,106 |
| Non-Capitalized Equipment | 24,965 | 100,865 | 75,900 |
| | <u>\$ 28,207,359</u> | <u>\$ 28,834,811</u> | <u>\$ 627,452</u> |
| Pre-K Programs | | | |
| Salaries | \$ 863,786 | \$ 553,343 | \$ (310,443) |
| Employee Benefits | 67,800 | 151,894 | 84,094 |
| Purchased Services | - | 7,151 | 7,151 |
| Supplies and Materials | 35,075 | 72,890 | 37,815 |
| Non-Capitalized Equipment | - | 12,585 | 12,585 |
| | <u>\$ 966,661</u> | <u>\$ 797,863</u> | <u>\$ (168,798)</u> |
| Special Education Programs | | | |
| Salaries | \$ 8,755,237 | \$ 8,541,573 | \$ (213,664) |
| Employee Benefits | 1,065,912 | 1,655,591 | 589,679 |
| Purchased Services | 95 | 126,640 | 126,545 |
| Supplies and Materials | 60,475 | 49,608 | (10,867) |
| Other Objects | - | 780 | 780 |
| Non-Capitalized Equipment | 950 | - | (950) |
| | <u>\$ 9,882,669</u> | <u>\$ 10,374,192</u> | <u>\$ 491,523</u> |
| Special Education Programs Pre-K | | | |
| Salaries | \$ 691,550 | \$ 609,505 | \$ (82,045) |
| Employee Benefits | 102,275 | 126,309 | 24,034 |
| Purchased Services | - | 517 | 517 |
| Supplies and Materials | 705 | 3,328 | 2,623 |
| | <u>\$ 794,530</u> | <u>\$ 739,659</u> | <u>\$ (54,871)</u> |
| Remedial and Supplemental Programs K-12 | | | |
| Salaries | \$ 3,344,779 | \$ 2,879,894 | \$ (464,885) |
| Employee Benefits | 478,430 | 435,877 | (42,553) |
| Purchased Services | - | 2,250 | 2,250 |
| Supplies and Materials | 130 | - | (130) |
| | <u>\$ 3,823,339</u> | <u>\$ 3,318,021</u> | <u>\$ (505,318)</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|--|--|-----------------------|---|
| EXPENDITURES (Continued) | | | |
| Instruction (Continued) | | | |
| CTE Programs | | | |
| Salaries | \$ 1,254,480 | \$ 1,252,543 | \$ (1,937) |
| Employee Benefits | 172,430 | 164,667 | (7,763) |
| Purchased Services | 6,000 | 6,804 | 804 |
| Supplies and Materials | 44,855 | 42,274 | (2,581) |
| Other Objects | 40 | 2 | (38) |
| Non-Capitalized Equipment | 3,325 | - | (3,325) |
| | <u>\$ 1,481,130</u> | <u>\$ 1,466,290</u> | <u>\$ (14,840)</u> |
| Interscholastic Programs | | | |
| Salaries | \$ 727,741 | \$ 1,144,437 | \$ 416,696 |
| Employee Benefits | 93,660 | 94,912 | 1,252 |
| Purchased Services | 71,210 | 36,057 | (35,153) |
| Supplies and Materials | 168,741 | 204,329 | 35,588 |
| Other Objects | 47,200 | 25,640 | (21,560) |
| Non-Capitalized Equipment | 16,500 | 22,122 | 5,622 |
| | <u>\$ 1,125,052</u> | <u>\$ 1,527,497</u> | <u>\$ 402,445</u> |
| Summer School Programs | | | |
| Salaries | \$ 156,705 | \$ 152,554 | \$ (4,151) |
| Employee Benefits | 3,225 | 4,305 | 1,080 |
| Supplies and Materials | 4,380 | 43,446 | 39,066 |
| | <u>\$ 164,310</u> | <u>\$ 200,305</u> | <u>\$ 35,995</u> |
| Driver's Education Programs | | | |
| Salaries | \$ 35,000 | \$ 18,338 | \$ (16,662) |
| Employee Benefits | 630 | 222 | (408) |
| Purchased Services | 3,889 | 6,952 | 3,063 |
| Supplies and Materials | 20 | 1,532 | 1,512 |
| | <u>\$ 39,539</u> | <u>\$ 27,044</u> | <u>\$ (12,495)</u> |
| Bilingual Programs | | | |
| Salaries | \$ 6,681,096 | \$ 6,272,982 | \$ (408,114) |
| Employee Benefits | 1,025,985 | 1,060,650 | 34,665 |
| Purchased Services | - | 4,557 | 4,557 |
| Supplies and Materials | 1,200 | 59,709 | 58,509 |
| | <u>\$ 7,708,281</u> | <u>\$ 7,397,898</u> | <u>\$ (310,383)</u> |
| Truant Alternative and Optional Programs | | | |
| Salaries | \$ 80,889 | \$ 86,387 | \$ 5,498 |
| Employee Benefits | 16,595 | 23,921 | 7,326 |
| | <u>\$ 97,484</u> | <u>\$ 110,308</u> | <u>\$ 12,824</u> |
| Private Tuition | | | |
| Special Education Programs K-12 | | | |
| Other Objects | \$ - | \$ 1,436,648 | \$ 1,436,648 |
| | <u>\$ -</u> | <u>\$ 1,436,648</u> | <u>\$ 1,436,648</u> |
| Student Activity Fund Expenditures | | | |
| Other Objects | \$ 176,000 | \$ 26,504 | \$ (149,496) |
| | <u>\$ 176,000</u> | <u>\$ 26,504</u> | <u>\$ (149,496)</u> |
| State Retirement Contributions | | | |
| | \$ - | \$ 47,401,766 | \$ 47,401,766 |
| Total Instruction | | | |
| | <u>\$ 54,466,354</u> | <u>\$ 103,658,806</u> | <u>\$ 49,192,452</u> |
| Support Services | | | |
| Pupil | | | |
| Attendance and Social Work Services | | | |
| Salaries | \$ 1,972,916 | \$ 1,923,573 | \$ (49,343) |
| Employee Benefits | 226,307 | 309,069 | 82,762 |
| Purchased Services | 10,585 | - | (10,585) |
| Supplies and Materials | 500 | 8,507 | 8,007 |
| | <u>\$ 2,210,308</u> | <u>\$ 2,241,149</u> | <u>\$ 30,841</u> |
| Guidance Services | | | |
| Salaries | \$ 1,295,868 | \$ 1,183,618 | \$ (112,250) |
| Employee Benefits | 166,930 | 172,841 | 5,911 |
| Purchased Services | 300 | 179 | (121) |
| Supplies and Materials | 4,500 | 771 | (3,729) |
| Other Objects | 775 | 1,288 | 513 |
| | <u>\$ 1,468,373</u> | <u>\$ 1,358,697</u> | <u>\$ (109,676)</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|---------------------|---|
| EXPENDITURES (Continued) | | | |
| Support Services | | | |
| Pupil (Continued) | | | |
| Health Services | | | |
| Salaries | \$ 846,182 | \$ 700,428 | \$ (145,754) |
| Employee Benefits | 152,710 | 146,909 | (5,801) |
| Purchased Services | 500 | 34,990 | 34,490 |
| Supplies and Materials | 15,980 | 31,674 | 15,694 |
| Non-Capitalized Equipment | - | 2,338 | 2,338 |
| | <u>\$ 1,015,372</u> | <u>\$ 916,339</u> | <u>\$ (99,033)</u> |
| Psychological Services | | | |
| Salaries | \$ 1,083,223 | \$ 1,099,367 | \$ 16,144 |
| Employee Benefits | 151,120 | 139,701 | (11,419) |
| Purchased Services | - | 62,700 | 62,700 |
| Supplies and Materials | - | 10,582 | 10,582 |
| | <u>\$ 1,234,343</u> | <u>\$ 1,312,350</u> | <u>\$ 78,007</u> |
| Speech Pathology and Audiology Services | | | |
| Salaries | \$ 1,770,441 | \$ 1,592,873 | \$ (177,568) |
| Employee Benefits | 263,315 | 261,300 | (2,015) |
| Purchased Services | - | 118,613 | 118,613 |
| Supplies and Materials | - | 8,938 | 8,938 |
| | <u>\$ 2,033,756</u> | <u>\$ 1,981,724</u> | <u>\$ (52,032)</u> |
| Other Support Services - Pupil | | | |
| Salaries | \$ 1,526,815 | \$ 1,311,622 | \$ (215,193) |
| Employee Benefits | 300,697 | 258,777 | (41,920) |
| Purchased Services | 18,985 | 24,260 | 5,275 |
| Supplies and Materials | 7,100 | 26,299 | 19,199 |
| | <u>\$ 1,853,597</u> | <u>\$ 1,620,958</u> | <u>\$ (232,639)</u> |
| Total Support Services - Pupil | <u>\$ 9,815,749</u> | <u>\$ 9,431,217</u> | <u>\$ (384,532)</u> |
| Instructional Staff | | | |
| Improvement of Instruction Services | | | |
| Salaries | \$ 3,090,452 | \$ 3,008,383 | \$ (82,069) |
| Employee Benefits | 593,645 | 694,994 | 101,349 |
| Purchased Services | 146,030 | 257,127 | 111,097 |
| Supplies and Materials | 520,980 | 143,734 | (377,246) |
| Other Objects | - | 1,364 | 1,364 |
| Non-Capitalized Equipment | - | 1,547 | 1,547 |
| | <u>\$ 4,351,107</u> | <u>\$ 4,107,149</u> | <u>\$ (243,958)</u> |
| Educational Media Services | | | |
| Salaries | \$ 617,420 | \$ 393,546 | \$ (223,874) |
| Employee Benefits | 155,258 | 95,717 | (59,541) |
| Purchased Services | - | 65,472 | 65,472 |
| Supplies and Materials | 9,678 | 65,117 | 55,439 |
| Other Objects | 235 | - | (235) |
| Non-Capitalized Equipment | 3,000 | 16,665 | 13,665 |
| | <u>\$ 785,591</u> | <u>\$ 636,517</u> | <u>\$ (149,074)</u> |
| Assessment and Testing | | | |
| Salaries | \$ 37,184 | \$ 39,321 | \$ 2,137 |
| Employee Benefits | 10,713 | 10,143 | (570) |
| Purchased Services | - | 102,840 | 102,840 |
| Supplies and Materials | 20,545 | 11,742 | (8,803) |
| | <u>\$ 68,442</u> | <u>\$ 164,046</u> | <u>\$ 95,604</u> |
| Total Support Services - Instructional Staff | <u>\$ 5,205,140</u> | <u>\$ 4,907,712</u> | <u>\$ (297,428)</u> |
| General Administration | | | |
| Board of Education Services | | | |
| Salaries | \$ 66,251 | \$ 66,769 | \$ 518 |
| Employee Benefits | 12,885 | 19,704 | 6,819 |
| Purchased Services | 117,125 | 66,352 | (50,773) |
| Supplies and Materials | 20,000 | 25,312 | 5,312 |
| Other Objects | 22,000 | 22,394 | 394 |
| Non-Capitalized Equipment | - | 1,079 | 1,079 |
| | <u>\$ 238,261</u> | <u>\$ 201,610</u> | <u>\$ (36,651)</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|---------------------|---|
| EXPENDITURES (Continued) | | | |
| Support Services (Continued) | | | |
| General Administration (Continued) | | | |
| Executive Administration Services | | | |
| Salaries | \$ 456,671 | \$ 460,384 | \$ 3,713 |
| Employee Benefits | 132,524 | 125,866 | (6,658) |
| Purchased Services | 8,000 | 4,378 | (3,622) |
| Supplies and Materials | 8,700 | 10,263 | 1,563 |
| Other Objects | 8,000 | 20,712 | 12,712 |
| | <u>\$ 613,895</u> | <u>\$ 621,603</u> | <u>\$ 7,708</u> |
| Special Area Administrative Services | | | |
| Salaries | \$ 744,330 | \$ 767,334 | \$ 23,004 |
| Employee Benefits | 258,108 | 254,504 | (3,604) |
| Purchased Services | 412 | 32,077 | 31,665 |
| Other Objects | 900 | 107 | (793) |
| | <u>\$ 1,003,750</u> | <u>\$ 1,054,022</u> | <u>\$ 50,272</u> |
| Total Support Services - General Administration | <u>\$ 1,855,906</u> | <u>\$ 1,877,235</u> | <u>\$ 21,329</u> |
| School Administration | | | |
| Office of the Principal Services | | | |
| Salaries | \$ 3,630,727 | \$ 3,495,712 | \$ (135,015) |
| Employee Benefits | 1,018,094 | 932,624 | (85,470) |
| Purchased Services | 28,965 | 2,313 | (26,652) |
| Supplies and Materials | 33,581 | 27,858 | (5,723) |
| Other Objects | 2,965 | 1,006 | (1,959) |
| Non-Capitalized Equipment | - | 15,481 | 15,481 |
| | <u>\$ 4,714,332</u> | <u>\$ 4,474,994</u> | <u>\$ (239,338)</u> |
| Other Support Services - School Administration | | | |
| Salaries | \$ 720,164 | \$ 762,666 | \$ 42,502 |
| Employee Benefits | 113,455 | 117,129 | 3,674 |
| | <u>\$ 833,619</u> | <u>\$ 879,795</u> | <u>\$ 46,176</u> |
| Total Support Services - School Administration | <u>\$ 5,547,951</u> | <u>\$ 5,354,789</u> | <u>\$ (193,162)</u> |
| Business | | | |
| Direction of Business Support Services | | | |
| Salaries | \$ 140,737 | \$ 150,738 | \$ 10,001 |
| Employee Benefits | 29,405 | 28,436 | (969) |
| Purchased Services | 73,250 | 1,423 | (71,827) |
| Supplies and Materials | 1,200 | 886 | (314) |
| Other Objects | 500 | 750 | 250 |
| Non-Capitalized Equipment | - | 890 | 890 |
| | <u>\$ 245,092</u> | <u>\$ 183,123</u> | <u>\$ (61,969)</u> |
| Fiscal Services | | | |
| Salaries | \$ 319,785 | \$ 288,210 | \$ (31,575) |
| Employee Benefits | 37,650 | 34,784 | (2,866) |
| Purchased Services | 87,600 | 35,238 | (52,362) |
| Supplies and Materials | 15,000 | 1,212 | (13,788) |
| Other Objects | 15,900 | 14,728 | (1,172) |
| Non-Capitalized Equipment | 2,500 | 2,335 | (165) |
| | <u>\$ 478,435</u> | <u>\$ 376,507</u> | <u>\$ (101,928)</u> |
| Total Support Services - Business | <u>\$ 723,527</u> | <u>\$ 559,630</u> | <u>\$ (163,897)</u> |
| Operations and Maintenance | | | |
| Salaries | \$ 87,570 | \$ 87,570 | \$ - |
| Employee Benefits | 29,720 | 27,026 | (2,694) |
| Purchased Services | - | 57,711 | 57,711 |
| Supplies and Materials | 69,408 | 216,437 | 147,029 |
| Other Objects | - | 150 | 150 |
| Non-Capitalized Equipment | - | 52,109 | 52,109 |
| Total Support Services - Operations and Maintenance | <u>\$ 186,698</u> | <u>\$ 441,003</u> | <u>\$ 254,305</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|----------------------|---|
| EXPENDITURES (Continued) | | | |
| Support Services (Continued) | | | |
| Food Services | | | |
| Purchased Services | \$ 2,104,103 | \$ 1,899,253 | \$ (204,850) |
| Supplies and Materials | 500 | 400 | (100) |
| Total Support Services - Food Services | <u>\$ 2,104,603</u> | <u>\$ 1,899,653</u> | <u>\$ (204,950)</u> |
| Internal Services | | | |
| Purchased Services | \$ 27,665 | \$ 20,651 | \$ (7,014) |
| Supplies and Materials | 42,649 | 28,447 | (14,202) |
| Other Objects | 250 | 245 | (5) |
| Total Support Services - Internal Services | <u>\$ 70,564</u> | <u>\$ 49,343</u> | <u>\$ (21,221)</u> |
| Central | | | |
| Direction of Central Support Services | | | |
| Salaries | \$ 162,697 | \$ 164,197 | \$ 1,500 |
| Employee Benefits | 29,036 | 30,307 | 1,271 |
| Purchased Services | 2,500 | 225 | (2,275) |
| Supplies and Materials | 54,710 | 3,502 | (51,208) |
| Other Objects | 1,500 | 200 | (1,300) |
| Non-Capitalized Equipment | - | 2,448 | 2,448 |
| | <u>\$ 250,443</u> | <u>\$ 200,879</u> | <u>\$ (49,564)</u> |
| Information Services | | | |
| Salaries | \$ 1,320,690 | \$ 1,167,863 | \$ (152,827) |
| Employee Benefits | 228,376 | 211,359 | (17,017) |
| Purchased Services | 1,977,355 | 1,665,204 | (312,151) |
| Supplies and Materials | 56,750 | 55,124 | (1,626) |
| Other Objects | 1,830 | 1,194 | (636) |
| Non-Capitalized Equipment | 357,000 | 444,536 | 87,536 |
| | <u>\$ 3,942,001</u> | <u>\$ 3,545,280</u> | <u>\$ (396,721)</u> |
| Staff Services | | | |
| Salaries | \$ 386,442 | \$ 382,234 | \$ (4,208) |
| Employee Benefits | 77,971 | 91,121 | 13,150 |
| Purchased Services | - | 75,525 | 75,525 |
| Supplies and Materials | - | 337 | 337 |
| Other Objects | - | 4,729 | 4,729 |
| | <u>\$ 464,413</u> | <u>\$ 553,946</u> | <u>\$ 89,533</u> |
| Data Processing Services | | | |
| Purchased Services | \$ 3,000 | \$ 22,224 | \$ 19,224 |
| | <u>\$ 3,000</u> | <u>\$ 22,224</u> | <u>\$ 19,224</u> |
| Total Support Services - Central | <u>\$ 4,659,857</u> | <u>\$ 4,322,329</u> | <u>\$ (337,528)</u> |
| Other Support Services | | | |
| Salaries | \$ 111,072 | \$ 265,656 | \$ 154,584 |
| Employee Benefits | 15,495 | 57,788 | 42,293 |
| Purchased Services | - | 350,904 | 350,904 |
| Supplies and Materials | 29,500 | 48,496 | 18,996 |
| Other Objects | - | 40,121 | 40,121 |
| Non-Capitalized Equipment | - | 1,329 | 1,329 |
| Total Support Services - Other Support Services | <u>\$ 156,067</u> | <u>\$ 764,294</u> | <u>\$ 608,227</u> |
| Total Support Services | <u>\$ 30,326,062</u> | <u>\$ 29,607,205</u> | <u>\$ (718,857)</u> |
| Community Services | | | |
| Salaries | \$ 453,650 | \$ 428,163 | \$ (25,487) |
| Employee Benefits | 95,197 | 83,313 | (11,884) |
| Purchased Services | 29,900 | 7,508 | (22,392) |
| Supplies and Materials | 11,525 | 103,659 | 92,134 |
| Other Objects | - | 1,255 | 1,255 |
| Non-Capitalized Equipment | - | 13,345 | 13,345 |
| Total Community Services | <u>\$ 590,272</u> | <u>\$ 637,243</u> | <u>\$ 46,971</u> |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts | | Actual Amounts | Variance from Final Budget Over (Under) |
|---|---------------------------|-----------|--------------------|---|
| | <u>Original and Final</u> | | <u>Amounts</u> | <u>Over (Under)</u> |
| EXPENDITURES (Continued) | | | | |
| Payments to Other Districts and Governmental Units | | | | |
| Payments to Other Districts and Governmental Units (In-State) | | | | |
| Payments for Special Education Programs | | | | |
| Purchased Services | \$ - | \$ | 337,650 | \$ 337,650 |
| Other Objects | - | | 3,914 | 3,914 |
| | <u>\$ -</u> | <u>\$</u> | <u>341,564</u> | <u>\$ 341,564</u> |
| Payments for CTE Programs | | | | |
| Purchased Services | - | \$ | 15,428 | \$ 15,428 |
| | <u>\$ -</u> | <u>\$</u> | <u>15,428</u> | <u>\$ 15,428</u> |
| Other Payments to In-State Govt Units | | | | |
| Purchased Services | \$ 8,042,065 | \$ | 117,978 | \$ (7,924,087) |
| | <u>\$ 8,042,065</u> | <u>\$</u> | <u>117,978</u> | <u>\$ (7,924,087)</u> |
| Total Payments to Other Districts and Governmental Units (In-State) | <u>\$ 8,042,065</u> | <u>\$</u> | <u>474,970</u> | <u>\$ (7,567,095)</u> |
| Payments to Other Districts and Governmental Units-Tuition (In-State) | | | | |
| Payments for Special Education Programs | | | | |
| Other Objects | \$ - | \$ | 2,738,343 | \$ 2,738,343 |
| Payments for CTE Programs | | | | |
| Other Objects | - | | 524,259 | 524,259 |
| Total Payments to Other Districts and Governmental Units-Tuition (In-State) | <u>\$ -</u> | <u>\$</u> | <u>3,262,602</u> | <u>\$ 3,262,602</u> |
| Total Payments to Other Districts and Governmental Units | <u>\$ 8,042,065</u> | <u>\$</u> | <u>3,737,572</u> | <u>\$ (4,304,493)</u> |
| Capital Outlay | | | | |
| Instruction | | | | |
| Regular Programs | \$ 7,000 | \$ | 37,408 | \$ 30,408 |
| Other Instructional Programs | 60,000 | | 21,475 | (38,525) |
| Support Services | | | | |
| Central | 49,700 | | 44,362 | (5,338) |
| Community Services | - | | 9,500 | 9,500 |
| Total Capital Outlay | <u>\$ 116,700</u> | <u>\$</u> | <u>112,745</u> | <u>\$ (3,955)</u> |
| Total Expenditures | <u>\$ 93,541,453</u> | <u>\$</u> | <u>137,753,571</u> | <u>\$ 44,212,118</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 1,962,635 | \$ | 9,778,171 | \$ 7,815,536 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Interfund Transfers | - | | (7,310,310) | (7,310,310) |
| NET CHANGE IN FUND BALANCE | <u>\$ 1,962,635</u> | <u>\$</u> | <u>2,467,861</u> | <u>\$ 505,226</u> |
| FUND BALANCE - JULY 1, 2020 | | | 28,976,083 | |
| FUND BALANCE ADJUSTMENT (NOTE 16) | | | 91,100 | |
| FUND BALANCE - JUNE 30, 2021 | | <u>\$</u> | <u>31,535,044</u> | |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL FUND - WORKING CASH FUND
 YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|-----------------------|---|
| REVENUES | | | |
| Property Taxes | \$ 50,182 | \$ 64,796 | \$ 14,614 |
| Earnings on Investments | 10,200 | 915 | (9,285) |
| Total Revenues | <u>\$ 60,382</u> | <u>\$ 65,711</u> | <u>\$ 5,329</u> |
| EXPENDITURES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 60,382 | \$ 65,711 | \$ 5,329 |
| OTHER FINANCING SOURCES (USES) | | | |
| Interfund Transfers | - | (1,200,000) | (1,200,000) |
| NET CHANGE IN FUND BALANCE | <u>\$ 60,382</u> | <u>\$ (1,134,289)</u> | <u>\$ (1,194,671)</u> |
| FUND BALANCE - JULY 1, 2020 | | <u>1,839,586</u> | |
| FUND BALANCE - JUNE 30, 2021 | | <u>\$ 705,297</u> | |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - TORT FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|---------------------|---|
| REVENUES | | | |
| Property Taxes | \$ 989,647 | \$ 1,025,785 | \$ 36,138 |
| Earnings on Investments | 3,000 | 890 | (2,110) |
| Total Revenues | <u>\$ 992,647</u> | <u>\$ 1,026,675</u> | <u>\$ 34,028</u> |
| EXPENDITURES | | | |
| Support Services | | | |
| General Administration | | | |
| Board of Education Services | | | |
| Purchased Services | \$ 87,421 | \$ 100,486 | \$ 13,065 |
| | <u>\$ 87,421</u> | <u>\$ 100,486</u> | <u>\$ 13,065</u> |
| Special Area Administration Services | | | |
| Purchased Services | \$ - | \$ 28,749 | \$ 28,749 |
| | <u>\$ -</u> | <u>\$ 28,749</u> | <u>\$ 28,749</u> |
| Risk Management and Claims Services Payments | | | |
| Purchased Services | \$ 980,262 | \$ 798,487 | \$ (181,775) |
| Other Objects | 50,000 | - | (50,000) |
| | <u>\$ 1,030,262</u> | <u>\$ 798,487</u> | <u>\$ (231,775)</u> |
| Total Support Services - General Administration | <u>\$ 1,117,683</u> | <u>\$ 927,722</u> | <u>\$ (189,961)</u> |
| Business | | | |
| Direction of Business Support Services | | | |
| Purchased Services | \$ - | \$ 29,218 | \$ 29,218 |
| Total Support Services - Business | <u>\$ -</u> | <u>\$ 29,218</u> | <u>\$ 29,218</u> |
| Central | | | |
| Staff Services | | | |
| Purchased Services | \$ - | \$ 5,684 | \$ 5,684 |
| Total Support Services - Central | <u>\$ -</u> | <u>\$ 5,684</u> | <u>\$ 5,684</u> |
| Other Support Services | | | |
| Other Support Services | | | |
| Purchased Services | \$ - | \$ 4,534 | \$ 4,534 |
| Total Support Services - Other | <u>\$ -</u> | <u>\$ 4,534</u> | <u>\$ 4,534</u> |
| Total Support Services | <u>\$ 1,117,683</u> | <u>\$ 967,158</u> | <u>\$ (150,525)</u> |
| Total Expenditures | <u>\$ 1,117,683</u> | <u>\$ 967,158</u> | <u>\$ (150,525)</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>\$ (125,036)</u> | <u>\$ 59,517</u> | <u>\$ 184,553</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Interfund Transfers | - | 500,000 | 500,000 |
| NET CHANGE IN FUND BALANCE | <u>\$ (125,036)</u> | <u>\$ 559,517</u> | <u>\$ 684,553</u> |
| FUND BALANCE - JULY 1, 2020 | | 492,939 | |
| FUND BALANCE - JUNE 30, 2021 | | <u>\$ 1,052,456</u> | |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICES FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|-----------------------|---|
| REVENUES | | | |
| Property Taxes | \$ 5,268,062 | \$ 2,682,220 | \$ (2,585,842) |
| Earnings on Investments | 94,000 | 3,022 | (90,978) |
| Other Local Sources | 9,000 | - | (9,000) |
| Total Revenues | <u>\$ 5,371,062</u> | <u>\$ 2,685,242</u> | <u>\$ (2,685,820)</u> |
| EXPENDITURES | | | |
| Debt Services | | | |
| Interest | | | |
| Other Interest on Long-Term Debt | | | |
| Other Objects | \$ 1,782,291 | \$ 1,782,292 | \$ 1 |
| Total Debt Services - Interest | <u>\$ 1,782,291</u> | <u>\$ 1,782,292</u> | <u>\$ 1</u> |
| Payments of Principal on Long-Term Debt | | | |
| Other Objects | \$ 4,273,275 | \$ 4,273,275 | \$ - |
| Total Debt Services - Payment of Principal on Long-Term Debt | <u>\$ 4,273,275</u> | <u>\$ 4,273,275</u> | <u>\$ -</u> |
| Other | | | |
| Purchased Services | \$ 2,000 | \$ 2,000 | \$ - |
| Other Objects | 2,050 | 2,325 | 275 |
| Total Debt Services - Other | <u>\$ 4,050</u> | <u>\$ 4,325</u> | <u>\$ 275</u> |
| Total Debt Services | <u>\$ 6,059,616</u> | <u>\$ 6,059,892</u> | <u>\$ 276</u> |
| Total Expenditures | <u>\$ 6,059,616</u> | <u>\$ 6,059,892</u> | <u>\$ 276</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>\$ (688,554)</u> | <u>\$ (3,374,650)</u> | <u>\$ (2,686,096)</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Interfund Transfers | - | 3,310,310 | 3,310,310 |
| NET CHANGE IN FUND BALANCE | <u>\$ (688,554)</u> | <u>\$ (64,340)</u> | <u>\$ 624,214</u> |
| FUND BALANCE - JULY 1, 2020 | | <u>3,876,605</u> | |
| FUND BALANCE - JUNE 30, 2021 | | <u>\$ 3,812,265</u> | |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|---------------------|---|
| REVENUES | | | |
| Earnings on Investments | \$ 25,000 | \$ 3,480 | \$ (21,520) |
| Other Local Sources | 20,000 | - | (20,000) |
| Total Revenues | <u>\$ 45,000</u> | <u>\$ 3,480</u> | <u>\$ (41,520)</u> |
| EXPENDITURES | | | |
| Support Services | | | |
| Facilities Acquisition and Construction Services | | | |
| Purchased Services | \$ 500,000 | \$ - | \$ (500,000) |
| Total Support Services - Facilities Acquisition and Construction Services | <u>\$ 500,000</u> | <u>\$ -</u> | <u>\$ (500,000)</u> |
| Total Support Services | <u>\$ 500,000</u> | <u>\$ -</u> | <u>\$ (500,000)</u> |
| Capital Outlay | | | |
| Support Services | | | |
| Facilities Acquisition and Construction Services | \$ - | \$ 117,647 | \$ 117,647 |
| Total Capital Outlay | <u>\$ -</u> | <u>\$ 117,647</u> | <u>\$ 117,647</u> |
| Total Expenditures | <u>\$ 500,000</u> | <u>\$ 117,647</u> | <u>\$ (382,353)</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>\$ (455,000)</u> | <u>\$ (114,167)</u> | <u>\$ 340,833</u> |
| OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>-</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (455,000)</u> | <u>\$ (114,167)</u> | <u>\$ 340,833</u> |
| FUND BALANCE - JULY 1, 2020 | | <u>1,221,446</u> | |
| FUND BALANCE - JUNE 30, 2021 | | <u>\$ 1,107,279</u> | |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND - FIRE PREVENTION AND SAFETY FUND
YEAR ENDED JUNE 30, 2021

