

LISLE COMMUNITY UNIT SCHOOL
DISTRICT 202, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
JUNE 30, 2023

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FINANCIAL SECTION

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Independent Auditors' Report

Management's Discussion and Analysis

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INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the District's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

November 15, 2023

Members of the Board of Education
Lisle Community Unit School District No. 202
Lisle, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lisle Community Unit School District No. 202, (the District), Illinois, as of and for the year ended June 30, 2023, 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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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.

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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, and required pension and other post-employment benefit (OPEB) schedules, as 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 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Lisle Community Unit School District No. 202, Illinois' basic financial statements. The other supplementary information and supplemental schedules 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, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Management's Discussion and Analysis

June 30, 2023

The discussion and analysis of Lisle Community Unit School District No. 202's (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2023. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

FINANCIAL HIGHLIGHTS

- In total, net position increased by \$4,170,884. This represents a 9.8% increase from 2022.
- General revenues of \$37,717,532 accounted for 74.3% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$13,068,969 or 25.7% of total revenues of \$50,786,501.
- The District had \$46,615,617 in expenses related to government activities. However, only \$13,068,969 of these expenses were offset by program specific charges and grants.
- Revenues for fiscal year 2023 (FY23), as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances, were \$40,631,826, exclusive of on-behalf payments to the Teacher's Retirement System. Expenditures for FY23 were \$39,064,791, also exclusive of State of Illinois payments to the Teachers Retirement System.
- The Illinois Teacher's Retirement System receives on-behalf pension and post-retirement health insurance payments from the State of Illinois for District 202 certified staff. In FY23, \$9,591,833 was included in the total revenues and expenditures of District 202 representing the State of Illinois contributions.
- Actual revenues received in FY23 for the General Fund, exclusive of the State of Illinois on-behalf payment to the Teachers Retirement System, was \$36,103,996. Actual expenditures for the General Fund, exclusive of on-behalf contributions, were \$32,804,755 in FY23.
- The District made payments of \$1,025,000 on its long-term bond principal. The District did not issue any long-term debt in the current fiscal year. As of June 30, 2023, total outstanding long-term debt was \$9,535,000.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the District's finances. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds.

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

The Statement of Net Position reports information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the District's property tax base and the condition of the District's infrastructure, is needed to assess the overall health of the District.

Management's Discussion and Analysis

June 30, 2023

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year.

Fund Financial Statements

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

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the 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 the comparison between governmental funds and governmental activities.

The District maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Capital Projects Fund, both of which are considered a major fund.

The District adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's Post-Retirement Health Plan, Teacher's Health Insurance Security Fund, Teacher's Retirement and I.M.R.F employee pension obligations and budgetary comparison schedules for the General Fund.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Management's Discussion and Analysis

June 30, 2023

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, assets/deferred outflows exceeded liabilities/deferred inflows by \$46,631,675.

	Net Position	
	2023	2022
Current Assets	\$ 61,918,095	56,895,698
Capital Assets	57,741,828	58,616,116
Other Assets	—	83,032
Total Assets	119,659,923	115,594,846
Deferred Outflows	2,926,755	1,911,154
Total Assets/Deferred Outflows	122,586,678	117,506,000
Long-Term Debt	20,505,170	27,793,527
Other Liabilities	4,433,561	4,617,023
Total Liabilities	24,938,731	32,410,550
Deferred Inflows	51,016,272	42,634,659
Total Liabilities/Deferred Inflows	75,955,003	75,045,209
Net Position		
Net Investment in Capital Assets	47,215,246	46,922,879
Restricted	8,016,975	8,018,587
Unrestricted (Deficit)	(8,600,546)	(12,480,675)
Total Net Position	46,631,675	42,460,791

A large portion of the District's net position, \$47,215,246, reflects its investment in capital assets (for example, land, construction in progress, land improvements, buildings, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$8,016,975, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining deficit, \$8,600,546, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Management's Discussion and Analysis****June 30, 2023****GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued**

	Change in Net Position	
	2023	2022
Revenues		
Program Revenues		
Charges for Services	\$ 465,629	206,496
Operating Grants/Contributions	12,603,340	12,185,507
General Revenues		
Property Taxes	33,070,173	31,539,241
Personal Property Replacement	1,174,920	1,039,482
Evidence Based Funding Formula	1,257,077	1,255,535
Other General Revenues	2,215,362	718,625
Total Revenues	50,786,501	46,944,886
Expenses		
Instructional	19,786,315	19,219,419
Support Services	14,996,212	13,883,941
Community Services	257,105	242,121
Payments to Other Districts/Govts.	1,654,106	1,458,840
State Retirement Contributions	9,591,833	8,734,948
Interest on Long-Term Debt	330,046	379,045
Total Expenses	46,615,617	43,918,314
Change in Net Position	4,170,884	3,026,572
Net Position - Beginning	42,460,791	39,434,219
Net Position - Ending	46,631,675	42,460,791

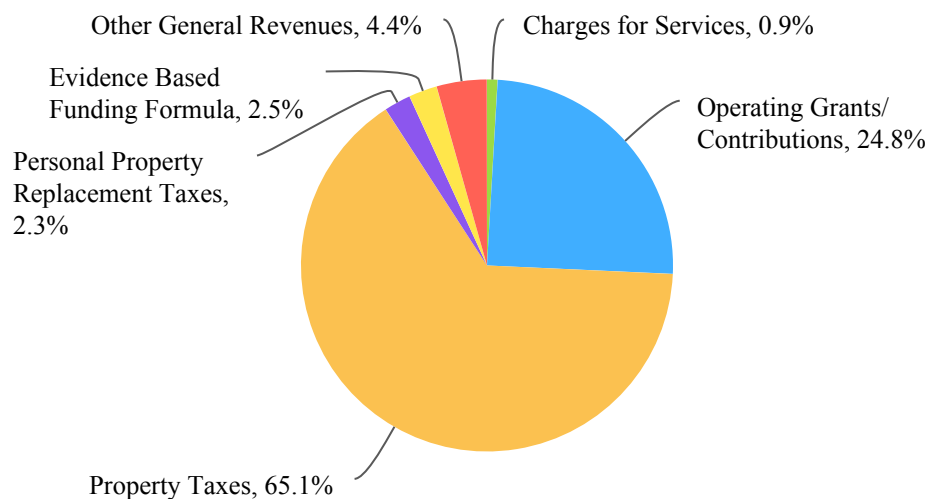
Net position of the District's governmental activities increased by 9.8% (\$46,631,675 in 2023 compared to a balance of \$42,460,791 in 2022).

