

**DOLTON SCHOOL DISTRICT NO. 149**

**COOK COUNTY, ILLINOIS**

**ANNUAL FINANCIAL REPORT**

FOR THE YEAR ENDED  
JUNE 30, 2022



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## INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Dolton School District No. 149  
Calumet City, Illinois

### Report on the Audit of the Financial Statements

#### *Qualified Opinions*

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Dolton School District No. 149 ("District") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, except for the possible effects of the matter described in the Basis of Qualified Opinions section of our report, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the District as of June 30, 2022, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Qualified 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 the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

The Thornton Township School Treasurer maintains custody of the District's cash and investments within bank accounts as authorized by the Thornton Township School Treasurer's Office Trustees. The bank reconciliation procedures were not performed in a timely manner by the Thornton Township School Treasurer's Office and we were unable to obtain sufficient appropriate audit evidence about the carrying amount of the District's cash and investments. The impact to the basic financial statements of not timely preparing the bank reconciliations has not been determined.

#### *Emphasis of Matter- Leases*

As discussed in Note 17 to the financial statements, in 2022 the District adopted new accounting guidance, *GASBS* No. 87, *Leases*. Our opinions are not modified with respect to this matter.

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

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

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 judgement 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 judgement 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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt the District's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

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

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit for the year ended June 30, 2022 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements and schedules and the consolidated year-end financial report as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules and the consolidated year-end financial report are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2022.

We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated February 15, 2022 which contained an unmodified opinion on the governmental activities, each major fund and aggregate remaining fund information. The schedules of revenues received, expenditures disbursed, and changes in fund balances - budget and actual, for the year ended June 30, 2021 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2021 basic financial statements. The information was subjected to the audit procedures applied in the audit of the 2021 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules of revenues received, expenditures disbursed, and changes in fund balances - budget and actual are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2021.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the schedule of changes in student activities, schedule of assessed valuations, tax levies extended and collections, schedule of bonded debt service requirements, and legal debt margin but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or provide any assurance on them.

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2023, on our consideration of Dolton School District No. 149'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.

*John Kasperuk Co., Inc.*

Calumet City, Illinois  
June 27, 2023

## Dolton School District 149

Management's Discussion and Analysis (Unaudited)  
For the Year Ended June 30, 2022

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### Overview of the Financial Statements

This annual report consists of four parts – management's discussion and analysis (this section), the basic financial statements, required supplementary information and other supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

#### District-wide financial statements

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

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

The statement of net position presents information about the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. The difference between the total assets and deferred outflows of resources and liabilities and deferred inflows of resources is reported as total net position. The ending net position balance relates largely to the net change in capital assets, net pension liability, deferred outflows/inflows, and long-term debt as reported. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the district is improving or deteriorating.

The statement of activities presents information about how the District's net position changed during the fiscal year. In addition, the statement of activities presents the District in a functional format to identify the different activities that are accounted for in the various fund statements. All changes in net position are reported when revenue is earned, and expenses are incurred. Depreciation expense on capital assets is included in the related functional segment where the asset is primarily in use.

The first two statements are *district-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.

#### Fund financial statements

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

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

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

The District maintains two individual major governmental funds. These funds are presented in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances as the General Fund and Transportation Fund, all of which are considered to be major funds.



## Dolton School District 149

Management's Discussion and Analysis (Unaudited)  
For the Year Ended June 30, 2022

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Data from the nonmajor governmental funds are in the Municipal Retirement/Social Security, Debt Service Funds and Capital projects fund. Individual fund data for the governmental funds are provided in the form of combining statements elsewhere in this report.

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

### Notes to the financial statements

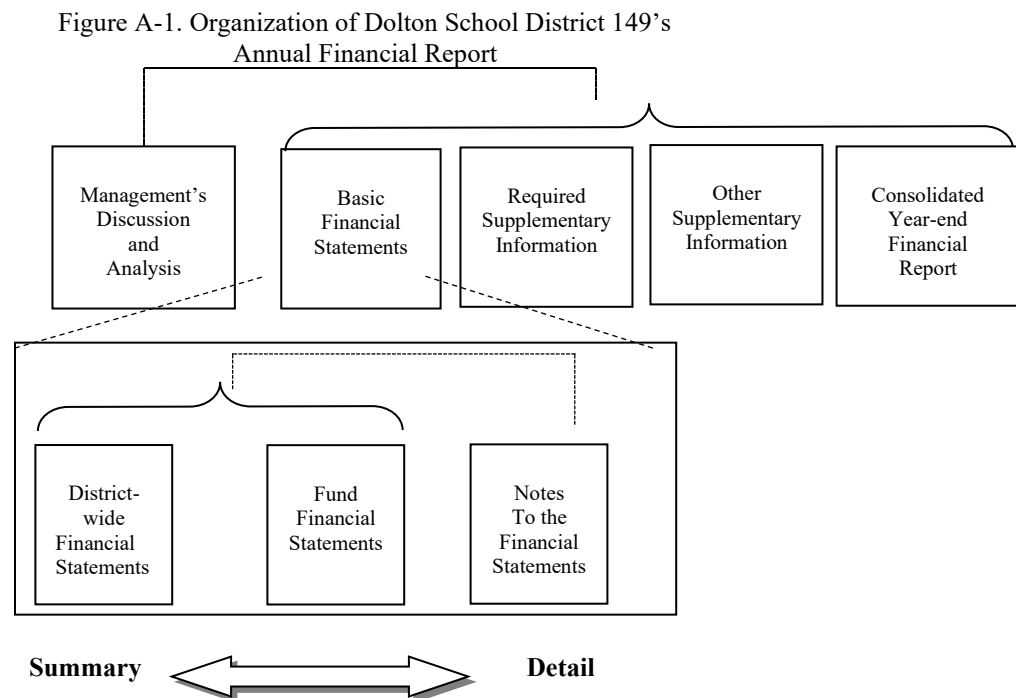
The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the district-wide and fund financial statements. The statements are followed by a section of required supplementary information that further explains and supports the financial statements including a comparison of the District's budget verses actual results of operations for the year.

- The remaining statements are fund financial statements that focus on individual parts of the district, reporting the District's operations in more detail than the district-wide statements.
- The governmental funds statements tell how basic services like regular and special education were financed in the short term as well as what remains for future spending.

### Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension and other post-retirement medical plan to its certified and non-certified employees.

Figure A-1 shows how the various parts of this annual report are arranged and how they relate to one another.



## Dolton School District 149

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2022

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Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this section of management's discussion and analysis highlights the structure and contents of each of the statements.

<i>FIGURE A-2</i> <i>Major Features of the District-wide and Fund Financial Statements</i>		
	District-wide Statements	Fund Financial Statements
		Governmental Funds
Scope	Entire District	The activities of the District that are not proprietary, such as Educational and Operations & Maintenance.
Required financial statements	<ul style="list-style-type: none"><li>• Statement of net position</li><li>• Statement of activities</li></ul>	<ul style="list-style-type: none"><li>• Balance sheet</li><li>• Statement of revenues, expenditures, and changes in fund balance.</li></ul>
Accounting basis and measurement focus.	Accrual basis of accounting and economic resources focus.	Modified accrual basis of accounting and current financial resources focus.
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included.

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Type of inflow/outflow Information	All revenues and expenses incurred during the year, modified to include capital assets, net of accumulated depreciation & long-term debt.	Revenues for which amounts are due; expenditures when goods or services have been received.
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This section of the District's annual financial report presents its discussion and analysis of its financial performance during the year ending June 30, 2022. The management of the District encourages readers to consider the information presented herein in conjunction with the financial statements to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* issued June 1999, as amended.

## Dolton School District 149

Management's Discussion and Analysis (Unaudited)  
For the Year Ended June 30, 2022

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### Financial Highlights

#### On the District Fund Financial Statements

- The District Federal and State (outside of evidence-based funding) revenue received in FY22 decreased by \$2,017,954 in comparison to FY21 revenue received.
- The District Evidence Based Funding revenue received in FY22 increased by \$786,607 in comparison to FY21 revenue received.
- The District Property Tax revenue received in FY22 increased by \$575,371 in comparison to FY21 revenue received.
- The District expenditures disbursed in FY22 increased by \$3,437,796 under Instruction and Support in comparison to FY21 expenditures disbursed.

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

As the District completed the year, its governmental funds reported a combined fund balance of \$23,526,396. Revenues from the District's statement of revenues, expenditures and changes in fund balances were \$46,474,812. Expenditures from the District's statement of revenues, expenditures and changes in fund balances were \$47,542,067.

#### Governmental Budgetary Highlights

The original budget as passed by the Board of Education was not amended during the year. The District's final budget for the Governmental Funds (General, Debt Service, Transportation, Municipal Retirement/Social Security, and Capital Projects), anticipated that revenues would exceed expenditures by approximately \$2,035,352; however, the actual reports for the year show expenditures exceeding revenues by \$1,067,255. See more budget information under notes to required supplementary information page 62.

<b>Table 1</b>			
<b>Budgetary highlights</b>			
<i>Anticipated revenues over expenditures</i>			
	<u>Revenue</u>	<u>Expenditures</u>	<u>Anticipated</u>
General	\$ 42,957,398	\$ 41,528,834	\$ 1,428,564
Debt Services	1,668,406	1,610,000	58,406
Transportation	3,430,806	3,430,000	806
Municipal Retirements/Social Security	1,176,576	1,176,000	576
Capital Projects	5,547,000	5,000,000	547,000
Total	<u>\$ 54,780,186</u>	<u>\$ 52,744,834</u>	<u>\$ 2,035,352</u>

## **Dolton School District 149**

Management's Discussion and Analysis (Unaudited)  
For the Year Ended June 30, 2022

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### **District-Wide Financial Analysis**

#### **Statement of Net Position:**

The District's net position is \$119,133 at June 30, 2022.

The District's financial position is the product of many factors. However, several events of the last year stand out:

- Current assets consist of cash and investments of \$24,764,729, which \$24,624,412 is in a shared pool of investments managed by the township's treasurer and \$140,317 is cash at the district, property tax receivable of \$6,976,249, other current assets of \$2,647,289, and prepaid expenses \$347,212, totaling \$34,735,479.
- Net capital assets at June 30, 2022 totaled \$15,727,678 and lease asset totaled \$272,348.
- Deferred Outflows at June 30, 2022 are \$2,348,920, which was a decrease of \$1,356,288 from the prior year
- Current liabilities include accounts payable of \$1,947,668, accrued interest of \$51,451, accrued payroll and related liabilities of \$509,658, accrued compensated absences of \$37,015, the portion of the outstanding bonds due within the next fiscal year of \$1,040,000 and the portion of lease liability due within the next fiscal year of \$60,741.
- Long-term liabilities include the portion of the outstanding bonds due after one year of \$15,450,000, lease liability of \$212,171, net pension liability of \$1,623,020, and net OPEB liability of \$18,966,321.
- Net pension liability related to IMRF and Teachers' Retirement System at June 30, 2022 is \$1,623,020, which was a decrease in the liability of \$2,538,031.
- Net OPEB liability at June 30, 2022 is \$18,966,321, which was a decrease in the liability of \$3,671,289.
- Deferred Inflows at June 30, 2022 are \$13,067,247, which was an increase of \$3,932,218 from the prior year.

**Dolton School District 149**

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2022

Table 1		
Condensed Statement of Net Position		
	2022	2021
Current and other assets	\$ 34,735,479	\$ 34,125,542
Capital assets, net	15,727,678	16,538,471
Lease assets, net	272,348	-
<b>Total assets</b>	<b>50,735,505</b>	<b>50,664,013</b>
Deferred outflows	2,348,920	3,705,208
<b>Total assets and deferred outflows</b>	<b>53,084,425</b>	<b>54,369,221</b>
Current liabilities	3,646,533	2,542,855
Net OPEB liability	18,966,321	22,637,610
Net pension liability	1,623,020	4,161,051
Long-term liabilities	15,662,171	16,527,015
<b>Total liabilities</b>	<b>39,898,045</b>	<b>45,868,531</b>
Deferred inflows	13,067,247	9,135,029
<b>Total liabilities and deferred inflows</b>	<b>52,965,292</b>	<b>55,003,560</b>
Net position:		
Invested in capital assets	11,137,678	11,678,471
Restricted	970,331	2,886,731
Unrestricted	(11,988,876)	(15,199,541)
<b>Total net position</b>	<b>\$ 119,133</b>	<b>\$ (634,339)</b>

## Dolton School District 149

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2022

### Statement of Activities:

The District's total revenues were \$54,236,237 of which taxes represent \$13,423,930, and evidence-based funding of \$23,690,205.

District charges for services along with State and Federal aid for specific programs brought in \$16,659,265 in revenues (includes on-behalf contributions from the State of Illinois of \$8,799,048).

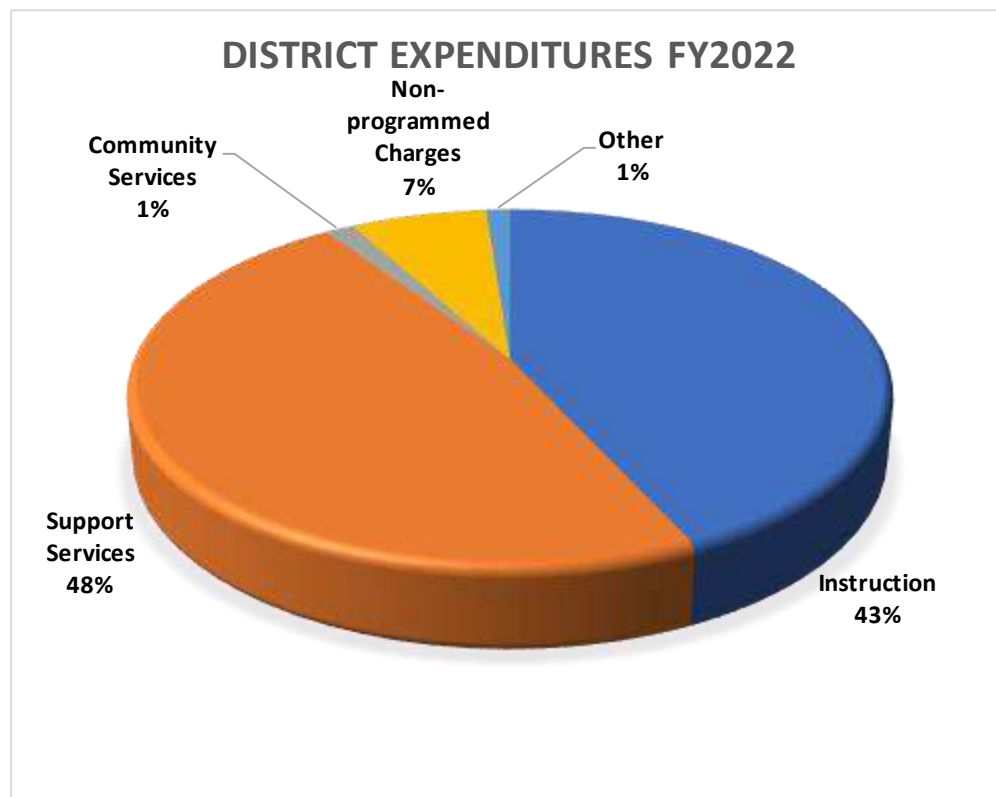
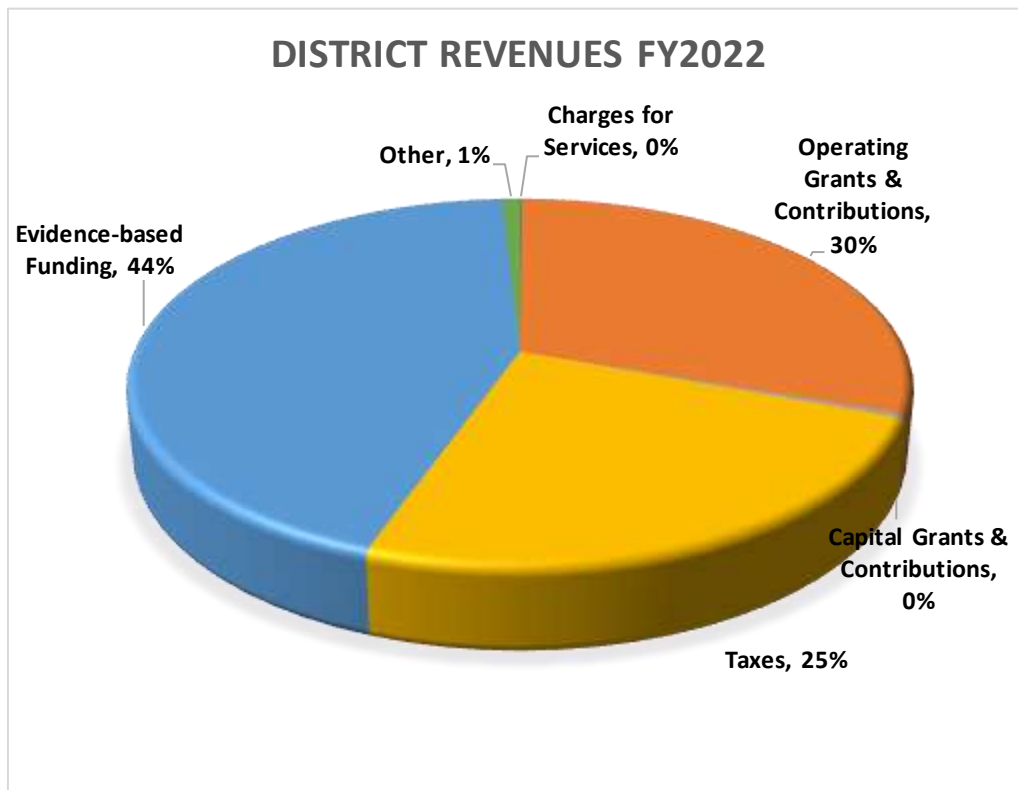
The total cost of all programs and services was \$53,482,765. The District's expenses are predominantly related to instruction and support services. Other major expenses were incurred to cover the cost of outside special education services, building operations and transportation (includes on-behalf contributions from the State of Illinois of \$8,799,048).