| | Budgeted Amounts <u>Original and Final</u> | Actual Amounts | Variance from Final Budget Over (Under) |
|---|--|-------------------|---|
| REVENUES | | | |
| Property Taxes | \$ 333,821 | \$ 294,568 | \$ (39,253) |
| Earnings on Investments | - | 506 | 506 |
| Total Revenues | <u>\$ 333,821</u> | <u>\$ 295,074</u> | <u>\$ (38,747)</u> |
| EXPENDITURES | | | |
| Support Services | | | |
| Operations and Maintenance | | | |
| Purchased Services | \$ 333,821 | \$ 200,186 | \$ (133,635) |
| Supplies and Materials | - | 4,102 | 4,102 |
| Other Objects | - | 3,590 | 3,590 |
| Total Support Services - Operations and Maintenance | <u>\$ 333,821</u> | <u>\$ 207,878</u> | <u>\$ (125,943)</u> |
| Total Support Services | <u>\$ 333,821</u> | <u>\$ 207,878</u> | <u>\$ (125,943)</u> |
| Capital Outlay | | | |
| Support Services | | | |
| Operations and Maintenance | \$ - | \$ 37,575 | \$ 37,575 |
| Total Capital Outlay | <u>\$ -</u> | <u>\$ 37,575</u> | <u>\$ 37,575</u> |
| Total Expenditures | <u>\$ 333,821</u> | <u>\$ 245,453</u> | <u>\$ (88,368)</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ - | \$ 49,621 | \$ 49,621 |
| OTHER FINANCING SOURCES (USES) | - | - | - |
| NET CHANGE IN FUND BALANCE | <u>\$ -</u> | \$ 49,621 | <u>\$ 49,621</u> |
| FUND BALANCE - JULY 1, 2020 | | <u>190,162</u> | |
| FUND BALANCE - JUNE 30, 2021 | | <u>\$ 239,783</u> | |