Management's Discussion and Analysis

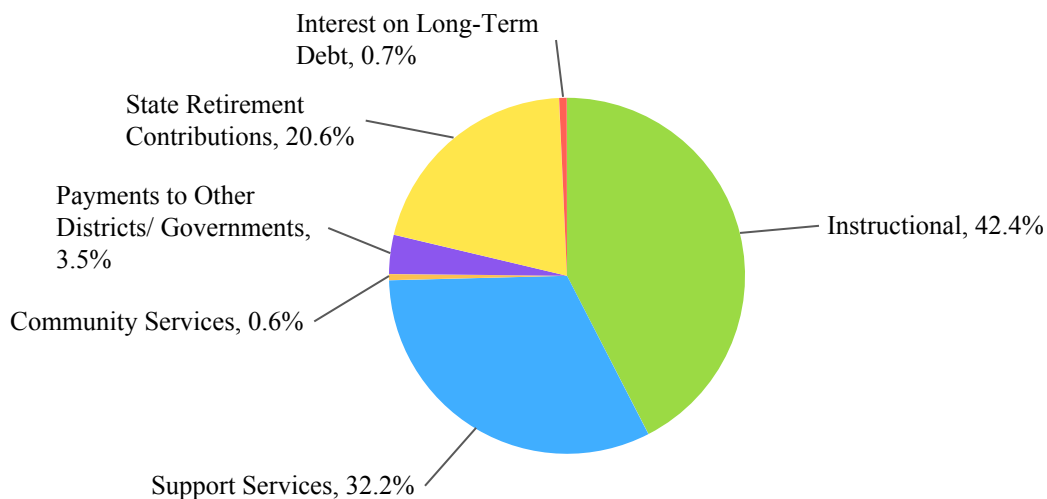
June 30, 2023

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

District-Wide Revenues by Source



District-Wide Expenses by Function



Revenues for governmental activities totaled \$50,786,501, while the cost of all governmental functions totaled \$46,615,617. This results in a surplus of \$4,170,884. In 2022, revenues of \$46,944,886 exceeded expenses of \$43,918,314, resulting in a surplus of \$3,026,572.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Management's Discussion and Analysis

June 30, 2023

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

The District's governmental funds reported combining ending fund balances of \$22,078,496, which is an increase of \$2,118,135, or 10.6%, from last year's total of \$19,960,361. Of the \$22,078,496 total, \$13,851,521, or 62.7%, of the fund balance constitutes unassigned fund balance.

Actual revenues, excluding on-behalf payments, for FY23 were \$40,631,826. Actual expenditures, excluding on-behalf payments, totaled \$39,064,791 representing approximately 96.1% of the total FY23 actual revenues. Expenditures were monitored during the year and below budget in all funds except the Capital Projects and Debt Service Funds. Property taxes accounted for one of the largest portion of the District's revenues, contributing 81.4% of total revenues. The remainder of revenues came from other local, state, and federal grant sources.

The total cost of all the District's programs was \$39,064,791, excluding on-behalf payments, with the majority (91.3%) of expenditures dedicated to instructing and caring for the students and student transportation. The remaining amount of District expenditures was split among community services, building operation and non-operational support such as debt service, pension and other payroll taxes, capital improvements, and tort liability.

Over the course of the fiscal year, the District did not amend the original fiscal year 2023 budget. District 202 currently supports one long-term debt issue. The District has issued no short-term debt.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund is the District's largest budgeted fund and consists of the Educational, Operations and Maintenance and Working Cash Accounts. The General Fund's actual revenues of \$36,103,996 were over budgeted revenues by \$144,106, excluding on-behalf payments. Actual expenditures of \$32,804,755 were under budgeted expenditures of \$34,075,337 by \$1,270,582, excluding on-behalf payments.

Within these accounts the Educational Account is the most significant budgeted fund. In the Educational Account revenues were over budget by \$104,490, excluding on-behalf payments. Expenditures in the Educational Account were under budget by \$930,327, excluding on-behalf payments.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Management's Discussion and Analysis

June 30, 2023

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2023 was \$57,741,828 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings and equipment.

	Capital Assets - Net of Depreciation	
	2023	2022
Land	\$ 1,272,506	1,272,506
Construction in Progress	799,022	469,737
Land Improvements	1,115,155	1,215,642
Buildings	52,781,397	53,764,956
Equipment	1,773,748	1,893,275
Totals	<u>57,741,828</u>	<u>58,616,116</u>

This year's major additions included:

Construction in Progress	\$ 1,000,107
Land Improvements	13,925
Equipment	<u>22,759</u>
	<u>1,036,791</u>

Additional information on the District's capital assets can be found in Note 3 of this report.

Debt Administration

The District retired \$1,025,000 in long-term debt and no new long-term debt was issued in the fiscal year, resulting in a long-term principal liability of \$9,535,000 as of June 30, 2023. At the end of FY23, the District had a debt limit of \$95,846,030.

	Long-Term Debt	
	2023	2022
General Obligation Bonds	<u>\$ 9,535,000</u>	<u>10,560,000</u>

Additional information on the District's long-term debt can be found in Note 3 of this report.

Management's Discussion and Analysis

June 30, 2023

ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE

At the time these financial statements were prepared and audited, the School District was aware of the following circumstances that may affect financial operations in the future:

Inflation: The financial implications of the coronavirus pandemic continue to be felt by the School District. Persistent inflation pressures and supply chain issues continue to push the cost of goods and services higher. Additional operating costs under the new normal will need to be accounted for in the School District's annual operating budget. Commercial property assessments may decline as retail establishments continue to face new challenges and more employees work from home. These increased vacancies, and lower assessments, may shift more of the tax burden to residential taxpayers in the community and increase pressure for a property tax freeze. Fortunately, the School District's healthy fund balance reserves will allow some time to adapt to these fundamental changes in the marketplace.

Elementary and Secondary School Emergency Relief (ESSER) Funding: Over the last three fiscal years, additional federal funding was allocated to support K-12 schools in responding to and recovering from the COVID-19 pandemic. ESSER funding helped schools address the impact of the pandemic on education. Schools can use these funds for various purposes, including purchasing education technology, addressing learning loss, and providing additional support to students and staff. As this funding falls off, the School District will need to find ways to absorb these additional operating costs in the annual budget or critically evaluate which programs and services will continue.

Property Tax Caps: Local property taxes are a major revenue source for the School District. The Property Tax Extension Limitation Law, also known as Tax Caps, limits the levy increase to the lesser of the consumer price index (CPI) or 5 percent. With the 2022 CPI at 6.5%, the tax caps will prevent the School District from collecting enough property tax revenues to keep up with inflation. The tax caps will continue to affect the School District's future levies for all non-debt related purposes, especially at a time when CPI remains above the 5% cap.

Corporate Personal Property Replacement Tax (CPPRT) Uncertainty: School Districts in Illinois have seen a recent surge in CPPRT receipts which have helped increase local revenues. Changes in the tax laws along with pent-up economic demand from COVID-19 were two factors resulting in a significant increase in this revenue stream. In May 2023, the Illinois Department of Revenue released a memo that indicated school districts would see a reduction in CPPRT receipts for the FY2024 budget year. The ups and downs of this somewhat unique funding source make it challenging to rely upon these dollars as a viable revenue source over the long-term.

Interest Rates: Interest rates have risen dramatically over the last two years from their historically low levels during the pandemic. Higher rates increase the District's investment earnings allowing for a supplement revenue source from the cash and investment balances on hand. A rapid drop in rates would significantly reduce interest income currently helping to support programs and services offered by the School District.