<b>Table 2</b>			
<b>Net Position From Operating Results</b>			
	<b>2022</b>	<b>2021</b>	<b>Increase (Decrease) \$</b>
<b>Revenues:</b>			
Program revenues:			
Charges for Services	\$ 42,852	\$ 216,551	\$ (173,699)
Operating Grants & Contributions	16,427,109	24,086,495	(7,659,386)
Capital Grants & Contributions	189,304	41,900	147,404
	<u>16,659,265</u>	<u>24,344,946</u>	<u>(7,685,681)</u>
General revenues:			
Taxes	13,423,930	13,251,440	172,490
Evidence-based Funding	23,690,205	22,903,598	786,607
Other	462,837	546,840	(84,003)
	<u>37,576,972</u>	<u>36,701,878</u>	<u>875,094</u>
<b>Total revenue</b>	<u>54,236,237</u>	<u>61,046,824</u>	<u>(6,810,587)</u>
<b>Expenses:</b>			
Instruction	23,051,388	29,578,054	(6,526,666)
Support Services	25,404,883	19,153,062	6,251,821
Community Services	754,261	834,197	(79,936)
Non-programmed Charges	3,638,510	3,213,616	424,894
Other	633,723	624,993	8,730
<b>Total expenses</b>	<u>53,482,765</u>	<u>53,403,922</u>	<u>78,843</u>
Change in net position	753,472	7,642,902	(6,889,430)
Net Position – Beginning	<u>(634,339)</u>	<u>(8,277,241)</u>	
Net Position - Ending	<u>\$ 119,133</u>	<u>\$ (634,339)</u>	

## Dolton School District 149

Management's Discussion and Analysis (Unaudited)  
For the Year Ended June 30, 2022

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## Dolton School District 149

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2022

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### Capital Asset and Debt Administration

#### Capital assets

As of June 30, 2022, the District has invested \$15,727,678 (net of depreciation) in a broad range of capital assets, including land, buildings, site improvement, property and equipment (i.e. computer, audio-visual, transportation and maintenance equipment and furniture). This amount represents a net decrease (including additions and deductions) of \$810,793. See financial statement footnote 3 for more information.

<b>Table 3</b>		
<b>Capital Assets (net of depreciation)</b>		
	<b>2022</b>	<b>2021</b>
Land	\$ 666,428	\$ 666,428
Depreciable buildings	32,843,054	32,843,054
Site Improvements	392,002	392,002
Property and equipment	2,714,795	2,407,757
Total	36,616,279	36,309,241
Total accumulated depreciation	20,888,601	19,770,770
Net Capital Assets	<u>\$ 15,727,678</u>	<u>\$ 16,538,471</u>

#### Lease assets

As of June 30, 2022, the District had \$272,348 (net of amortization) of lease assets related to its office equipment lease. See financial statement footnote 3 for more information.

<b>Table 4</b>	
<b>Lease Assets (net of amortization)</b>	
	<b>2022</b>
Office equipment	<u>\$ 272,348</u>
Total	<u>\$ 272,348</u>



## Dolton School District 149

Management's Discussion and Analysis (Unaudited)  
For the Year Ended June 30, 2022

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### Long-term debt

As of June 30, 2022, the District had \$16,490,000, in general obligation and capital appreciation obligations outstanding and \$272,912 in lease liability. See financial statement footnote 4 and footnote 5 for more information.

<b>Table 5</b>		
<b>Outstanding Long-Term Debt</b>		
	<b>2022</b>	<b>2021</b>
General obligation bonds	\$ 16,490,000	\$ 17,480,000
Lease liability	272,912	-
Total	<u>\$ 16,762,912</u>	<u>\$ 17,480,000</u>

- The District's general obligation Limited Tax School bonds carry a rating of "AA" from Standard and Poor's.
- The state limits the amount of general obligation debt that the District can issue to 6.9% of the assessed value of all taxable property within the District's limits.

### Factors bearing on the District's Future

The following are circumstances that could significantly affect the District's financial health in the future:

- The District requested a roll over of 1.4 million of federal funds from Title I funds for future purposes. This can only be asked for once every three years and the district was approved for this roll over.
- Cook County approved the FY22 Levy Adjustment 102-509. Our District was allotted \$537,034.
- The SPCA Negotiations are ratified for FY23-FY25.

### Request for Information

This financial report is designed to provide overview of the District's finances for those with an interest in the government's finances. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed to the District Finance Department, 292 Torrence Ave, Calumet City, IL 60409.

## **BASIC FINANCIAL STATEMENTS**

**DOLTON SCHOOL DISTRICT NO. 149****STATEMENT OF NET POSITION**

JUNE 30, 2022

	Governmental Activities
<b>ASSETS</b>	
Cash and investments - pooled accounts	\$ 24,624,412
Cash at district	140,317
Receivables	
Property taxes, net	6,976,249
Other	2,647,289
Prepaid expenses	347,212
Capital assets not being depreciated	666,428
Capital assets (net of accumulated depreciation)	15,061,250
Lease assets (net of accumulated amortization)	272,348
Total Assets	50,735,505
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred outflows related to pensions	1,255,442
Deferred outflows related to other postemployment benefits	1,093,478
Total Deferred Outflows of Resources	2,348,920
<b>LIABILITIES</b>	
Accounts payable	1,947,668
Accrued payroll and related liabilities	509,658
Accrued interest payable	51,451
Noncurrent liabilities	
Due within one year	
Lease	60,741
Bonds payable	1,040,000
Accrued compensated absences	37,015
Due in more than one year	
Lease	212,171
Bonds payable	15,450,000
Net OPEB liability	18,966,321
Net pension liability	1,623,020
Total Liabilities	39,898,045
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred inflows related to pensions	4,066,104
Deferred inflows related to other postemployment benefits	9,001,143
Total Deferred Inflows of Resources	13,067,247
<b>NET POSITION</b>	
Net investment in capital assets	11,137,678
Restricted for	
Employee retirement	286,140
Transportation	403,183
Capital projects	281,008
Unrestricted	(11,988,876)
Total Net Position	\$ 119,133

*The accompanying notes are an integral part of the financial statements.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2022**

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for	Operating	Capital	Revenue and
		Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Position
					Total
					Governmental
					Activities
Governmental Activities					
Instructional services					
Regular programs	\$ 14,224,612	\$ -	\$ 4,655,071	\$ 189,304	\$ (9,380,237)
Special programs	1,375,055	-	839,727	-	(535,328)
Other instructional programs	484,666	-	98,791	-	(385,875)
Student activities	-	15,352	-	-	15,352
State retirement contributions	6,967,055	-	6,967,055	-	-
Support services					
Pupils	2,235,497	-	-	-	(2,235,497)
Instructional staff	2,049,058	-	44,476	-	(2,004,582)
General administration	3,482,669	-	-	-	(3,482,669)
School administration	2,800,799	-	-	-	(2,800,799)
Business	3,555,045	-	1,878,765	-	(1,676,280)
Operation and					
maintenance of facilities	5,054,131	27,500	-	-	(5,026,631)
Transportation	3,084,926	-	111,231	-	(2,973,695)
Central	1,305,775	-	-	-	(1,305,775)
Other	4,990	-	-	-	(4,990)
State retirement contributions	1,831,993	-	1,831,993	-	-
Community services	754,261	-	-	-	(754,261)
Nonprogrammed charges	3,638,510	-	-	-	(3,638,510)
Interest on long-term					
liabilities	633,723	-	-	-	(633,723)
Total governmental activities	<u>\$ 53,482,765</u>	<u>\$ 42,852</u>	<u>\$ 16,427,109</u>	<u>\$ 189,304</u>	<u>(36,823,500)</u>

**General revenues**

Property taxes levied for	
Current operating purposes	11,314,598
Debt service	1,113,680
Personal property replacement taxes	995,652
Evidence-based funding	23,690,205
Earnings on investments	222,455
Miscellaneous	240,382
	<u>37,576,972</u>
Total general revenues	<u>37,576,972</u>
Change in net position	753,472
Net position, beginning of year	<u>(634,339)</u>
Net position, end of year	<u>\$ 119,133</u>

*The accompanying notes are an integral part of the financial statements.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2022**

	General	Transportation	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash and investments - pooled accounts	\$ 20,152,316	\$ 1,469,151	\$ 3,002,945	\$ 24,624,412
Cash at district	140,317	-	-	140,317
Receivables				
Property taxes, net	5,057,274	711,608	1,207,367	6,976,249
Other	2,593,613	27,963	25,713	2,647,289
Prepaid expenses	347,212	-	-	347,212
<b>Total Assets</b>	<b>\$ 28,290,732</b>	<b>\$ 2,208,722</b>	<b>\$ 4,236,025</b>	<b>\$ 34,735,479</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 1,321,048	\$ 626,620	\$ -	\$ 1,947,668
Accrued payroll and related liabilities	505,938	2,564	1,156	509,658
<b>Total Liabilities</b>	<b>1,826,986</b>	<b>629,184</b>	<b>1,156</b>	<b>2,457,326</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Property taxes levied for subsequent year	5,227,745	711,608	1,202,367	7,141,720
Other unavailable revenue	1,584,324	-	25,713	1,610,037
<b>Total Deferred Inflows of Resources</b>	<b>6,812,069</b>	<b>711,608</b>	<b>1,228,080</b>	<b>8,751,757</b>
<b>FUND BALANCES</b>				
Nonspendable				
Prepaid expenses	347,212	-	-	347,212
Restricted				
Employee retirement	-	-	286,140	286,140
Transportation	-	403,183	-	403,183
Capital projects	-	-	281,008	281,008
Assigned				
Employee retirement	-	-	40,000	40,000
Debt service	-	-	2,399,641	2,399,641
Student activities	138,696	-	-	138,696
Transportation	-	464,747	-	464,747
Unassigned	19,165,769	-	-	19,165,769
<b>Total Fund Balances</b>	<b>19,651,677</b>	<b>867,930</b>	<b>3,006,789</b>	<b>23,526,396</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 28,290,732</b>	<b>\$ 2,208,722</b>	<b>\$ 4,236,025</b>	<b>\$ 34,735,479</b>

*The accompanying notes are an integral part of the financial statements.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2022**

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Total fund balances - governmental funds		\$ 23,526,396
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.		15,727,678
Lease assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		272,348
Some of the District's governmental revenues will be collected after fiscal year-end but are not available soon enough to pay for the current period's expenditures and are therefore not accrued in the governmental activities.		8,751,757
Interest on long-term liabilities (interest payable) accrued in the statement of net position will not be paid with current financial resources and, therefore, is not recognized in the governmental fund balance sheet.		(51,451)
Deferred inflows and outflows of resources related to pensions and other postemployment benefits are not reported in governmental funds:		
Deferred outflows of resources	\$ 2,348,920	
Deferred inflows of resources	<u>(13,067,247)</u>	(10,718,327)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:		
Long-term debt	\$ (16,490,000)	
Lease liability	(272,912)	
Compensated absences payable	(37,015)	
Net pension liability	(1,623,020)	
Net other postemployment benefits liability	<u>(18,966,321)</u>	<u>(37,389,268)</u>
Net position of governmental activities		<u><u>\$ 119,133</u></u>

*The accompanying notes are an integral part of the financial statements.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	General	Transportation	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Local sources				
Property taxes	\$ 9,222,460	\$ 1,266,345	\$ 2,187,136	\$ 12,675,941
Personal property replacement taxes	932,152	-	63,500	995,652
Charges for services	25,000	-	-	25,000
Refund of prior year expenditures	150,113	-	-	150,113
Earnings on investments	195,492	20,113	6,850	222,455
Student activities	15,352	-	-	15,352
Other	35,303	-	-	35,303
Evidence-based funding	20,940,205	-	2,750,000	23,690,205
Restricted state aid	1,912,768	111,231	-	2,023,999
Restricted federal aid	4,884,900	-	-	4,884,900
State retirement contributions	1,755,892	-	-	1,755,892
Total Revenues	40,069,637	1,397,689	5,007,486	46,474,812
<b>EXPENDITURES</b>				
Current				
Instruction	18,081,699	-	313,757	18,395,456
Support services	18,693,072	3,077,131	1,014,465	22,784,668
Community services	744,405	-	9,856	754,261
Non-programmed charges	3,638,510	-	-	3,638,510
Capital outlay	307,039	-	-	307,039
Debt service				
Principal	-	-	1,025,409	1,025,409
Interest and fiscal charges	-	-	636,724	636,724
Total Expenditures	41,464,725	3,077,131	3,000,211	47,542,067
Excess (deficiency) of revenues received over (under) expenditures disbursed	(1,395,088)	(1,679,442)	2,007,275	(1,067,255)
<b>OTHER FINANCING SOURCES (USES)</b>				
Lease proceeds	-	-	308,321	308,321
Pledged principal on leases	-	-	(308,321)	(308,321)
Total Other Financing Sources (Uses)	-	-	-	-
Net change in fund balances	(1,395,088)	(1,679,442)	2,007,275	(1,067,255)
Fund balances at beginning of year	21,046,765	2,547,372	999,514	24,593,651
Fund balances at end of year	\$ 19,651,677	\$ 867,930	\$ 3,006,789	\$ 23,526,396

*The accompanying notes are an integral part of the financial statements.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2022**

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Net change in fund balances - total governmental funds \$ (1,067,255)

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

Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities. Depreciation expense does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds:

Capital outlays	\$ 307,038	
Amortization expense	(35,973)	
Depreciation expense	<u>(1,117,831)</u>	(846,766)

Revenues in the statement of activities that are not available in governmental funds are not reported as revenue in governmental funds until received.	718,269
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Accrued interest reported in the statement of activities does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds.	3,001
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Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. These activities consist of:

Change in net pension liability	\$ 2,538,031	
Change in deferred inflows/outflows related to pensions	(2,219,613)	
Change in net other postemployment benefits liability	3,671,289	
Change in deferred inflows/outflows related to other postemployment benefits	<u>(3,068,893)</u>	920,814

The governmental funds record bond and loan proceeds as other financing sources, while repayment of bond and loan principal is reported as an expenditure. The net effect of these differences in the treatment of bonds and loans and related items is as follows:

Repayment of bond and loan principal	990,000
Repayment of lease liability	<u>35,409</u>

Change in net position of governmental activities	<u><u>\$ 753,472</u></u>
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*The accompanying notes are an integral part of the financial statements.*



**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. REPORTING ENTITY**

Dolton School District 149 (the “District”) is governed by an elected Board of Education. The accounting policies of the District conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principals. The financial statement also includes the Management’s Discussion and Analysis (MD&A) which provides an analysis of the District’s overall financial position and results of operations.

The District includes all funds of its governmental operations that are controlled by or dependent upon the District as determined on a basis of financial accountability. Financial accountability includes appointment of the organization’s governing body, imposition of will, and fiscal dependency.

This report includes all of the funds of the District. The reporting entity for the District consist of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity’s financial statements to be misleading. The District has not identified any organizations that meet this criteria.

**B. BASIS OF PRESENTATION**

Government-Wide Financial Statements:

The statement of net position and the statement of activities display information about the primary government. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double-counting of internal activities. These statements present governmental activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District’s governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements:

The fund financial statements provide information about the District’s funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the District or if the assets, liabilities, revenues, or expenditures of that individual governmental fund are at least 10 percent of the corresponding total for all governmental funds. Also, the school district may decide what is a major fund. All remaining governmental funds are aggregated and reported as nonmajor funds.