See Accompanying Independent Auditor's Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
COMPUTATION OF OPERATING EXPENSE PER PUPIL
AND PER CAPITA TUITION CHARGE
YEAR ENDED JUNE 30, 2021

| OPERATING EXPENSE PER PUPIL | | | |
|-----------------------------|---------------------------|-----------|--------------------|
| EXPENDITURES: | | | |
| ED | Total Expenditures | \$ | 90,325,301 |
| O&M | Total Expenditures | | 6,622,853 |
| DS | Total Expenditures | | 6,059,892 |
| TR | Total Expenditures | | 3,842,346 |
| MR/SS | Total Expenditures | | 3,085,666 |
| TORT | Total Expenditures | | 967,158 |
| | Total Expenditures | \$ | 110,903,216 |

LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM:

| | | | |
|-------|---|-----------|-------------------|
| ED | Pre-K Programs | \$ | 785,278 |
| ED | Special Education Programs Pre-K | | 739,659 |
| ED | Summer School Programs | | 200,305 |
| ED | Special Education Programs K-12 - Private Tuition | | 1,436,648 |
| ED | Community Services | | 623,898 |
| ED | Total Payments to Other Govt Units | | 3,737,572 |
| ED | Capital Outlay | | 112,745 |
| ED | Non-Capitalized Equipment | | 689,674 |
| O&M | Capital Outlay | | 178,955 |
| O&M | Non-Capitalized Equipment | | 136,109 |
| DS | Debt Service - Payments of Principal on Long-Term Debt | | 4,273,274 |
| TR | Capital Outlay | | 9,390 |
| MR/SS | Pre-K Programs | | 55,044 |
| MR/SS | Special Education Programs - Pre-K | | 42,868 |
| MR/SS | Summer School Programs | | 5,280 |
| MR/SS | Community Services | | 61,410 |
| MR/SS | Total Payments to Other Govt Units | | 22,408 |
| | Total Deductions for OEPP Computation (Sum of Lines 18 - 95) | \$ | 13,110,517 |
| | Total Operating Expenses Regular K-12 (Line 14 minus Line 96) | | 97,792,699 |
| | 9 Month ADA from Average Daily Attendance - Student Information System (SIS) in IWAS-preliminary ADA 2020-2021 | | 6,223.80 |
| | Estimated OEPP (Line 97 divided by Line 98) | \$ | 15,712.70 |

| PER CAPITA TUITION CHARGE | | | |
|---------------------------|--|--|--|
|---------------------------|--|--|--|

LESS OFFSETTING RECEIPTS/REVENUES:

| | | | |
|-------------------------|---|-----------|-------------------|
| TR | Regular - Transp Fees from Other Sources (In State) | \$ | 11,681 |
| ED | Total Food Service | | 1,112 |
| ED-O&M | Total District/School Activity Income (without Student Activity Funds) | | 318,189 |
| ED | Other (Describe & Itemize) | | 16 |
| ED-O&M-TR | Total Special Education | | 463,303 |
| ED-O&M-MR/SS | Total Career and Technical Education | | 15,466 |
| ED | State Free Lunch & Breakfast | | 20,774 |
| ED-O&M | Driver Education | | 46,654 |
| ED-O&M-TR-MR/SS | Total Transportation | | 2,946,051 |
| ED-O&M-DS-TR-MR/SS-Tort | Other Restricted Revenue from State Sources | | 268,250 |
| ED-MR/SS | Total Food Service | | 2,484,814 |
| ED-O&M-TR-MR/SS | Total Title I | | 2,421,720 |
| ED-O&M-TR-MR/SS | Fed - Spec Education - IDEA - Flow Through | | 1,670,431 |
| ED-O&M-TR-MR/SS | Fed - Spec Education - IDEA - Room & Board | | 82,395 |
| ED-O&M-MR/SS | Total CTE - Perkins | | 33,546 |
| ED-TR-MR/SS | Title III - Language Inst Program - Limited Eng (LIPLEP) | | 223,004 |
| ED-O&M-TR-MR/SS | Title II - Teacher Quality | | 86,898 |
| ED-O&M-TR-MR/SS | Medicaid Matching Funds - Administrative Outreach | | 331,963 |
| ED-O&M-TR-MR/SS | Medicaid Matching Funds - Fee-for-Service Program | | 791,885 |
| ED-O&M-TR-MR/SS | Other Restricted Revenue from Federal Sources (Describe & Itemize) | | 2,750,219 |
| ED-TR-MR/SS | Special Education Contributions from EBF Funds ** | | 3,313,694 |
| ED-MR/SS | English Learning (Bilingual) Contributions from EBF Funds ** | | 1,758,747 |
| | Total Deductions for PCTC Computation Line 104 through Line 193 | \$ | 20,040,812 |
| | Net Operating Expense for Tuition Computation (Line 97 minus Line 195) | | 77,751,886 |
| | Total Depreciation Allowance (from page 32, Line 18, Col I) | | 2,613,288 |
| | Total Allowance for PCTC Computation (Line 196 plus Line 197) | | 80,365,175 |
| | 9 Month ADA from Average Daily Attendance - Student Information System (SIS) in IWAS-preliminary ADA 2020-2021 | | 6,223.80 |
| | Total Estimated PCTC (Line 198 divided by Line 199) | \$ | 12,912.56 |

Unaudited

STATISTICAL SECTION

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

| Contents | Page |
|---|------|
| Financial Trends | 78 |
| These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time. | |
| Revenue Capacity | 82 |
| These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax. | |
| Debt Capacity | 86 |
| These schedules present information to help the reader assess the affordability of the District's current level of outstanding debt and the District's ability to issue additional debt in the future | |
| Demographic and Economic Information | 91 |
| These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place. | |
| Operating Information | 93 |
| These schedules contain information about the District's service and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs. | |

Sources: Unless otherwise noted, the information in these schedules is derived from the annual financial reports for the relevant year.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|---|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| Expenses | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Instruction | | | | | | | | | | |
| Regular Programs | \$ 29,303,371 | \$ 29,257,997 | \$ 30,643,507 | \$ 31,857,870 | \$ 30,996,739 | \$ 31,506,641 | \$ 30,244,288 | \$ 27,245,665 | \$ 20,837,896 | \$ 22,418,167 |
| Pre-K Programs | 852,907 | 605,420 | - | - | - | - | - | - | - | - |
| Special Education Programs | 12,272,145 | 12,187,204 | 10,602,455 | 10,691,292 | 10,388,245 | 9,263,172 | 8,498,507 | 7,019,041 | 6,669,405 | 6,575,279 |
| Special Education Programs Pre-K | 782,527 | 857,023 | 12,843,183 | 11,450,247 | 10,917,989 | 10,740,663 | 9,848,931 | 9,906,022 | 9,451,845 | 10,746,276 |
| Other Instructional Programs | 14,445,519 | 13,829,063 | - | - | - | - | - | - | - | - |
| State Retirement Contributions | 47,401,766 | 33,995,843 | 4,238,852 | 36,171,133 | 61,518,968 | 21,300,702 | 20,648,770 | 13,307,743 | 9,767,363 | 8,388,700 |
| Supporting Services | | | | | | | | | | |
| Pupils | 9,834,473 | 9,835,217 | 8,768,127 | 8,487,469 | 7,871,869 | 7,028,535 | 6,599,281 | 5,671,563 | 6,013,039 | 4,460,743 |
| Instructional Staff | 5,075,023 | 5,086,430 | 3,992,364 | 2,572,478 | 2,251,156 | 1,952,519 | 2,493,675 | 1,950,447 | 1,873,079 | 2,003,790 |
| General Administration | 2,856,359 | 3,218,472 | 2,339,859 | 3,423,009 | 3,182,112 | 2,739,884 | 2,888,694 | 2,768,389 | 2,911,237 | 2,852,235 |
| School Administration | 5,538,956 | 5,520,612 | 6,036,726 | 5,652,792 | 5,833,235 | 5,125,896 | 4,666,228 | 4,502,095 | 3,718,378 | 3,234,150 |
| Business | 636,724 | 671,552 | 610,478 | 727,491 | 973,899 | 1,095,658 | 1,167,717 | 1,155,436 | 998,920 | 1,077,641 |
| Facilities Acquisition and Construction | 7,371,311 | 6,522,900 | - | - | 840,815 | 163,608 | - | 506,513 | 1,847 | 40,268 |
| Operations and Maintenance | 3,981,039 | 5,061,172 | 7,083,887 | 7,074,071 | 6,683,396 | 6,740,832 | 6,275,686 | 5,612,071 | 5,781,988 | 5,087,139 |
| Transportation | 1,914,685 | 2,299,620 | 5,299,628 | 4,956,046 | 4,632,918 | 4,920,051 | 4,692,036 | 4,263,100 | 5,049,483 | 4,259,677 |
| Food Services | 49,343 | 33,916 | 2,222,493 | 2,535,681 | 2,513,036 | 2,597,382 | 2,536,299 | 2,151,438 | 2,494,645 | 2,514,745 |
| Central | 4,533,532 | 4,222,411 | 4,208,661 | 3,450,562 | 2,960,075 | 3,037,380 | 2,392,570 | 2,808,663 | 2,849,066 | 1,472,282 |
| Other Support Services | 779,375 | 66,533 | 1,055,186 | 1,987 | 2,984 | 2,205 | 363 | 217,288 | 226,631 | 277,326 |
| Community Services | 686,010 | 461,797 | 342,954 | 340,136 | 362,237 | 310,124 | 228,184 | 264,749 | 296,898 | 207,054 |
| Payments to Other Governments | 3,759,980 | 3,538,322 | 3,563,143 | 3,034,429 | 2,967,074 | 3,325,769 | 3,452,402 | 3,148,448 | 3,338,130 | 3,530,658 |
| Interest and Fees on Long-Term Debt | 1,502,976 | 477,054 | 2,196,616 | 2,426,613 | 3,480,610 | 1,741,231 | 2,648,666 | 2,876,037 | 3,195,110 | 3,300,005 |
| Depreciation - Unallocated | 2,515,678 | 2,355,320 | 2,348,102 | 2,356,683 | 2,034,730 | 1,669,913 | 1,721,003 | 1,800,740 | 1,943,460 | 2,100,796 |
| Total Governmental Activities Expenses | \$ 156,093,699 | \$ 140,103,878 | \$ 108,396,221 | \$ 137,209,989 | \$ 160,412,087 | \$ 115,262,165 | \$ 111,003,300 | \$ 97,175,448 | \$ 87,418,420 | \$ 84,546,931 |
| Program Revenues | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Charges for Service | | | | | | | | | | |
| Regular Programs | \$ 482,638 | \$ 472,128 | \$ 481,862 | \$ 377,214 | \$ 255,848 | \$ 212,209 | \$ 161,320 | \$ 170,052 | \$ 153,983 | \$ 94,841 |
| Other Instructional Programs | 259,375 | 220,542 | 278,816 | 354,727 | 496,976 | 486,903 | 437,974 | 500,367 | 527,657 | 717,811 |
| Operations and Maintenance | - | 5,126 | 16,377 | 17,831 | 26,731 | 9,332 | 13,725 | 6,279 | 11,923 | 11,445 |
| Transportation | 11,681 | 17,973 | 45,679 | 54,830 | 66,247 | 44,682 | 46,722 | 43,253 | 61,731 | 71,615 |
| Food Services | 1,112 | 40,937 | 55,447 | 86,001 | 88,839 | 96,239 | 102,650 | 444,990 | 541,219 | 619,027 |
| Operating Grants and Contributions | 63,412,888 | 47,450,278 | 17,321,439 | 48,929,155 | 76,182,958 | 35,497,325 | 34,384,483 | 27,139,822 | 23,731,998 | 24,937,806 |
| Total Governmental Activities Program Revenues | \$ 64,167,694 | \$ 48,206,984 | \$ 18,199,620 | \$ 49,819,758 | \$ 77,117,599 | \$ 36,346,690 | \$ 35,146,874 | \$ 28,304,763 | \$ 25,028,511 | \$ 26,452,545 |
| Net (Expense) Revenue | \$ (91,926,005) | \$ (91,896,894) | \$ (90,196,601) | \$ (87,390,231) | \$ (83,294,488) | \$ (78,915,475) | \$ (75,856,426) | \$ (68,870,685) | \$ (62,389,909) | \$ (58,094,386) |

(continued)