School Funding Reform: In August of 2017, Senate Bill 1947 was signed into law. The new law puts in place an Evidence Based Funding Formula (EBF) that prioritizes equity and allocates state funding to school districts based on student need. The formula maintains a Base Funding Minimum (BFM) for all districts based on their prior year funding. This provision helps ensure that the School District will receive at least the same amount in state funds as received during FY2017. However, the School District is not anticipating any significant increases moving forward because of the new funding model.

Management's Discussion and Analysis

June 30, 2023

ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE - Continued

State Fiscal Outlook: Many areas of the School District's finances are affected by the fiscal challenges in the State of Illinois. The School District's portion of state-based revenue continues to be affected by these economic conditions as many state reimbursements and programs have been reduced or eliminated entirely. While not currently a problem, the State of Illinois has a history of becoming delinquent in paying their obligations to the School District.

Unfunded Mandates: The School District continues to face the ongoing problem of how to implement and pay for mandates issued by the Illinois State Board of Education that lack funding from the State of Illinois. The costs of these mandates must be carved out of local resources at the expense of other programs. If this trend continues, and these mandates are not funded by additional revenues, this could result in a strain on the School District's financial position.

Pension Reform: While no formal proposal is on the table, shifting the pension costs from the State onto local school districts has been discussed by some of the legislative leaders in the past. Shifting the burden of teacher retirement costs to the local taxpayers would have a significant impact on the School District's financial situation.

Contract Negotiations: Collective Bargaining Agreements with the Lisle Education Association and the Classified Employees Association of Lisle expire at the end of the 2023-2024 school year. Negotiations for new agreements with both bargaining units will occur during the spring of 2024. Historic labor shortages will likely have an impact on negotiations and the resulting increase in labor costs.

Transportation Costs: The School District has seen a significant increase in transportation costs over the last few years. The COVID-19 pandemic triggered a nationwide school bus driver shortage. The shortage has driven up labor costs and resulted in large rate increases from transportation providers. The School District has also seen an increase in homeless students and students requiring outplacement services, creating the need to provide additional transportation services. While a significant portion of these costs are reimbursed by the State of Illinois, the additional expenditures are outpacing the school districts revenue growth in the Transportation Fund.

Facility Needs: The future of Schiesher Elementary School will be determined by a Facilities Planning Committee. The Board of Education has contracted with Perkins & Will for professional design services related to a projected \$20 million dollar renovation of Lisle Junior High School. Basic capital improvements at Lisle Senior High will continue to be addressed during the next 5-10 years. Additional costs related to roofs, HVAC units, and other life safety projects will require the Board of Education to use annual operating expenses and fund balances to complete the work.

Long-term Financial Planning: The School District annually updates its 5-year financial projection to assess future needs in all areas of its operations and enable the development of a multi-year budget projection. With careful planning and monitoring of our finances, the School District seeks to provide a quality education for its students and a secure financial future for the School District.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to: Director of Finance, Lisle Community Unit School District No. 202, 5211 Center Avenue, Lisle, Illinois 60532.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Statement of Net Position

June 30, 2023

See Following Page

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Statement of Net Position****June 30, 2023**

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 42,887,452
Receivables - Net of Allowances	
Property Taxes	16,629,096
Grant Receivables	727,142
Loan Receivable	1,464,405
Prepaid Expense	210,000
Total Current Assets	<u>61,918,095</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	2,071,528
Depreciable	82,503,792
Accumulated Depreciation	<u>(26,833,492)</u>
Total Capital Assets	<u>57,741,828</u>
Total Assets	<u>119,659,923</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - RHP	247,172
Deferred Items - THIS	892,519
Deferred Items - TRS	146,837
Deferred Items - IMRF	1,640,227
Total Deferred Outflows of Resources	<u>2,926,755</u>
Total Assets and Deferred Outflows of Resources	<u>122,586,678</u>

The notes to the financial statements are an integral part of this statement.

	<u>Governmental Activities</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 162,289
Salaries and Benefits Payable	3,141,658
Deposits Payable	9,000
Other Payables	2,514
Current Portion of Long-Term Debt	1,118,100
Total Current Liabilities	<u>4,433,561</u>
Noncurrent Liabilities	
Compensated Absences	152,401
Total OPEB Liability - RHP	1,726,708
Total OPEB Liability - THIS	4,192,503
Net Pension Liability - TRS	1,384,416
Net Pension Liability - IMRF	3,602,560
General Obligation Bonds Payable - Net	9,446,582
Total Noncurrent Liabilities	<u>20,505,170</u>
Total Liabilities	<u>24,938,731</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	34,751,130
Other Deferred Revenues	1,464,405
Deferred Items - RHP	511,871
Deferred Items - THIS	14,077,449
Deferred Items - TRS	211,417
Total Deferred Inflows of Resources	<u>51,016,272</u>
Total Liabilities and Deferred Inflows of Resources	<u>75,955,003</u>
NET POSITION	
Net Investment in Capital Assets	47,215,246
Restricted	
Student Activity	134,729
Operations and Maintenance	1,791,281
Working Cash	819,186
Transportation	925,468
Retirement Benefits	491,603
Capital Projects	3,854,708
Unrestricted (Deficit)	<u>(8,600,546)</u>
Total Net Position	<u>46,631,675</u>

The notes to the financial statements are an integral part of this statement.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Statement of Activities

For the Fiscal Year Ended June 30, 2023

		Program Revenues		(Expenses)/
		Charges	Operating	Revenues
	Expenses	for	Grants/	Governmental
		Services	Contributions	Activities
Governmental Activities				
Instruction	\$ 19,786,315	119,640	1,825,916	(17,840,759)
Support Services	14,996,212	345,989	1,185,591	(13,464,632)
Community Services	257,105	—	—	(257,105)
Payments to Other Districts/Govts.	1,654,106	—	—	(1,654,106)
Interest on Long-Term Debt	330,046	—	—	(330,046)
State Retirement Contributions	9,591,833	—	9,591,833	—
Total Governmental Activities	46,615,617	465,629	12,603,340	(33,546,648)
General Revenues				
Taxes				
Property Taxes				33,070,173
Personal Property Replacement Taxes				1,174,920
Evidence Based Funding Formula				1,257,077
Earnings on Investments				531,217
Miscellaneous				1,684,145
				37,717,532
Change in Net Position				4,170,884
Net Position - Beginning				42,460,791
Net Position - Ending				46,631,675

The notes to the financial statements are an integral part of this statement.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Balance Sheet - Governmental Funds****June 30, 2023**

	General	Capital Projects	Nonmajor	Totals
ASSETS				
Cash and Investments	\$ 35,702,460	3,951,418	3,233,574	42,887,452
Receivables - Net of Allowances				
Property Taxes	14,789,876	—	1,839,220	16,629,096
Grants Receivable	465,430	—	261,712	727,142
Loan Receivable	—	1,464,405	—	1,464,405
Prepaid Expense	—	—	210,000	210,000
Total Assets	50,957,766	5,415,823	5,544,506	61,918,095
LIABILITIES				
Accounts Payable	51,864	94,210	16,215	162,289
Salaries and Benefits Payable	3,078,876	—	62,782	3,141,658
Deposits Payable	9,000	—	—	9,000
Other Payables	—	2,500	14	2,514
Total Liabilities	3,139,740	96,710	79,011	3,315,461
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	30,905,883	—	3,845,247	34,751,130
Other Deferred Revenues	308,603	1,464,405	—	1,773,008
Total Deferred Inflows of Resources	31,214,486	1,464,405	3,845,247	36,524,138
Total Liabilities and Deferred Inflows of Resources	34,354,226	1,561,115	3,924,258	39,839,599
FUND BALANCES				
Nonspendable	—	—	210,000	210,000
Restricted	2,745,196	3,854,708	1,417,071	8,016,975
Unassigned	13,858,344	—	(6,823)	13,851,521
Total Fund Balances	16,603,540	3,854,708	1,620,248	22,078,496
Total Liabilities, Deferred Inflows of Resources and Fund Balances	50,957,766	5,415,823	5,544,506	61,918,095

