



**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

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ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2023



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WILLOWBROOK, ILLINOIS  
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WILLOWBROOK, ILLINOIS  
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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Education  
Gower School District #62  
Willowbrook, Illinois

### **Report on the Audit of the Financial Statements**

#### **Opinions**

We have audited the accompanying general-purpose financial statements of Gower School District #62 (the District) as of and for the year ended June 30, 2023, and the related notes to the financial statements as listed in the table of contents.

#### **Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In our opinion, because of the significance of the matter discussed in the basis for adverse opinion on accounting principles generally accepted in the United States of America paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Gower School District #62 as of June 30, 2023, or changes in net position for the year then ended.

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Gower School District #62, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Qualified Opinion on Regulatory Basis of Accounting**

In our opinion, except for those possible effects of the matters discussed in the basis for qualified opinion paragraph, the general-purpose financial statements referred to above present fairly, in all material respects, the assets, deferred outflows, liabilities and deferred inflows arising from cash transactions of the Gower School District #62 as of June 30, 2023, and its revenues received and expenditures disbursed during the fiscal year then ended on the basis of accounting described in Note 1.

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

As described in Note 1, the financial statements are prepared by the District on the basis of the financial reporting provisions prescribed by the Illinois State Board of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Illinois State Board of Education. They are intended to assure effective legislative and public oversight of school district financing and spending activities of accountable Illinois public school districts.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

## **Basis for Qualified Opinion on Regulatory Basis of Accounting**

Gower School District #62 does not maintain detailed historical cost records of its general capital assets. The amount by which this disclosure would affect the financial statements is not readily determinable.

## **Responsibilities of Management for the Financial Statements**

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

## **Auditor's Responsibility**

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

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

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

## **Other Matters**

### *Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's general-purpose financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the general-purpose financial statements. The supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the general-purpose financial statements.

The information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the general-purpose financial statements or to the general-purpose financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the general-purpose financial statements as a whole.

### *Other Information*

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 28, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Sikich LLP*

Naperville, Illinois  
November 28, 2023

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**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL  
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER  
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Education  
Gower School District #62  
Willowbrook, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the general-purpose financial statements of Gower School District #62 (the District), as of and for the year ended June 30, 2023, and the related notes to financial statements and have issued our report thereon dated November 28, 2023.

**Report on Internal Control over Financial Reporting**

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

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

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



## **Report on Compliance and Other Matters**

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

### **Purpose of this Report**

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

*Sikich LLP*

Naperville, Illinois  
November 28, 2023

**GENERAL PURPOSE EXTERNAL  
FINANCIAL STATEMENTS**

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - REGULATORY CASH BASIS  
ALL FUNDS AND ACCOUNTS GROUPS

June 30, 2023

	Governmental Fund Types			
	Educational	Operations and Maintenance	Transportation	Municipal Retirement/ Social Security
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
Cash and investments	\$ 13,738,317	\$ 2,212,681	\$ 792,379	\$ 596,982
Land	-	-	-	-
Building	-	-	-	-
Site improvements and infrastructure	-	-	-	-
Capitalized equipment	-	-	-	-
Construction in progress	-	-	-	-
Amount available in debt service fund	-	-	-	-
Amount to be provided for the retirement general long-term debt	-	-	-	-
Total assets	<u>13,738,317</u>	<u>2,212,681</u>	<u>792,379</u>	<u>596,982</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
None	-	-	-	-
Total deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
	<u>\$ 13,738,317</u>	<u>\$ 2,212,681</u>	<u>\$ 792,379</u>	<u>\$ 596,982</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Current portion of long-term debt	\$ -	\$ -	\$ -	\$ -
Long-term debt payable	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
None	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Investment in general fixed assets	-	-	-	-
Restricted for				
Operations and maintenance	-	2,212,681	-	-
Transportation	-	-	792,379	-
IMRF	-	-	-	596,982
Tort immunity	-	-	-	-
Debt service	-	-	-	-
Capital projects	-	-	-	-
Unassigned	13,738,317	-	-	-
Total fund balances	<u>13,738,317</u>	<u>2,212,681</u>	<u>792,379</u>	<u>596,982</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
	<u>\$ 13,738,317</u>	<u>\$ 2,212,681</u>	<u>\$ 792,379</u>	<u>\$ 596,982</u>

\*See basis for qualified opinion on independent auditor's report.

Governmental Fund Types			Account Groups		Total (Memorandum Only)
Tort Immunity	Debt Service	Capital Projects	General Fixed Asset*	General Long-Term Debt	
\$ 31,810	\$ 826,764	\$ 2,050,178	\$ -	\$ -	\$ 20,249,111
-	-	-	951,820	-	951,820
-	-	-	20,307,582	-	20,307,582
-	-	-	1,517,186	-	1,517,186
-	-	-	4,660,936	-	4,660,936
-	-	-	14,489,608	-	14,489,608
-	-	-	-	826,764	826,764
-	-	-	-	14,123,236	14,123,236
31,810	826,764	2,050,178	41,927,132	14,950,000	77,126,243
-	-	-	-	-	-
-	-	-	-	-	-
\$ 31,810	\$ 826,764	\$ 2,050,178	\$ 41,927,132	\$ 14,950,000	\$ 77,126,243
\$ -	\$ -	\$ -	\$ -	\$ 600,000	\$ 600,000
-	-	-	-	14,350,000	14,350,000
-	-	-	-	14,950,000	14,950,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	14,950,000	14,950,000
-	-	-	41,927,132	-	41,927,132
-	-	-	-	-	2,212,681
-	-	-	-	-	792,379
-	-	-	-	-	596,982
31,810	-	-	-	-	31,810
-	826,764	-	-	-	826,764
-	-	2,050,178	-	-	2,050,178
-	-	-	-	-	13,738,317
31,810	826,764	2,050,178	41,927,132	-	62,176,243
\$ 31,810	\$ 826,764	\$ 2,050,178	\$ 41,927,132	\$ 14,950,000	\$ 77,126,243

See accompanying notes to financial statements.

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - REGULATORY CASH BASIS  
GOVERNMENTAL FUNDS

For the Year Ended June 30, 2023

	<b>Educational</b>	<b>Operations and Maintenance</b>	<b>Transportation</b>
<b>REVENUES</b>			
Local sources	\$ 13,359,920	\$ 1,555,051	\$ 627,090
State sources	5,455,633	50,000	212,090
Federal sources	495,590	-	-
<b>Total revenues</b>	<b>19,311,143</b>	<b>1,605,051</b>	<b>839,180</b>
<b>EXPENDITURES</b>			
Current			
Instruction	13,839,650	-	-
Support services	4,090,908	971,208	800,618
Community service	600	-	-
Intergovernmental	532,931	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest and fiscal charges	-	-	-
<b>Total expenditures</b>	<b>18,464,089</b>	<b>971,208</b>	<b>800,618</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>847,054</b>	<b>633,843</b>	<b>38,562</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	-
Transfers out	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>847,054</b>	<b>633,843</b>	<b>38,562</b>
<b>FUND BALANCES, JULY 1</b>	<b>12,891,263</b>	<b>1,578,838</b>	<b>753,817</b>
<b>FUND BALANCES, JUNE 30</b>	<b>\$ 13,738,317</b>	<b>\$ 2,212,681</b>	<b>\$ 792,379</b>

<b>Municipal Retirement/ Social Security</b>	<b>Tort Immunity</b>	<b>Debt Service</b>	<b>Capital Projects</b>	<b>Total (Memorandum Only)</b>
\$ 455,262	\$ 32,868	\$ 1,161,594	\$ 71,824	\$ 17,263,609
-	-	-	-	5,717,723
-	-	-	-	495,590
455,262	32,868	1,161,594	71,824	23,476,922
193,456	-	-	-	14,033,106
212,205	38,253	-	10,368,011	16,481,203
-	-	-	-	600
-	-	-	-	532,931
-	-	-	52,125	52,125
-	-	1,110,000	-	1,110,000
-	-	565,875	-	565,875
405,661	38,253	1,675,875	10,420,136	32,775,840
49,601	(5,385)	(514,281)	(10,348,312)	(9,298,918)
-	-	1,012,740	-	1,012,740
-	-	-	(1,012,740)	(1,012,740)
-	-	1,012,740	(1,012,740)	-
49,601	(5,385)	498,459	(11,361,052)	(9,298,918)
547,381	37,195	328,305	13,411,230	29,548,029
\$ 596,982	\$ 31,810	\$ 826,764	\$ 2,050,178	\$ 20,249,111

See accompanying notes to financial statements.