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|--|----------------|-----------------|-----------------|-----------------|----------------|----------------|----------------|---------------|---------------|---------------|
| General Revenues | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Taxes | | | | | | | | | | |
| Property Taxes, Levied for General Purposes | \$ 29,858,395 | \$ 29,269,273 | \$ 28,732,333 | \$ 27,943,448 | \$ 27,575,195 | \$ 27,324,073 | \$ 26,984,357 | \$ 26,582,717 | \$ 25,998,851 | \$ 24,993,660 |
| Property Taxes, Levied for Debt Service | 2,682,220 | 4,193,058 | 5,750,579 | 5,654,250 | 5,718,584 | 5,893,919 | 6,225,598 | 6,485,706 | 6,485,681 | 6,270,308 |
| Personal Property Replacement Taxes | 378,575 | 247,812 | 226,388 | 209,267 | 250,095 | 225,141 | 244,553 | 233,646 | 222,938 | 210,638 |
| TIF Revenues | - | - | - | - | - | - | - | - | - | 1,080,508 |
| Grants and Contributions not Restricted to Specific Activities | 64,512,389 | 64,512,724 | 57,577,865 | 53,337,490 | 44,632,201 | 42,734,645 | 38,828,995 | 36,289,770 | 33,913,672 | 34,117,507 |
| Unrestricted Investment Earnings | 57,863 | 760,004 | 1,058,488 | 375,249 | 235,268 | 143,350 | 89,407 | 58,393 | 110,410 | 56,624 |
| (Gain)/Loss on Refunding | - | - | - | - | - | - | (2,551,738) | - | (66,592) | - |
| Miscellaneous | 632,099 | 231,945 | 1,196,293 | 165,304 | 135,409 | 216,086 | 257,899 | 403,485 | 143,377 | 383,928 |
| Gain on Sale of Capital Assets | 9,200 | (19,142) | (6,217) | - | - | - | (55,080) | - | - | (880) |
| Total Governmental Activities General Revenues | \$ 98,130,741 | \$ 99,195,674 | \$ 94,535,729 | \$ 87,685,008 | \$ 78,546,752 | \$ 76,537,214 | \$ 70,023,991 | \$ 70,053,717 | \$ 66,808,337 | \$ 67,112,293 |
| Change in Net Position | \$ 6,204,736 | \$ 7,298,780 | \$ 4,339,128 | \$ 294,777 | \$ (4,747,736) | \$ (2,378,261) | \$ (5,832,435) | \$ 1,183,032 | \$ 4,418,428 | \$ 9,017,907 |
| Net Position - Beginning | (14,774,923) | (22,073,703) | (26,412,831) | 24,835,501 | 27,579,642 | 29,957,903 | 43,563,536 | 42,380,504 | 37,962,076 | 28,934,558 |
| Net Position Adjustment | 91,100 | - | - | (51,543,109) | 2,003,595 | - | (7,773,198) | - | - | 9,611 |
| Net Position - Ending | \$ (8,479,087) | \$ (14,774,923) | \$ (22,073,703) | \$ (26,412,831) | \$ 24,835,501 | \$ 27,579,642 | \$ 29,957,903 | \$ 43,563,536 | \$ 42,380,504 | \$ 37,962,076 |
| Net Position by Component | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Net Investment in Capital Assets | \$ 24,242,254 | \$ 22,078,271 | \$ 16,522,658 | \$ 14,208,223 | \$ 15,705,938 | \$ 15,067,833 | \$ 14,438,183 | \$ 16,979,329 | \$ 15,339,651 | \$ 13,470,815 |
| Restricted for: | | | | | | | | | | |
| Tort | 320,297 | 261,670 | 91,149 | - | 83,157 | 295,249 | 240,765 | - | - | - |
| Drivers Education | 85,185 | 44,125 | 37,788 | 32,727 | 30,175 | - | - | - | - | 3,060 |
| Operations and Maintenance | 2,847,206 | - | - | - | - | - | - | - | - | - |
| Debt Service | 2,417,289 | - | - | - | - | - | - | - | - | - |
| Student Activity | 86,261 | - | - | - | - | - | - | - | - | - |
| Transportation | 2,224,525 | 1,782,357 | 2,233,652 | 2,924,818 | 2,701,895 | 2,294,291 | 2,312,596 | 2,491,162 | 2,394,214 | 2,607,358 |
| Retirement | 21,701 | 105,705 | 20,428 | 21,812 | 21,372 | 354,441 | 729,945 | 754,817 | 518,542 | 595,561 |
| Fire Prevention and Safety | 49,115 | - | 50,539 | 102,081 | 112,555 | 169,191 | 386,584 | 435,962 | 598,926 | 498,457 |
| Working Cash | - | - | - | - | - | - | - | - | - | - |
| Unrestricted (Deficit) | (40,772,920) | (39,047,051) | (41,029,917) | (43,702,492) | 6,180,409 | 9,398,637 | 11,849,830 | 22,902,266 | 23,529,171 | 20,786,825 |
| Total Governmental Activities Net Position | \$ (8,479,087) | \$ (14,774,923) | \$ (22,073,703) | \$ (26,412,831) | \$ 24,835,501 | \$ 27,579,642 | \$ 29,957,903 | \$ 43,563,536 | \$ 42,380,504 | \$ 37,962,076 |

Source: 2012-2021 Annual Financial Reports

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|----------------------|----------------------|----------------------|
| REVENUES | | | | | | | | | | |
| Local Sources | \$ 34,363,958 | \$ 35,449,650 | \$ 37,860,829 | \$ 35,238,120 | \$ 34,849,192 | \$ 34,651,934 | \$ 34,562,503 | \$ 34,928,890 | \$ 34,257,770 | \$ 34,510,404 |
| State Sources | 69,602,209 | 69,419,700 | 61,725,116 | 57,566,783 | 51,483,099 | 48,910,032 | 45,003,360 | 43,086,145 | 41,083,471 | 41,934,838 |
| Federal Sources | 10,921,302 | 8,547,459 | 8,933,645 | 8,528,729 | 7,813,090 | 8,021,237 | 7,561,350 | 7,035,704 | 6,794,835 | 8,731,776 |
| State Retirement Contributions | 47,401,766 | 33,995,843 | 4,238,852 | 36,171,133 | 61,518,968 | 21,300,702 | 20,648,770 | 13,307,743 | 9,767,363 | 8,388,700 |
| | <u>\$ 162,289,235</u> | <u>\$ 147,412,652</u> | <u>\$ 112,758,442</u> | <u>\$ 137,504,765</u> | <u>\$ 155,664,349</u> | <u>\$ 112,883,905</u> | <u>\$ 107,775,983</u> | <u>\$ 98,358,482</u> | <u>\$ 91,903,439</u> | <u>\$ 93,565,718</u> |
| EXPENDITURES | | | | | | | | | | |
| Instruction | \$ 104,809,200 | \$ 89,745,497 | \$ 57,781,734 | \$ 87,519,744 | \$ 110,642,979 | \$ 70,687,881 | \$ 67,243,105 | \$ 56,593,284 | \$ 49,150,986 | \$ 47,323,294 |
| Support Services | 42,910,549 | 41,711,488 | 40,871,386 | 37,275,273 | 35,703,211 | 34,213,878 | 33,282,391 | 31,620,089 | 33,261,924 | 27,246,555 |
| Community Services | 698,653 | 443,765 | 333,667 | 314,927 | 329,614 | 291,473 | 222,434 | 264,749 | 296,898 | 207,054 |
| Payments to Other Governments | 3,759,980 | 3,538,322 | 3,563,143 | 3,034,429 | 2,967,074 | 3,325,769 | 3,452,402 | 3,148,448 | 3,338,130 | 3,530,658 |
| Debt Service | | | | | | | | | | |
| Principal | 4,273,275 | 1,341,015 | 1,421,731 | 1,466,486 | 1,557,203 | 2,436,434 | 3,175,474 | 3,293,010 | 3,446,655 | 3,827,464 |
| Interest and Fees | 1,786,617 | 4,547,391 | 4,407,469 | 4,350,607 | 4,374,390 | 4,801,135 | 3,554,770 | 3,392,252 | 3,227,739 | 2,995,605 |
| Capital Outlay | 456,312 | 6,986,235 | 3,736,983 | 748,442 | 7,655,314 | 20,706,099 | 2,220,718 | 447,980 | 441,194 | 259,698 |
| | <u>\$ 158,694,586</u> | <u>\$ 148,313,713</u> | <u>\$ 112,116,113</u> | <u>\$ 134,709,908</u> | <u>\$ 163,229,785</u> | <u>\$ 136,462,669</u> | <u>\$ 113,151,294</u> | <u>\$ 98,759,812</u> | <u>\$ 93,163,526</u> | <u>\$ 85,390,328</u> |
| Excess or (Deficiency) of Revenues over Expenditures | \$ 3,594,649 | \$ (901,061) | \$ 642,329 | \$ 2,794,857 | \$ (7,565,436) | \$ (23,578,764) | \$ (5,375,311) | \$ (401,330) | \$ (1,260,087) | \$ 8,175,390 |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Issuance of Debt | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 2,029,000 | \$ 48,230,699 | \$ - | \$ 3,200,000 | \$ - |
| Premium on Issuance of Debt | - | - | - | - | - | - | 3,485,147 | - | 85,615 | - |
| Discount on Issuance of Debt | - | - | - | - | - | - | (472,145) | - | - | - |
| Payments to Refunding Bond Escrow Agent | - | - | - | - | - | - | (20,884,088) | - | (3,206,592) | - |
| Proceeds from Sale of Capital Assets | 9,200 | - | - | - | - | - | 21,625 | - | - | - |
| Other Sources | - | - | - | - | - | - | 1,702 | - | - | - |
| | <u>\$ 9,200</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,029,000</u> | <u>\$ 30,382,940</u> | <u>\$ -</u> | <u>\$ 79,023</u> | <u>\$ -</u> |
| Net Change in Fund Balance | \$ 3,603,849 | \$ (901,061) | \$ 642,329 | \$ 2,794,857 | \$ (7,565,436) | \$ (21,549,764) | \$ 25,007,629 | \$ (401,330) | \$ (1,181,064) | \$ 8,175,390 |
| Debt Service as a Percentage of Noncapital Expenditures | 3.83% | 4.17% | 5.38% | 4.34% | 3.81% | 6.25% | 6.07% | 6.80% | 7.20% | 8.01% |

Source: 2012-2021 Annual Financial Reports

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| General Fund | | | | | | | | | | |
| Nonspendable | \$ 693,345 | \$ 609,445 | \$ 297,800 | \$ 193,973 | \$ 854,765 | \$ 96,063 | \$ 111,316 | \$ 356,240 | \$ 115,273 | \$ 66,861 |
| Restricted | 491,743 | 305,795 | 128,937 | 32,727 | 113,332 | 295,249 | 240,765 | - | - | 3,060 |
| Unassigned | 32,107,709 | 30,393,368 | 25,265,661 | 23,610,662 | 23,247,108 | 23,284,210 | 24,543,634 | 27,372,705 | 27,654,423 | 29,000,182 |
| Total General Fund | \$ 33,292,797 | \$ 31,308,608 | \$ 25,692,398 | \$ 23,837,362 | \$ 24,215,205 | \$ 23,675,522 | \$ 24,895,715 | \$ 27,728,945 | \$ 27,769,696 | \$ 29,070,103 |
| All Other Governmental Funds | | | | | | | | | | |
| Nonspendable | \$ - | \$ - | \$ 10,781 | \$ 11,884 | \$ 53,316 | \$ 20,978 | \$ 182,745 | \$ 362,377 | \$ 358,704 | \$ 441,221 |
| Restricted | 9,365,338 | 5,209,743 | 7,320,816 | 8,210,508 | 7,915,366 | 7,938,682 | 9,567,864 | 8,805,132 | 8,663,444 | 8,756,267 |
| Committed | 1,107,279 | 1,221,446 | 7,529,216 | 4,373,989 | 1,117,773 | 9,122,752 | 27,569,630 | 21,547 | 178,001 | 179,581 |
| Assigned | 4,588,795 | 6,919,463 | 5,007,110 | 8,484,248 | 8,821,474 | 8,930,636 | 9,022,380 | 9,312,704 | 9,662,190 | 9,365,927 |
| Total All Other Governmental Funds | \$ 15,061,412 | \$ 13,350,652 | \$ 19,867,923 | \$ 21,080,629 | \$ 17,907,929 | \$ 26,013,048 | \$ 46,342,619 | \$ 18,501,760 | \$ 18,862,339 | \$ 18,742,996 |
| Total All Governmental Funds | \$ 48,354,209 | \$ 44,659,260 | \$ 45,560,321 | \$ 44,917,991 | \$ 42,123,134 | \$ 49,688,570 | \$ 71,238,334 | \$ 46,230,705 | \$ 46,632,035 | \$ 47,813,099 |

Source: 2012-2021 Annual Financial Reports

Note: The Working Cash Fund and Tort Fund are included in the General Fund in 2012 through 2021.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN LEVY YEARS

| | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Taxes Extended for Levy Year | \$ 33,235,032 | \$ 32,312,524 | \$ 34,955,259 | \$ 34,219,782 | \$ 33,587,950 | \$ 33,439,445 | \$ 33,442,552 | \$ 33,426,472 | \$ 32,990,572 | \$ 32,096,357 |
| Amount of Levy Collected within the Fiscal Year of the Levy | 15,642,687 | 14,433,537 | 17,477,630 | 17,590,993 | 16,978,367 | 16,608,749 | 16,614,194 | 16,584,111 | 16,304,766 | 15,841,679 |
| Percentage of Levy Collected within the Fiscal Year of the Levy | 47.07% | 44.67% | 50.00% | 51.41% | 50.55% | 49.67% | 49.68% | 49.61% | 49.42% | 49.36% |
| Amount of Collections in Subsequent Years | N/A | 17,648,555 | 17,178,660 | 16,524,554 | 16,303,414 | 16,610,777 | 16,605,350 | 16,617,804 | 16,540,687 | 16,190,888 |
| Amount of Levy Collected to Date | 15,642,687 | 32,082,092 | 34,656,290 | 34,115,547 | 33,281,781 | 33,219,526 | 33,219,544 | 33,201,915 | 32,845,453 | 32,032,567 |
| Percentage of Levy Collected to Date | 47.07% | 99.29% | 99.14% | 99.70% | 99.09% | 99.34% | 99.33% | 99.33% | 99.56% | 99.80% |