The notes to the financial statements are an integral part of this statement.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities

June 30, 2023

Total Governmental Fund Balances	\$ 22,078,496
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.	57,741,828
Certain grants receivable are not available to pay for current period expenditures and therefore are deferred in the governmental funds.	308,603
Deferred Outflows/Inflows of Resources related to the retirement plans not reported in the funds.	
Deferred Items - RHP	(264,699)
Deferred Items - THIS	(13,184,930)
Deferred Items - TRS	(64,580)
Deferred Items - IMRF	1,640,227
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(190,501)
Total OPEB Liability - RHP	(1,726,708)
Total OPEB Liability - THIS	(4,192,503)
Net Pension Liability - TRS	(1,384,416)
Net Pension Liability - IMRF	(3,602,560)
General Obligation Bonds - Net	(10,526,582)
Net Position of Governmental Activities	46,631,675

The notes to the financial statements are an integral part of this statement.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202
**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended June 30, 2023**

	General	Capital Projects	Nonmajor	Totals
Revenues				
Local Sources				
Property Taxes	\$ 29,955,520	—	3,114,653	33,070,173
Personal Property Replacement Taxes	1,148,967	—	25,953	1,174,920
Earnings on Investments	440,190	46,589	44,438	531,217
Other Revenue from Local Sources	1,010,697	—	122,348	1,133,045
State Sources				
Evidence Based Funding Formula	1,257,077	—	—	1,257,077
Grants-In-Aid	581,034	—	1,124,027	1,705,061
School Infrastructure - Maintenance Projects	—	47,500	—	47,500
Federal Sources				
Grants-In-Aid	1,710,511	—	—	1,710,511
Other Restricted Revenues from Federal Sources	—	—	2,322	2,322
On-Behalf Payments - State of Illinois	9,591,833	—	—	9,591,833
Total Revenues	45,695,829	94,089	4,433,741	50,223,659
Expenditures				
Instruction	19,749,299	—	356,514	20,105,813
Support Services	11,338,266	1,007,591	3,205,209	15,551,066
Community Services	63,084	—	194,021	257,105
Payments to Other Districts and Governments	1,654,106	—	—	1,654,106
Debt Service				
Principal Retirement	—	—	1,025,000	1,025,000
Interest and Fiscal Charges	—	—	471,251	471,251
Other	—	—	450	450
On-Behalf Expenditures	9,591,833	—	—	9,591,833
Total Expenditures	42,396,588	1,007,591	5,252,445	48,656,624
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,299,241	(913,502)	(818,704)	1,567,035
Other Financing Sources (Uses)				
Disposal of Capital Asset	—	551,100	—	551,100
Transfers In	12,756	750,000	—	762,756
Transfers Out	(762,756)	—	—	(762,756)
	(750,000)	1,301,100	—	551,100
Net Change in Fund Balances	2,549,241	387,598	(818,704)	2,118,135
Fund Balances - Beginning	14,054,299	3,467,110	2,438,952	19,960,361
Fund Balances - Ending	16,603,540	3,854,708	1,620,248	22,078,496

The notes to the financial statements are an integral part of this statement.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities - Governmental Activities For the Fiscal Year Ended June 30, 2023

Net Change in Fund Balances - Total Governmental Funds	\$ 2,118,135
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Amounts reported for Governmental Activities in the Statement of Activities
are different because:

Governmental Funds report capital outlays as expenditures. However, in the
Statement of Activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense.

Capital Outlays	1,036,791
Depreciation Expense	(1,685,247)
Disposal - Cost	(1,382,711)
Disposal - Accumulated Depreciation	1,156,879

Changes in grant revenues not collected for several months after the close
of the fiscal year were not considered to be available and are not reported
as revenue in the governmental funds.

11,742

Changes in Deferred Items Related to Pensions

RHP	22,128
THIS	(7,792,491)
TRS	26,652
IMRF	3,509,361

The issuance of long-term debt provides current financial resources to
Governmental Funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Change in Compensated Absences Payable	(3,400)
Change in Total OPEB Liability - RHP	(13,626)
Change in Total OPEB Liability - THIS	9,642,144
Change in Net Pension Liability - TRS	43,464
Change in Net Pension Liability - IMRF	(3,685,592)
Retirement of Long-Term Debt	1,025,000
Amortization on Bond Premium	141,655

Changes in Net Position of Governmental Activities	4,170,884
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Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Lisle Community Unit School District No. 202 (the “District”) operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the District’s accounting policies established under GAAP and used by the District are described below.

REPORTING ENTITY

In determining the financial reporting entity, the District complies with the provisions of GASB Statement No. 61, “The Financial Reporting Omnibus - an Amendment of GASB Statements No. 14 and No. 34” and includes all component units that have a significant operational or financial relationship with the District. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

BASIS OF PRESENTATION

Government-Wide Statements

The District’s basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District’s major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The District’s operating activities are all considered governmental activities, that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered business-type activities. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District’s functions (instruction, support services, community services, etc.). The functions are supported by general government revenues (property and personal property replacement taxes, interest income, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function) are normally covered by general revenue (property and personal property replacement taxes, interest income, etc.).

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

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the District:

Governmental Funds

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

General Fund is the general operating fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. 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 state government aid. The General Fund is a major fund and is comprised of the Educational, the Operations and Maintenance, and the Working Cash Accounts.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes, other than those accounted for in the Debt Service Fund or Capital Projects Funds. The District maintains three nonmajor special revenue funds.

Debt Service Fund is used to account for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service. The Debt Services Fund is a nonmajor fund.

Capital Projects Funds are used to account for the financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities. The Capital Projects Fund, a major fund, is used to account for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from transfers from other funds.

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded, regardless of the measurement focus applied.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus is used.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means that the amount of the transaction can be determined, and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after year-end, except for state aid. State aid payments received after 60 days are being considered as available as historically, state aid collected within 60 days has represented all state aid expected to be collected. The state is currently behind on payments to local government agencies, resulting in current year state aid collections after 60 days of year-end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

On-behalf payments (payments made by a third party for the benefit of the District, such as payments made by the state to the Teachers’ Retirement System) have been recognized in the financial statements. Property taxes, replacement taxes, certain state and federal aid, and interest on investments are susceptible to accrual. Other receipts become measurable and available when cash is received by the District and are recognized as revenue at that time. Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until earned.