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

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. BASIS OF PRESENTATION (CONTINUED)**

The District reports the following major governmental funds:

The *General Fund* is the general operating fund of the District. It is used to account for all financial resources except those accounted for in other funds. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and government aid. The General Fund include the Educational, Operation and Maintenance, Working Cash and Tort Immunity subfunds.

The *Transportation Fund* is a special revenue fund used to account for costs of transporting pupils for any purpose. Revenue is derived primarily from a separate tax levy and state grants.

The District reports the following nonmajor governmental funds:

The *Municipal Retirement/Social Security Fund* is a special revenue fund created when separate tax is levied for the purpose of providing resources for the District's share of retirement benefits and/or Social Security and Medicare only payments for covered employees.

The *Debt Service* is a debt service fund maintained to account for separate taxes levied to provide cash to retire bonds and to pay the interest and other related costs on them.

The *Capital Projects Fund* is a capital projects fund created to account for financial resources to be used for the acquisition or construction of major capital facilities.

**C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING**

Government-wide Financial Statements

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (i.e., intended to finance). Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are due (or past due) within sixty days after year-end. Property taxes, grants, tuition, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under leases are reported as other financing sources.

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING (CONTINUED)**

Under the terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

**D. DEPOSIT AND INVESTMENTS**

Investments held by the District which are short-term highly liquid investments having a remaining maturity of one year or less at the time of purchase are reported by the District at fair market value. All other investments are reported at fair value. Investments are placed according to guidelines provided by the Illinois Compiled Statutes.

Under Illinois law, the District is restricted to investing funds in specific types of investments instruments. The following generally represents the types of instruments allowable by state law:

- Securities issued and guaranteed by the United States.
- Interest-bearing accounts of financial institutions insured by the Federal Deposit Insurance Corporation.
- Short-term obligations (less than 270 days) of U.S. corporations with assets over \$500,000,000 rated in the three highest classifications by at least two rating agencies.
- Insured accounts of an Illinois credit union chartered under United States or Illinois law.
- Money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same types of obligations.
- Illinois Public Treasurers' Investment Pool.
- Repurchase agreements which meet instrument transactions requirements of Illinois law.

**E. PROPERTY TAXES RECEIVABLE**

Property taxes receivable represent the 2021 net uncollected tax levies. An allowance for estimated collection losses of 10% of the total levy has been provided to reduce the receivable to the estimated amounts collectible.

**F. CAPITAL ASSETS**

Capital assets, which include land, buildings, furniture, and equipment, are reported in the applicable governmental activities column in the district-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of \$2,500 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**F. CAPITAL ASSETS (CONTINUED)**

Capital Assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Life</u>
Improvements	10-20
Buildings	20-40
Transportation equipment	5
Other equipment	5-20

**G. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES**

Deferred revenues at the fund level arise when potential revenue does not meet the available criterion for recognition in the current period. Deferred revenues also arise when the District receives resources before it has a legal claim to them. In subsequent periods, when the revenue recognition criterion is met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized. Deferred revenues at the government-wide level arise only when the District receives resources before it has a legal claim to them. The District has deferred outflows and inflows in relation to pensions (see footnote 10 and 11) and other post-employment benefits (see footnote 13 and 14) that are reflected on the statement of net position.

**H. VACATION AND SICK LEAVE**

Employee vacation and sick leave, including salary related payments, is recorded when it is paid. Accumulated unpaid employee vacation and sick leave which was earned prior to the current fiscal year but unused at the end of the current fiscal year is not significant. Vacation and sick leave will be paid with future tax collections and therefore has not been reported as a current liability of the governmental funds.

**I. LONG-TERM OBLIGATIONS**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bond issuance costs are expensed as incurred.

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

**J. USE OF ESTIMATES**

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

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**K. USE OF RESTRICTED RESOURCES**

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

**L. ELIMINATIONS AND RECLASSIFICATIONS**

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

**M. PERSONAL PROPERTY REPLACEMENT TAXES**

Personal property replacement tax revenues are first allocated to funds where taxes were automatically abated by county clerk and to the Municipal Retirement/Social Security Fund, with the balance allocated to the remaining funds at the discretion of the District.

**N. NET POSITION/FUND BALANCE**

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

- *Net investment in capital assets* – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less than any unspent debt proceeds.
- *Restricted net position* – Consists of net position placed on its use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) laws through constitutional provisions, or enabling legislation.
- *Unrestricted net position* – All other net position that does not meet the definition of “restricted” or “net investment in capital assets”.

Fund balance is reported in the fund financial statements in the following five categories:

- Nonspendable: includes amounts not in spendable form or amounts required to be maintained intact legally or contractually (e.g. inventory, pre-paid items, permanent scholarships).
- Restricted: fund balances that are constrained by external parties, constitutional provisions, or enabling legislation. Restrictions imposed by creditors, grantors, and contributors.
- Committed: fund balances that contain self-imposed constraints of the District from its highest level of decision-making authority, the Board of Education. This formal action (a resolution) must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Those committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.
- Assigned: fund balances that contain self-imposed constraints of the District to be used for a particular purpose. Intent should be expressed by a) the governing body itself or b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**N. NET POSITION/FUND BALANCE (CONTINUED)**

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

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, then assigned balances and finally unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

The components of the net investment in capital assets as of June 30, 2022 was as follows:

Capital Assets:	
Capital assets not being depreciated	\$ 666,428
Capital assets being depreciated, net	<u>15,061,250</u>
	<u>15,727,678</u>
Related Debt:	
Series 2016A Bonds	<u>4,590,000</u>
	<u>4,590,000</u>
Net investment in capital assets	<u>\$ 11,137,678</u>

**NOTE 2. DEPOSITS AND INVESTMENTS**

Under Illinois Compiled Statutes, the Thornton Township School Treasurer is the lawful custodian of all school funds. The Treasurer is appointed by the Township School Trustees, an independent elected body, to serve the school districts in the township. The Treasurer is the direct recipient of property taxes, replacement taxes and most state and federal aid and disburses school funds upon lawful order of the school board. The Treasurer invests excess funds at his discretion, subject to the legal restrictions discussed below. For these purposes, the Treasurer is permitted to combine monies from more than one fund of a single district and to combine monies of more than one district in the township. Monies combined under these circumstances as well as investment earnings are accounted for separately for each fund and/or district.

Cash and investments, other than the student activity, imprest funds and petty cash, are part of a common pool for all school districts and cooperatives within the township. The Treasurer maintains records which segregate the cash and investment balance by district or cooperative. Income from investments is distributed annually based on the District's percentage participation in the pool.

The Treasurer's investment policy is established by the Thornton Township School Trustees as prescribed by the Illinois School Code and the Illinois Compiled Statutes. The Treasurer is authorized to invest in obligations of the U.S. Treasury, backed by the full faith and credit of the associations, and commercial paper rated within the three highest classifications by at least two standard rating services (subject to certain limitations).

Because all cash and investments are pooled by a separate legal governmental agency (Treasurer), categorization by risk category is not determinable. Further information regarding collateralization of investments and insurance is available from the Treasurer's financial statements. As of June 30, 2022, the amount of cash and investments held by the Thornton Township School Treasurer to the District was \$24,624,412.

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's policy is to have all bank balances fully insured or collateralized. At June 30, 2022, the District's none of the District's bank balances of \$140,317 were exposed to custodial credit risk.

**NOTE 3. CAPITAL ASSETS**

A summary of changes in capital assets follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 666,428	\$ -	\$ -	\$ 666,428
Total capital assets not being depreciated	666,428	-	-	666,428
Capital assets being depreciated				
Buildings	32,843,054	-	-	32,843,054
Improvements	392,002	-	-	392,002
Equipment	2,407,757	307,038	-	2,714,795
Total capital assets being depreciated	35,642,813	307,038	-	35,949,851
Less accumulated depreciation for				
Buildings	17,982,347	793,480	-	18,775,827
Improvements	379,281	5,089	-	384,370
Equipment	1,409,142	319,262	-	1,728,404
Total accumulated depreciation	19,770,770	1,117,831	-	20,888,601
Total capital assets being depreciated, net	15,872,043	(810,793)	-	15,061,250
Governmental activities capital assets, net	\$ 16,538,471	\$ (810,793)	\$ -	\$ 15,727,678
Lease Assets				
Office furniture and equipment	\$ -	\$ 308,321	\$ -	\$ 308,321
Less accumulated amortization for				
Office furniture and equipment	-	35,973	-	35,973
Total lease assets being amortized, net	\$ -	\$ 272,348	\$ -	\$ 272,348

Total depreciation for the year is \$1,117,831. Depreciation expense is reported on the statement of activities and is allocated to buildings and equipment, which is charged to operations and maintenance of facilities services. Amortization expense of \$35,973 is reported on the Statement of Activities and is allocated to operations and maintenance of facilities services.

As of June 30, 2022, the District has recognized lease assets of \$272,348 (net related accumulated amortization).

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 4. LONG-TERM LIABILITIES**

Changes in general long-term liabilities as follows:

	Balance			Balance	Amounts
	June 30, 2021	Additions	Reductions	June 30, 2022	Due Within
					One Year
General obligation bonds	\$ 17,480,000	\$ -	\$ 990,000	\$ 16,490,000	\$ 1,040,000
Lease liability	-	308,321	35,409	272,912	60,741
Accrued vacation and sick leave	37,015	37,015	37,015	37,015	37,015
Net OPEB liabilities					
Other postemployment benefits plan	4,589,150	4,648,249	4,589,150	4,648,249	-
Teachers' Health Insurance Security Fund	18,048,460	14,318,072	18,048,460	14,318,072	-
Total Net OPEB Liabilities	<u>22,637,610</u>	<u>18,966,321</u>	<u>22,637,610</u>	<u>18,966,321</u>	<u>-</u>
Net pension liabilities					
Teachers' Retirement System	1,753,663	1,437,938	1,753,663	1,437,938	-
Illinois Municipal Retirement Fund	<u>2,407,388</u>	<u>185,082</u>	<u>2,407,388</u>	<u>185,082</u>	<u>-</u>
Total Net pension liabilities	<u>4,161,051</u>	<u>1,623,020</u>	<u>4,161,051</u>	<u>1,623,020</u>	<u>-</u>
Total	<u>\$ 44,315,676</u>	<u>\$ 20,626,356</u>	<u>\$ 27,825,676</u>	<u>\$ 37,116,356</u>	<u>\$ 1,077,015</u>

**A. BONDS PAYABLE**

General obligation bonds payable at June 30, 2022 consisted of the following individual issues:

\$6,795,000 General Obligation Limited Tax School Bonds, Series 2014 A-1, dated June 25, 2014 were issued to refund the Series 1999 bonds, Series 2001A debt certificates, and a portion of the Series 2003B bonds. Principal payments are due starting June 1, 2027 thru December 1, 2033. Interest on the bonds vary between 4.0% to 4.125% and is paid semi-annually on June 1 and December 1. Bonds are callable on December 1, 2025 or thereafter at the option of the District.

\$6,795,000

\$6,300,000 Taxable General Obligation Limited Tax School Bonds, Series 2014 A-2, dated June 25, 2014 were issued for working cash purposes. The bonds have principal payments due on December 1, 2014 then from December 1, 2020 thru December 1, 2033. Interest varies from 0.65% (on the bonds due December 1, 2014) to 4.6%. Interest is paid semi-annually on June 1 and December 1. Bonds are callable on December 1, 2025 or thereafter at the option of the District.

4,120,000

\$5,870,000 General Obligation School Bonds (Alternative Revenue Source), Series 2016A, dated June 30, 2016, were issued for building purposes. The bonds have principal payments due on December 1, 2017 thru December 1, 2035. Interest on the bonds vary between 2.0% to 3.0% and is paid semi-annually on June 1 and December 1.

4,590,000

\$1,030,000 Taxable General Obligation Limited Tax School Bonds, Series 2016B, dated June 30, 2016, were issued for working cash purposes. The bonds have principal payments due on December 1, 2020 thru December 1, 2031. Interest on the bonds vary between 2.1% to 4.0% and is paid semi-annually on June 1 and December 1.

985,000

Total General Obligation Bonds

\$ 16,490,000



**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 4. LONG-TERM LIABILITIES (CONTINUED)**

**A. BONDS PAYABLE (CONTINUED)**

At June 30, 2022, the annual cash flow requirements of bond principal and interest as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 1,040,000	\$ 614,008	\$ 1,654,008
2024	1,085,000	577,692	1,662,692
2025	1,140,000	538,413	1,678,413
2026	1,190,000	495,695	1,685,695
2027	1,255,000	449,375	1,704,375
2028-2032	7,065,000	1,470,552	8,535,552
2033-2036	3,715,000	229,480	3,944,480
	<u>\$ 16,490,000</u>	<u>\$ 4,375,215</u>	<u>\$ 20,865,215</u>

As of June 30, 2022, the District's legal debt margin is \$2,379,314 based on a debt limitation of \$18,869,314 equal to 6.9% of the 2022 equalized assessed valuation of \$273,468,326 and outstanding debt of \$16,490,000. The Illinois School Code permits school districts to issue certain types of bonds, such as the Series 2016 Bonds, in excess of statutory debt limitations.

Accrued vacation and sick leave liabilities are generally liquidated from the General Fund.

**NOTE 5. LEASE LIABILITY**

The District entered into a copier lease agreement on October 27, 2021. The lease requires a monthly payment of \$5,266 for a term of sixty (60) months. In the year ending June 30, 2022, the leases were paid out of the debt service fund. As of June 30, 2022, the District has recognized lease liability of \$272,912. At June 30, 2022, the future payments of lease principal and interest as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 60,741	\$ 2,451	\$ 63,192
2024	61,350	1,842	63,192
2025	61,967	1,225	63,192
2026	62,590	602	63,192
2027	26,264	66	26,330
	<u>\$ 272,912</u>	<u>\$ 6,186</u>	<u>\$ 279,098</u>

**NOTE 6. PROPERTY TAXES**

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. Property is appraised by the County Assessor at various percentages of fair market value and then subjected to equalization by standard of 33-1/3 of fair market value. The District has a statutory tax rate limit in various operating funds subject to change only by approval of the voters of the District. Also, the District is subject to the Property Tax Extension Limitation Act, which, in general, limits the increase in the amount of taxes to be extended to the lesser of 5% or the percentage increase in the consumer price index for the year preceding the levy. Certain bond issue levies and referendum increases are exempt from this limitation.

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 6. PROPERTY TAXES (CONTINUED)**

Property taxes levied for any year attach as an enforceable lien on property as of January 1 and are due and payable in the following calendar year. Real estate tax bills are payable in two installments. The first installment is computed at 55% of the prior year's bill and is mailed in late January with a March 1 due date. The second installment is computed after the assessed valuations for the current year have been determined, usually in June or July. Final tax bills are mailed with a penalty date at least 30 days after the date of mailing, but not earlier than August 1. The District normally collects property taxes within 60 days of the respective installment dates. The District considers that the first installment of the 2021 levy is to be used to finance operations in fiscal 2022. The District has determined that the second installment of the 2021 levy is to be used to finance operations in fiscal 2023 and has deferred the corresponding receivable.

For taxing districts in Cook County, including the District, the tax rate limit is required to be applied to the equalized assessed valuation (EAV) of property for the levy year prior to the levy year for which taxes are then being extended. The actual levy rate is stated based on the current EAV of property. As a result, a tax rate may be at its maximum for the levy year even though it is less than its corresponding limit. The Board passed the current levy on December 15, 2021.

Reserves for uncollectible property taxes are netted against the receivable as follows:

	<u>Total</u>
Receivable - gross	\$ 8,498,374
Allowance for uncollectibles	<u>(1,522,125)</u>
Receivable - net	<u><u>\$ 6,976,249</u></u>

The following are the tax rate limits permitted by the School Code and by local referendum and the actual rates levied per \$100.00 of equalized assessed valuation:

	<u>Limit</u>	<u>Actual 2021 Levy</u>	<u>Actual 2020 Levy</u>
Educational	As needed	3.1818	2.5689
Special Education	0.4000	-	0.2629
Operations and Maintenance	0.5500	0.4478	0.3615
Transportation	As needed	0.5680	0.4586
Municipal Retirement	As needed	0.0701	0.0566
Social Security	As needed	0.3930	0.3173
Debt Service	As needed	0.5003	0.4359
Working Cash	0.0500	0.0500	0.0147
Tort Immunity	As needed	0.2888	0.2332
Levy Adjustment PA 102-0519	As needed	<u>0.0659</u>	<u>-</u>
		<u><u>5.5657</u></u>	<u><u>4.7096</u></u>
Equalized Assessed Valuation (EAV)		<u><u>\$ 273,468,326</u></u>	<u><u>\$ 310,748,134</u></u>

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 7. JOINT AGREEMENT**

The District is a participant in Exceptional Children Have Opportunities (ECHO), which was established as a result of a joint agreement between 17 local public-school districts for the purpose of providing special education services to the children of its member districts.