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

COMBINING STATEMENT OF REVENUES RECEIVED -  
REGULATORY CASH BASIS  
GOVERNMENTAL FUNDS

For the Year Ended June 30, 2023

	<b>Educational</b>	<b>Operations and Maintenance</b>	<b>Transportation</b>
<b>REVENUES</b>			
Local sources			
Property taxes	\$ 11,084,950	\$ 1,547,437	\$ 590,325
Replacement taxes	1,261,404	-	-
Summer school tuition	6,590	-	-
Special education	124,448	-	-
Transportation fees	-	-	17,898
Interest income	391,926	3,809	18,867
Sales to pupils - lunch	230,449	-	-
Fees	6,945	-	-
Student activity revenues	70,656	-	-
Student fees	126,809	-	-
Rentals	-	3,805	-
Contributions and donations	36,298	-	-
Refund of prior year expenditures	4,160	-	-
Other local revenue	15,285	-	-
Total local sources	<u>13,359,920</u>	<u>1,555,051</u>	<u>627,090</u>
State sources			
Evidence based funding formula	600,195	-	-
Special education private facility	175,169	-	-
Transportation - regular and vocational	-	-	8,792
Transportation - special education	-	-	203,298
State library grant	3,850	-	-
School maintenance grant	-	50,000	-
On-behalf payment to TRS from the state	4,676,419	-	-
Total state sources	<u>5,455,633</u>	<u>50,000</u>	<u>212,090</u>
Federal sources			
Title I - low income	78,790	-	-
Title IV - student support and academic enrichment grant	8,000	-	-
Federal special education - preschool flow through	2,672	-	-
Federal special education - IDEA flow through	220,397	-	-
Federal special education - IDEA room and board	17,296	-	-
Title II - teacher quality	15,541	-	-
Medicaid matching funds - administrative outreach	21,766	-	-
Medicaid matching funds - fee-for-service program	37,674	-	-
Other federal sources	93,454	-	-
Total federal sources	<u>495,590</u>	<u>-</u>	<u>-</u>
<b>TOTAL REVENUES</b>	<u><u>\$ 19,311,143</u></u>	<u><u>\$ 1,605,051</u></u>	<u><u>\$ 839,180</u></u>

<b>Municipal Retirement/ Social Security</b>	<b>Tort Immunity</b>	<b>Debt Service</b>	<b>Capital Projects</b>	<b>Total (Memorandum Only)</b>
\$ 446,174	\$ 32,418	\$ 1,155,008	\$ -	\$ 14,856,312
-	-	-	-	1,261,404
-	-	-	-	6,590
-	-	-	-	124,448
-	-	-	-	17,898
9,088	450	6,586	71,824	502,550
-	-	-	-	230,449
-	-	-	-	6,945
-	-	-	-	70,656
-	-	-	-	126,809
-	-	-	-	3,805
-	-	-	-	36,298
-	-	-	-	4,160
-	-	-	-	15,285
455,262	32,868	1,161,594	71,824	17,263,609
-	-	-	-	600,195
-	-	-	-	175,169
-	-	-	-	8,792
-	-	-	-	203,298
-	-	-	-	3,850
-	-	-	-	50,000
-	-	-	-	4,676,419
-	-	-	-	5,717,723
-	-	-	-	78,790
-	-	-	-	8,000
-	-	-	-	2,672
-	-	-	-	220,397
-	-	-	-	17,296
-	-	-	-	15,541
-	-	-	-	21,766
-	-	-	-	37,674
-	-	-	-	93,454
-	-	-	-	495,590
\$ 455,262	\$ 32,868	\$ 1,161,594	\$ 71,824	\$ 23,476,922

See accompanying notes to financial statements.



**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2023

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Gower School District #62 (the District) have been prepared on a cash basis of accounting as prescribed by the Illinois State Board of Education Illinois Program Accounting Manual for Local Education Agencies, which is a comprehensive basis of accounting other than generally accepted accounting principles in the United States of America (GAAP). Under the cash basis of accounting, revenues are recognized when collected and expenses are recognized when paid and assets, liabilities and fund balances arising from cash transactions are recognized. Capital assets arising from cash transactions and long-term capital liabilities that provided cash to the District are reported in the District's financial statements. Accordingly, recognition of receivables, payables and other accrued or deferred items, including lease liabilities and intangible capital assets is not applicable.

Standards established by the Governmental Accounting Standards Board (GASB) required GAAP for governmental units. Conformance with GAAP would require the financial statements to be prepared on the accrual or modified accrual basis of accounting. Accordingly, the financial statements are not intended to present the financial position and results of operations in conformity with GAAP.

a. Nature of Operations

The District Board of Education (the Board) is the level of government that has governance responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of the District. The Board receives funding from local, state and federal government sources and must comply with requirements of these funding source entities. Board members are elected by the public and have decision-making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters. Based on these criteria, the District is considered a primary government and there are no other organizations or agencies whose financial statements should be combined or discretely presented with these basic financial statements.

b. Reporting Entity

GAAP requires that the financial reporting entity include (1) the primary government, (2) organizations for which the primary district is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

b. Reporting Entity (Continued)

The criteria provided by governmental accounting standards have been considered and there are no agencies or entities which should be presented with the District.

c. Fund Accounting

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

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

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds), the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds) and the management of funds held in trust where the interest earnings can be used for governmental services (permanent fund). The Education Fund is used to account for all activities of the general government not accounted for in some other fund.

Account groups are also used to establish accounting control and accountability over the District's general fixed assets and general long-term debt.

The District reports the following funds:

Education Fund - The Education Fund is the general operating fund of the District. It is used to account for and report all financial resources not accounted for or reported in another fund.

Operations and Maintenance Fund - This special revenue fund accounts for the revenues of taxes levied for maintenance supplies and staff for the general upkeep of all schools within the District.

Transportation Fund - This special revenue fund accounts for the revenues of taxes levied and related expenses for the transportation of students to and from the schools.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c. Fund Accounting (Continued)

Municipal Retirement/Social Security Fund - This fund accounts for the revenues of taxes levied and related expenses for employer payments for retirement contributions and for employer portion of Social Security and Medicare.

Tort Immunity Fund - This fund accounts for the District's various insurance coverages.

Debt Service Fund - This debt service fund is used to account for and report financial resources that are restricted, committed or assigned for the payment of principal and interest.

Capital Projects Fund - This fund is used to account for financial resources that are restricted, committed or assigned to expenditures for the acquisition or construction of capital facilities or other capital assets.

General Fixed Assets Account Group - This account group is used to account for all capital assets of the District. General capital assets are recorded at historical cost as expenses in the appropriate fund at the time of purchase.

General Long-Term Debt Account Group - This account group is used to account for the general long-term debt of the District which is expected to be financed through the governmental funds.

d. Cash and Investments

Cash and cash equivalents consist of cash on hand, cash in depository accounts and short-term, highly liquid investment instruments with original maturities of three months or less from the date of acquisition, which are stated at cost.

Investments with maturity greater than one year at time of purchase, if any, are stated at fair value. The District categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on 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; and Level 3 inputs are significant unobservable inputs. The District held no investments to measure at fair value at June 30, 2023.

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

e. Property Taxes

Property taxes are levied each year on all taxable real property in the District on or before the last Tuesday in December. The 2022 tax levy was passed by the Board in December 2022 and attached as an enforceable lien on the property as of the preceding January 1. These taxes become due and collectible in approximately June and September 2022 and are collected by the county collector, who, in turn, remitted to the District its respective share. The District receives these remittances approximately one month after the collection dates.

Property taxes reported in the general purpose financial statements consist of the second installment of the 2021 tax levy and the first installment of the 2022 tax levy.

f. General Capital Assets

General capital assets have been acquired for general governmental purposes. At the time of purchase, assets are recorded as expenses, disbursed in the governmental funds and are then recorded at cost in the General Capital Assets Account Group. No depreciation is provided on the general capital assets, and any sale of those assets is recognized as revenue at the time of the sale. Donated capital assets are recorded at acquisition value at the date of donation.

g. Total Memorandum Only

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

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

h. Net Position/Fund Balances

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or which are legally or contractually required to be maintained intact.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

h. Net Position/Fund Balances (Continued)

Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities or from enabling legislation adopted by the District. Committed fund balance is constrained by formal actions of the Board, which is considered the District's highest level of decision-making authority. Formal actions include resolutions and ordinances approved by the Board. Assigned fund balance represents amounts constrained by the District's intent to use them for a specific purpose.

Currently, the Board has not delegated the authority to assign fund balances. Any residual fund balance in the General Fund and any deficit fund balance of any other governmental fund is reported as unassigned.

The District's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the District considers committed funds to be expended first followed by assigned funds and then unassigned funds.