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

For the purpose of the Statement of Net Position, cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Capital Assets

Capital assets purchased or acquired with an original cost of more than \$5,000 for furniture, equipment and land improvements and \$25,000 for buildings and building improvements or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the District as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Land Improvements	20 Years
Buildings and Improvements	10 - 50 Years
Equipment	5 - 20 Years

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Compensated Absences

District employees earn vacation days and these vacation days may be taken at any time during the year in which they were earned or a subsequent one-year period. The number of vacation days earned is dependent on the type of position, collective bargaining agreement and length of service. The General Fund liquidates the liabilities pertaining to their employees.

All full-time employees receive various numbers of sick days per year based on the collective bargaining agreements or policies in place. These days may accumulate based on type of position and collective bargaining agreement. Sick leave does not vest and, therefore, is recognized only when used.

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents a consumption/acquisition of net assets that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

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 effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

Net Position

In the government-wide financial statements, equity is classified as net position 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.

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted - All other net position balances that do not meet the definition of "restricted" or "net investment in capital assets."

Notes to the Financial Statements

June 30, 2023

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The Board of Education follows these procedures in establishing the budgetary data reflected in the general purpose financial statements:

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December, a tax resolution is filed with the county clerk to obtain tax revenues.
4. The Board of Education, authorizes the Superintendent, or their designee to transfer up to a legal level of 10% of the total budget between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law. There were no budget amendments during the year ended June 30, 2023.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. The District has adopted a legal budget for all its governmental funds. Total actual expenditures for the governmental funds may not legally exceed the total budgeted for such funds. However, under the State Budget Act expenditures may exceed the budget if additional resources are available to finance such expenditures.
7. All budget appropriations lapse at the end of the fiscal year.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget as of the date of this report:

Fund	Excess
Transportation	\$ 576,218

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

Under State law, limits are imposed as to investments in commercial paper, corporate bonds, and mutual funds in which the District may invest, as well as the Illinois School District Liquid Asset Fund Plus (ISDLAF+).

The ISDLAF+ is a non-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. It is not registered with the SEC as an investment company. Investments are sold valued at share price, which is the price for which the investment could be sold.

Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk

Deposits. At year-end, the carrying amount of the District's deposits for governmental activities totaled \$22,586,046 and the bank balances totaled \$22,623,363.

Investments. At year-end, the District has the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
ISDLAF+	\$ 7,073,675	7,073,675	—	—	—
Agency Securities	5,494,034	5,494,034	—	—	—
U.S. Treasury Securities	7,733,697	7,733,697	—	—	—
Totals	20,301,406	20,301,406	—	—	—

The District has the following recurring fair value measurements as of June 30, 2023:

- ISDLAF+ of \$7,073,675 are measured at the net asset value per share as determined by the pool.
- Agency Securities of \$5,494,034 are measured at the significant other observable inputs (Level 2).
- U.S. Treasury Securities of \$7,733,697 are measured at the the quoted prices in active markets for identical assets (Level 1).

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the policy requires the District's investment portfolio to be sufficiently liquid to enable the District to meet all operating requirements as they come due.

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2023, the bank balance of the District's deposits with financial institutions totaled \$22,623,363; this entire amount was insured through FDIC insurance.

Custodial Credit Risk - Investments. For an investment, this is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring all investments be with financial institutions in excess of any insurance limit shall be collateralized in accordance with the Public Funds Investment Act, 30 ILCS 235. At year end, the District's investment in ISDLAF+ was not subject to custodial credit risk.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. To limit its exposure, the District's investment policy prefers investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. At year- and, the District's investment in the ISDLAF+ was rated AAAM from Standard & Poor's. The District's investment in U.S. Treasury Securities were rated AAAM from Moody's. The District's investment in Agency Securities were rated AAA, Aaa, and AA+ from Fitch, Moody's, and Standard & Poor's, respectively.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy requires that the portfolio is diversified as to materials and investments, as appropriate to the nature, purpose, and amount of the funds. Investments in any one depository will not exceed 25% of District funds at any time. At year-end, the District did not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

ON-BEHALF PAYMENTS

The Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds includes "on-behalf" payments received and made for the amounts contributed by the State of Illinois for the employer's share of the Teachers Retirement System pension. The District does budget for these amounts in the Educational Account of the General Fund.

PERSONAL PROPERTY REPLACEMENT TAXES

Personal property replacement taxes are first allocated to the Municipal Retirement/Social Security Fund, and the balance is allocated to the General Fund - Education Account at the discretion of the District.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

PROPERTY TAXES

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2022 levy resolution was approved during the December 19, 2022 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of the real property on January 1 in any years is liable for taxes of that year.

Property taxes are collected by the County Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two equal installments the following year: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the District within 30 days of the respective installment dates. Revenue is recognized on the current year's levy in conjunction with the amount budgeted by the Board for the current year with the unrecognized amount being recorded as a deferred inflow of resources.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General - Educational Account	General - Working Cash Account	\$ 12,756 (1)
Capital Projects Fund	General - Educational Account	750,000 (2)
		<u>762,756</u>

Transfers are used to (1) move excess interest earned out of the Working Cash Account to other funds and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

SALE OF PROPERTY

On June 7, 2023, the District sold the Tate Woods Elementary School to Kindi Academy for a total of \$2,555,000. Approximately \$1,500,000 will be financed and paid over the course of 10-years and include an interest rate of 6.34%.

Fiscal Year	Principal	Interest	Payment
2024	\$ 108,379	89,730	198,109
2025	115,454	82,655	198,109
2026	122,990	75,119	198,109
2027	131,018	67,091	198,109
2028	139,570	58,539	198,109
2029	148,680	49,429	198,109
2030	158,386	39,723	198,109
2031	168,724	29,385	198,109
2032	179,738	18,371	198,109
2033	191,466	6,643	198,109
	<u>1,464,405</u>	<u>516,685</u>	<u>1,981,090</u>

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Notes to the Financial Statements****June 30, 2023****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****CAPITAL ASSETS****Governmental Activities**

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 1,272,506	—	—	1,272,506
Construction in Progress	469,737	1,000,107	670,822	799,022
	<u>1,742,243</u>	<u>1,000,107</u>	<u>670,822</u>	<u>2,071,528</u>
Depreciable Capital Assets				
Land Improvements	2,846,178	13,925	35,700	2,824,403
Buildings and Improvements	75,679,875	624,795	1,117,206	75,187,464
Equipment	4,652,944	68,786	229,805	4,491,925
	<u>83,178,997</u>	<u>707,506</u>	<u>1,382,711</u>	<u>82,503,792</u>
Less Accumulated Depreciation				
Land Improvements	1,630,536	95,967	17,255	1,709,248
Buildings and Improvements	21,914,919	1,415,286	924,138	22,406,067
Equipment	2,759,669	173,994	215,486	2,718,177
	<u>26,305,124</u>	<u>1,685,247</u>	<u>1,156,879</u>	<u>26,833,492</u>
Total Net Depreciable Capital Assets	<u>56,873,873</u>	<u>(977,741)</u>	<u>225,832</u>	<u>55,670,300</u>
Total Net Capital Assets	<u>58,616,116</u>	<u>22,366</u>	<u>896,654</u>	<u>57,741,828</u>

Depreciation expense was charged to governmental activities as follows:

Instructional	\$ 1,429,142
Support Services	<u>256,105</u>
	<u>1,685,247</u>

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Notes to the Financial Statements****June 30, 2023****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****LONG-TERM DEBT****General Obligation Bonds**

General Obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Limited Tax School Bonds of 2019 - Due in annual installments of \$170,000 to \$1,420,000 plus semi- annual interest at 3.00% to 5.00% through December 30, 2030.	\$ 10,560,000	—	1,025,000	9,535,000

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	General Obligation Bonds	
	Principal	Interest
2024	\$ 1,080,000	393,000
2025	1,130,000	337,750
2026	1,190,000	279,750
2027	1,250,000	218,750
2028	1,310,000	161,300
2029	1,365,000	107,800
2030	1,420,000	52,100
2031	790,000	11,850
Totals	9,535,000	1,562,300

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Notes to the Financial Statements****June 30, 2023****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****LONG-TERM DEBT - Continued****Long-Term Liabilities Activity**

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 187,101	6,800	3,400	190,501	38,100
Total OPEB Liability - RHP	1,713,082	13,626	—	1,726,708	—
Total OPEB Liability - THIS	13,834,647	—	9,642,144	4,192,503	—
Net Pension Liability - TRS	1,427,880	—	43,464	1,384,416	—
Net Pension Liability/(Asset) - IMRF	(83,032)	3,685,592	—	3,602,560	—
General Obligation Bonds	10,560,000	—	1,025,000	9,535,000	1,080,000
Plus: Unamortized Premium	1,133,237	—	141,655	991,582	—
	<u>28,772,915</u>	<u>3,706,018</u>	<u>10,855,663</u>	<u>21,623,270</u>	<u>1,118,100</u>

The obligations for the compensated absences, the total OPEB liabilities and the net pension liability for TRS will be repaid from the General Fund (Educational Accounts). The net pension liability/(asset) for IMRF is being liquidated from the Municipal Retirement/Social Security Fund. The general obligation bonds are being liquidated from the Debt Service Fund.

Legal Debt Margin

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 13.8% of the most recent available equalized assessed valuation of the District. At year-end the legal debt margin is as follows:

Assessed Valuation - 2022	<u>\$ 694,536,451</u>
Legal Debt Limit - 13.8% of Assessed Value	95,846,030
Amount of Debt Applicable to Limit	<u>(9,535,000)</u>
Legal Debt Margin	<u>86,311,030</u>

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of June 30, 2023:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 57,741,828
Less Capital Related Debt:	
General Obligation Limited Tax School Bonds of 2019	(9,535,000)
Unamortized Premium	<u>(991,582)</u>
Net Investment in Capital Assets	<u>47,215,246</u>

FUND BALANCE CLASSIFICATIONS

In the governmental fund financial statements, the District considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The District first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Education; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts that are constrained by the Board of Education' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Education itself or b) a body or official to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. The District's highest level of decision-making authority is the Board of Education, who is authorized to assign amounts to a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Notes to the Financial Statements****June 30, 2023****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****FUND BALANCE CLASSIFICATIONS - Continued**

Minimum Fund Balance Policy. The District's policy manual states that the General Fund and Transportation Fund should maintain a minimum fund balance equal to 25% of the combined expenditures.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Capital Projects	Nonmajor	Totals
Fund Balances				
Nonspendable				
Prepaid Expense	\$ —	—	210,000	210,000
Restricted				
Student Activity	134,729	—	—	134,729
Operations and Maintenance	1,791,281	—	—	1,791,281
Working Cash	819,186	—	—	819,186
Transportation	—	—	925,468	925,468
Retirement Benefits	—	—	491,603	491,603
Capital Projects	—	3,854,708	—	3,854,708
	<u>2,745,196</u>	<u>3,854,708</u>	<u>1,417,071</u>	<u>8,016,975</u>
Unassigned	<u>13,858,344</u>	<u>—</u>	<u>(6,823)</u>	<u>13,851,521</u>
Total Fund Balances	<u>16,603,540</u>	<u>3,854,708</u>	<u>1,620,248</u>	<u>22,078,496</u>

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT

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

Complete financial statements for EBC can be obtained from its Treasurer, 1105 North Hunt Club Road, Gurnee, Illinois 60031.

Complete financial statements for SSCIP can be obtained from its Treasurer, 5540 Arlington Drive, Hanover Park, Illinois 60103.

Complete financial statements for SELF can be obtained from their accountant, 2850 West Golf Road, Rolling Meadows, Illinois 60008.

Settled claims have not exceeded commercial insurance coverage for the past three fiscal years.

CONTINGENT LIABILITIES

Litigation

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

State and Federal Contingencies

The District has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under the terms of the grant. Management believes such disallowance, if any, would be immaterial.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURES

School Association for Special Education in DuPage County (SASED)

The District entered into a joint agreement to provide special education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the Board of Directors.

Complete financial statements for SASED can be obtained from the Business Office at 2900 Ogden Ave., Lisle, Illinois 60532.

DuPage Area Occupational Education System (DAOES)

The District entered into a joint agreement to provide vocational education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the Board of Directors.

Complete financial statements for DAOES can be obtained from the Administrative Office at the Technology Center of DuPage at 301 South Swift Road, Addison, Illinois 60101-1499.

OTHER POST-EMPLOYMENT BENEFITS

The aggregate amounts recognized for the two plans are:

	Pension Expense/ (Revenue)	Total OPEB Liability	Deferred Outflows	Deferred (Inflows)
OPEB - RHP	\$ 127,313	1,726,708	247,172	(511,871)
OPEB - THIS	(1,731,519)	4,192,503	892,519	(14,077,449)
	(1,604,206)	5,919,211	1,139,691	(14,589,320)

Retiree Health Program

General Information about the OPEB Plan

Plan Description. The District administers a single-employer defined benefit healthcare plan (the “Retiree Health Plan”). Eligible administrators that retire from the District may continue their health care coverage for up to ten years, depending on length of service, with the Board paying the monthly premium. IMRF employees that retire from the District may elect to continue their health care coverage by paying the monthly premium. The District subsidizes a portion of the cost for hospital and medical coverage for retired IMRF employees and their dependents. The subsidy is an implied age related cost differential based upon the expected higher cost of coverage for retired employees versus the average cost for the entire group. The District also reimburses eligible retirees for a portion of the cost of health coverage at established rates. Benefit provisions are established through contractual agreements and may only be amended through negotiations with the Board. The plan does not issue a separate, publicly available report. All insurance benefits cease when the retired employee begins receiving Medicare coverage, or attains age 65, whichever comes first.

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree Health Program - Continued

General Information about the OPEB Plan - Continued

Eligibility: Non-Bargaining Unit Support Staff, Classified Employees and Level I Administrators eligible to retire from the District and continue their health coverage after meeting the age and service requirements for retirement.

Level II Administrators and Teachers are eligible to retire from the District and receive reimbursement toward the cost of medical coverage after meeting the age and service requirements.