The joint agreement is governed by a Board of Directors composed of superintendents (or an alternative person appointed by the superintendent) from each member district. Complete financial statements of the joint agreement may be obtained from its administrative office at 350 West 154th Street, South Holland, Illinois 60473. The District paid \$3,147,330 to ECHO for tuition and services during the year ended June 30, 2022.

The following is summary financial information on the joint agreement as of and for the year ended June 30, 2021, the most recent information available:

Total assets-modified cash basis	\$ 48,905,763
Total liabilities-modified cash basis	15,342,955
Net investment in capital assets	3,787,487
Restricted net position - modified cash	13,060,243
Unrestricted net position - modified cash	16,715,078
Total net position-modified cash basis	33,562,808
Revenues received	44,763,586
Expenditures disbursed	41,552,092
Net change in fund balance	3,211,494

**NOTE 8. CONTINGENCIES**

The District has received funding from State and Federal grants in the current and prior years, which are subject to audits by the granting agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, District management believes that such disallowances, if any, would be immaterial.

**NOTE 9. RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. Premiums have been displayed as expenditures in appropriate funds. The District also operates a self-insurance program for medical coverage for employees. No material reductions in insurance coverages have occurred from the previous year nor have any insurance claims in excess of insurance coverages been paid or reported during the last three years.

The District maintains a self-insurance plan to provide medical insurance to its employees. An outside administrator administers claims for a fixed fee per enrolled employee. The District makes periodic payments to an escrow account established by the plan administrator. The administrator pays employee claims from this escrow account and requires the District to cover any deficiencies. The District liability is limited by private insurance which provides a \$65,000 specific stop loss and a minimum aggregate stop loss of \$2,626,423. There were no significant reductions in insurance coverage in the current fiscal year.

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 9. RISK MANAGEMENT (CONTINUED)**

An analysis of health insurance claims activity consisted of the following:

	June 30, 2021	June 30, 2022
Accrued insurance liability, beginning	\$ 321,990	\$ 983,407
Current year claims and changes in estimate	4,172,595	4,171,506
Claims Paid	(3,511,178)	(4,532,757)
Accrued insurance liability, ending	<u>\$ 983,407</u>	<u>\$ 622,156</u>

The accrued insurance liability is included in accounts payable at June 30, 2022.

**NOTE 10. TEACHERS' RETIREMENT SYSTEM**

Plan Description

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

Benefit Provided

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

Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service.

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

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

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 10. TEACHERS' RETIREMENT SYSTEM (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, 2024. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the State of Illinois.

Contributions

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

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

On-behalf Contributions to TRS

The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2022, State of Illinois contributions recognized by the District were based on the state's proportionate share of the pension expense associated with the employer, and the District recognized revenue and expenditures of \$1,603,295 in pension contributions from the State of Illinois.

2.2 Formula Contributions to TRS

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions due for the year ended June 30, 2022, were \$98,341, and are deferred because they were paid after the June 30, 2021 measurement date.

Federal and Special Trust Fund Contributions

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

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

For the year ended June 30, 2022, the District's pension contribution was 10.31 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2022, salaries totaling \$1,404,468 were paid from federal and special trust funds that required employer contributions of \$144,801. These contributions are deferred because they were paid after the June 30, 2021 measurement date.

**DOLTON SCHOOL DISTRICT NO. 149**  
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**NOTE 10. TEACHERS' RETIREMENT SYSTEM (CONTINUED)**

Employer Retirement Cost Contribution

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 District is required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary.

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

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

At June 30, 2021, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the 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 follows below:

District's proportionate share of the net pension liability	\$ 1,437,938
State's proportionate share of the net pension liability associated with the District	<u>120,514,524</u>
Total	<u><u>\$ 121,952,462</u></u>

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2021, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2021, the District's proportion was 0.0018432439 percent, which was a decrease of 0.0001908079 from its proportion measured as of June 30, 2020.

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 10. TEACHERS' RETIREMENT SYSTEM (CONTINUED)**

For the year ended June 30, 2022, the District recognized pension expense of \$8,644,022 and revenue of \$8,644,022 for support provided by the State. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
Differences between expected and actual experience	\$ 8,249	\$ 5,929	\$ 2,320
Net difference between projected and actual earnings on pension plan investment	-	96,452	(96,452)
Changes of assumptions	637	7,106	(6,469)
Changes in proportion and differences between employer contributions and proportionate share of contributions	<u>306,349</u>	<u>838,426</u>	<u>(532,077)</u>
Total deferred amounts to be recognized in pension expense in future periods	315,235	947,913	(632,678)
Employer contributions subsequent to the measurement date			
2.2 formula contributions	98,341	-	98,341
Federal and Special trust fund contributions	<u>144,801</u>	<u>-</u>	<u>144,801</u>
Total deferred amounts related to pensions	<u>\$ 558,377</u>	<u>\$ 947,913</u>	<u>\$ (389,536)</u>

\$243,142 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2023.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

Year Ending June 30,	Net Deferred Outflows of Resources
2023	\$ (180,666)
2024	(273,291)
2025	(86,158)
2026	(75,549)
2027	(17,014)
Thereafter	-
Total	<u>\$ (632,678)</u>

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 10. TEACHERS' RETIREMENT SYSTEM (CONTINUED)**

Actuarial Assumptions

The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25 percent
Salary Increases	Varies by amount of service credit
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

In the June 30, 2021 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, 2020, actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully generational basis using projection table MP-2017.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. equities large cap	16.7%	6.2%
U.S. equities small/mid cap	2.2%	7.4%
International equities developed	10.6%	6.9%
Emerging market equities	4.5%	9.2%
U.S. bonds core	3.0%	1.6%
Cash equivalents	2.0%	0.1%
TIPS	1.0%	0.8%
International debt developed	1.0%	0.4%
Emerging international debt	4.0%	4.4%
Real estate	16.0%	5.8%
Private debt	10.0%	6.5%
Hedge funds	10.0%	3.9%
Private equity	15.0%	10.4%
Infrastructure	4.0%	6.3%
<b>Total</b>	<b>100.0%</b>	

Discount Rate

At June 30, 2021, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2020 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.



**DOLTON SCHOOL DISTRICT NO. 149**  
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**NOTE 10. TEACHERS' RETIREMENT SYSTEM (CONTINUED)**

Based on those assumptions, TRS's fiduciary net position at June 30, 2021 was projected to be available to make all projected future benefit payments to 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 District Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

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

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Employer's proportionate share of the net pension liability	\$ 1,780,857	\$ 1,437,938	\$ 1,153,099

TRS Fiduciary Net Position

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

**NOTE 11. ILLINOIS MUNICIPAL RETIREMENT FUND**

Plan Description

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

Benefit Provided

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

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**NOTE 11. ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)**

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

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

Employees Covered by Benefit Terms

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

Retirees and Beneficiaries currently receiving benefits	247
Inactive Plan Members entitled to but not yet receiving benefits	118
Active Plan Members	<u>67</u>
Total	<u><u>432</u></u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2021 was 16.00%. For the fiscal year ended June 30, 2022, the District contributed \$542,052 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2021. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2021:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Fair Value of Assets.
- The Inflation Rate was assumed to be 2.25%.
- Salary Increases were expected to be 2.85% to 13.75%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017 to 2019.
- For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020 were used.

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**NOTE 11. ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)**

- 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.
- The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2021:

Asset Class	Portfolio Target Percentage	Return 12/31/21	Projected Returns/Risk	
			One Year Arithmetic	Ten Year Geometric
Equities	39%	24.89%	3.25%	1.90%
International Equities	15%	9.78%	4.89%	3.15%
Fixed Income	25%	-0.44%	-0.50%	-0.60%
Real Estate	10%	21.95%	4.20%	3.30%
Alternative Investments	10%	46.46%		
Private Equity		N/A	8.85%	5.50%
Hedge Funds		N/A	N/A	N/A
Commodities		N/A	2.90%	1.70%
Cash Equivalents	1%	2.44%	-0.90%	-0.90%
Total	<u>100%</u>			

Single Discount Rate

A single discount rate of 7.25% was used to measure the total pension liability as of December 31, 2021. The projection of cash flow used to determine this single discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was project to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rated of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The single discount rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 1.84% and the resulting single discount rate is 7.25%.

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**NOTE 11. ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)**

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2020	\$ 21,120,873	\$ 18,713,485	\$ 2,407,388
Changes for the year:			
Service Cost	353,189	-	353,189
Interest on the Total Pension Liability	1,495,761	-	1,495,761
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(296,472)	-	(296,472)
Changes of Assumptions	-	-	-
Contributions- Employer	-	533,769	(533,769)
Contributions- Employee	-	150,361	(150,361)
Net Investment Income	-	3,237,240	(3,237,240)
Benefit Payments, including Refunds of Employee Contribution	(1,332,550)	(1,332,550)	-
Other (Net Transfer)	-	(146,586)	146,586
Net Changes	219,928	2,442,234	(2,222,306)
Balances at December 31, 2021	\$ 21,340,801	\$ 21,155,719	\$ 185,082

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

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

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability (Asset)	\$ 2,465,195	\$ 185,082	\$ (1,696,658)

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**NOTE 11. ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)**

Pension Expense (Income), Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2022, the District recognized pension income of \$867,241. At June 30, 2022, the District's deferred outflows of resources and deferred inflows of resources related to pensions were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 89,279	\$ (89,279)
Changes of assumptions	-	-	-
Net difference between projected and actual earnings on pension plan investment	<u>437,788</u>	<u>3,028,912</u>	<u>(2,591,124)</u>
Total deferred amounts to be recognized in pension expense in future periods	437,788	3,118,191	(2,680,403)
Pension contributions made subsequent to the measurement date	<u>259,277</u>	<u>-</u>	<u>259,277</u>
Total deferred amounts related to pensions	<u>\$ 697,065</u>	<u>\$ 3,118,191</u>	<u>\$ (2,421,126)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31	Net Deferred Outflows of Resources
2022	\$ (656,535)
2023	(1,005,043)
2024	(636,958)
2025	(381,867)
2026	-
Thereafter	-
Total	<u>\$ (2,680,403)</u>

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**NOTE 12. SUMMARY OF PENSION INFORMATION**

The summary of pension information is to consolidate the net pension liability and deferrals from TRS (footnote 10) and IMRF (footnote 11) and tie the totals to the Statement of Net Position.

	<u>TRS</u>	<u>IMRF</u>	<u>Total</u>
Deferred outflows of resources	\$ 558,377	\$ 697,065	\$ 1,255,442
Net Pension Liability	1,437,938	185,082	1,623,020
Deferred inflows of resources	947,913	3,118,191	4,066,104

**NOTE 13. TEACHERS HEALTH INSURANCE SECURITY**

Plan and Benefit Description

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the City of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants may participate in the state-administered preferred provider organization plan or choose from several managed care options. The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.5) 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.

Contributions

The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.6) required that all active contributors of the TRS, who are not employees of a department, make contributions to the plan at a rate of 0.90% of salary and for every employer of a teacher to contribute an amount equal to 0.67% of each teacher's salary. The Department determines, by rule, the percentage required, which each year shall not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. Employer and non-employer contributing entity contributions are recognized as revenue when due pursuant to statutory or contractual requirements.

The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS fund from active members which were 0.90 percent of pay during the year ended June 30, 2022. State of Illinois contributions were \$152,598, and the District recognized revenue and expenditures of this amount during the year.

The District made contributions to the THIS Fund during the year ended June 30, 2022. For the year ended June 30, 2022, the District paid \$113,601 to the THIS Fund, which was 100% of the required contribution.

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**NOTE 13. TEACHERS HEALTH INSURANCE SECURITY (CONTINUED)**

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

At June 30, 2022, the District reported a liability for its proportionate share of the net OPEB liability to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net OPEB liability	\$ 14,318,072
State's proportionate share of the net OPEB liability associated with the District	19,413,216
Total	<u>\$ 33,731,288</u>

The net OPEB liability was measured as of June 30, 2021, and the OPEB pension liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2020 and rolled forward to June 30, 2021. The employer's proportion of the net OPEB liability was based on the employer's share of contributions to THIS for the measurement year ended June 30, 2021, relative to the projected contributions of all participating THIS employers and the State during that period. At June 30, 2022, the employer's proportion was 0.064919 percent which was a decrease of 0.002587 from its proportion measured as of June 30, 2021.

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

For the year ended June 30, 2022, the District recognized OPEB expense of \$152,598 and revenue of \$152,598 for support provided by the State. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 669,782	\$ (669,782)
Changes in assumptions	4,943	5,361,473	(5,356,530)
Net difference between projected and actual earnings on OPEB plan investments	226	275	(49)
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>460</u>	<u>2,173,393</u>	<u>(2,172,933)</u>
Total deferred amounts to be recognized in OPEB expense in future periods	5,629	8,204,923	(8,199,294)
District contributions subsequent to the measurement date	<u>113,601</u>	<u>-</u>	<u>113,601</u>
Total	<u>\$ 119,230</u>	<u>\$ 8,204,923</u>	<u>\$ (8,085,693)</u>

\$113,601 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2022.

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**NOTE 13. TEACHERS HEALTH INSURANCE SECURITY (CONTINUED)**

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	Net Deferred Inflows of Resources
2023	\$ (1,639,858)
2024	(1,639,859)
2025	(1,639,859)
2026	(1,639,859)
2027	(1,639,859)
Total	<u>\$ (8,199,294)</u>

Actuarial Assumptions

The following assumptions and trust information are applicable to the plan as a whole.

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

Inflation	2.50%
Salary increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Investment rate of return	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Healthcare cost trend rates	Trend for fiscal year 2022 based on expected increases used to develop average costs. For fiscal years ending on and after 2023, trend starts at 8.00% for non-Medicare costs and post-Medicare costs, and gradually decreases to an ultimate trend of 4.25%.

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

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2017.

Projected benefit payments were discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since THIS is financed on a pay-as-you-go basis, a discount rate consistent with fixed-income municipal bond with 20-years to maturity that include only federally tax-exempt municipal bonds are reported in Fidelity's index's "20-year Municipal GO AA Index" has been selected. The discount rates are 1.92% as of June 30, 2021, and 2.45% as of June 30, 2020.



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**NOTE 13. TEACHERS HEALTH INSURANCE SECURITY (CONTINUED)**

The decrease in the single discount rate from 2.45% to 1.92% caused the total OPEB liability to increase by approximately \$1.965 million from 2020 to 2021.

The actuarial valuation was based on the entry age normal cost method. Under this method, the normal cost and actuarial accrued liability are directly proportional to the employee's salary. The normal cost rate equals the present value of future benefits at entry age divided by the present value of future salary at entry age. The normal cost at the member's attained age equals the normal cost rate at entry age multiplied by the salary at attained age. The actuarial accrued liability equals the present value of benefits at attained age less present value of future salaries at attained age multiplied by normal cost rate at entry age.

During plan year ending June 30, 2021, the trust earned \$51,000 in interest, and the market value of assets at June 30, 2021, was \$313.2 million. The long-term expected rate of return assumption was set to 2.75 percent.

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

The following presents the District's net OPEB liability, calculated using a single discount rate of 1.92%, as well as what the District's net OPEB liability would be if it were calculated using a single discount rate that is one percentage point higher (2.92%) or lower (0.92%) than the current rate:

	1% Decrease (0.92%)	Current Discount Rate (1.92%)	1% Increase (2.92%)
District's proportionate share of the net pension liability	\$ 17,200,221	\$ 14,318,072	\$ 12,033,577

Sensitivity of Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the District's net OPEB liability, calculated using the healthcare cost trend rates as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower, than the current healthcare cost trend rates. The key trend rates are 8.00% in 2023 decreasing to an ultimate trend rate of 4.25% in 2038.

	1% Decrease (a)	Healthcare Cost Trend Rates Assumption	1% Increase (b)
District's proportionate share of the net pension liability	\$ 11,462,338	\$ 14,318,072	\$ 18,197,377

(a) One percentage point decrease in healthcare trend rates are 7.00% in 2023 decreasing to an ultimate trend rate of 3.25% in 2038.

(b) One percentage point increase in healthcare trend rates are 9.00% in 2023 decreasing to an ultimate trend rate of 5.25% in 2038.

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**NOTE 13. TEACHERS HEALTH INSURANCE SECURITY (CONTINUED)**

Financial Statements for the Plan

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General (<http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>). The current reports are listed under “Central Management Services” (<http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>).

THIS’s financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.