None of the restricted net position or restricted fund balance results from enabling legislation adopted by the District.

**2. DEPOSITS AND INVESTMENTS**

The District's investment policy authorizes the District to make investments/invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, Illinois School District Liquid Asset Fund Plus and the Illinois Funds.

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

**2. DEPOSITS AND INVESTMENTS (Continued)**

The Illinois School District Liquid Asset Fund Plus (ISDLAF), operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at net asset value (NAV) rather than fair value. The Multi-Class Series invests in high-quality short-term debt instruments (money market instruments), and shares may be redeemed on any Illinois banking day. The Term Series invest in high-quality debt instruments, which are generally money market instruments but may include instruments with a maturity over one year, and shares may be redeemed with seven day's advance notice.

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, rate of return and diversification.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's investment policy requires all amounts deposited or invested with financial institutions be either covered by federal depository insurance or collateral, preferably held by a third party, in the District's name, in an amount equal to the amount of deposits in excess of depository insurance coverage.

Investments

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the District's investment policy prefers that all security transactions that are exposed to custodial credit risk are processed with the underlying investments held by a third party custodian. The District did not have any investments exposed to custodial credit risk at June 30, 2023.

The District's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses from increasing interest rates.

Credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. The District's investment policy seeks to minimize credit risk by requiring investments in securities allowed under the investment policy.

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**2. DEPOSITS AND INVESTMENTS (Continued)**

Investments (Continued)

Concentration of credit risk is the risk that the District has a high percentage of their investments invested in one type of investment. The District's investment policy does not further limit its investment choices beyond the school code.

Interest rate risk for investments is the risk that changes in interest rates will adversely affect the value of an investment. The District's investment policy does not address interest rate risk.

**3. CAPITAL ASSETS**

The District does not maintain detailed historical cost records of its general capital assets and it was not practical for us to extend our auditing procedures to sufficiently satisfy ourselves as to the fairness of the carrying values of the general capital assets. See basis for qualified opinion on page 2 of the Independent Auditor's Report.

Changes in general capital assets during the year ended June 30, 2023 are as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>GOVERNMENTAL ACTIVITIES</b>				
Land	\$ 951,820	\$ -	\$ -	\$ 951,820
Construction in progress	-	14,489,608	-	14,489,608
Buildings	20,307,582	-	-	20,307,582
Improvements	2,464,451	-	947,265	1,517,186
Equipment	5,406,271	157,977	903,312	4,660,936
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 29,130,124</b>	<b>\$ 14,647,585</b>	<b>\$ 1,850,577</b>	<b>\$ 41,927,132</b>

**4. LONG-TERM DEBT**

The following is a summary of changes in long-term debt for the year ended June 30, 2023:

	Beginning Balances	Additions	Reductions	Ending Balances	Current Portion
Series 2012 Bonds	\$ 1,110,000	\$ -	\$ 1,110,000	\$ -	\$ -
Series 2021 Bonds	14,950,000	-	-	14,950,000	600,000
<b>TOTAL</b>	<b>\$ 16,060,000</b>	<b>\$ -</b>	<b>\$ 1,110,000</b>	<b>\$ 14,950,000</b>	<b>\$ 600,000</b>

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**4. LONG-TERM DEBT (Continued)**

Long-term debt at June 30, 2023 is comprised of the following:

General Obligation School Bonds, Series 2021, \$14,950,000 original amount, dated December 30, 2020 principal due in varying amounts from \$600,000 to \$1,095,000 through December 2040, interest due semiannually in June and December at rates ranging from 3% to 4%.

Future Debt Service Requirements

Fiscal Year	General Obligation Bonds	
	Principal	Interest
2024	\$ 600,000	\$ 536,250
2025	625,000	511,750
2026	650,000	486,250
2027	675,000	459,750
2028	700,000	432,250
2029-2033	3,955,000	1,708,150
2034-2038	4,810,000	839,850
2039-2041	2,935,000	112,125
<b>TOTAL</b>	<b>\$ 14,950,000</b>	<b>\$ 5,086,375</b>

Legal Debt Margin

The June 30, 2023 legal debt limit of the District was \$57,623,998 based upon 6.90% of its 2022 equalized assessed valuation of \$835,130,399, resulting in a legal debt margin of \$42,673,998. Total debt applicable to the limit was \$14,950,000, which includes the outstanding Series 2021 general obligation bonds.

**5. RETIREMENT PLAN COMMITMENTS**

The retirement plans of the District include the Teachers' Retirement System (TRS or the System) of the State of Illinois (the State) and the Illinois Municipal Retirement Fund (IMRF). Most funding for TRS is provided through payroll withholdings of certified employees and contributions made by the State on behalf of the District. IMRF is funded through property taxes and a perpetual lien of the District's corporate personal property replacement tax. Each retirement system is discussed on the following pages.



**5. RETIREMENT PLAN COMMITMENTS (Continued)**

a. Teachers' Retirement System of the State of Illinois

*Plan Description*

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

The TRS Board of Trustees is responsible for the System's administration. TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/acfrs/fy2022>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

*Benefits Provided*

TRS provides retirement, disability and death benefits. Tier 1 members have TRS or reciprocal system service prior to January 1, 2011. Tier 1 members qualify for retirement benefits at age 62 with five years of service, at age 60 with ten years or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last 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 2.20% of final average salary up to a maximum of 75% with 34 years of service.

Tier 2 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 last four. Disability provisions for Tier 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different from Tier 1.

Essentially all Tier 1 retirees receive an annual 3% increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier 2 annual increases will be the lesser of 3% of the original benefit or 1/2% 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.

**5. RETIREMENT PLAN COMMITMENTS**

a. Teachers' Retirement System of the State of Illinois (Continued)

*Benefits Provided* (Continued)

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2026. 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.

*Contributions*

The State 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, 2023, was 9% 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 makes employer pension contributions on behalf of the District. For the year ended June 30, 2023, the State contributions recognized by the employer were based on the State's proportionate share of the collective net pension liability (NPL) associated with the employer and the employer recognized revenue and expenditures of \$4,598,117 in pension contributions from the State.

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

a. Teachers' Retirement System of the State of Illinois (Continued)

*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, 2023 were \$50,461.

*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 District to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contributions 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, 2023, the employer pension contribution was 10.49% of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling \$82,381 were paid from federal and special trust funds that required employer contributions of \$8,642.

*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, 2023, the employer paid \$0 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.

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**5. RETIREMENT PLAN COMMITMENTS (Continued)**

a. Teachers' Retirement System of the State of Illinois (Continued)

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

At June 30, 2022, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for the State pension support provided to the employer. The State's support and total are for disclosure purposes only.

The amount recognized by the District as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the District were as follow:

District's proportionate share of the net pension liability	\$ 674,824
State's proportionate share of the net pension liability associated with the District	<u>58,536,472</u>
<b>TOTAL</b>	<u><u>\$ 59,211,296</u></u>

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021 and rolled forward to June 30, 2022. 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, 2022, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2022, the District's proportion was 0.0008048913%, which was a decrease of 0.0000637568% from its proportion measured as of June 30, 2021 (0.0008686481%). The District's proportionate share of the net pension liability is for disclosure purposes only as the District reports on the regulatory basis of accounting.

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

a. Teachers' Retirement System of the State of Illinois (Continued)

*Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)*

For the year ended June 30, 2023, the District also recognized pension expense of \$4,598,117 and revenue of \$4,598,117 for support provided by the State. The District reports on the regulatory basis of accounting; therefore, the following amounts of deferred outflows of resources and deferred inflows of resources related to pensions from the following sources at June 30, 2023 are presented for disclosure purposes only:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,356	\$ 3,721
Net difference between projected and actual earnings on pension plan investments	617	-
Assumption changes	3,112	1,288
Changes in proportion and differences between employer contributions and proportionate share of contributions	54,533	136,924
District contributions subsequent to the measurement date	59,103	-
<b>TOTAL</b>	<b>\$ 118,721</b>	<b>\$ 141,933</b>

\$59,103 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ (20,702)
2025	(23,765)
2026	(30,666)
2027	(3,001)
2028	(4,181)
<b>TOTAL</b>	<b>\$ (82,315)</b>

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

a. Teachers' Retirement System of the State of Illinois (Continued)

*Actuarial Assumptions*

The total pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	Varies by amount of service credit
Investment rate of return	7.00%, net of pension plan investment expenses, including inflation

In the June 30, 2022, actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully generational basis using projection table MP-2020. In the June 30, 2021 actuarial valuation, mortality rates were also based on the PuT-2010 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully generational basis using projection table MP-2020.

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.