Source: Lake County Clerk's Office, Lake County Treasurer's Office

Note: Amounts collected in subsequent years for the 2020 levy is not yet available.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN LEVY YEARS

| Levy Year | Residential Property | Farm Property | Commercial Property | Industrial Property | Railroad Property | Total Taxable Equalized Assessed Value | Total Direct Tax Rate | Estimated Actual Taxable Value |
|-----------|-------------------------|------------------|------------------------|------------------------|----------------------|--|-----------------------------|-----------------------------------|
| 2020 | \$ 394,211,576 | \$ 1,367,926 | \$ 67,200,432 | \$ 11,111,606 | \$ - | \$ 473,891,543 | 7.0132 | \$ 1,421,674,629 |
| 2019 | 379,179,775 | 1,359,684 | 66,345,123 | 10,932,177 | - | 457,816,759 | 7.0580 | 1,373,450,277 |
| 2018 | 319,629,697 | 1,253,195 | 65,533,550 | 11,271,577 | 153 | 397,688,172 | 8.7896 | 1,193,064,516 |
| 2017 | 300,877,313 | 1,353,986 | 63,794,592 | 10,830,135 | - | 376,856,026 | 9.0803 | 1,130,568,078 |
| 2016 | 277,217,722 | 1,256,535 | 61,247,981 | 10,225,732 | - | 349,947,970 | 9.5980 | 1,049,843,910 |
| 2015 | 251,352,253 | 1,158,993 | 59,006,593 | 9,089,520 | - | 320,607,359 | 10.4300 | 961,822,077 |
| 2014 | 269,047,165 | 1,227,153 | 56,779,864 | 8,322,809 | - | 335,376,991 | 9.9716 | 1,006,130,973 |
| 2013 | 283,661,881 | 1,165,055 | 61,570,190 | 8,524,000 | - | 354,921,126 | 9.4180 | 1,064,763,378 |
| 2012 | 315,581,376 | 1,256,251 | 67,083,960 | 9,948,668 | - | 393,870,255 | 8.3760 | 1,181,610,765 |
| 2011 | 378,188,938 | 1,014,930 | 75,783,402 | 11,326,219 | - | 466,313,489 | 6.8830 | 1,398,940,467 |

Source: Lake County Clerk's Office

Note: The total direct tax rate is the total property tax extension divided by the total taxable equalized assessed value. The County assesses property at approximately 33.3% of actual value for all types of property. Tax rates are per \$100 equalized assessed valuation.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN LEVY YEARS

| | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Lake County | 0.598 | 0.597 | 0.612 | 0.622 | 0.632 | 0.663 | 0.682 | 0.663 | 0.608 | 0.554 |
| Lake County Forest Preserve District | 0.182 | 0.180 | 0.182 | 0.187 | 0.193 | 0.208 | 0.210 | 0.218 | 0.212 | 0.201 |
| Township of Avon | 0.065 | 0.066 | 0.069 | 0.071 | 0.075 | 0.081 | 0.081 | 0.076 | 0.067 | 0.057 |
| Road and Bridge-Avon | 0.078 | 0.080 | 0.085 | 0.090 | 0.096 | 0.105 | 0.108 | 0.102 | 0.007 | 0.006 |
| Special Road Improvement-Avon | - | - | - | - | - | - | - | - | 0.083 | 0.070 |
| Central Lake County Joint Action Water Agency | - | - | - | 0.041 | 0.046 | 0.054 | 0.056 | 0.055 | 0.052 | 0.047 |
| Village of Round Lake Beach | 0.763 | 0.717 | 0.783 | 0.782 | 0.807 | 0.864 | 0.832 | 0.777 | 0.702 | 0.599 |
| Greater Round Lake Fire Protection District | 0.960 | 0.966 | 1.069 | 1.047 | 1.087 | 1.171 | 1.155 | 1.093 | 0.988 | 0.862 |
| Round Lake Library District | 0.554 | 0.558 | 0.621 | 0.642 | 0.680 | 0.709 | 0.709 | 0.656 | 0.581 | 0.475 |
| Round Lake Park District | 0.674 | 0.682 | 0.739 | 0.757 | 0.787 | 0.849 | 0.842 | 0.797 | 0.720 | 0.603 |
| Round Lake Sanitary District | - | - | - | - | - | - | - | - | - | - |
| Community College District #532 | 0.290 | 0.282 | 0.282 | 0.281 | 0.285 | 0.299 | 0.306 | 0.296 | 0.272 | 0.240 |
| Total Overlapping Rate | 4.164 | 4.128 | 4.441 | 4.519 | 4.688 | 5.003 | 4.981 | 4.733 | 4.292 | 3.714 |
| Round Lake Area Schools Community Unit District No. 116 | 7.013 | 7.058 | 8.790 | 9.080 | 9.598 | 10.430 | 9.971 | 9.418 | 8.376 | 6.883 |
| Total Rate | 11.177 | 11.186 | 13.231 | 13.599 | 14.286 | 15.433 | 14.952 | 14.151 | 12.668 | 10.597 |

Source: Lake County Clerk's Office

Note: Tax rates are per \$100 equalized assessed valuation.

Note: The District is subject to the property tax extension limitation law, which limits the District's ability to raise its direct rates.

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 PRINCIPAL TAXPAYERS IN THE DISTRICT
 CURRENT LEVY YEAR AND NINE YEARS AGO

| Taxpayer | 2020 | | 2011 | |
|---|-----------------------------|--|--------------------------|--|
| | Equalized Assessed Value(1) | Percentage of Total District Equalized Assessed Valuation(2) | Equalized Assessed Value | Percentage of Total District Equalized Assessed Valuation(4) |
| CG Capital Partners, LLC | \$ 6,127,107 | 1.29% | \$ - | 0.00% |
| Centro Saturn Holdings Spe, LLC | - | 0.00% | 6,886,932 | 1.48% |
| MEPT Coventry Glen, LLC | - | 0.00% | 5,756,784 | 1.23% |
| BRE Retail Residual Owner 3 LLC | 3,044,111 | 0.64% | - | 0.00% |
| Cedar Villas Associates LLC | 3,689,630 | 0.78% | 3,762,471 | 0.81% |
| Cambridge Courts MHC LLC | 2,632,736 | 0.56% | - | 0.00% |
| Rosewood Apartments & Limited Partnership | 2,275,600 | 0.48% | 2,143,425 | 0.46% |
| Groot Industries Inc. | 2,173,372 | 0.46% | 1,172,779 | 0.25% |
| Cadillac Sand Realty LLC | - | 0.00% | 1,942,742 | 0.42% |
| Timber Creek Homes | 1,793,872 | 0.38% | 1,823,146 | 0.39% |
| TF Round Lake Beach IL LLC | 1,712,849 | 0.36% | - | 0.00% |
| 400 Rollins Road LLC | 1,576,166 | 0.33% | - | 0.00% |
| Round Lake Beach Land, LLC | - | 0.00% | 1,251,828 | 0.27% |
| CGCMT 2007 C6 East Rollins Road | 1,520,698 | 0.32% | - | 0.00% |
| Kmart Corp Property Tax Compliance | - | - | 3,482,128 | 0.75% |
| Illinois Underground Contractors Inc. | - | - | 3,088,923 | 0.66% |
| | <u>\$ 26,546,141</u> | <u>5.60%</u> | <u>\$ 31,311,158</u> | <u>6.72%</u> |

- (1) Includes tax year 2020 equalized assessed valuations of property parcels with an aggregate total over approximately \$100,000.
- (2) Uses the District's 2020 Equalized Assessed Valuation of \$473,891,543.
- (3) Includes tax year 2011 equalized assessed valuations of property parcels..
- (4) Uses the District's 2011 Equalized Assessed Valuation of \$466,313,489.

Data Source: Office of the Lake County Clerk

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 LEGAL DEBT MARGINS
 LAST TEN FISCAL YEARS

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|---|---------------|---------------|---------------|---------------|----------------|----------------|----------------|---------------|---------------|---------------|
| Debt Limit | \$ 65,397,033 | \$ 63,178,713 | \$ 54,880,968 | \$ 52,006,132 | \$ 48,292,820 | \$ 44,243,816 | \$ 46,282,025 | \$ 48,979,115 | \$ 54,354,095 | \$ 64,351,261 |
| Total Net Debt Applicable to Limit | 43,744,000 | 47,539,000 | 48,410,594 | 49,367,213 | 50,381,540 | 51,474,625 | 51,462,730 | 22,993,729 | 25,817,759 | 31,659,026 |
| Legal Debt Margin | \$ 21,653,033 | \$ 15,639,713 | \$ 6,470,374 | \$ 2,638,919 | \$ (2,088,720) | \$ (7,230,809) | \$ (5,180,705) | \$ 25,985,386 | \$ 28,536,336 | \$ 32,692,235 |
| Total Net Debt Applicable to the Limit as a Percentage of Debt Limit | 66.89% | 75.25% | 88.21% | 94.93% | 104.33% | 116.34% | 111.19% | 46.95% | 47.50% | 49.20% |

Source: 2012-2021 Annual Financial Reports

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 COMPUTATION OF LEGAL DEBT MARGIN
 JUNE 30, 2021

| | | | |
|--|----|------------------|--------------------------|
| Equalized Assessed Value 2020 Tax Year | \$ | 473,891,543 | |
| Statutory Debt Limit Percentage | | <u>13.8%</u> | |
| Statutory Debt Limit | \$ | | 65,397,033 |
| Total Debt Outstanding | \$ | 46,119,121 | |
| Exempted Debt | | <u>2,375,121</u> | |
| Net Debt Subjected to the Limit | | | <u>43,744,000</u> |
| Legal Debt Margin | \$ | | <u><u>21,653,033</u></u> |

Source: 2021 Annual Financial Report

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 OUTSTANDING DEBT BY TYPE
 LAST TEN FISCAL YEARS

| June 30, | General Obligation Bonds | Alternative Revenue Bonds | Lease/ Purchase Agreements | SEDOL Bonds | Total Debt | Percentage of Estimated Actual Property Value | Personal Income | Ratio of Outstanding Debt per Personal Income | Estimated Population | Outstanding Debt Per Capita |
|----------|--------------------------------|---------------------------------|----------------------------------|----------------|---------------|---|-----------------|---|-------------------------|-----------------------------------|
| 2021 | \$ 45,799,000 | \$ - | \$ - | \$ 320,121 | \$ 46,119,121 | 3% | \$ 862,361,000 | 5% | 35,456 | 1,301 |
| 2020 | 49,974,000 | - | - | 418,395 | 50,392,395 | 4% | 829,747,000 | 6% | 35,819 | 1,407 |
| 2019 | 53,683,860 | - | - | 512,816 | 54,196,676 | 5% | 771,870,000 | 7% | 35,321 | 1,534 |
| 2018 | 57,021,500 | - | 50,443 | 603,534 | 57,675,477 | 5% | 703,093,000 | 8% | 35,287 | 1,634 |
| 2017 | 60,112,374 | - | 99,337 | 690,694 | 60,902,405 | 6% | 672,344,000 | 9% | 28,128 | 2,165 |
| 2016 | 63,090,975 | - | 146,728 | 774,849 | 64,012,552 | 7% | 678,151,000 | 9% | 28,241 | 2,267 |
| 2015 | 65,125,100 | - | 193,657 | 844,178 | 66,162,935 | 7% | 793,408,352 | 8% | 29,416 | 2,249 |
| 2014 | 39,822,492 | - | 31,346 | 921,242 | 40,775,080 | 4% | 739,306,150 | 6% | 29,590 | 1,378 |
| 2013 | 43,592,848 | - | 89,831 | 995,224 | 44,677,903 | 4% | 658,083,700 | 7% | 36,509 | 1,224 |
| 2012 | 46,913,818 | - | 157,243 | 1,065,611 | 48,136,672 | 3% | 658,083,700 | 7% | 36,509 | 1,318 |

Sources: Personal income and estimated population (2012-2021) were obtained from the U.S. Census Bureau: Population - School District Data Files, Income - American FactFinder, American Community Survey 5-year estimates (2015-2019), and 3-year estimates (2010-2012), most recent available. Personal income and estimated population (2021) was obtained from the National Center for Education Statistics, EDGE.