Non-Certified Personnel

Non-Bargaining Unit Support Staff must be age 55, have at least 10 years of service, and qualify for a pension with the Illinois Municipal Retirement Fund ("IMRF"). Classified Staff must have 15 years or more of full-time service to the District. Participation requirements for the IMRF are as follows:

Regular Plan Tier 1 (Enrolled in IMRF prior to January 1, 2011)

- At least 55 years old and at least 8 years of credited service (reduced pension)
- At least 60 years old and at least 8 years of credited service (full pension)

Regular Plan Tier 2 (Enrolled in IMRF on or After January 1, 2011)

- At least 62 years old and at least 10 years of credited service (reduced pension)
- At least 67 years old and at least 10 years of credited service (full pension)

Certified Personnel

Level II Administrators and Teachers must be at least age 55, have 12 total years of full-time service and qualify for an Illinois Teachers' Retirement System ("TRS") pension. Level I Administrators must have completed at least 5 years of full-time continuous service and qualify for a TRS pension. Participation requirements for the TRS are as follows:

Tier I Members (First Contributed Prior to January 1, 2011)

- Age 62 with 5 years of service; or
- Age 60 with 10 years of service; or
- Age 55 with 20 years of service (reduced pension)
- Age 55 with 35 years of service (full pension)

Tier II Members (First Contributed On or After January 1, 2011)

- 62 years old with 10 years of service (reduced pension)
- 67 years old with 10 years of service (full pension)

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree Health Program - Continued

Total OPEB Liability - Continued

Plan Membership. As of June 30, 2023, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	22
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>245</u>
Total	<u><u>267</u></u>

Total OPEB Liability

The District's total OPEB liability was measured as of June 30, 2023, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary Increases	4.00%
Discount Rate	4.13%
Healthcare Cost Trend Rates	Initial Healthcare Rates for Blue Advantage HMO and HMO Illinois is 4.00% and PPO is 5.50%, decreasing to an ultimate rate for Blue Advantage HMO and HMO Illinois of 4.00% and PPO of 4.50%
Retirees' Share of Benefit-Related Costs	Not Available

The discount rate was based on the S&P Municipal Bond 20 Year High- Grade Rate Index as of June 30, 2023.

The mortality projection assumption is based off of retirees' rates from December 31, 2022 IMRF actuarial valuation report.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Notes to the Financial Statements****June 30, 2023****NOTE 4 - OTHER INFORMATION - Continued****OTHER POST-EMPLOYMENT BENEFITS - Continued****Retiree Health Program - Continued****Change in the Total OPEB Liability**

	Total OPEB Liability
Balance at June 30, 2022	<u>\$ 1,713,082</u>
Changes for the Year:	
Service Cost	85,825
Interest on the Total OPEB Liability	67,287
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	—
Changes of Assumptions or Other Inputs	(3,671)
Benefit Payments	(135,815)
Other	—
Net Changes	<u>13,626</u>
Balance at June 30, 2023	<u><u>1,726,708</u></u>

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

The following presents the total OPEB liability, calculated using a Single Discount Rate of 4.13%, while the prior valuation used 4.09%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (3.13%)	Current Discount Rate (4.13%)	1% Increase (5.13%)
Total OPEB Liability	\$ 1,818,585	1,726,708	1,638,685

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued**OTHER POST-EMPLOYMENT BENEFITS - Continued****Retiree Health Program - Continued****Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using variable healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost rate:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 1,657,423	1,726,708	1,805,597

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

For the year ended June 30, 2023, the District recognized OPEB expense of \$127,313. At June 30, 2023, 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	Totals
Difference Between Expected and Actual Experience	\$ —	(299,383)	(299,383)
Change in Assumptions	247,172	(212,488)	34,684
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	247,172	(511,871)	(264,699)

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued**OTHER POST-EMPLOYMENT BENEFITS - Continued****Retiree Health Program - Continued****OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - Continued**

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

Fiscal Year	Net Deferred (Inflows) of Resources
2024	\$ (25,796)
2025	(25,796)
2026	(25,796)
2027	(21,992)
2028	(19,811)
Thereafter	(145,508)
Total	(264,699)

Teachers' Health Insurance Security (THIS) Fund**Plan Description**

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the City of Chicago. THIS health coverage includes provisions for medical, prescription drug, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits. Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Beginning February 1, 2015, annuitants who were enrolled in Medicare Parts A and B may be eligible to enroll in Medicare Advantage Plans.

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

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

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Teachers' Health Insurance Security (THIS) Fund - Continued

Plan Description - Continued

On Behalf Contributions to THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.90 percent of pay during the year ended June 30, 2023. State of Illinois contributions were \$158,688, and the District recognized revenues and expenditures of this amount during the year. State contributions intended to match active member contributions during the years ended June 30, 2022 was 1.24 percent of pay. State contributions on behalf of the District's employees were \$151,393.

Employer Contributions to THIS Fund. The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2023. For the year ended June 30, 2023 the District paid \$118,134 to the THIS Fund, which was 100 percent of the required contribution. For the year ended June 30, 2022 the employer THIS Fund Contribution was 0.92 and the District paid \$112,704 to the THIS Fund, which was 100 percent of the required contribution.

Further Information on the THIS Fund. The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: <https://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp> The current reports are listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

Actuarial Assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2021, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation:	2.25%
Salary Increases:	Depends on service and ranges from 8.50% at 1 year of service to 3.50% at 20 or more years of service.
Investment Rate of Return:	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Healthcare Cost Trend Rates:	Trend rates for plan year 2023 are based on actual premium increases. For non-medicare costs, trend rates start at 8.00% for plan year 2024 and decrease gradually to an ultimate rate of 4.25% in 2039. For MAPD costs, trend rates are 0% in 2024 to 2028, 19.42% in 2029 to 2033 and 5.81% in 2034, declining gradually to an ultimate rate of 4.25% in 2039.

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Teachers' Health Insurance Security (THIS) Fund - Continued

Plan Description - Continued

Actuarial Assumptions - Continued. Mortality rates for retirement and beneficiary annuitants were based on the PubT-2010 Retiree Mortality Table, adjusted for TRS experience. For disabled annuitants mortality rates were based on the PubNS2010 Non-Safety Disabled Retiree Table. Mortality rates for pre-retirement were based on the PubT2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2017 through June 30, 2020.

Single Discount Rate

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

Since TRIP is financed on a pay-as-you-go basis, a discount rate consistent with fixed-income municipal bonds with 20 years to maturity that include only federally tax exempt municipal bonds as reported in Fidelity's index's "20-year Municipal GO AA Index" has been selected. The discount rates are 3.69% as of June 30, 2022, and 1.92% as of June 30, 2021.