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**5. RETIREMENT PLAN COMMITMENTS (Continued)**

a. Teachers' Retirement System of the State of Illinois (Continued)

*Actuarial Assumptions* (Continued)

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. large cap	16.30%	5.73%
U.S. equities small/mid cap	1.90%	6.78%
International equities developed	14.10%	6.56%
Emerging market equities	4.70%	8.55%
U.S. bonds core	6.90%	1.15%
Cash equivalents	1.20%	(0.32%)
TIPS	0.50%	0.33%
International debt developed	1.20%	6.56%
Emerging international debt	3.70%	3.76%
Real estate	16.00%	5.42%
Private debt	12.50%	5.29%
Hedge funds	4.00%	3.48%
Private equity	15.00%	10.04%
Infrastructure	2.00%	5.86%
TOTAL	100.00%	

*Discount Rate*

At June 30, 2022, the discount rate used to measure the total pension liability was 7%, which was the same as the June 30, 2021 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, the District contributions and the State contributions will be made at the current statutorily required rates.

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

a. Teachers' Retirement System of the State of Illinois (Continued)

*Discount Rate* (Continued)

Based on those assumptions, TRS' fiduciary net position at June 30, 2022 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the Employer'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%, 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%) or 1 percentage point higher (8%) than the current rate.

	1% Decrease (6%)	Current Discount Rate (7%)	1% Increase (8%)
Employer's proportionate share of the net pension liability	\$ 825,315	\$ 674,824	\$ 550,031

The District's proportionate share of the net pension liability is for disclosure purposes only as the District reports on the cash basis of accounting.

*TRS Fiduciary Net Position*

Detailed information about the TRS' fiduciary net position as of June 30, 2022 is available in the separately issued TRS Annual Comprehensive Financial Report.



**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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**5. RETIREMENT PLAN COMMITMENTS (Continued)**

b. Illinois Municipal Retirement Fund

*Plan Description*

The District’s defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases and death benefits to plan members and beneficiaries. The employer plan is affiliated with IMRF, an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained at [www.imrf.org](http://www.imrf.org).

*Plan Administration*

All employees (other than those covered by TRS) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

*Plan Membership*

At December 31, 2022, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	111
Inactive employees entitled to but not yet receiving benefits	129
Active employees	<u>57</u>
 TOTAL	 <u><u>297</u></u>

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

b. Illinois Municipal Retirement Fund (Continued)

*Benefits Provided*

All employees (other than those covered by TRS) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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 members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions are established by state statute.

*Contributions*

Participating members are required to contribute 4.50% of their annual salary to IMRF. The District is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the year ended June 30, 2023 was 8.87% of covered payroll.

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

b. Illinois Municipal Retirement Fund (Continued)

*Actuarial Assumptions*

The District's net pension liability (asset) was measured as of December 31, 2022 and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2022
Actuarial cost method	Entry-age normal
Assumptions	
Price inflation	2.25%
Salary increases	2.85% to 13.75%
Investment rate of return	7.25%
Asset valuation method	Fair value

For nondisabled 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. 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. 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.

*Single Discount Rate*

A single discount rate of 7.25% was used to measure the total pension liability. The projection of cash flows used to determine this single discount rate assumed that the plan members' contributions will be made at the current contribution rate and that the District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

b. Illinois Municipal Retirement Fund (Continued)

*Changes in the Net Pension Liability (Asset)*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2022	\$ 10,610,201	\$ 11,461,137	\$ (850,936)
Changes for the period			
Service cost	179,432	-	179,432
Interest	747,195	-	747,195
Difference between expected and actual experience	79,322	-	79,322
Changes in assumptions	-	-	-
Employer contributions	-	178,778	(178,778)
Employee contributions	-	80,050	(80,050)
Net investment income	-	(1,605,952)	1,605,952
Benefit payments and refunds	(787,562)	(787,562)	-
Other (net transfer)	-	76,971	(76,971)
Net changes	218,387	(2,057,715)	2,276,102
BALANCES AT DECEMBER 31, 2022	\$ 10,828,588	\$ 9,403,422	\$ 1,425,166

The District's net pension liability (asset) is for disclosure purposes only as the District reports on the regulatory basis of accounting.

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources*

For the year ended June 30, 2023, the District incurred pension expense of \$144,264.

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**5. RETIREMENT PLAN COMMITMENTS (Continued)**

b. Illinois Municipal Retirement Fund (Continued)

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)*

The District reports on the regulatory basis of accounting. Therefore, the following amounts of deferred outflows of resources and deferred inflows of resources related to pensions from the following sources at June 30, 2023 are for disclosure purposes only:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience Assumption changes	\$ 33,183	\$ -
Net difference between projected and actual earnings on pension plan investments	810,160	-
Employer contributions after the measurement date	72,302	-
<b>TOTAL</b>	<u>\$ 915,645</u>	<u>\$ -</u>

\$72,302 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date would be recognized as a reduction of the net pension liability (asset) during the fiscal year ending June 30, 2024 under the accrual basis of accounting; however, this amount is not reported in the accompanying financial statements. For disclosure purposes, the amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF would be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	
2024	\$ (35,046)
2025	126,342
2026	267,947
2027	484,100
2028	-
Thereafter	-
<b>TOTAL</b>	<u>\$ 843,343</u>

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

b. Illinois Municipal Retirement Fund (Continued)

*Discount Rate Sensitivity*

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 2,449,909	\$ 1,425,166	\$ 570,707

**6. OTHER POSTEMPLOYMENT BENEFITS**

a. Teacher Health Insurance Security Fund of the State of Illinois

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit postemployment 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 TRS of the State. Annuitants not enrolled in Medicare may participate in the State-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage Plan.

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

**6. OTHER POSTEMPLOYMENT BENEFITS**

a. Teacher Health Insurance Security Fund of the State of Illinois

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

- On-behalf contributions to the THIS Fund - The State makes employer retiree health insurance contributions on behalf of the District. The State contributions are intended to match contributions to the THIS Fund from active members which were 0.90% of pay during the year ended June 30, 2023. The State contributions were \$78,302 and the District recognized revenue and expenditures of this amount during the year.
- Employer contributions to the THIS Fund - The District also makes contributions to the THIS Fund. The employer contribution to the THIS Fund was 0.67% during the year ended June 30, 2023. For the year ended June 30, 2023, the District paid \$58,292 to the THIS Fund, which was 100% of the required contribution.

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.”

*Actuarial Assumptions*

The total other postemployment benefit (OPEB) liability was determined by an actuarial valuation as of June 30, 2021, rolled forward to June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation	2.50%
Salary increases	Depends on service and ranges from 8.50% at one year of service to 3.50% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption
Investment rate of return	2.75%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	Trend for fiscal year 2023 based on expected increases used to develop average costs. For fiscal years on and after 2024, trend starts at 8.00% gradually decreases to an ultimate trend of 4.25%

**6. OTHER POSTEMPLOYMENT BENEFITS**

a. Teacher Health Insurance Security Fund of the State of Illinois

*Actuarial Assumptions (Continued)*

Mortality rates for retirement and beneficiary annuitants were based on the PubT-2010 Retiree Mortality Table, adjusted for TRS experience. For disabled annuitants mortality rates were based on the PubNS-2010 Non-Safety Disabled Retiree table. Mortality rates for pre-retirement were based on the PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.

*Single Discount Rate*

Projected benefit payments are required to be discounted to their actuarial present values 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 bonds 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 the THIS Fund is financed on a pay-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index described above. The discount rates are 3.69% as of June 30, 2022 and 1.92% as of June 30, 2021.

*Sensitivity of the Employer's Proportionate Share of the Collective Net OPEB Liability to Changes in the Discount Rate*

The following presents the District's proportionate share of the collective net OPEB liability, as well as what the District's proportionate share of the collective net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.69%) or 1 percentage point higher (4.69%) than the current discount rate:

	1% Decrease (2.69%)	Current Discount Rate (3.69%)	1% Increase (4.69%)
Employer's proportionate share of the collective net OPEB liability	\$ 2,270,252	\$ 2,042,757	\$ 1,809,016



**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

a. Teacher Health Insurance Security Fund of the State of Illinois (Continued)

*Sensitivity of the Employer’s Proportionate Share of the Collective Net OPEB Liability to Changes in the Healthcare Cost Trend Rates*

The following table shows the District’s net OPEB liability as of June 30, 2022, using current trend rates and sensitivity trend rates that are either 1 percentage point higher or lower. The current claims trend rates are 8.00% in plan year 2024 decreasing to an ultimate trend rate of 4.25% in plan year 2039.