**NOTE 14. POST RETIREMENT MEDICAL PLAN**

Plan Description

The medical benefit plan for the District is a single-employer defined benefit plan administered by the District. The District has the authority to establish and amend benefit provisions of the medical benefit plan. The following benefit provisions are below:

TRS Employees- Upon retirement, TRS employees who retire on or after August 1, 2017 are eligible to have their TRS premiums (retiree’s portion of single coverage only) paid for by the District until the retiree becomes eligible for Medicare.

IMRF Retirees- Eligible IMRF retirees may elect to pay COBRA premiums and continue coverage in the District’s medical and dental plans indefinitely.

Funding Policy

The District has not established a trust fund to finance the cost of the Post retirement medical plan. Premiums are paid by retirees based on the rates established for active employees. The post retirement benefit plans for the District are funded on a pay-as-you-go basis

Eligible Plan Participants

All active and retired employees who are participants in the medical plan as of the valuation date and who are eligible, or may become eligible, in the future for District OPEB benefits are included in the calculations in this report.

Membership in the plan consisted of the following as of July 1, 2021, the most recent valuation date:

Active employees	182
Inactive employees entitled to but not yet receiving benefits	-
Retirees currently receiving benefits	25
Total	<u>207</u>

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**NOTE 14. POST RETIREMENT MEDICAL PLAN (CONTINUED)**

*TRS Employees.* Reimbursement of the retiree's portion of the single medical premium in the Teachers Retirement Insurance Program of the State of Illinois (TRIP) is offered to retired TRS staff after the employee has satisfied the eligibility requirements, as outlined below:

Tier 1: Members hired prior to January 1, 2011

- Age 60 and at least 10 years of TRS service;
- Age 62 and at least 8 years of TRS service, or
- Age 55 and at least 20 years of TRS service

Tier 2: Membership on or after January 1, 2011

- Age 62 and at least 10 years of TRS service

The difference in eligibility is consistent with the two TRS tier options in the TRS pension plan. Employees who began accumulating TRS service before January 1, 2011 are categorized as Tier 1. Those who began accumulating TRS service on or after January 1, 2011 are Tier 2. Since we do not have total years of TRS service, we used the District's hire date in order to determine who is eligible for Tier 1 or Tier 2. To be eligible for the Dolton School District 149 retiree medical benefits, a retiree must have elected coverage in the health plan prior to retirement.

*IMRF Employees.* IMRF retirees may continue District medical and/or dental coverage after the employee has completed at least eight years of IMRF service and is age 55 or greater at retirement if they were hired prior to January 1, 2011. For those hired on or after January 1, 2011, the requirement is 10 years of IMRF service and age 62 or greater. Effective July 1, 2018, eligible IMRF employees who worked during the 2018 – 2019 fiscal year and retire with twelve or more years of service may elect to receive the District medical and dental coverage for the same employee contribution as active employees, for a one-year period. At the end of the 1st year of retirement, the IMRF retiree would be required to pay the COBRA rate for this coverage. In addition, for eligible IMRF retirees who retire with at least 12 years of service with the District and are at least 55 years of age at time of retirement, the District provides a \$3,000 one-time payment paid directly to an insurance carrier. There is one exception: any IMRF retiree who elects coverage at the active contribution rate for the one-year period following retirement forfeits the \$3,000 one-time payment.

The difference in eligibility is consistent with the two IMRF tier options in the IMRF pension plan. Employees who began accumulating IMRF service before January 1, 2011 are categorized as IMRF Tier 1. Those who began accumulating IMRF service on or after January 1, 2011 are IMRF Tier 2. Since we do not have years of IMRF service, we used the District's hire date in order to determine who is eligible for IMRF Tier 1 or IMRF Tier 2. To be eligible for the Dolton School District 149 retiree medical benefits, a retiree must have elected coverage in the health plan prior to retirement.

IMRF retirees who are not eligible for the active employee contributions above, are required to pay the COBRA rate (net of the 2% administrative fee) which is based on the full monthly cost of District medical and dental coverage for the active group of employees.

The monthly COBRA rates for the District's medical and dental coverage (net of the 2% administrative fee) for the fiscal year 2022 are as follows (unchanged from 2021):

<u>OPEB Plan</u>	<u>Retiree +</u>	
	<u>Retiree Only</u>	<u>Spouse</u>
IMRF retirees	\$ 974	\$ 1,920

OPEB benefits are offered to TRS retirees for single coverage only. Dependents are not eligible for any benefits. TRS retirees do not make any contributions to the District. The postretirement benefit plan for the District are funded on a pay-as-you-go basis.

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**NOTE 14. POST RETIREMENT MEDICAL PLAN (CONTINUED)**

Net OPEB Liability

The District's net OPEB liability was measured as of June 30, 2022.

	<u>Total OPEB Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net OPEB Liability</u>
Balances as of June 30, 2021	\$ 4,589,150	\$ -	\$ 4,589,150
Changes for the year:			
Service Cost	206,462	-	206,462
Interest Cost	100,707	-	100,707
Change in benefit terms	-	-	-
Difference between expected and actual experience	555,576	-	555,576
Changes in assumptions or inputs	(590,586)	-	(590,586)
Benefit Payments	(213,060)	-	(213,060)
Total Change	59,099	-	59,099
Balances as of June 30, 2022	<u>\$ 4,648,249</u>	<u>\$ -</u>	<u>\$ 4,648,249</u>

Discount Rate

GASB Statement No. 75 requires the discount rate to be based on a 20-year tax-exempt, high-quality municipal bond yield or index rate. The discount rate used for this valuation was changed from 1.92% as of June 30, 2021 to 3.69% as of June 30, 2022. These rates are the published rates for the Fidelity General Obligation 20-year bond index.

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

The following table presents the net OPEB liability of the District, as well as what the District net OPEB liability would be if it were calculated using discount rates that are 1-percentage-point higher/lower than the current discount rates as of June 30, 2022:

	<u>1% Decrease 2.69%</u>	<u>Discount Rate 3.69%</u>	<u>1% Increase 4.69%</u>
Net OPEB Liability	\$ 4,920,850	\$ 4,648,249	\$ 4,385,026

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**NOTE 14. POST RETIREMENT MEDICAL PLAN (CONTINUED)**

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

The following table presents the Net OPEB liability of the District, as well as what the District Net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point higher/lower than the current healthcare cost trend rates as of June 30, 2022:

	<u>1% Decrease</u>	<u>Valuation Rate</u>	<u>1% Increase</u>
Net OPEB Liability	\$ 4,244,540	\$ 4,648,249	\$ 5,100,058

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

For the year ended June 30, 2022, the District recognized an OPEB expense of \$320,899. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferred Outflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 632,110	\$ 211,527	\$ 420,583
Changes in Assumptions	342,138	584,693	(242,555)
Net difference between projected and actual Earnings on OPEB Plan Investments	-	-	-
Total	<u>\$ 974,248</u>	<u>\$ 796,220</u>	<u>\$ 178,028</u>

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

<u>Year Ending June 30</u>	<u>Net Deferred Outflows of Resources</u>
2023	\$ 13,730
2024	13,730
2025	13,730
2026	43,402
2027	79,451
Thereafter	<u>13,985</u>
Total	<u>\$ 178,028</u>

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 14. POST RETIREMENT MEDICAL PLAN (CONTINUED)**

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of the valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

*Valuation Method.* GASB 74 and 75 require the use of the Entry Age Normal (EAN) actuarial cost method. Under the EAN method, the actuarial present value of the projected benefits of each individual included in an actuarial valuation is allocated on a level basis (either level dollar or level percent of pay) over the earnings or service of the individual between entry age and the assumed exit ages. The portion of the actuarial present value allocated to a valuation year is the normal cost. The portion of the actuarial present value not provided for at a valuation date by the actuarial present value of future normal costs is the actuarial accrued liability.

*Valuation of Assets.* No assets have been set aside to fund the liabilities of the plan. The District funds this plan on a pay-as-you-go basis.

The following actuarial assumptions were used for the most recent valuation of the District's OPEB plans:

Valuation date	July 1, 2021
Measurement date	June 30, 2022
Municipal Bond Index Rate	
As of June 30, 2021	1.92%
As of June 30, 2022	3.69%
Salary Scale	
FY 2021	3.30%
FY2022	3.80%
	The salary scale assumption is based on an analysis of pay increases during fiscal years 2015 – 2021. Expected merit increases of about 1.2% over inflation.
Amortization method	
Plan changes	Immediate recognition
Assumption changes	Straight-line, closed amortization (layered bases) over average expected service of all employees (active and retired)
Experience better/worse than expected	Straight-line, closed amortization (layered bases) over average expected service of all employees (active and retired)
Mortality table	Base rates: headcount weighted PubT.H-2010 Mortality improvement scale: MP-2021 applied on a generational basis from the base year of 2010

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 14. POST RETIREMENT MEDICAL PLAN (CONTINUED)**

Percentage of TRS employees electing retiree coverage	100%
Percentage of IMRF electing retiree coverage	100% for first year of retirement; 2% thereafter
Percentage of IMRF spouses electing retiree coverage	For the first year of retirement, 100% if under age 65; 2% if over age 65; After first year of retirement, 2%
Percentage of employees with spouses	
Male employees	80%
Female employees	70%

**NOTE 15. SUMMARY OF OPEB INFORMATION**

The summary of OPEB information is to consolidate the net pension liability and deferrals from THIS (footnote 13) and Post-Retirement medical plan (footnote 14) and tie the totals to the Statement of Net Position.

	THIS	Post Retirement Medical Plan	Total
Deferred outflows of resources	\$ 119,230	\$ 974,248	\$ 1,093,478
Net OPEB Liability	14,318,072	4,648,249	18,966,321
Deferred inflows of resources	8,204,923	796,220	9,001,143

**NOTE 16. RECENT GASB PRONOUNCEMENTS**

GASB Statement No. 96, "Subscription-Based Information Technology Arrangements," will be effective for reporting periods beginning after June 15, 2022. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) governments. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset-an intangible asset-and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA.

GASB Statement No. 100, "Accounting Changes and Error Corrections – An Amendment of GASB Statement No. 62" will be effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

GASB Statement No. 101, "Compensated Absences" will be effective for fiscal years beginning after December 15, 2023. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

**DOLTON SCHOOL DISTRICT NO. 149**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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**NOTE 17. CHANGE IN ACCOUNTING PRINCIPLE**

The District has implemented GASB Statement No. 87, Leases. The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments by establishing a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, the District is required to recognize a lease liability and an intangible right-to-use lease asset with no changes to the beginning net position.



## **REQUIRED SUPPLEMENTARY INFORMATION**

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF CHANGES IN THE NET PENSION**  
**LIABILITY AND RELATED RATIOS**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**LAST EIGHT CALENDAR YEARS**

	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015	December 31, 2014
<b>TOTAL PENSION LIABILITY</b>								
Service cost	\$ 353,189	\$ 401,611	\$ 380,066	\$ 320,266	\$ 376,090	\$ 372,967	\$ 352,695	\$ 350,262
Interest	1,495,761	1,518,423	1,485,600	1,417,850	1,418,026	1,295,309	1,266,021	1,147,514
Change of benefit terms	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(296,472)	(695,557)	(180,820)	381,129	(109,842)	952,629	(310,362)	169,845
Changes in assumptions	-	(199,718)	-	557,230	(643,360)	(158,003)	-	791,235
Benefit payments, including refunds of employee contributions	(1,332,550)	(1,293,692)	(1,192,077)	(1,047,930)	(982,781)	(999,119)	(849,491)	(756,469)
Net change in total pension liability	219,928	(268,933)	492,769	1,628,545	58,133	1,463,783	458,863	1,702,387
Total pension liability - beginning	21,120,873	21,389,806	20,897,037	19,268,492	19,210,359	17,746,576	17,287,713	15,585,326
Total pension liability - ending (A)	<u>\$ 21,340,801</u>	<u>\$ 21,120,873</u>	<u>\$ 21,389,806</u>	<u>\$ 20,897,037</u>	<u>\$ 19,268,492</u>	<u>\$ 19,210,359</u>	<u>\$ 17,746,576</u>	<u>\$ 17,287,713</u>
<b>PLAN FIDUCIARY NET POSITION</b>								
Contributions-employer	\$ 533,769	\$ 576,389	\$ 555,665	\$ 522,891	\$ 472,207	\$ 581,371	\$ 508,577	\$ 479,231
Contributions-employee	150,361	163,120	195,606	149,317	143,531	154,881	150,965	144,616
Net investment income	3,237,240	2,489,430	2,921,387	(952,212)	2,625,240	924,122	67,407	777,132
Benefit payments, including refunds of employee contributions	(1,332,550)	(1,293,692)	(1,192,077)	(1,047,930)	(982,781)	(999,119)	(849,491)	(756,469)
Other	(146,586)	(486,750)	(691,256)	252,276	(337,272)	422,995	92,264	125,732
Net change in plan fiduciary net position	2,442,234	1,448,497	1,789,325	(1,075,658)	1,920,925	1,084,250	(30,278)	770,242
Plan fiduciary net position - beginning	18,713,485	17,264,988	15,475,663	16,551,321	14,630,396	13,546,146	13,576,424	12,806,182
Plan fiduciary net position - ending (B)	<u>\$ 21,155,719</u>	<u>\$ 18,713,485</u>	<u>\$ 17,264,988</u>	<u>\$ 15,475,663</u>	<u>\$ 16,551,321</u>	<u>\$ 14,630,396</u>	<u>\$ 13,546,146</u>	<u>\$ 13,576,424</u>
<b>NET PENSION LIABILITY - ENDING (A) - (B)</b>	<u>\$ 185,082</u>	<u>\$ 2,407,388</u>	<u>\$ 4,124,818</u>	<u>\$ 5,421,374</u>	<u>\$ 2,717,171</u>	<u>\$ 4,579,963</u>	<u>\$ 4,200,430</u>	<u>\$ 3,711,289</u>
Plan fiduciary net position as a percentage of the total pension liability	99.13%	88.60%	80.72%	74.06%	85.90%	76.16%	76.33%	78.53%
Covered-employee payroll	\$ 3,336,058	\$ 3,611,459	\$ 3,813,763	\$ 3,309,971	\$ 3,186,203	\$ 3,439,895	\$ 3,224,227	\$ 3,061,732
Net pension liability as a percentage of covered-employee payroll	5.55%	66.66%	108.16%	163.79%	85.28%	133.14%	130.28%	121.22%

**Notes to schedule:**

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**Changes in assumptions:**

For 2014, changes are primarily from adopting an IMRF specific mortality tables with fully generational projection scale MP-2014 (base year 2014) developed from the RP-2014 mortality tables.

For 2015, changes are primarily from a change in the calculated single discount rate from 7.49% in 2014 to 7.47% in 2015.

For 2016, changes are primarily from a change in the calculated single discount rate from 7.47% in 2015 to 7.50% in 2016.

For 2017, changes are primarily from adopting an IMRF specific mortality tables with fully generational projection scale MP-2017 (base year 2015) developed from the RP-2014 mortality tables.

For 2018, the assumed investment rate of return was lowered from 7.50% to 7.25%.

For 2020, changes are primarily from adopting the Pub-2010, amount weighted, general mortality tables for retirees and active members.

*See independent auditor's report.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**TEACHERS' RETIREMENT SYSTEM**  
**LAST EIGHT FISCAL YEARS**

	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.0018432439%	0.0020340518%	0.0022028706%	0.0023581184%	0.005297365%	-0.010910105%	0.008790383%	0.013188509%
District's proportionate share of the net pension liability	\$ 1,437,938	\$ 1,753,663	\$ 1,786,708	\$ 1,838,032	\$ 4,047,088	\$ (8,612,006)	\$ 5,758,586	\$ 8,026,299
State's proportionate share of the net pension liability associated with the District	120,414,524	137,355,991	127,158,052	125,912,867	127,854,246	140,361,587	118,470,568	107,746,392
Total	<u>\$ 121,852,462</u>	<u>\$ 139,109,654</u>	<u>\$ 128,944,760</u>	<u>\$ 127,750,899</u>	<u>\$ 131,901,334</u>	<u>\$ 131,749,581</u>	<u>\$ 124,229,154</u>	<u>\$ 115,772,691</u>
District's covered-employee payroll	\$ 16,704,501	\$ 16,984,084	\$ 16,947,845	\$ 16,760,794	\$ 17,360,780	\$ 17,650,654	\$ 18,259,609	\$ 17,497,083
District's proportionate share of the net pension liability as a percentage of it's covered-employee payroll	8.61%	10.33%	10.54%	10.97%	23.31%	-48.79%	31.54%	45.87%
Plan fiduciary net position as a percentage of the total pension liability	45.10%	37.80%	39.60%	40.00%	39.30%	36.40%	41.50%	43.00%

**Notes to schedule:**

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

The amounts presented have a measurement date of the previous fiscal year.