Sources: Debt information was obtained from the District's Annual Financial Reports for 2012-2021.

N/A - information not available at time of publication

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
NET BONDED DEBT
LAST TEN FISCAL YEARS

| June 30, | General Bonded Debt | Less: Amounts Available to Repay Principal | Net General Bonded Debt | Ratio of Net Bonded Debt to Estimated Actual Taxable Value | Net General Bonded Debt Per Capita |
|----------|------------------------|--|----------------------------|---|--|
| 2021 | \$ 45,799,000 | \$ 3,812,265 | \$ 41,986,735 | 2.95% | 1,184 |
| 2020 | 49,974,000 | 3,876,605 | 46,097,395 | 3.36% | 1,287 |
| 2019 | 53,683,860 | 5,491,344 | 48,192,516 | 4.04% | 1,364 |
| 2018 | 57,021,500 | 5,320,874 | 51,700,626 | 4.57% | 1,465 |
| 2017 | 60,112,374 | 5,281,029 | 54,831,345 | 5.22% | 1,949 |
| 2016 | 63,090,975 | 5,308,683 | 57,782,292 | 6.01% | 2,046 |
| 2015 | 65,125,100 | 6,481,961 | 58,643,139 | 5.83% | 1,994 |
| 2014 | 39,822,492 | 5,638,061 | 34,184,431 | 3.21% | 1,155 |
| 2013 | 43,592,848 | 5,645,765 | 37,947,083 | 3.21% | 1,039 |
| 2012 | 46,913,818 | 5,541,749 | 41,372,069 | 2.96% | 1,133 |

Sources: Debt information was obtained from the District's Annual Financial Reports for 2012-2021.

N/A - information not available at time of publication

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 COMPUTATION OF DIRECT AND OVERLAPPING DEBT
 JUNE 30, 2021

| Taxing Authority | Outstanding Bonded Debt | | Percentage of Debt Applicable to District | District's Share of Debt |
|--|----------------------------|---------|---|-----------------------------|
| Lake County Forest Preserve | \$ 200,815,000 | (4) | 1.745% | \$ 3,504,222 |
| Lake County | - | (1) | 1.745% | - |
| Village of Round Lake | - | (1) | 29.355% | - |
| Village of Round Lake Beach | 4,770,000 | (3)(4) | 60.252% | 2,874,020 |
| Village of Round Lake Park | 5,430,000 | | 69.713% | 3,785,416 |
| Greater Round Lake Fire District | 4,065,000 | | 58.509% | 2,378,391 |
| Lake Villa Library District | - | (1) | 3.298% | - |
| Round Lake Park District | 974,000 | (1) | 49.127% | 478,497 |
| Community College #532 | 10,325,000 | (1) | 1.833% | <u>189,257</u> |
| Total Overlapping Bonded Debt | | | | \$ 13,209,803 |
| Round Lake Area Schools Community Unit District No. 116 | 45,799,000 | (2) | 100.000% | <u>45,799,000</u> |
| Total Direct and Overlapping General Obligation Bonded Debt | | | | <u>\$ 59,008,803</u> |

- (1) Excludes outstanding principal amounts of General Obligation Alternate Revenue Source Bonds.
- (2) Includes outstanding original principal amounts of Capital Appreciation Bonds.
- (3) Considered to be self-supported debt as abatements are filed annually.
- (4) Excludes outstanding Debt Certificates and/or leases and loans.

Source: Lake County Clerk's Office

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS

| Year | Population (1) | Personal Income | Per Capita Personal Income | Unemployment Rate (2) |
|------|----------------|-----------------|----------------------------|-----------------------|
| 2021 | 35,456 | \$ 862,361,000 | \$ 24,322 | 10.7% |
| 2020 | 35,819 | 829,747,000 | 23,165 | 6.3% |
| 2019 | 35,321 | 771,870,000 | 21,853 | 6.7% |
| 2018 | 35,287 | 703,093,000 | 19,925 | 6.3% |
| 2017 | 28,128 | 672,344,000 | 23,903 | 7.3% |
| 2016 | 28,241 | 678,151,000 | 24,013 | 7.4% |
| 2015 | 29,416 | 793,408,352 | 26,972 | 9.1% |
| 2014 | 29,590 | 739,306,150 | 24,985 | 12.1% |
| 2013 | 36,509 | 658,083,700 | 18,025 | 12.4% |
| 2012 | 36,509 | 658,083,700 | 18,025 | 13.7% |

- Sources: (1) U.S. Census Bureau information -
 Population - School District Data Files
 National Center for Education Statistics, EDGE (Uses Census Bureau ACS. Profile 2010-2014) is shown for fiscal year 2017
 National Center for Education Statistics, EDGE (Uses Census Bureau ACS. Profile 2012-2016) is shown for fiscal year 2018
 National Center for Education Statistics, EDGE (Uses Census Bureau ACS. Profile 2013-2017) is shown for fiscal year 2019
 National Center for Education Statistics, EDGE (Uses Census Bureau ACS. Profile 2014-2018) is shown for fiscal year 2020
 National Center for Education Statistics, EDGE (Uses Census Bureau ACS. Profile 2015-2019) is shown for fiscal year 2021
- (2) Illinois Department of Employment Security - Village of Round Lake Beach information chosen because it has the largest population of all the communities in the District.

N/A - information not available at time of publication

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

| Employer | 2021 | | | 2012 | | |
|--|-----------|------|---|-----------|------|---|
| | Employees | Rank | Percentage of Total District Employment** | Employees | Rank | Percentage of Total District Employment |
| Baxter Healthcare Corp | 1,000 * | 1 | 7.20% | 1,900 | 1 | NA |
| School District 116 | 995 | 2 | 7.16% | 756 | 2 | NA |
| Meijer | 275 | 3 | 2.16% | - | - | - |
| Wal-Mart Supercenter | 229 * | 4 | 1.65% | - | - | - |
| Jewel-Osco | 175 | 5 | 1.44% | - | - | - |
| Hillcrest Nursing Center | 165 | 6 | 1.19% | - | - | - |
| Home Depot | 153 | 7 | 1.10% | - | - | - |
| Round Lake Area Park District | 117 | 8 | 0.84% | - | - | - |
| Groot Industries | 92 | 9 | 0.66% | - | - | - |
| Kohl's | 82 * | 10 | 0.59% | - | - | - |
| Midwest Printed Circuit Services, Inc. | 60 | 11 | 0.43% | 85 | 4 | NA |
| The Grieve Corp | 73 | 12 | 0.53% | 100 | 3 | NA |
| Village Of Round Lake Beach (FTE) | 77 | 13 | 0.55% | - | - | - |
| Village of Round Lake | 55 | 14 | 0.40% | | | |
| Oak Hill Supportive Living Community | 45 | 15 | 0.32% | | | |
| Village of Round Lake Park | 22 | 16 | 0.16% | | | |
| First Midwest Bank | 15 | 17 | 0.11% | | | |
| Village of Round Lake Heights | 12 | 18 | 0.09% | | | |
| Dr. Pepper/7-Up Bottling Group | - | - | - | 45 | 5 | NA |
| Alexander's Jewelry & Loan LTD. | - | - | - | 40 | 6 | NA |
| NICASA | - | - | - | 36 | 7 | NA |
| Dyanmic Tool Corp | - | - | - | 35 | 8 | NA |
| G M Sign, Inc. | - | - | - | 30 | 9 | NA |
| RJR Insulation | - | - | - | 25 | 10 | NA |

* Not confirmed

** Calculating percentages to the Illinois Department of Employment Security Reports
the estimated number of persons employed in the District in 2021 is 13,863. The 2012 Total District
Employment number is not available.

Data Sources

- (1) Phone Canvass of Employers
- (2) Village Reports
- (3) Employer Website
- (4) AtoZ database.com

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
STAFFING INFORMATION BY FUNCTION
LAST TEN FISCAL YEARS

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|-------------------------------------|--------------|---------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Administration: | | | | | | | | | | |
| Central Office | 30.0 | 30.0 | 28.0 | 21.0 | 21.0 | 19.0 | 22.0 | 20.0 | 20.0 | 16.0 |
| Site Based | 25.0 | 26.0 | 24.0 | 30.0 | 30.0 | 31.0 | 23.0 | 23.0 | 24.0 | 22.1 |
| Total Administration | 55.0 | 56.0 | 52.0 | 51.0 | 51.0 | 50.0 | 45.0 | 43.0 | 44.0 | 38.1 |
| Teachers: | | | | | | | | | | |
| District - Regular Ed | 0 | 0 | 18.5 | | | | | | | |
| <i>Subtotal District Regular Ed</i> | 0 | 0 | 18.5 | | | | | | | |
| High School - Regular Ed | 142.5 | 134.1 | 129.4 | 122.0 | 126.5 | 129.0 | 121.7 | 113.6 | 101.6 | 99.8 |
| Middle School - Regular Ed | 123.9 | 121.4 | 111.0 | 104.0 | 108.0 | 108.0 | 107.0 | 99.2 | 81.6 | 75.8 |
| Elementary School - Regular Ed | 188.6 | 221.5 | 183.6 | 192.0 | 196.0 | 196.0 | 196.0 | 189.1 | 163.7 | 159.7 |
| <i>Subtotal Regular Ed</i> | 455.0 | 477.0 | 424.0 | 418.0 | 430.5 | 433.0 | 424.7 | 401.9 | 346.9 | 335.3 |
| High School - Special Ed | 29.5 | 30.0 | 30.0 | 30.5 | 27.0 | 26.0 | 20.0 | 19.4 | 17.4 | 17.4 |
| Middle School - Special Ed | 21.0 | 21.0 | 21.0 | 20.0 | 19.0 | 19.0 | 16.0 | 16.0 | 18.0 | 18.0 |
| Elementary School - Special Ed | 47.0 | 41.0 | 38.0 | 43.0 | 43.0 | 41.0 | 39.5 | 28.5 | 26.7 | 28.9 |
| <i>Subtotal Special Ed</i> | 97.5 | 92.0 | 89.0 | 93.5 | 89.0 | 86.0 | 75.5 | 63.9 | 62.1 | 64.2 |
| Total Teachers | 552.5 | 569.0 | 531.5 | 511.5 | 519.5 | 519.0 | 500.2 | 465.8 | 409.0 | 399.6 |
| Pupil Support: | | | | | | | | | | |
| Social Workers | 21.8 | 22.8 | 21.5 | 18.0 | 18.5 | 17.5 | 14.0 | 13.0 | 13.8 | 13.0 |
| Psychologists | 12.0 | 12.5 | 12.4 | 12.4 | 12.4 | 10.9 | 9.5 | 10.0 | 9.0 | 8.5 |
| Counselors | 13.0 | 13.0 | 13.0 | 12.0 | 10.0 | 10.0 | 9.0 | 7.0 | 6.0 | 6.0 |
| Speech & Language Therapist | 18.0 | 18.4 | 16.6 | 18.2 | 15.8 | 12.1 | 13.9 | 11.2 | 10.2 | 10.2 |
| Occupational & Physical Therapists | 8.2 | 8.2 | 8.2 | 8.0 | 6.8 | 5.2 | 4.0 | 4.0 | 4.0 | 4.0 |
| Truancy/Other | 17.0 | 18.0 | 29.0 | 3.0 | 3.0 | 4.0 | 4.0 | 1.0 | 4.8 | 7.0 |
| Total Pupil Support | 90.0 | 92.9 | 100.7 | 71.6 | 66.5 | 59.7 | 54.4 | 46.2 | 47.9 | 48.7 |
| Other Support Staff: | | | | | | | | | | |
| Aides | 131.3 | 133.5 | 137.0 | 148.5 | 142.0 | 140.0 | 133.0 | 110.0 | 108.3 | 118.5 |
| Bus Drivers | 45.0 | 47.0 | 47.0 | 46.0 | 46.0 | 47.0 | 47.0 | 47.0 | 48.2 | 49.3 |
| Clerical Support | 63.3 | 67.0 | 56.0 | 47.0 | 47.0 | 51.0 | 51.0 | 52.5 | 53.9 | 48.7 |
| Custodial | 56.5 | 58.6 | 56.6 | 56.0 | 56.0 | 54.0 | 52.0 | 47.0 | 49.3 | 50.2 |
| Total Other Support Staff | 296.0 | 306.1 | 296.6 | 297.5 | 291.0 | 292.0 | 283.0 | 256.5 | 259.6 | 266.7 |
| Grand Total | 993.5 | 1024.0 | 980.8 | 931.6 | 928.0 | 920.7 | 882.6 | 811.5 | 760.4 | 753.1 |