	1% Decrease <sup>a</sup>	Current Discount Rate	1% Increase <sup>b</sup>
Employer’s proportionate share of the collective net OPEB liability	\$ 1,726,187	\$ 2,042,757	\$ 2,390,188

<sup>a</sup> One percentage point decrease in healthcare trend rates are 7.00% in plan year 2024 decreasing to an ultimate rate of 3.25% in plan year 2039.

<sup>b</sup> One percentage point increase in healthcare trend rates are 9.00% in plan year 2024 decreasing to an ultimate rate of 5.25% in plan year 2039.

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

At June 30, 2023, the District disclosed a liability for its proportionate share of the net OPEB liability that reflected a reduction for the State OPEB support provided to the District. The collective net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the collective net OPEB liability was determined by an actuarial valuation as of that date. The District proportion of the collective net OPEB liability was based on a projection of the District’s long-term share of contributions to the OPEB plan relative to the projected contributions of the District, actuarially determined. At June 30, 2022, the District’s proportion was 0.029844%, which was a decrease of 0.000281% from its proportion measured as of June 30, 2021 (0.030125%). The State’s support and total are for disclosure purposes only.

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

a. Teacher Health Insurance Security Fund of the State of Illinois (Continued)

*OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)*

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:

Employer's proportionate share of the net OPEB liability	\$ 2,042,757
State's proportionate share of the net OPEB liability associated with the employer	<u>2,778,989</u>
<b>TOTAL</b>	<b><u>\$ 4,821,746</u></b>

The District's proportionate share of the net OPEB liability is for disclosure purposes only as the District reports on the regulatory basis of accounting.

For the year ended June 30, 2023, the District recognized OPEB expense of \$78,302 and revenue of \$78,302 for support provided by the State.

At June 30, 2023, the District disclosed deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>                    </u>	<u>                    </u>
Differences between expected and actual experience	\$ -	\$ 1,336,064
Changes of assumptions	1,843	5,038,939
Net difference between projected and actual earnings on OPEB plan investments	248	-
Changes in the proportion and differences between employer contributions and proportionate share of contributions	1,414,061	1,245,398
Employer contributions subsequent to the measurement date	<u>58,292</u>	<u>-</u>
<b>TOTAL</b>	<b><u>\$ 1,474,444</u></b>	<b><u>\$ 7,620,401</u></b>

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

a. Teacher Health Insurance Security Fund of the State of Illinois (Continued)

*OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB* (Continued)

\$58,292 disclosed as deferred outflows of resources related to OPEB resulting from the District's contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ending June 30, 2024. Other amounts disclosed as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

Year Ended June 30,	
2024	\$ (701,817)
2025	(701,816)
2026	(701,816)
2027	(701,816)
2028	(701,818)
Thereafter	<u>(2,695,166)</u>
 TOTAL	 <u>\$ (6,204,249)</u>

b. Retiree's Health Plan

ILCS mandate that a school district unit must offer its retirees a health insurance plan equivalent to that offered to active employees. ILCS enable a government to make the health plan benefits supplemental to Medicare and to offer these supplemental benefits at a different retiree contribution rate than regular benefits provided by the group plan. ILCS does not presently require the government to pay any portion of the cost of the plan for retired employees. Retired employees covered under the District's plan are required to pay 100% of the cost of their insurance based on the rates paid by the District. Retired employees must be covered under the District's health insurance plan at the time of retirement to receive this benefit and must continue coverage with the District's plan to maintain this benefit.

**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

b. Retiree's Health Plan (Continued)

No former employees have chosen to stay in the District's health insurance plan. Additionally, the District had no former employees for which the District was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. As a result, the District has determined that no material liability is required to be reported under GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. In addition, the total OPEB liability, deferred outflows of resources and deferred inflows of resources would not be reported on the District's financial statements as the District's reports on the regulatory basis of accounting as discussed in Note 1. Therefore, the District has not recorded any postemployment benefit liability as of June 30, 2023.

**7. RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omission; injuries to employees; and natural disasters. The District participates in the Collective Liability Insurance Cooperative (CLIC), a public entity risk pool, currently operating as a common risk manage and insurance program for member school districts. The District pays premiums to CLIC for insurance coverages and protection other than health, life and accident coverages. The District purchases third party coverage for employee health insurance.

No material decreases in insurance coverages have occurred nor have any insurance claims in excess of insurance coverages been paid or reported during the last three fiscal years.

**8. JOINT VENTURE**

The District and 15 other school districts within Cook and DuPage Counties have entered into a joint agreement with LaGrange Area Department of Special Education (LADSE) to provide special education services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the Directing Board.

**SUPPLEMENTARY INFORMATION**

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS  
EDUCATIONAL FUND

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES</b>			
Instruction			
Regular programs			
Salaries	\$ 4,793,315	\$ 4,707,146	\$ (86,169)
Employee benefits	597,152	669,814	72,662
Purchased services	11,400	8,542	(2,858)
Supplies and materials	242,950	222,741	(20,209)
Capital outlay	437,500	269,043	(168,457)
Other objects	450	-	(450)
Total regular programs	<u>6,082,767</u>	<u>5,877,286</u>	<u>(205,481)</u>
Tuition payments to charter schools			
Purchased services	-	7,938	7,938
Total tuition payments to charter schools	<u>-</u>	<u>7,938</u>	<u>7,938</u>
Special education programs			
Salaries	1,761,709	1,632,325	(129,384)
Employee benefits	285,861	253,813	(32,048)
Purchased services	576,242	375,073	(201,169)
Supplies and materials	22,500	12,593	(9,907)
Total special education programs	<u>2,646,312</u>	<u>2,273,804</u>	<u>(372,508)</u>
Remedial and supplemental programs K-12			
Salaries	273,379	451,561	178,182
Employee benefits	30,366	41,441	11,075
Supplies and materials	13,900	6,318	(7,582)
Total remedial and supplemental programs K-12	<u>317,645</u>	<u>499,320</u>	<u>181,675</u>
Interscholastic programs			
Salaries	75,000	58,811	(16,189)
Employee benefits	850	582	(268)
Purchased services	200	235	35
Supplies and materials	11,200	4,978	(6,222)
Capital outlay	1,000	-	(1,000)
Other objects	10,000	11,277	1,277
Total interscholastic programs	<u>98,250</u>	<u>75,883</u>	<u>(22,367)</u>
Summer school programs			
Salaries	18,300	52,135	33,835
Employee benefits	1,000	2,238	1,238
Supplies and materials	1,500	1,564	64
Total summer school programs	<u>20,800</u>	<u>55,937</u>	<u>35,137</u>

(This schedule is continued on the following pages.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS (Continued)  
EDUCATIONAL FUND

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Instruction (Continued)			
Gifted programs			
Salaries	\$ 105,438	\$ 105,438	\$ -
Employee benefits	18,577	18,345	(232)
Total gifted programs	<u>124,015</u>	<u>123,783</u>	<u>(232)</u>
Bilingual programs			
Salaries	152,488	150,400	(2,088)
Employee benefits	24,364	24,200	(164)
Purchased services	7,150	-	(7,150)
Supplies and materials	1,400	924	(476)
Total bilingual programs	<u>185,402</u>	<u>175,524</u>	<u>(9,878)</u>
Student activity fund expenditures			
Other objects	-	73,756	73,756
Total student activity fund expenditures	<u>-</u>	<u>73,756</u>	<u>73,756</u>
Total instruction	<u>9,475,191</u>	<u>9,163,231</u>	<u>(311,960)</u>
Support services			
Pupils			
Attendance and social work services			
Salaries	253,653	242,545	(11,108)
Employee benefits	56,579	56,634	55
Supplies and materials	15,600	402	(15,198)
Total attendance and social work services	<u>325,832</u>	<u>299,581</u>	<u>(26,251)</u>
Guidance services			
Salaries	63,180	73,760	10,580
Employee benefits	9,957	10,006	49
Supplies and materials	400	300	(100)
Total guidance services	<u>73,537</u>	<u>84,066</u>	<u>10,529</u>
Health services			
Salaries	235,473	244,673	9,200
Employee benefits	34,707	42,559	7,852
Purchased services	150	13,611	13,461
Supplies and materials	3,700	2,569	(1,131)
Total health services	<u>274,030</u>	<u>303,412</u>	<u>29,382</u>

(This schedule is continued on the following pages.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS (Continued)  
EDUCATIONAL FUND