*See independent auditor's report.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS**  
**OTHER POSTEMPLOYMENT BENEFITS PLAN**  
**LAST SIX FISCAL YEARS**

	2022	2021	2020	2019	2018	2017
<b>TOTAL OPEB LIABILITY</b>						
Service cost	\$ 206,462	\$ 196,987	\$ 159,356	\$ 118,119	\$ 115,959	\$ 147,892
Interest	100,707	108,005	125,638	114,918	103,719	100,162
Change of benefit terms	-	-	-	277,250	168,884	-
Differences between expected and actual experience	555,576	(25,115)	244,144	(813)	(460,777)	-
Changes in assumptions	(590,586)	158,283	204,315	178,261	(26,414)	(170,374)
Benefit payments	(213,060)	(120,093)	(144,638)	(122,651)	(107,401)	(73,064)
Net change in total opeb liability	59,099	318,067	588,815	565,084	(206,030)	4,616
Total OPEB liability - beginning	4,589,150	4,271,083	3,682,268	3,117,184	3,323,214	3,318,598
Total OPEB liability - ending (A)	<u>\$ 4,648,249</u>	<u>\$ 4,589,150</u>	<u>\$ 4,271,083</u>	<u>\$ 3,682,268</u>	<u>\$ 3,117,184</u>	<u>\$ 3,323,214</u>
<b>PLAN FIDUCIARY NET POSITION</b>						
Contributions-employer	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions-employee	-	-	-	-	-	-
Net investment income	-	-	-	-	-	-
Other	-	-	-	-	-	-
Net change in plan fiduciary net position	-	-	-	-	-	-
Plan fiduciary net position - beginning	-	-	-	-	-	-
Plan fiduciary net position - ending (B)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>NET OPEB LIABILITY - ENDING (A) - (B)</b>	<u>\$ 4,648,249</u>	<u>\$ 4,589,150</u>	<u>\$ 4,271,083</u>	<u>\$ 3,682,268</u>	<u>\$ 3,117,184</u>	<u>\$ 3,323,214</u>
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered-employee payroll	\$ 16,152,687	\$ 18,020,897	\$ 18,588,587	\$ 16,329,191	\$ 16,690,248	\$ 19,185,047
Net OPEB liability as a percentage of covered-employee payroll	28.78%	25.47%	22.98%	22.55%	18.68%	17.32%

**Notes to schedule:**

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

*See independent auditor's report.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY**  
**TEACHERS' HEALTH INSURANCE SECURITY FUND**  
**LAST SIX FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
District's proportion of the net OPEB liability	0.064919%	0.067506%	0.069934%	0.071431%	0.075293%	0.075907%
District's proportionate share of the net OPEB liability	\$ 14,318,072	\$ 18,048,460	\$ 19,356,043	\$ 18,819,209	\$ 19,538,151	\$ 20,749,876
State's proportionate share of the net OPEB liability associated with the District	19,413,216	24,450,748	26,210,552	25,270,139	25,658,447	28,771,859
Total	<u>\$ 33,731,288</u>	<u>\$ 42,499,208</u>	<u>\$ 45,566,595</u>	<u>\$ 44,089,348</u>	<u>\$ 45,196,598</u>	<u>\$ 49,521,735</u>
District's covered-employee payroll	\$ 16,704,501	\$ 16,984,084	\$ 16,947,845	\$ 16,760,794	\$ 17,360,780	\$ 17,650,654
District's proportionate share of the net OPEB liability as a percentage of it's covered-employee payroll	85.71%	106.27%	114.21%	112.28%	112.54%	117.56%
Plan fiduciary net position as a percentage of the total OPEB liability	1.40%	0.70%	0.25%	-0.07%	-0.17%	-0.22%

**Notes to schedule:**

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

The amounts presented have a measurement date of the previous fiscal year.

*See independent auditor's report.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**LAST EIGHT FISCAL YEARS**

	June 30,					December 31,		
	2022	2021	2020	2019	2018	2016	2015	2014
Actuarially determined contribution	\$ 512,580	\$ 539,520	\$ 572,280	\$ 556,245	\$ 472,535	\$ 534,904	\$ 498,788	\$ 479,467
Contributions in relation to the actuarially determined contribution	512,580	539,138	572,762	556,245	490,603	581,371	508,577	479,231
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ 382</u>	<u>\$ (482)</u>	<u>\$ -</u>	<u>\$ (18,068)</u>	<u>\$ (46,467)</u>	<u>\$ (9,789)</u>	<u>\$ 236</u>
Covered-employee payroll	\$ 3,398,806	\$ 3,373,667	\$ 3,737,882	\$ 3,697,940	\$ 3,145,278	\$ 3,439,895	\$ 3,224,227	\$ 3,061,732
Contributions as a percentage of covered-employee payroll	15.08%	15.98%	15.32%	15.04%	15.60%	16.90%	15.77%	15.65%

**Valuation date:**

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

**Methods and assumptions used to determine 2021 contribution rates:**

Actuarial cost method:	Aggregate entry age normal
Amortization method:	Level percentage of payroll, closed
Remaining amortization period:	22-year closed period
Asset valuation method:	5-year smoothed market; 20% corridor
Wage growth:	3.25%
Price inflation:	2.50%
Salary increases:	3.35% to 14.25%, including inflation
Investment rate of return:	7.25%
Retirement age:	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2017 valuation pursuant to an experience study of the period 2014- 2016.
Mortality:	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**Other information:**

Notes There were no benefit changes during the year.

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

*See independent auditor's report.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**TEACHERS' RETIREMENT SYSTEM**  
**LAST EIGHT FISCAL YEARS**

	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily-required contribution	\$ 243,142	\$ 99,667	\$ 178,389	\$ 146,261	\$ 132,210	\$ 216,233	\$ 173,534	\$ 170,051
Contributions in relation to the statutorily-required contribution	212,236	99,667	185,037	150,783	133,384	216,186	170,610	170,265
Contribution deficiency (excess)	<u>\$ 30,906</u>	<u>\$ -</u>	<u>\$ (6,648)</u>	<u>\$ (4,522)</u>	<u>\$ (1,174)</u>	<u>\$ 47</u>	<u>\$ 2,924</u>	<u>\$ (214)</u>
Covered-employee payroll	\$ 16,955,337	\$ 16,704,501	\$ 16,984,084	\$ 16,947,845	\$ 16,760,794	\$ 17,360,780	\$ 17,650,654	\$ 18,259,609
Contributions as a percentage of covered-employee payroll	1.25%	0.60%	1.09%	0.89%	0.80%	1.25%	0.97%	0.93%

**Notes to schedule:**

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Changes of assumptions: For the 2021 measurement year, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.25 percent and a real return of 4.75 percent. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated September 30, 2021. For the 2020-2016 measurement years, the assumed investment rate of return was 7.0 percent, including an inflation rate of 2.5 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based upon experience study dated September 18, 2018 and August 13, 2015, respectively. For the 2015 measurement year, the assumed investment rate of return was 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three year period ending June 30, 2014

*See independent auditor's report.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**TEACHERS' HEALTH INSURANCE SECURITY FUND**  
**LAST SIX FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Statutorily-required contribution	\$ 113,601	\$ 153,681	\$ 156,254	\$ 155,920	\$ 147,495	\$ 145,831
Contributions in relation to the statutorily-required contribution	<u>113,601</u>	<u>153,681</u>	<u>156,254</u>	<u>155,920</u>	<u>147,495</u>	<u>145,831</u>
Contribution deficiency (excess)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Covered-employee payroll	\$ 16,955,337	\$ 16,704,501	\$ 16,984,084	\$ 16,947,845	\$ 16,760,794	\$ 17,360,780
Contributions as a percentage of covered-employee payroll	0.67%	0.92%	0.92%	0.92%	0.88%	0.84%

**Notes to schedule:**

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

*See independent auditor's report.*



**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Original and Final Budget	Actual
<b>REVENUES</b>		
Local sources		
Property taxes	\$ 9,179,005	\$ 9,222,460
Personal property replacement taxes	300,000	932,152
Charges for services	2,000	25,000
Refund of prior year expenditures	-	150,113
Earnings on investments	310,000	195,492
Student activities	-	15,352
Other	87,182	35,303
Unrestricted state aid	20,400,500	20,940,205
Restricted state aid	2,587,233	1,912,768
Restricted federal aid	10,091,478	4,884,900
Employee retirement contributions	-	1,755,892
	<u>42,957,398</u>	<u>40,069,637</u>
Total Revenues		
	<u>42,957,398</u>	<u>40,069,637</u>
<b>EXPENDITURES</b>		
Current		
Instruction	20,642,334	18,081,699
Support services	15,921,500	18,693,072
Community services	-	744,405
Non-programmed charges	3,600,000	3,638,510
Capital outlay	1,365,000	307,039
	<u>41,528,834</u>	<u>41,464,725</u>
Total Expenditures		
	<u>41,528,834</u>	<u>41,464,725</u>
Net change in fund balance	<u>\$ 1,428,564</u>	(1,395,088)
Fund balance at beginning of year		<u>21,046,765</u>
Fund balance at end of year		<u>\$ 19,651,677</u>

*See independent auditor's report and accompanying notes to required supplementary information.*

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**TRANSPORTATION FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>REVENUES</b>				
Local sources				
Transportation levy	\$ 1,229,806	\$ 1,266,345	\$ 36,539	\$ 1,184,160
Earnings on investments	1,000	20,113	19,113	9,427
Total local sources	1,230,806	1,286,458	55,652	1,193,587
State aid				
Unrestricted				
Evidence-based funding	1,400,000	-	(1,400,000)	-
Restricted				
Transportation	300,000	111,231	(188,769)	1,414,124
Total state aid	1,700,000	111,231	(1,588,769)	1,414,124
Federal aid				
Restricted				
CARES/ESSER grants	500,000	-	(500,000)	-
Total federal aid	500,000	-	(500,000)	-
Total Revenues	3,430,806	1,397,689	(2,033,117)	2,607,711
<b>EXPENDITURES</b>				
Support services				
Business				
Pupil transportation services				
Salaries	20,000	35,218	15,218	34,376
Employee benefits	10,000	8,622	(1,378)	1,530
Purchased services	3,400,000	3,033,291	(366,709)	489,180
Total pupil transportation services	3,430,000	3,077,131	(352,869)	525,086
Total support services	3,430,000	3,077,131	(352,869)	525,086
Total Expenditures	3,430,000	3,077,131	(352,869)	525,086
Net change in fund balance	<u>\$ 806</u>	(1,679,442)	<u>\$ (1,680,248)</u>	2,082,625
Fund balance at beginning of year		2,547,372		464,747
Fund balance at end of year		<u>\$ 867,930</u>		<u>\$ 2,547,372</u>

*See independent auditor's report and accompanying notes to required supplementary information.*

**DOLTON ELEMENTARY SCHOOL DISTRICT 149**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2022**

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**NOTE 1. BUDGET AND BUDGETARY ACCOUNTING**

The budget for all governmental fund types is prepared on the accrual basis of accounting, except that the budget based excludes on-behalf payments for which the District is not legally responsible. This difference has no effect on the excess (deficiency) of revenues received over expenditures disbursed because on-behalf revenues received and expenditures disbursed are equal.

The budget, which was not amended, was passed on September 21, 2021. For each fund, total fund expenditures disbursed may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

The District, in accordance with Chapter 105, Section 5/17-1 of the *Illinois Compiled Statutes*, follows these procedures in establishing the budgetary data reflected in the financial statements.

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

Over-expenditure of Budget

Expenditures disbursed exceeded the budget in the following individual funds:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Amount Over Budget</u>
Operations and Maintenance Account	\$ 3,532,500	\$ 3,793,328	\$ 260,828
Tort Immunity Account	\$ 1,210,000	\$ 1,705,318	\$ 495,318
Debt Service Fund	\$ 1,610,000	\$ 1,662,133	\$ 52,133

**COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES**

**DOLTON SCHOOL DISTRICT NO. 149**  
**COMBINING BALANCE SHEET**  
**GENERAL FUND**  
**JUNE 30, 2022**

	Educational Account	Operations and Maintenance Account	Working Cash Account	Tort Immunity Account	Total General Fund
<b>ASSETS</b>					
Cash and investments - pooled accounts	\$ 11,641,185	\$ 277,420	\$ 8,170,564	\$ 63,147	\$ 20,152,316
Cash at district	140,317	-	-	-	140,317
Receivables					
Property taxes, net	4,071,250	561,491	62,555	361,978	5,057,274
Other	2,593,613	-	-	-	2,593,613
Prepaid expenses	-	-	-	347,212	347,212
Total Assets	<u>\$ 18,446,365</u>	<u>\$ 838,911</u>	<u>\$ 8,233,119</u>	<u>\$ 772,337</u>	<u>\$ 28,290,732</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 1,046,339	\$ 190,444	\$ -	\$ 84,265	\$ 1,321,048
Accrued payroll and related liabilities	435,351	65,403	-	5,184	505,938
Total Liabilities	<u>1,481,690</u>	<u>255,847</u>	<u>-</u>	<u>89,449</u>	<u>1,826,986</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Property taxes levied for subsequent year	4,241,721	561,491	62,555	361,978	5,227,745
Other unavailable revenue	1,584,324	-	-	-	1,584,324
Total Deferred Inflows of Resources	<u>5,826,045</u>	<u>561,491</u>	<u>62,555</u>	<u>361,978</u>	<u>6,812,069</u>
<b>FUND BALANCES</b>					
Nonspendable					
Prepaid expenses	-	-	-	347,212	347,212
Assigned					
Student activities	138,696	-	-	-	138,696
Unassigned	10,999,934	21,573	8,170,564	(26,302)	19,165,769
Total Fund Balances	<u>11,138,630</u>	<u>21,573</u>	<u>8,170,564</u>	<u>320,910</u>	<u>19,651,677</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 18,446,365</u>	<u>\$ 838,911</u>	<u>\$ 8,233,119</u>	<u>\$ 772,337</u>	<u>\$ 28,290,732</u>

**DOLTON SCHOOL DISTRICT NO. 149**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Educational Account	Operations and Maintenance Account	Working Cash Account	Tort Immunity Account	Total General Fund
<b>REVENUES</b>					
Local sources					
Property taxes	\$ 7,501,917	\$ 997,085	\$ 79,809	\$ 643,649	\$ 9,222,460
Personal property replacement taxes	932,152	-	-	-	932,152
Charges for services	-	25,000	-	-	25,000
Refund of prior year expenditures	150,113	-	-	-	150,113
Earnings on investments	121,804	5,163	67,019	1,506	195,492
Student activities	15,352	-	-	-	15,352
Other	35,303	-	-	-	35,303
Evidence-based funding	19,240,205	1,000,000	-	700,000	20,940,205
Restricted state aid	1,912,768	-	-	-	1,912,768
Restricted federal aid	4,706,732	178,168	-	-	4,884,900
State retirement contribution	1,755,892	-	-	-	1,755,892
Total Revenues	<u>36,372,238</u>	<u>2,205,416</u>	<u>146,828</u>	<u>1,345,155</u>	<u>40,069,637</u>
<b>EXPENDITURES</b>					
Current					
Instruction	18,081,699	-	-	-	18,081,699
Support services	13,356,892	3,630,862	-	1,705,318	18,693,072
Community services	744,405	-	-	-	744,405
Non-programmed charges	3,638,510	-	-	-	3,638,510
Capital outlay	144,573	162,466	-	-	307,039
Total Expenditures	<u>35,966,079</u>	<u>3,793,328</u>	<u>-</u>	<u>1,705,318</u>	<u>41,464,725</u>
Net change in fund balances	406,159	(1,587,912)	146,828	(360,163)	(1,395,088)
Fund balances at beginning of year	<u>10,732,471</u>	<u>1,609,485</u>	<u>8,023,736</u>	<u>681,073</u>	<u>21,046,765</u>
Fund balances at end of year	<u>\$ 11,138,630</u>	<u>\$ 21,573</u>	<u>\$ 8,170,564</u>	<u>\$ 320,910</u>	<u>\$ 19,651,677</u>