Source: District Records

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
ILLINOIS STATE BOARD OF EDUCATION SCHOOL DISTRICT FINANCIAL PROFILE
LAST TEN FISCAL YEARS

| | 2021 Est. | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|---------------|---------------|--------------------|---------------|--------------------|
| Fund Balance to Revenue Ratio | 0.37 | 0.36 | 0.31 | 0.37 | 0.41 | 0.41 | 0.46 | 0.52 | 0.54 | 0.54 |
| Expenditures to Revenue Ratio | 0.94 | 0.93 | 0.97 | 0.96 | 0.99 | 1.02 | 1.05 | 1.00 | 1.03 | 0.89 |
| Days Cash on Hand | 167.14 | 161.33 | 143.49 | 165.58 | 163.40 | 174.00 | 181.65 | 216.00 | 189.00 | 204.00 |
| Short-Term Borrowing Remaining | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 |
| Long-Term Debt Margin Remaining | 29.47 | 20.23 | 5.73 | (2.21) | (13.10) | (26.97) | (22.23) | 48.70 | 47.85 | 49.14 |
| Financial Profile Score | | | | | | | | | | |
| Fund Balance to Revenue Score | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Expenditures to Revenue Score | 4 | 4 | 4 | 4 | 4 | 3 | 3 | 4 | 3 | 4 |
| Days Cash on Hand Score | 3 | 3 | 3 | 3 | 3 | 3 | 4 | 4 | 4 | 4 |
| Short-Term Borrowing Score | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Long-Term Debt Margin Score | 2 | 1 | 1 | 1 | 1 | 1 | 1 | 2 | 2 | 2 |
| Weighted Scores | | | | | | | | | | |
| Fund Balance to Revenue Weighted | 1.40 | 1.40 | 1.40 | 1.40 | 1.40 | 1.40 | 1.40 | 1.40 | 1.40 | 1.40 |
| Expenditures to Revenue Weighted | 1.40 | 1.40 | 1.40 | 0.35 | 1.40 | 1.05 | 1.05 | 1.40 | 1.05 | 1.40 |
| Days Cash on Hand Weighted | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 | 0.40 | 0.40 | 0.40 | 0.40 |
| Short-Term Borrowing Weighted | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 | 0.40 |
| Long-Term Debt Margin Weighted | 0.20 | 0.10 | 0.10 | 0.10 | 0.10 | 0.10 | 0.10 | 0.20 | 0.20 | 0.20 |
| Total Profile Score | 3.70 | 3.60 | 3.60 | 3.60 | 3.60 | 3.25 | 3.35 | 3.80 | 3.45 | 3.80 |
| Designation | Recognition | Recognition | Recognition | Recognition | Recognition | Review | Review | Recognition | Review | Recognition |

Sources: Obtained from Illinois State Board of Education

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
 OPERATING INDICATORS BY FUNCTION
 LAST TEN FISCAL YEARS

| Year | Enrollment | Direct Operating Expenditures * | Direct Operating Cost Per Pupil | Total Direct Expenditures ** | Direct Cost Per Pupil | Teaching Staff FTE | Pupil-Teacher Ratio | % of Students Receiving Free and Reduced Price Meals |
|------|------------|---------------------------------|---------------------------------|------------------------------|-----------------------|--------------------|---------------------|--|
| 2021 | 6,489 | \$ 103,902,670 | 16,012 | \$ 111,292,820 | 17,151 | 553.00 | 11.7 | 79.7% |
| 2020 | 6,805 | 100,500,668 | 14,769 | 114,317,870 | 16,799 | 513.00 | 13.3 | 79.7% |
| 2019 | 6,979 | 97,848,559 | 14,020 | 107,877,261 | 15,457 | 531.50 | 13.1 | 74.8% |
| 2018 | 7,046 | 90,648,689 | 12,865 | 98,538,775 | 13,985 | 511.50 | 13.8 | 74.3% |
| 2017 | 7,128 | 86,123,693 | 12,082 | 101,710,817 | 14,269 | 519.50 | 13.7 | 53.2% |
| 2016 | 7,182 | 85,989,075 | 11,973 | 115,161,967 | 16,035 | 519.00 | 13.8 | 67.7% |
| 2015 | 7,249 | 83,124,680 | 11,467 | 92,502,524 | 12,761 | 500.20 | 14.5 | 68.0% |
| 2014 | 7,265 | 76,900,406 | 10,585 | 85,452,069 | 11,762 | 465.80 | 15.6 | 76.6% |
| 2013 | 7,274 | 75,807,910 | 10,422 | 83,396,163 | 11,465 | 409.00 | 17.8 | 75.0% |
| 2012 | 7,225 | 69,511,779 | 9,621 | 77,001,628 | 10,658 | 399.56 | 18.1 | 68.3% |

* - Operating Funds include Educational (excluding On-behalf payments), Operations and Maintenance, Transportation, IMRF/SS and Working Cash Funds.

** - Total Direct Expenditures include total expenditures except On-behalf payments

Source: 2011-2021 Annual Financial Reports filed with the Illinois State Board of Education, School Report Card/Fall Housing

ROUND LAKE AREA SCHOOLS COMMUNITY UNIT DISTRICT NO. 116
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

| | Building Area <i>sq ft</i> | Capacity <i>pupils</i> | Capacity with Mobile Classrooms <i>pupils</i> | Housed Students | | | | | | | | | | |
|---|-------------------------------|---------------------------|---|-----------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|----|
| | | | | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | |
| St. Paul Lutheran Church (leased)* 420 Greenwood Drive, Round Lake Park, IL 60073 | 3,200 | 120 | 120 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 106 | 106 | 95 |
| Early Education Center 882 W. Nippersink Road, Round Lake, IL 60073 | 17,435 | 250 | 250 | 171 | 170 | 152 | 185 | 192 | 192 | 183 | 482 | 543 | 468 | |
| Pleviak Elementary (leased)** 304 E Grand Ave, Lake Villa, IL 60046 | 75,254 | 705 | 705 | 407 | 441 | 448 | 476 | 473 | 498 | 522 | n/a | n/a | n/a | |
| Round Lake Beach Elementary School 1421 N. Ardmore Drive, Round Lake Beach, IL 60073 | 43,454 | 624 | 653 | 432 | 438 | 464 | 493 | 515 | 450 | 486 | 524 | 592 | 588 | |
| Indian Hill Elementary School 1920 N. Lotus Drive, Round Lake Heights, IL 60073 | 58,880 | 546 | 662 | 436 | 444 | 472 | 475 | 518 | 521 | 503 | 515 | 517 | 584 | |
| W. J. Murphy Elementary School 220 Greenwood Drive, Round Lake Park, IL 60073 | 45,630 | 676 | 676 | 472 | 498 | 511 | 541 | 538 | 579 | 601 | 654 | 659 | 641 | |
| Raymond Ellis Elementary School 720 W. Central Park Drive, Round Lake Beach, IL 60073 | 59,960 | 752 | 752 | 529 | 574 | 593 | 644 | 657 | 695 | 748 | 758 | 708 | 741 | |
| Village Elementary School 880 W. Nippersink Road, Round Lake, IL 60073 | 42,775 | 516 | 516 | 378 | 395 | 424 | 428 | 440 | 458 | 430 | 474 | 453 | 473 | |
| John T. Magee Middle School 500 N. Cedar Lake Rd., Round Lake, IL 60073 | 93,000 | 880 | 880 | 726 | 740 | 775 | 717 | 733 | 686 | 701 | 683 | 685 | 718 | |
| Round Lake Middle School 2000 N. Lotus Drive, Round Lake Heights, IL 60073 | 80,112 | 993 | 1,109 | 862 | 879 | 896 | 911 | 921 | 948 | 962 | 1,012 | 969 | 964 | |
| Round Lake Senior High School 800 N. High School Drive, Round Lake, IL 60073 | 293,494 | 2,500 | 2,674 | 2,138 | 2,204 | 2,219 | 2,157 | 2,123 | 2,137 | 2,103 | 2,057 | 1,994 | 1,920 | |
| Round Lake High School Annex 316 S. Rosedale Court, Round Lake, IL 60073 | 6,000 | n/a | n/a | - | - | - | - | - | - | - | - | - | - | |
| Administration Service Center 884 W. Nippersink Road, Round Lake, IL 60073 | 15,000 | n/a | n/a | - | - | - | - | - | - | - | - | - | - | |
| Operations Service Center 811 Sunset Drive, Round Lake, IL 60073 | 4,000 | n/a | n/a | - | - | - | - | - | - | - | - | - | - | |
| Operations Service Garage 811 Sunset Drive, Round Lake, IL 60073 | 5,000 | n/a | n/a | - | - | - | - | - | - | - | - | - | - | |
| Operations Service Warehouse 811 Sunset Drive, Round Lake, IL 60073 | 3,200 | n/a | n/a | - | - | - | - | - | - | - | - | - | - | |
| Education Service Center (Round Lake Transition Center) 801 Sunset Drive, Round Lake, IL 60073 | 5,750 | 70 | 70 | 24 | 22 | 25 | 19 | 18 | 18 | 10 | - | - | - | |
| Welcome Center (leased) 442 N. Cedar Lake Road, Round Lake, IL 60073 | 4,246 | n/a | n/a | - | - | - | - | - | - | - | - | - | - | |
| Calvary Building 510 N. Cedar Lake, Round Lake, IL 60073 | 9,438 | n/a | n/a | - | - | - | - | - | - | - | - | - | - | |

Source: ISBE Fall Enrollment Counts for *housed* students as of the last school day in September

The High School Square footage and capacity increased in the 2016-2017 school year with the new addition
Prior to the 2016-2017 school year, the square footage was 232,910 and the capacity was 2,318

* Only leased during 2010 - 2014

** Did not start leasing until 2015