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Support services (Continued)			
Pupils (Continued)			
Psychological services			
Salaries	\$ 86,309	\$ 86,309	\$ -
Employee benefits	1,278	1,091	(187)
Purchased services	-	11,057	11,057
Total psychological services	<u>87,587</u>	<u>98,457</u>	<u>10,870</u>
Speech pathology and audiology services			
Salaries	320,594	320,594	-
Employee benefits	48,020	47,316	(704)
Purchased services	-	38,603	38,603
Supplies and materials	500	-	(500)
Total speech pathology and audiology services	<u>369,114</u>	<u>406,513</u>	<u>37,399</u>
Total pupils	<u>1,130,100</u>	<u>1,192,029</u>	<u>61,929</u>
Instructional staff			
Improvement of instructional services			
Salaries	218,350	259,507	41,157
Employee benefits	33,054	42,082	9,028
Purchased services	31,500	30,583	(917)
Supplies and materials	2,250	4,323	2,073
Other objects	500	319	(181)
Total improvement of instructional services	<u>285,654</u>	<u>336,814</u>	<u>51,160</u>
Educational media services			
Salaries	303,312	303,703	391
Employee benefits	30,097	26,551	(3,546)
Purchased services	147,250	104,418	(42,832)
Supplies and materials	164,800	198,846	34,046
Capital outlay	155,600	133,627	(21,973)
Total educational media services	<u>801,059</u>	<u>767,145</u>	<u>(33,914)</u>
Assessment and testing			
Supplies and materials	15,000	18,105	3,105
Total assessment and testing	<u>15,000</u>	<u>18,105</u>	<u>3,105</u>
Total instructional staff	<u>1,101,713</u>	<u>1,122,064</u>	<u>20,351</u>

(This schedule is continued on the following pages.)



**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS (Continued)  
EDUCATIONAL FUND

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Support services (Continued)			
General administration			
Board of Education services			
Purchased services	\$ 92,698	\$ 86,544	\$ (6,154)
Supplies and materials	2,000	5,526	3,526
Other objects	7,000	7,075	75
Total Board of Education services	<u>101,698</u>	<u>99,145</u>	<u>(2,553)</u>
Executive administration services			
Salaries	276,139	268,639	(7,500)
Employee benefits	58,819	90,609	31,790
Purchased services	2,500	1,270	(1,230)
Supplies and materials	1,500	231	(1,269)
Capital outlay	1,000	-	(1,000)
Other objects	2,500	3,088	588
Total executive administration services	<u>342,458</u>	<u>363,837</u>	<u>21,379</u>
Total general administration	<u>444,156</u>	<u>462,982</u>	<u>18,826</u>
School administration			
Office of the principal services			
Salaries	564,564	551,182	(13,382)
Employee benefits	146,358	148,817	2,459
Purchased services	1,100	649	(451)
Supplies and materials	1,000	799	(201)
Capital outlay	3,500	2,678	(201)
Other objects	1,650	838	(812)
Total office of the principal services	<u>718,172</u>	<u>704,963</u>	<u>(12,588)</u>
Total school administration	<u>718,172</u>	<u>704,963</u>	<u>(12,588)</u>
Business			
Fiscal services			
Salaries	106,567	106,567	-
Employee benefits	37,398	42,360	4,962
Purchased services	16,000	16,538	538
Supplies and materials	1,500	2,015	515
Capital outlay	150,000	-	(150,000)
Other objects	9,400	10,818	1,418
Total fiscal services	<u>320,865</u>	<u>178,298</u>	<u>(142,567)</u>

(This schedule is continued on the following pages.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS (Continued)  
EDUCATIONAL FUND

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Support services (Continued)			
Business (Continued)			
Food service			
Salaries	\$ 79,353	\$ 132,663	\$ 53,310
Employee benefits	200	351	151
Purchased services	23,400	4,278	(19,122)
Materials and supplies	125,000	192,908	67,908
Capital outlay	5,000	12,770	7,770
Total food service	<u>232,953</u>	<u>342,970</u>	<u>110,017</u>
Total business	<u>553,818</u>	<u>521,268</u>	<u>(32,550)</u>
Central			
Planning, research, development and evaluation services			
Other objects	500	636	136
Total planning, research, development and evaluation services	<u>500</u>	<u>636</u>	<u>136</u>
Data processing			
Purchased services	5,000	5,519	519
Total data processing	<u>5,000</u>	<u>5,519</u>	<u>519</u>
Staff services			
Salaries	64,895	64,646	(249)
Employee benefits	22,857	-	(22,857)
Purchased services	18,200	15,059	(3,141)
Supplies and materials	150	120	(30)
Other objects	75	140	65
Total staff services	<u>106,177</u>	<u>79,965</u>	<u>35</u>
Total central	<u>111,677</u>	<u>86,120</u>	<u>690</u>
Other support services			
Salaries	-	1,482	-
Total support services	<u>4,059,636</u>	<u>4,090,908</u>	<u>56,658</u>
Community service			
Purchased services	-	600	600
Supplies and materials	400	-	(400)
Total community service	<u>400</u>	<u>600</u>	<u>200</u>

(This schedule is continued on the following page.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS (Continued)  
EDUCATIONAL FUND

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Intergovernmental			
Payments for special education programs			
Purchased services	\$ 40,000	\$ 215,228	\$ 175,228
Total payments for special education programs	40,000	215,228	175,228
Payments for special education programs - tuition			
Other objects	230,000	317,703	87,703
Total payments for special education programs - tuition	230,000	317,703	87,703
Total intergovernmental	270,000	532,931	262,931
Provision for contingencies			
Other objects	50,000	-	-
Total provision for contingencies	50,000	-	-
<b>TOTAL EXPENDITURES - BUDGETARY BASIS</b>	<b>\$ 13,855,227</b>	<b>13,787,670</b>	<b>\$ 7,829</b>
<b>ADJUSTMENTS TO REGULATORY CASH BASIS</b>			
On-behalf expenditures		4,676,419	
<b>TOTAL EXPENDITURES - REGULATORY CASH BASIS</b>		<b>\$ 18,464,089</b>	

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS  
OPERATIONS AND MAINTENANCE FUND

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (under)</b>
<b>EXPENDITURES</b>			
Support services			
Business			
Facilities acquisition and construction services			
Purchased services	\$ 5,000	\$ -	\$ (5,000)
Total facilities acquisition and construction services	5,000	-	(5,000)
Operation and maintenance of plant services			
Salaries	365,362	352,447	(12,915)
Employee benefits	66,257	65,956	(301)
Purchased services	233,610	245,380	11,770
Supplies and materials	260,000	223,139	(36,861)
Capital outlay	1,210,000	84,286	(1,125,714)
Total operation and maintenance of plant services	2,135,229	971,208	(1,164,021)
Total support services	2,140,229	971,208	(1,169,021)
<b>TOTAL EXPENDITURES</b>	<b>\$ 2,140,229</b>	<b>\$ 971,208</b>	<b>\$ (1,169,021)</b>

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS  
TRANSPORTATION FUND

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES</b>			
Support services			
Business			
Pupil transportation services			
Salaries	\$ 213,285	\$ 243,960	\$ 30,675
Employee benefits	30,964	29,105	(1,859)
Purchased services	394,956	434,973	40,017
Supplies and materials	40,000	58,110	18,110
Capital outlay	35,000	34,470	(530)
	714,205	800,618	86,413
Total business	714,205	800,618	86,413
Total support services	714,205	800,618	86,413
<b>TOTAL EXPENDITURES</b>	<b>\$ 714,205</b>	<b>\$ 800,618</b>	<b>\$ 86,413</b>

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS  
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

For the Year Ended June 30, 2023

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
<b>EXPENDITURES</b>			
Instruction			
Regular programs	\$ 67,731	\$ 65,438	\$ (2,293)
Special education programs	115,929	109,010	(6,919)
Remedial and supplemental programs K-12	10,284	11,782	1,498
Interscholastic programs	2,272	2,167	(105)
Summer school programs	1,513	1,637	124
Gifted programs	1,470	1,406	(64)
Bilingual programs	2,172	2,016	(156)
	<hr/>	<hr/>	<hr/>
Total instruction	201,371	193,456	(7,915)
Support services			
Pupils			
Attendance and social work services	3,736	3,222	(514)
Guidance services	924	3,637	2,713
Health services	35,938	38,035	2,097
Psychological services	1,292	1,248	(44)
Speech pathology and audiology services	4,650	4,324	(326)
	<hr/>	<hr/>	<hr/>
Total pupils	46,540	50,466	3,926
Instructional staff			
Improvement of instructional services	4,056	1,302	(2,754)
Educational media services	9,621	9,750	129
	<hr/>	<hr/>	<hr/>
Total instructional staff	13,677	11,052	(2,625)
General administration			
Executive administration services	12,304	3,853	(8,451)
	<hr/>	<hr/>	<hr/>
Total general administration	12,304	3,853	(8,451)
School administration			
Office of the principal services	28,281	25,961	(2,320)
	<hr/>	<hr/>	<hr/>
Total school administration	28,281	25,961	(2,320)