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>REVENUES</b>				
Local sources				
General levy	\$ 6,888,507	\$ 7,170,201	\$ 281,694	\$ 6,578,693
Special education levy	713,282	331,716	(381,566)	683,554
Personal property replacement taxes	300,000	932,152	632,152	393,486
Earnings on investments	150,000	121,804	(28,196)	84,581
Food services	2,000	-	(2,000)	-
Rentals	-	2,500	2,500	-
Impact fees from municipal or county governments	12,000	-	(12,000)	-
Services provided other districts	15,000	-	(15,000)	-
Refund of prior years' expenditures	-	150,113	150,113	8,928
Student activities	-	15,352	15,352	214,051
Other	-	32,803	32,803	29,005
Total local sources	8,080,789	8,756,641	675,852	7,992,298
State aid				
Unrestricted				
Evidence-based funding	19,700,500	19,240,205	(460,295)	20,728,598
Restricted				
Special education				
Private facility tuition	-	5,747	5,747	22,298
Orphanage - individual	-	152,724	152,724	235,795
Orphanage - summer individual	-	1,765	1,765	-
CTE secondary program improvement	-	4,196	4,196	-
State free lunch and breakfast	22,521	38,054	15,533	13,160
Education block grant	1,627,606	1,611,491	(16,115)	1,611,491
Transportation	914,584	-	(914,584)	-
Other restricted revenue from state sources	-	98,791	98,791	-
State retirement contribution	-	1,755,892	1,755,892	1,943,293
Flow through revenue from state sources	22,522	-	(22,522)	-
Total state aid	22,287,733	22,908,865	621,132	24,554,635
Federal aid				
Restricted				
School lunch programs	-	1,065,742	1,065,742	6,149
Special breakfast program	-	647,804	647,804	3,860
Summer food service program	1,015,582	-	(1,015,582)	1,418,776
Fresh fruits and vegetables	60,932	98,416	37,484	60,329
Title I - low income	2,119,090	1,663,649	(455,441)	1,438,691
Title I - School improvement and accountability	-	79,675	79,675	130,334
Federal - special education				
Pre-school	12,658	15,956	3,298	15,351
I.D.E.A - flow through	606,058	584,077	(21,981)	601,228
Title IV- state & drug free school	998	3,151	2,153	988
Title II - teacher quality	276,160	44,476	(231,684)	273,426
Medicaid matching/administrative outreach	-	150,796	150,796	121,686
CARES/ESSER grants	3,000,000	352,990	(2,647,010)	1,509,167
Total federal aid	7,091,478	4,706,732	(2,384,746)	5,579,985
Total Revenues	37,460,000	36,372,238	(1,087,762)	38,126,918

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>EXPENDITURES</b>				
Instruction				
Regular programs				
Salaries	\$ 13,300,000	\$ 10,800,154	\$ (2,499,846)	\$ 10,644,349
Employee benefits	2,107,376	1,347,314	(760,062)	1,815,416
Purchased services	600,000	236,478	(363,522)	337,031
Supplies and materials	1,413,000	1,339,063	(73,937)	1,324,258
Capital outlay	15,000	130,304	115,304	-
Non-capitalized equipment	-	67,320	67,320	-
Total regular programs	17,435,376	13,920,633	(3,514,743)	14,121,054
Pre-k programs				
Salaries	900,000	974,260	74,260	787,367
Employee benefits	60,000	232,599	172,599	201,708
Purchased services	-	340	340	3,000
Supplies and materials	10,000	17,594	7,594	20,102
Total pre-k programs	970,000	1,224,793	254,793	1,012,177
Special education programs				
Salaries	1,250,000	1,020,570	(229,430)	1,225,011
Employee benefits	125,000	168,434	43,434	234,555
Purchased services	200,000	51,689	(148,311)	5,430
Supplies and materials	25,000	134,362	109,362	40,067
Capital outlay	-	-	-	138,220
Non-capitalized equipment	-	-	-	19,652
Total special education programs	1,600,000	1,375,055	(224,945)	1,662,935
Special education preschool programs				
Supplies and materials	24,958	-	(24,958)	-
Total special education preschool programs	24,958	-	(24,958)	-
Interscholastic programs				
Salaries	30,000	-	(30,000)	-
Employee benefits	1,000	-	(1,000)	2
Purchased services	-	-	-	-
Supplies and materials	15,000	2,752	(12,248)	2,129
Other objects	-	2,490	2,490	-
Total interscholastic programs	46,000	5,242	(40,758)	2,131
Summer school programs				
Salaries	200,000	11,528	(188,472)	62,897
Employee benefits	20,000	36	(19,964)	863
Purchased services	100,000	45,000	(55,000)	-
Supplies and materials	25,000	11,120	(13,880)	9,501
Total summer school programs	345,000	67,684	(277,316)	73,261



**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022		Variance with Final Budget Over/(Under)	2021
	Original and Final Budget	Actual		Actual
<b>EXPENDITURES (CONTINUED)</b>				
Instruction (continued)				
Bilingual programs				
Salaries	\$ 180,000	\$ 172,304	\$ (7,696)	\$ 162,925
Employee benefits	35,000	32,423	(2,577)	33,938
Purchased services	16,000	2,850	(13,150)	650
Supplies and materials	5,000	20,710	15,710	4,200
Total bilingual programs	<u>236,000</u>	<u>228,287</u>	<u>(7,713)</u>	<u>201,713</u>
Other programs				
Student activities	-	-	-	207,738
Total other programs	<u>-</u>	<u>-</u>	<u>-</u>	<u>207,738</u>
State retirement contributions	-	1,390,309	1,390,309	1,736,157
Total instruction	<u>20,657,334</u>	<u>18,212,003</u>	<u>(2,445,331)</u>	<u>19,017,166</u>
Support services				
Pupils				
Attendance and social work services				
Salaries	720,000	618,242	(101,758)	595,957
Employee benefits	80,000	79,631	(369)	113,484
Purchased services	70,000	-	(70,000)	-
Supplies and materials	3,000	40,271	37,271	2,910
Total attendance and social work services	<u>873,000</u>	<u>738,144</u>	<u>(134,856)</u>	<u>712,351</u>
Guidance services				
Salaries	115,000	118,221	3,221	112,528
Employee benefits	12,000	14,284	2,284	17,516
Supplies and materials	7,000	1,732	(5,268)	9,079
Total guidance services	<u>134,000</u>	<u>134,237</u>	<u>237</u>	<u>139,123</u>
Health services				
Salaries	264,000	268,820	4,820	278,964
Employee benefits	40,000	33,940	(6,060)	51,509
Purchased services	190,000	190,083	83	242,248
Supplies and materials	10,000	3,151	(6,849)	7,642
Total health services	<u>504,000</u>	<u>495,994</u>	<u>(8,006)</u>	<u>580,363</u>
Psychological services				
Salaries	100,000	105,039	5,039	99,979
Employee benefits	12,000	14,207	2,207	6,815
Purchased services	35,000	35,494	494	23,099
Supplies and materials	3,000	-	(3,000)	-
Total psychological services	<u>150,000</u>	<u>154,740</u>	<u>4,740</u>	<u>129,893</u>

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>EXPENDITURES (CONTINUED)</b>				
Support services (continued)				
Pupils (continued)				
Speech pathology and audiology services				
Purchased services	\$ 520,000	\$ 653,916	\$ 133,916	\$ 618,207
Total speech pathology and audiology services	520,000	653,916	133,916	618,207
Other support				
Purchased services	150,000	-	(150,000)	-
Total other support	150,000	-	(150,000)	-
Total pupils	2,331,000	2,177,031	(153,969)	2,179,937
Instructional staff				
Improvement of instruction services				
Salaries	320,000	956,948	636,948	1,089,315
Employee benefits	15,000	226,241	211,241	136,547
Purchased services	560,000	557,712	(2,288)	347,224
Supplies and materials	100,000	40,548	(59,452)	5,720
Other objects	-	12,206	12,206	8,148
Total improvement of instruction services	995,000	1,793,655	798,655	1,586,954
Educational media services				
Salaries	-	-	-	60,489
Employee benefits	-	7,841	7,841	11,524
Supplies and materials	-	25,789	25,789	17,135
Non-capitalized equipment	-	117,675	117,675	-
Total educational media services	-	151,305	151,305	89,148
Assessment and testing				
Employee benefits	-	158	158	353
Purchased services	76,000	49,050	(26,950)	81,710
Supplies and materials	-	14,600	14,600	13,713
Total assessment and testing	76,000	63,808	(12,192)	95,776
Total instructional staff	1,071,000	2,008,768	937,768	1,771,878
General administration				
Board of Education services				
Purchased services	500,000	409,887	(90,113)	423,741
Supplies and materials	8,000	2,210	(5,790)	4,840
Capital outlay	50,000	-	(50,000)	-
Other objects	-	19,268	19,268	23,751
Total Board of Education services	558,000	431,365	(126,635)	452,332

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>EXPENDITURES (CONTINUED)</b>				
Support services (continued)				
General administration (continued)				
Executive administration services				
Salaries	\$ 515,000	\$ 477,262	\$ (37,738)	\$ 483,980
Employee benefits	30,000	176,826	146,826	126,333
Purchased services	90,000	54,749	(35,251)	38,809
Supplies and materials	1,000	135	(865)	270
Other objects	5,000	4,433	(567)	5,109
Total executive administration services	641,000	713,405	72,405	654,501
Special area administration services				
Salaries	450,000	429,017	(20,983)	422,100
Employee benefits	60,000	139,400	79,400	57,928
Non-capitalized equipment	-	-	-	3,265
Total special area administration services	510,000	568,417	58,417	483,293
Total general administration	1,709,000	1,713,187	4,187	1,590,126
School administration				
Office of the principal services				
Salaries	2,600,000	2,341,747	(258,253)	2,500,028
Employee benefits	310,000	324,315	14,315	532,308
Purchased services	65,000	3,000	(62,000)	37,300
Supplies and materials	15,000	11,756	(3,244)	10,068
Total office of the principal services	2,990,000	2,680,818	(309,182)	3,079,704
Total school administration	2,990,000	2,680,818	(309,182)	3,079,704
Business				
Direction of business support services				
Salaries	300,000	187,550	(112,450)	289,659
Employee benefits	30,000	44,638	14,638	58,074
Supplies and materials	-	-	-	49
Total direction of business support services	330,000	232,188	(97,812)	347,782
Fiscal services				
Salaries	260,000	369,271	109,271	275,203
Employee benefits	25,000	40,402	15,402	54,646
Purchased services	30,000	79,685	49,685	45,870
Supplies and materials	4,000	16,587	12,587	50,270
Other objects	-	-	-	657
Total fiscal services	319,000	505,945	186,945	426,646

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>EXPENDITURES (CONTINUED)</b>				
Support services (continued)				
Business (continued)				
Operation & maintenance of plant				
Salaries	\$ -	\$ 21,656	\$ 21,656	\$ -
Employee benefits	-	2,153	2,153	-
Purchased services	-	15,000	15,000	261,009
Supplies and materials	-	16,285	16,285	147,100
Capital outlay	-	14,269	14,269	59,248
Total operation & maintenance of plant	-	69,363	69,363	467,357
Food services				
Purchased services	2,000,000	2,339,146	339,146	970,129
Supplies and materials	50,000	-	(50,000)	-
Total food services	2,050,000	2,339,146	289,146	970,129
Internal services				
Purchased services	75,000	103,316	28,316	108,218
Total internal services	75,000	103,316	28,316	108,218
Total business	2,774,000	3,249,958	475,958	2,320,132
Central				
Information services				
Salaries	120,000	108,928	(11,072)	105,735
Employee benefits	20,000	17,929	(2,071)	27,550
Total information services	140,000	126,857	(13,143)	133,285
Staff services				
Salaries	50,000	55,640	5,640	50,966
Employee benefits	10,000	9,304	(696)	4,645
Supplies and materials	4,000	6,982	2,982	14,311
Total staff services	64,000	71,926	7,926	69,922
Data processing services				
Salaries	600,000	602,823	2,823	538,564
Employee benefits	40,000	73,485	33,485	79,501
Purchased services	500,000	281,356	(218,644)	274,257
Supplies and materials	5,000	14,379	9,379	28,551
Capital outlay	300,000	-	(300,000)	-
Other objects	5,000	-	(5,000)	-
Total data processing services	1,450,000	972,043	(477,957)	920,873
Total central	1,654,000	1,170,826	(483,174)	1,124,080

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**EDUCATIONAL ACCOUNT (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022		2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)
			Actual
<b>EXPENDITURES (CONTINUED)</b>			
Support services (continued)			
Other support services			
Supplies and materials	\$ -	\$ 4,990	\$ 4,990
			\$ -
Total other support services	-	4,990	4,990
			-
State retirement contributions	-	365,583	365,583
			207,136
Total support services	12,529,000	13,371,161	842,161
			12,272,993
Community services			
Salaries	-	46,009	46,009
			52,473
Employee benefits	-	21,183	21,183
			22,639
Purchased services	-	674,215	674,215
			648,603
Supplies and materials	-	2,998	2,998
			98,778
Capital outlay	-	-	-
			10,332
Total community services	-	744,405	744,405
			832,825
Non-programmed charges			
Payments for special education programs	3,600,000	3,399,176	(200,824)
			3,207,492
Other payments to in-state govt. units	-	239,334	239,334
			6,124
Total non-programmed charges	3,600,000	3,638,510	38,510
			3,213,616
Total Expenditures	36,786,334	35,966,079	(820,255)
			35,336,600
Net change in fund balance	\$ 673,666	406,159	\$ (267,507)
			2,790,318
Fund balance at beginning of year		10,732,471	
			7,942,153
Fund balance at end of year		\$ 11,138,630	\$ 10,732,471

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**OPERATIONS AND MAINTENANCE ACCOUNT**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>REVENUES</b>				
Local sources				
Operations and maintenance levy	\$ 951,919	\$ 997,085	\$ 45,166	\$ 940,861
Earnings on investments	25,000	5,163	(19,837)	4,810
Rentals	-	25,000	25,000	2,500
Other	-	-	-	269,068
Total local sources	976,919	1,027,248	50,329	1,217,239
State aid				
Unrestricted				
Evidence-based funding	-	1,000,000	1,000,000	1,500,000
Other state aid	-	-	-	50,000
Total state aid	-	1,000,000	1,000,000	1,550,000
Federal aid				
Restricted				
CARES/ESSER grants	3,000,000	178,168	(2,821,832)	-
Total federal aid	3,000,000	178,168	(2,821,832)	-
Total Revenues	3,976,919	2,205,416	(1,771,503)	2,767,239
<b>EXPENDITURES</b>				
Instruction				
Regular programs				
Purchased services	-	-	-	387
Total regular programs	-	-	-	387
Support services				
Business				
Operation and maintenance of plant services				
Salaries	1,000,000	977,128	(22,872)	973,748
Employee benefits	250,000	346,060	96,060	269,720
Purchased services	437,500	1,305,821	868,321	453,966
Supplies and materials	845,000	1,001,547	156,547	628,842
Capital outlay	1,000,000	162,466	(837,534)	-
Other objects	-	100	100	-
Total operation and maintenance of plant services	3,532,500	3,793,122	260,622	2,326,276

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**OPERATIONS AND MAINTENANCE ACCOUNT**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>EXPENDITURES (CONTINUED)</b>				
Support services (continued)				
Business				
Food services				
Non-capitalized equipment	\$ -	\$ 206	\$ 206	\$ -
Total food services	-	206	206	-
Total business	3,532,500	3,793,328	260,828	2,326,276
Total support services	3,532,500	3,793,328	260,828	2,326,276
Total Expenditures	3,532,500	3,793,328	260,828	2,326,663
Net change in fund balance	<u>\$ 444,419</u>	(1,587,912)	<u>\$ (2,032,331)</u>	440,576
Fund balance at beginning of year		1,609,485		1,168,909
Fund balance at end of year		<u>\$ 21,573</u>		<u>\$ 1,609,485</u>

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**WORKING CASH ACCOUNT**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>REVENUES</b>				
Local sources				
Working cash levy	\$ 60,182	\$ 79,809	\$ 19,627	\$ 20,256
Earnings on investments	135,000	67,019	(67,981)	69,672
Total Revenues	195,182	146,828	(48,354)	89,928
Net change in fund balance	<u>\$ 195,182</u>	146,828	<u>\$ (48,354)</u>	89,928
Fund balance at beginning of year		<u>8,023,736</u>		<u>7,933,808</u>
Fund balance at end of year		<u>\$ 8,170,564</u>		<u>\$ 8,023,736</u>



**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**TORT IMMUNITY ACCOUNT**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>REVENUES</b>				
Local sources				
Tort immunity levy	\$ 625,297	\$ 643,649	\$ 18,352	\$ 598,417
Earnings on investments	-	1,506	1,506	5,509
Total local sources	625,297	645,155	19,858	603,926
State aid				
Unrestricted				
Evidence-based funding	700,000	700,000	-	675,000
Total state aid	700,000	700,000	-	675,000
Total Revenues	1,325,297	1,345,155	19,858	1,278,926
<b>EXPENDITURES</b>				
Support services				
General administration				
Tort immunity services				
Salaries	210,000	354,558	144,558	250,663
Employee benefits	200,000	266,262	66,262	99,858
Purchased services	800,000	1,084,498	284,498	599,226
Total tort immunity services	1,210,000	1,705,318	495,318	949,747
Total Expenditures	1,210,000	1,705,318	495,318	949,747
Net change in fund balance	<u>\$ 115,297</u>	(360,163)	<u>\$ (475,460)</u>	329,179
Fund balance at beginning of year		681,073		351,894
Fund balance at end of year		<u>\$ 320,910</u>		<u>\$ 681,073</u>