(This schedule is continued on the following page.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS (Continued)  
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

For the Year Ended June 30, 2023

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Support services (Continued)			
Business			
Fiscal services	\$ 10,004	\$ 10,384	\$ 380
Operation and maintenance of plant services	62,275	50,064	(12,211)
Pupil transportation services	35,750	33,353	(2,397)
Food service	16,800	16,551	(249)
Total business	124,829	110,352	(14,477)
Central			
Staff services	9,540	10,281	741
Total central	9,540	10,281	741
Other support services	106	240	134
Total support services	235,277	212,205	(23,072)
<b>TOTAL EXPENDITURES</b>	<b>\$ 436,648</b>	<b>\$ 405,661</b>	<b>\$ (30,987)</b>

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS  
CAPITAL PROJECTS FUND

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (under)</b>
<b>EXPENDITURES</b>			
Support services			
Business			
Facilities acquisition and construction services			
Purchased services	\$ 12,398,492	\$ 10,313,822	\$ (2,084,670)
Supplies	-	54,189	54,189
Capital outlay	-	52,125	52,125
Total facilities acquisition and construction services	12,398,492	10,420,136	(1,978,356)
<b>TOTAL EXPENDITURES</b>	<b>\$ 12,398,492</b>	<b>\$ 10,420,136</b>	<b>\$ (1,978,356)</b>



**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS  
TORT IMMUNITY FUND**

For the Year Ended June 30, 2023

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	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES</b>			
Support services			
Risk management and claims services payments	\$ 40,178	\$ 38,253	\$ (1,925)
Total support services	40,178	38,253	(1,925)
<b>TOTAL EXPENDITURES</b>	<u>\$ 40,178</u>	<u>\$ 38,253</u>	<u>\$ (1,925)</u>

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
REGULATORY CASH BASIS  
DEBT SERVICE FUND

For the Year Ended June 30, 2023

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	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES</b>			
Debt service			
Principal	\$ 1,110,000	\$ 1,110,000	\$ -
Interest	565,900	565,875	(25)
	<hr/>		
Total debt services	1,675,900	1,675,875	(25)
	<hr/>		
<b>TOTAL EXPENDITURES</b>	<b>\$ 1,675,900</b>	<b>\$ 1,675,875</b>	<b>\$ (25)</b>

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

NOTES TO SUPPLEMENTARY INFORMATION

June 30, 2023

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**1. BUDGET**

Budgetary Data

The budget is prepared on the cash basis of accounting, which is the same that is used in the financial reporting.

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

- a. The Board adopted a Budget Ordinance which serves as an operating budget.
- b. Budget hearings are conducted.
- c. The budget is legally enacted through passage of an ordinance.
- d. The Board may amend the budget.

**2. EXCESS EXPENDITURES OVER APPROPRIATIONS**

The following fund over expended appropriations in fiscal year 2023:

Fund	Appropriations	Expenditures	Excess
Transportation	\$ 714,205	\$ 800,618	\$ (86,413)

## **OTHER INFORMATION**

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Nine Fiscal Years

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
Actuarially determined contribution	\$ 181,494	\$ 206,049	\$ 206,725	\$ 210,041	\$ 176,140	\$ 182,717	\$ 202,948	\$ 192,238	\$ 155,073
Contributions in relation to the actuarially determined contribution	181,494	206,049	206,725	210,041	176,140	182,717	202,948	192,238	155,073
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Covered payroll	\$ 1,533,152	\$ 1,689,166	\$ 1,766,938	\$ 2,112,170	\$ 1,714,237	\$ 1,713,913	\$ 1,734,804	\$ 1,786,614	\$ 1,748,170
Contributions as a percentage of covered payroll	11.84%	12.20%	11.70%	9.94%	10.28%	10.66%	11.70%	10.76%	8.87%

Notes to Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was aggregate entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 21 years; the asset valuation method was five-year smoothed; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.85% to 13.75% compounded annually and wage growth of 3.25%.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Last Nine Fiscal Years  
(Dollar amounts in thousands)

FISCAL YEAR ENDED JUNE 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially determined contribution	\$ 38	\$ 40	\$ 41	\$ 40	\$ 41	\$ 44	\$ 47	\$ 74	\$ 59
Contributions in relation to the actuarially determined contribution	38	40	41	40	41	44	47	74	59
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Covered payroll	\$ 6,628	\$ 6,816	\$ 7,104	\$ 6,902	\$ 7,071	\$ 7,406	\$ 7,834	\$ 8,235	\$ 8,700
Contributions as a percentage of covered payroll	0.57%	0.59%	0.58%	0.58%	0.58%	0.59%	0.60%	0.90%	0.68%

Notes to Supplementary Information

Changes of assumptions: For the 2022 measurement year, the assumed investment rate of return was of 7.00%, including an inflation rate of 2.50% and a real return of 4.50%. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated September 30, 2021. For the 2021-2017 measurement years, the assumed investment rate of return was 7.00%, including an inflation rate of 2.25% and a real return of 4.75%. Salary increases were assumed to vary by service credit. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 18, 2018 and August 13, 2015, respectively. For the 2015 measurement year, the assumed investment rate of return was 7.50%, including an inflation rate of 3.00% and a real return of 4.50%. 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 ended June 30, 2014.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
TEACHER HEALTH INSURANCE SECURITY FUND**

Last Seven Fiscal Years  
(Dollar amounts in thousands)

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
Statutorily required contribution	\$ 60	\$ 60	\$ 65	\$ 68	\$ 72	\$ 55	\$ 58
Contributions in relation to the statutorily required contribution	60	60	65	68	72	55	58
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Covered payroll	\$ 7,104	\$ 6,902	\$ 6,902	\$ 7,406	\$ 7,834	\$ 7,834	\$ 8,700
Contributions as a percentage of covered payroll	0.84%	0.87%	0.94%	0.92%	0.92%	0.70%	0.67%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented for as many years as is available.

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

**SCHEDULE OF CHANGES IN THE EMPLOYER'S  
NET PENSION LIABILITY AND RELATED RATIOS  
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Nine Calendar Years

<b>MEASUREMENT DATE DECEMBER 31,</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
<b>TOTAL PENSION LIABILITY</b>									
Service cost	\$ 171,023	\$ 163,363	\$ 184,664	\$ 185,955	\$ 184,663	\$ 177,784	\$ 171,076	\$ 151,506	\$ 179,432
Interest	541,331	585,564	616,263	648,143	659,145	681,785	703,765	718,688	747,195
Changes of benefit terms	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(93,464)	76,527	52,861	94,718	129,908	129,802	159,389	274,439	79,322
Changes in assumptions	372,422	17,395	(35,868)	(291,378)	228,032	-	(82,377)	-	-
Benefit payments, including refunds of member contributions	(355,327)	(417,630)	(424,360)	(450,739)	(529,469)	(636,476)	(729,226)	(743,236)	(787,562)
Net change in total pension liability	635,985	425,219	393,560	186,699	672,279	352,895	222,627	401,397	218,387
Total pension liability - beginning	7,319,540	7,955,525	8,380,744	8,774,304	8,961,003	9,633,282	9,986,177	10,208,804	10,610,201
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 7,955,525</b>	<b>\$ 8,380,744</b>	<b>\$ 8,774,304</b>	<b>\$ 8,961,003</b>	<b>\$ 9,633,282</b>	<b>\$ 9,986,177</b>	<b>\$ 10,208,804</b>	<b>\$ 10,610,201</b>	<b>\$ 10,828,588</b>
<b>PLAN FIDUCIARY NET POSITION</b>									
Contributions - employer	\$ 164,296	\$ 194,561	\$ 207,601	\$ 209,687	\$ 204,333	\$ 173,048	\$ 207,062	\$ 208,888	\$ 178,778
Contributions - member	70,784	70,705	82,549	82,051	83,496	76,822	74,593	81,174	80,050
Net investment income	412,657	35,399	487,900	1,360,356	(510,526)	1,536,670	1,359,157	1,798,946	(1,605,952)
Benefit payments, including refunds of member contributions	(355,327)	(417,630)	(424,360)	(450,739)	(529,469)	(636,476)	(729,226)	(743,236)	(787,562)
Other (net transfer)	38,488	72,601	84,229	(177,664)	97,077	104,125	65,501	(33,959)	76,971
Net change in plan fiduciary net position	330,898	(44,364)	437,919	1,023,691	(655,089)	1,254,189	977,087	1,311,813	(2,057,715)
Plan fiduciary net position - beginning	6,824,993	7,155,891	7,111,527	7,549,446	8,573,137	7,918,048	9,172,237	10,149,324	11,461,137
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 7,155,891</b>	<b>\$ 7,111,527</b>	<b>\$ 7,549,446</b>	<b>\$ 8,573,137</b>	<b>\$ 7,918,048</b>	<b>\$ 9,172,237</b>	<b>\$ 10,149,324</b>	<b>\$ 11,461,137</b>	<b>\$ 9,403,422</b>
<b>EMPLOYER'S NET PENSION LIABILITY (ASSET)</b>	<b>\$ 799,634</b>	<b>\$ 1,269,217</b>	<b>\$ 1,224,858</b>	<b>\$ 387,866</b>	<b>\$ 1,715,234</b>	<b>\$ 813,940</b>	<b>\$ 59,480</b>	<b>\$ (850,936)</b>	<b>\$ 1,425,166</b>