**DOLTON SCHOOL DISTRICT NO. 149**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2022**

	Municipal Retirement/ Social Security	Debt Service	Capital Projects	Total
<b>ASSETS</b>				
Cash and investments - pooled accounts	\$ 322,296	\$ 2,399,641	\$ 281,008	\$ 3,002,945
Receivables				
Property taxes	580,467	626,900	-	1,207,367
Other	25,713	-	-	25,713
Total Assets	<u>\$ 928,476</u>	<u>\$ 3,026,541</u>	<u>\$ 281,008</u>	<u>\$ 4,236,025</u>
<b>LIABILITIES</b>				
Accrued payroll and related liabilities	<u>\$ 1,156</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,156</u>
Total Deferred Inflows of Resources	<u>1,156</u>	<u>-</u>	<u>-</u>	<u>1,156</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Property taxes levied for subsequent year	575,467	626,900	-	1,202,367
Other unavailable revenue	25,713	-	-	25,713
Total Deferred Inflows of Resources	<u>601,180</u>	<u>626,900</u>	<u>-</u>	<u>1,228,080</u>
<b>FUND BALANCES</b>				
Restricted				
Employee retirement	286,140	-	-	286,140
Capital projects	-	-	281,008	281,008
Assigned				
Employee retirement	40,000	-	-	40,000
Debt service	-	2,399,641	-	2,399,641
Total Fund Balances	<u>326,140</u>	<u>2,399,641</u>	<u>281,008</u>	<u>3,006,789</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 928,476</u>	<u>\$ 3,026,541</u>	<u>\$ 281,008</u>	<u>\$ 4,236,025</u>

**DOLTON SCHOOL DISTRICT NO. 149**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Municipal Retirement/ Social Security	Debt Service	Capital Projects	Total
<b>REVENUES</b>				
Local sources				
Property taxes	\$ 1,032,098	\$ 1,155,038	\$ -	\$ 2,187,136
Personal property replacement taxes	63,500	-	-	63,500
Earnings on investments	2,880	1,328	2,642	6,850
Evidence-based funding	-	2,750,000	-	2,750,000
Total Revenues	1,098,478	3,906,366	2,642	5,007,486
<b>EXPENDITURES</b>				
Current				
Instruction	313,757	-	-	313,757
Support services	744,443	-	270,022	1,014,465
Community services	9,856	-	-	9,856
Debt service				
Principal	-	1,025,409	-	1,025,409
Interest and fiscal charges	-	636,724	-	636,724
Total Expenditures	1,068,056	1,662,133	270,022	3,000,211
Excess (deficiency) of revenues received over (under) expenditures disbursed	30,422	2,244,233	(267,380)	2,007,275
<b>OTHER FINANCING SOURCES (USES)</b>				
Lease proceeds	-	308,321	-	308,321
Pledged principal on leases	-	(308,321)	-	(308,321)
Total Other Financing Sources (Uses)	-	-	-	-
Net change in fund balances	30,422	2,244,233	(267,380)	2,007,275
Fund balances at beginning of year	295,718	155,408	548,388	999,514
Fund balances at end of year	\$ 326,140	\$ 2,399,641	\$ 281,008	\$ 3,006,789

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>REVENUES</b>				
Local sources				
Municipal retirement/social security levy	\$ 1,002,576	\$ 1,032,098	\$ 29,522	\$ 959,968
Personal property replacement taxes	167,000	63,500	(103,500)	67,000
Earnings on investments	7,000	2,880	(4,120)	3,669
Total local sources	1,176,576	1,098,478	(78,098)	1,030,637
Total Revenues	1,176,576	1,098,478	(78,098)	1,030,637
<b>EXPENDITURES</b>				
Instruction				
Regular programs	180,000	153,149	(26,851)	147,851
Pre-k programs	70,000	58,822	(11,178)	49,696
Special education programs	115,000	98,566	(16,434)	108,349
Interscholastic programs	-	-	-	2
Summer school programs	-	954	954	3,739
Bilingual programs	2,000	2,266	266	2,147
Total instruction	367,000	313,757	(53,243)	311,784
Support services				
Pupils				
Attendance and social work services	18,000	8,448	(9,552)	8,080
Guidance services	2,000	1,690	(310)	1,608
Health services	20,000	46,862	26,862	30,652
Psychological	-	1,466	1,466	1,397
Total pupils	40,000	58,466	18,466	41,737
Instructional staff				
Improvement of instruction services	6,000	40,290	34,290	29,765
Educational media services	-	-	-	824
Total instructional staff	6,000	40,290	34,290	30,589
General administration				
Executive administration services	35,000	16,903	(18,097)	17,670
Special area administration services	25,000	20,512	(4,488)	20,812
Tort immunity services	20,000	26,749	6,749	19,229
Total general administration	80,000	64,164	(15,836)	57,711
School administration				
Office of the principal services	160,000	119,981	(40,019)	133,090
Total school administration	160,000	119,981	(40,019)	133,090

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022		2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)
			Actual
<b>EXPENDITURES (CONTINUED)</b>			
Support services (continued)			
Business			
Direction of business support services	\$ 55,000	\$ 41,232	\$ (13,768)
Fiscal services	60,000	62,990	2,990
Operation and maintenance of plant services	300,000	214,576	(85,424)
Pupil transportation	8,000	7,795	(205)
Total business	423,000	326,593	(96,407)
Central			
Information services	25,000	23,400	(1,600)
Staff services	15,000	6,805	(8,195)
Data processing services	60,000	104,744	44,744
Total central	100,000	134,949	34,949
Total support services	809,000	744,443	(64,557)
Community services	-	9,856	9,856
Total Expenditures	1,176,000	1,068,056	(107,944)
Net change in fund balance	\$ 576	30,422	\$ 29,846
Fund balance at beginning of year		295,718	328,176
Fund balance at end of year		\$ 326,140	\$ 295,718

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**DEBT SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022			2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
<b>REVENUES</b>				
Local sources				
Bond and interest levy	\$ 1,151,406	\$ 1,155,038	\$ 3,632	\$ 1,134,661
Earnings on investments	17,000	1,328	(15,672)	5,479
Total local sources	1,168,406	1,156,366	(12,040)	1,140,140
State aid				
Evidence-based funding	500,000	2,750,000	2,250,000	-
Total state aid	500,000	2,750,000	2,250,000	-
Total Revenues	1,668,406	3,906,366	2,237,960	1,140,140
<b>EXPENDITURES</b>				
Debt Service				
Principal	900,000	1,025,409	125,409	945,000
Interest and fiscal charges	710,000	636,724	(73,276)	670,183
Total Expenditures	1,610,000	1,662,133	52,133	1,615,183
Excess (deficiency) of revenues received over (under) expenditures disbursed	58,406	2,244,233	2,185,827	(475,043)
<b>OTHER FINANCING SOURCES (USES)</b>				
Lease proceeds	-	308,321	308,321	-
Pledged principal on leases	-	(308,321)	(308,321)	-
Total Other Financing Sources (Uses)	-	-	-	-
Net change in fund balance	\$ 58,406	2,244,233	\$ 2,185,827	(475,043)
Fund balance at beginning of year		155,408		630,451
Fund balance at end of year		\$ 2,399,641		\$ 155,408

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CAPITAL PROJECTS FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	2022		2021
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)
			Actual
<b>REVENUES</b>			
Local sources			
Earnings on investments	\$ 47,000	\$ 2,642	\$ (44,358)
Total local sources	47,000	2,642	(44,358)
Federal aid			
Restricted			
CARES/ESSER grants	5,500,000	-	(5,500,000)
Total federal aid	5,500,000	-	(5,500,000)
Total Revenues	5,547,000	2,642	(5,544,358)
<b>EXPENDITURES</b>			
Support services			
Facilities acquisition and construction services			
Purchased services	-	270,022	270,022
Capital outlay	5,000,000	-	(5,000,000)
Total facilities acquisition and construction services	5,000,000	270,022	(4,729,978)
Total support services	5,000,000	270,022	(4,729,978)
Total Expenditures	5,000,000	270,022	(4,729,978)
Net change in fund balance	\$ 547,000	(267,380)	\$ (814,380)
Fund balance at beginning of year		548,388	2,326,918
Fund balance at end of year		\$ 281,008	\$ 548,388

## **OTHER SUPPLEMENTARY INFORMATION**



**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF CHANGES IN STUDENT ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	Balance July 1, 2021	Additions	Deductions	Balance June 30, 2022
Cash	\$ 123,344	\$ 21,197	\$ 5,845	\$ 138,696
Berger-Vanderberg School	\$ 875	\$ -	\$ -	\$ 875
Carol Moseley Braun School	264	3,278	-	3,542
Caroline Sibley School	2,313	67	-	2,380
Creative Communications	12,339	18	-	12,357
Diekman School	3,636	-	47	3,589
District 149	47,726	-	5,798	41,928
Flex Plan	30,135	13,371	-	43,506
Mathematics Academy	12,762	56	-	12,818
New Beginnings Learning Academy	1,019	4,383	-	5,402
School of Fine Arts	12,275	24	-	12,299
Total Liabilities	\$ 123,344	\$ 21,197	\$ 5,845	\$ 138,696

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF ASSESSED VALUATIONS, TAX LEVIES EXTENDED AND COLLECTIONS**  
**LAST THREE LEVY YEARS**

	2021 Levy	2020 Levy	2019 Levy
Equalized assessed valuation	<u>\$ 273,468,326</u>	<u>\$ 310,748,134</u>	<u>\$ 233,731,713</u>
Tax rates (per \$100 of assessed valuation)			
Educational	3.1818	2.5689	3.3210
Special education	-	0.2629	0.3514
Operations and maintenance	0.4478	0.3615	0.4833
Debt service	0.5003	0.4359	0.5796
Transportation	0.5680	0.4586	0.5928
Municipal retirement	0.0701	0.0566	0.0732
Social security	0.3930	0.3173	0.4102
Working cash	0.0500	0.0147	-
Tort immunity	0.2888	0.2332	0.3015
Levy Adjustment PA 102-0519	0.0659	-	-
	<u>5.5657</u>	<u>4.7096</u>	<u>6.1130</u>
Extended tax levy			
Educational	\$ 8,702,032	\$ 7,984,012	\$ 7,762,346
Special education	-	816,956	821,333
Operations and maintenance	1,224,456	1,123,354	1,129,625
Debt service	1,368,096	1,354,596	1,354,596
Transportation	1,553,348	1,425,090	1,385,561
Municipal retirement	191,712	175,883	171,091
Social security	1,074,743	986,003	958,767
Working cash	136,734	45,679	-
Tort immunity	789,884	724,664	704,701
Levy Adjustment PA 102-0519	180,242	-	-
	<u>\$ 15,221,247</u>	<u>\$ 14,636,237</u>	<u>\$ 14,288,020</u>
Taxes collected year ended:			
June 30, 2022	\$ 6,722,874	\$ 6,226,914	\$ (273,849)
June 30, 2021	-	6,534,150	5,823,285
June 30, 2020	-	-	6,897,211
Total collected	<u>\$ 6,722,874</u>	<u>\$ 12,761,064</u>	<u>\$ 12,446,647</u>
Percent collected	<u>44.17%</u>	<u>87.19%</u>	<u>87.11%</u>

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS**  
**JUNE 30, 2022**

Year Ended June 30,	GO Bonds Series 2014A-1 Dated 6/25/14		GO Bonds Series 2014A-2 Dated 6/25/14		GO Bonds Series 2016A Dated 6/30/16		Taxable GO Limited Tax School Bonds Series 2016B Dated 6/30/16		Total Debt Service Requirements
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	
2023	\$ -	\$ 278,319	\$ 715,000	\$ 181,208	\$ 280,000	\$ 119,481	\$ 45,000	\$ 35,000	\$ 1,654,008
2024	-	278,319	745,000	151,892	285,000	113,831	55,000	33,650	1,662,692
2025	-	278,319	775,000	120,230	290,000	108,081	75,000	31,783	1,678,413
2026	-	278,319	810,000	86,130	295,000	101,863	85,000	29,383	1,685,695
2027	-	278,319	845,000	49,680	305,000	94,922	105,000	26,454	1,704,375
2028	655,000	278,319	230,000	10,810	310,000	87,425	120,000	22,400	1,713,954
2029	925,000	252,119	-	-	320,000	79,350	135,000	17,300	1,728,769
2030	960,000	215,118	-	-	325,000	70,275	155,000	11,500	1,736,893
2031	1,000,000	175,518	-	-	335,000	60,375	175,000	4,900	1,750,793
2032	1,040,000	134,268	-	-	345,000	50,175	35,000	700	1,605,143
2033	1,085,000	91,368	-	-	360,000	39,600	-	-	1,575,968
2034	1,130,000	46,612	-	-	370,000	28,650	-	-	1,575,262
2035	-	-	-	-	380,000	17,400	-	-	397,400
2036	-	-	-	-	390,000	5,850	-	-	395,850
	<u>\$ 6,795,000</u>	<u>\$ 2,584,917</u>	<u>\$ 4,120,000</u>	<u>\$ 599,950</u>	<u>\$ 4,590,000</u>	<u>\$ 977,278</u>	<u>\$ 985,000</u>	<u>\$ 213,070</u>	<u>\$ 20,865,215</u>

**DOLTON SCHOOL DISTRICT NO. 149**  
**SCHEDULE OF LEGAL DEBT MARGIN**  
**JUNE 30, 2022**

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Equalized assessed valuation	\$ 273,468,326
Limiting rate	<u>6.90%</u>
Legal debt limit	18,869,314
Outstanding debt	<u>16,490,000</u>
Legal debt margin	<u><u>\$ 2,379,314</u></u>

See footnote #4 for more information.

**DOLTON SCHOOL DISTRICT NO. 149**  
**ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT**  
**CONSOLIDATED YEAR-END FINANCIAL REPORT**  
**JUNE 30, 2022**

<b>CSFA #</b>	<b>Program Name</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
586-18-0868	Early Childhood Block Grant: Preschool for All 3-5	\$ 666,295	\$ -	\$ -	\$ 666,295
586-44-2222	Early Childhood Block Grant - Early Childhood - Preschool for All Expansion	945,196	-	-	945,196
586-18-0407	National School Lunch Program	-	1,043,743	-	1,043,743
586-18-0407	National School Lunch Program- ARP- NSLP- Nutrition PEBT Funding	-	6,198	-	6,198
586-18-0407	National School Lunch Program- ARP- NSLP- Nutrition Supply Chain Assistance	-	46,547	-	46,547
586-18-0407	National School Lunch Program- CRRSA- NSLP- Child Nutrition Emergency Funding	-	18,936	-	18,936
586-18-0406	School Breakfast Program	-	647,804	-	647,804
586-18-0413	Fresh Fruits and Vegetables (DOD)	-	98,416	-	98,416
586-62-0414	Title I Basic - Title I Grants to Local Educational Agencies	-	2,327,147	-	2,327,147
586-73-1082	Title I - Improvement and Accountability	-	92,269	-	92,269
586-62-1588	Title IVA Student Support and Academic Enrich	-	3,151	-	3,151
586-57-0420	IDEA - Flow Through Pre-School	-	15,956	-	15,956
586-64-0417	IDEA Flow through	-	584,077	-	584,077
586-62-0430	Title II, Part A - Preparing, Training, and Recruiting High-Quality Teachers, Principals, and Other School Leaders	-	44,476	-	44,476
478-00-0251	Medical Assistance Program	-	112,425	-	112,425
586-44-2467	EC - Governor's Emergency Education Relief (GEER) and GEER II Fund	-	19,906	-	19,906
586-62-2402	CARES/CRRSAA - Elementary and Secondary School Relief Grant	-	333,867	-	333,867
586-43-2483	Elementary and Secondary Relief - Digital Equity Formula	-	117,675	-	117,675
586-62-2578	ARP – LEA and COOP American Rescue Plan (ESSER III)	-	774,707	-	774,707
586-18-0407	DOD Commodities	-	52,228	-	52,228
586-18-0407	Commodities	-	109,825	-	109,825
586-84-1531	State Programs- After School Programs	58,967	-	-	58,967
	All other costs not allocated	-	-	45,362,954	45,362,954
<b>Total expenditures</b>		<u>\$ 1,670,458</u>	<u>\$ 6,449,353</u>	<u>\$ 45,362,954</u>	<u>\$ 53,482,765</u>