<b>MEASUREMENT DATE DECEMBER 31,</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
Plan fiduciary net position as a percentage of the total pension liability	89.95%	84.86%	86.04%	95.67%	82.19%	91.85%	99.42%	108.02%	86.84%
Covered payroll	\$ 1,481,670	\$ 1,554,008	\$ 1,738,700	\$ 1,823,365	\$ 1,814,681	\$ 1,707,160	\$ 1,657,622	\$ 1,803,866	\$ 1,778,882
Employer's net pension liability (asset) as a percentage of covered payroll	53.97%	81.67%	70.45%	21.27%	94.52%	47.68%	3.59%	(47.17%)	80.12%

Assumption Changes:

2015 - changes in assumptions related to investment rate of return, retirement age and mortality rates.

2016 - changes in assumptions related to retirement age and mortality rates.

2017 - changes in assumptions related to inflation rates, salary rates and mortality rates.

2018 - changes in assumptions related to the investment rate of return

2020 - changes in assumptions related to inflation rates, salary increases and mortality rates.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE  
NET PENSION LIABILITY AND RELATED RATIOS  
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Last Nine Fiscal Years  
(Dollar amounts in thousands)

<b>MEASUREMENT DATE JUNE 30,</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
District's proportion of the net pension liability	0.0011%	0.0011%	0.0013%	0.0011%	0.0008%	0.0011%	0.0009%	0.0009%	0.0008%
District's proportionate share of the net pension liability	\$ 665	\$ 718	\$ 1,055	\$ 864	\$ 616	\$ 864	\$ 764	\$ 678	\$ 675
State's proportionate share of the net pension liability associated with the District	42,585	42,916	54,154	52,615	42,189	61,457	59,833	56,794	58,536
<b>TOTAL</b>	<b>\$ 43,250</b>	<b>\$ 43,634</b>	<b>\$ 55,209</b>	<b>\$ 53,479</b>	<b>\$ 42,805</b>	<b>\$ 62,321</b>	<b>\$ 60,597</b>	<b>\$ 57,472</b>	<b>\$ 59,211</b>
District's covered payroll	\$ 6,624	\$ 6,628	\$ 6,816	\$ 7,104	\$ 6,902	\$ 7,071	\$ 7,406	\$ 7,834	\$ 8,235
Proportion of the collective net pension liability associated with the employer as a percentage of its covered payroll	652.93%	658.33%	809.99%	752.80%	620.18%	881.36%	818.21%	733.62%	719.02%
Plan fiduciary net position as a percentage of the total pension liability	42.95%	41.50%	36.40%	39.30%	40.00%	39.60%	37.80%	45.10%	42.80%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE  
COLLECTIVE NET OPEB LIABILITY AND RELATED RATIOS  
TEACHER HEALTH INSURANCE SECURITY FUND

Last Seven Fiscal Years\*  
(Dollar amounts in thousands)

<b>MEASUREMENT DATE JUNE 30,</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
District's proportion of the collective net OPEB liability	0.042455%	0.030894%	0.025093%	0.032470%	0.029424%	0.030125%	0.029844%
District's proportionate share of the collective net OPEB liability	\$ 12,955	\$ 8,017	\$ 6,610	\$ 8,987	\$ 7,867	\$ 6,644	\$ 2,042
State's proportionate share of the collective net OPEB liability associated with the District	19,713	10,528	8,877	12,169	10,658	9,008	2,779
<b>TOTAL</b>	<b>\$ 32,668</b>	<b>\$ 18,545</b>	<b>\$ 15,487</b>	<b>\$ 21,156</b>	<b>\$ 18,525</b>	<b>\$ 15,652</b>	<b>\$ 4,821</b>
Plan's fiduciary net position as a percentage of the total pension liability	(0.22%)	(0.17%)	(0.07%)	0.25%	0.70%	1.40%	5.24%
District's covered payroll	\$ 6,816	\$ 7,104	\$ 6,902	\$ 7,071	\$ 7,406	\$ 8,235	\$ 8,700
Proportion of the collective net OPEB liability associated with the employer as a percentage of its covered payroll	479.28%	261.05%	224.38%	299.19%	250.14%	190.07%	55.41%

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

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented or as many years as is available.

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62**  
**WILLOWBROOK, ILLINOIS**

ASSESSSED VALUATIONS, TAX RATES AND EXTENSIONS

Last Ten Levy Years

<b>Fiscal Year</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
Equalized assessed valuation	\$ 835,130,399	\$ 826,714,989	\$ 807,864,105	\$ 779,140,316
<b>Rates extended</b>				
Education	1.3584	1.3055	1.3092	1.3358
Operations and maintenance	0.1900	0.1825	0.1830	0.1693
Transportation	0.0725	0.0696	0.0697	0.0690
Municipal retirement	0.0274	0.0263	0.0264	0.0270
Tort immunity	0.0040	0.0038	0.0038	0.0038
Social Security	0.0274	0.0263	0.0264	0.0270
Bond and interest	0.1389	0.1397	0.1439	0.1494
Aggregate refunds	0.0015	0.0032	-	-
Total rates extended	1.8201	1.7569	1.7624	1.7813
<b>Levies extended</b>				
Education	\$ 11,344,411	\$ 10,792,764	\$ 10,576,557	\$ 10,407,754
Operations and maintenance	1,586,748	1,508,755	1,478,391	1,319,085
Transportation	605,470	575,394	563,081	537,607
Municipal retirement	228,826	217,426	213,276	210,368
Tort immunity	33,405	31,415	30,699	29,608
Social Security	228,826	217,426	213,276	210,368
Bond and interest	1,159,996	1,154,921	1,162,516	1,164,036
Aggregate refunds	12,527	26,455	-	-
Total levies extended	\$ 15,200,209	\$ 14,524,556	\$ 14,237,796	\$ 13,878,826

2018	2017	2016	2015	2014	2013
\$ 763,267,498	\$ 732,676,158	\$ 696,847,454	\$ 662,278,180	\$ 644,370,184	\$ 647,537,267
1.3360	1.3458	1.3733	1.4239	1.4436	1.4475
0.1585	0.1843	0.1937	0.2008	0.2017	0.1475
0.0655	0.0505	0.0502	0.0483	0.0466	0.0471
0.0314	0.0314	0.0301	0.0317	0.0326	0.0336
0.0013	0.0007	0.0043	0.0136	0.0171	0.0235
0.0314	0.0314	0.0301	0.0317	0.0326	0.0336
0.1527	0.1590	0.1670	0.1754	0.1809	0.1826
-	-	-	-	-	-
1.7768	1.8031	1.8487	1.9254	1.9551	1.9154
\$ 10,197,254	\$ 9,860,356	\$ 9,569,807	\$ 9,430,179	\$ 9,302,128	\$ 9,227,546
1,209,779	1,350,322	1,349,794	1,329,855	1,299,695	940,285
499,940	370,001	349,817	319,880	300,277	300,254
239,666	230,060	209,751	209,942	210,065	214,194
9,922	5,129	29,964	90,070	110,187	149,808
239,666	230,060	209,751	209,942	210,065	214,194
1,165,509	1,164,955	1,163,735	1,161,636	1,165,666	1,164,041
-	-	-	-	-	-
\$ 13,561,736	\$ 13,210,883	\$ 12,882,619	\$ 12,751,504	\$ 12,598,083	\$ 12,210,322

(See independent auditor's report.)

**GOWER SCHOOL DISTRICT #62  
WILLOWBROOK, ILLINOIS**

**COMPUTATION OF LEGAL DEBT MARGIN**

June 30, 2023

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Assessed Valuation - 2022 Tax Year	<u>\$ 835,130,399</u>
Statutory Debt Limitation - 6.90% of Assessed Valuation	\$ 57,623,998
Total Debt	<u>(14,950,000)</u>
<b>LEGAL DEBT MARGIN</b>	<u>\$ 42,673,998</u>

(See independent auditor's report.)