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

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

	1% Decrease (2.69%)	Current Discount Rate (3.69%)	1% Increase (4.69%)
Employer's Proportionate Share of the OPEB Liability	\$ 4,659,415	4,192,503	3,712,785

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Teachers' Health Insurance Security (THIS) Fund - Continued

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

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

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Employer's Proportionate Share of the OPEB Liability	\$ 3,542,788	4,192,503	4,905,570

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

At June 30, 2023, the District reported a liability for its proportionate share of the net OPEB liability that reflected a reduction for State OPEB support provided to the District. The collective net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the collective net OPEB liability was determined by an actuarial valuation as of that date. The District's proportion of the collective net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of the District, actuarially determined. At June 30, 2022, the District's proportion was 0.061252 percent, which was a decrease of 0.001475 from its proportion measured as of June 30, 2021. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follow:

Employer's Proportionate Share of the Net OPEB Liability	\$ 4,192,503
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>5,703,503</u>
Total	<u><u>9,896,006</u></u>

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Notes to the Financial Statements****June 30, 2023****NOTE 4 - OTHER INFORMATION - Continued****OTHER POST-EMPLOYMENT BENEFITS - Continued****Teachers' Health Insurance Security (THIS) Fund - Continued****OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - Continued**

For the year ending June 30, 2023, the District recognized OPEB revenue and expense of \$158,688 for support provided by the State. For the year ending June 30, 2023, the District recognized OPEB revenue of \$1,731,519. At June 30, 2023, 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	Totals
Differences Between Expected and Actual Experience	\$ —	(2,742,103)	(2,742,103)
Net Difference Between Projected and Actual Earnings on Pension Investments	3,782	(10,341,788)	(10,338,006)
Changes of Assumptions	605	(96)	509
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	769,998	(993,462)	(223,464)
Total Pension Expense to be Recognized in Future Periods	774,385	(14,077,449)	(13,303,064)
Employer Contributions Subsequent to the Measurement Date	118,134	—	118,134
Totals	892,519	(14,077,449)	(13,184,930)

\$118,134 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2024	\$ (2,182,756)
2025	(2,037,140)
2026	(1,817,730)
2027	(1,759,961)
2028	(1,737,672)
Thereafter	(3,767,805)
Total	(13,303,064)

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued**RETIREMENT SYSTEMS**

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

The aggregate amounts recognized for the two pension plans are:

	Pension Expense/ (Revenue)	Net Pension Liability	Deferred Outflows	Deferred (Inflows)
TRS	\$ (70,116)	1,384,416	146,837	(211,417)
IMRF	571,644	3,602,560	1,640,227	—
	<u>501,528</u>	<u>4,986,976</u>	<u>1,787,064</u>	<u>(211,417)</u>

Teachers' Retirement System (TRS)**Plan Descriptions, Provisions and Funding Policies**

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

Benefits Provided

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

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

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Benefits Provided - Continued

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

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2026. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and 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, 2022, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2023, State of Illinois contributions recognized by the employer were based on the State's proportionate share of the collective net pension liability associated with the employer, and the employer recognized revenue and expenditures of \$9,433,145 in pension contributions from the State. For the year ended June 30, 2022, the employer recognized revenue and expenditures of \$8,583,555 in pension contributions from the State.

2.2 Formula Contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2023 were \$102,266 and are deferred because they were paid after the June 30, 2022 measurement date.

Federal and Special Trust Fund Contributions. When TRS members are paid from federal and special trust funds administered by the employer, there is a statutory requirement for the employer to pay an employer pension contribution from those funds. Under Public Act 100-0340, 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.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Contributions - Continued

Federal and Special Trust Fund Contributions - Continued. For the fiscal year ended June 30, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the fiscal year ended June 30, 2022, the employer pension contribution was 10.31 percent of salaries paid from those funds. For the fiscal year ended June 30, 2023, salaries totaling \$258,983 were paid from federal and special trust funds that required employer contributions of \$27,167, which was equal to the District's actual contributions. These contributions are deferred because they were paid after the June 30, 2022 measurement date.

Employer Retirement Cost Contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members granted salary increases over 6 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, 2023, the employer paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent, \$10,464 for contributions on salaries in excess of the Governor's statutory salary and \$0 for sick leave days granted in excess of the normal annual allotment. 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, \$8,754 for contributions on salaries in excess of the Governor's statutory salary 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, 2022, the employer 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 employer 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 employer follows below:

Employer's Proportionate Share of the Net Pension Liability	\$ 1,384,416
State's Proportionate Share of the Net Pension Liability Associated with the Employer	<u>120,088,937</u>
Total	<u><u>121,473,353</u></u>

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2022, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2023, the employer's proportion was 0.0017%, which was a decrease of 0.0001% from its proportion measured as of June 30, 2021.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

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

For the year ended June 30, 2023, the employer recognized pension expense of \$9,433,145 and revenue of \$9,433,145 for support provided by the state. At June 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ 2,783	(7,633)	(4,850)
Net Difference Between Projected and Actual Earnings on Pension Investments	1,266	—	1,266
Changes of Assumptions	6,383	(2,643)	3,740
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	6,972	(201,141)	(194,169)
Total Pension Expense to be Recognized in Future Periods	17,404	(211,417)	(194,013)
Employer Contributions Subsequent to the Measurement Date	129,433	—	129,433
Totals	146,837	(211,417)	(64,580)

\$129,433 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2024	\$ (63,242)
2025	(57,872)
2026	(49,493)
2027	(11,566)
2028	(11,840)
Thereafter	—
Total	(194,013)

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Actuarial Assumptions

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

Inflation: 2.50 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, 2022 actuarial valuation, mortality rates were based on the PubT -2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2020. In the June 30, 2021 actuarial valuation, mortality rates were based on the PubT-2010 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2020.

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

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Actuarial Assumptions - Continued

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Large Cap	16.3%	5.7%
U.S. Small/Mid Cap	1.9%	6.8%
International Equities Developed	14.1%	6.6%
Emerging Market Equities	4.7%	8.6%
U.S. Bonds Core	6.9%	1.2%
Cash Equivalents	1.2%	(0.3)%
TIPS	0.5%	0.3%
International Debt Developed	1.2%	6.6%
Emerging International Debt	3.7%	3.8%
Real Estate	16.0%	5.4%
Private Debt	12.5%	5.3%
Hedge Funds	4.0%	3.5%
Private Equity	15.0%	10.0%
Infrastructure	2.0%	5.9%
Total	100.0%	

Discount Rate

At June 30, 2022, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2021 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2022 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.

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued**RETIREMENT SYSTEMS - Continued****Teachers' Retirement System (TRS) - Continued****Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's Proportionate Share of the OPEB Liability	\$ 1,693,153	1,384,416	1,128,401

TRS Fiduciary Net Position

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

Illinois Municipal Retirement Fund (IMRF)

The District contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

Plan Descriptions

Plan Administration. All employees (other than those covered by the Teachers Retirement Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

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

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten 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.

Plan Membership. As of December 31, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	140
Inactive Plan Members Entitled to but not yet Receiving Benefits	126
Active Plan Members	<u>85</u>
Total	<u><u>351</u></u>

Contributions. As set by statute, the District's Regular Plan Members are required to contribute 4.50% 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. For the year-ended June 30, 2023, the District's contribution was 11.38% of covered payroll.

Net Pension Liability/(Asset). The District's net pension liability/(asset) was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of that date.

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2022, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Investment Rate of Return	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.75%
Inflation	2.25%

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

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:

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.50%	4.90%
Domestic Equities	35.50%	6.50%
International Equities	18.00%	7.60%
Real Estate	10.50%	6.20%
Blended	9.50%	6.25% - 9.90%
Cash and Cash Equivalents	1.00%	4.00%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 5,626,363	3,602,560	1,945,167

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Notes to the Financial Statements****June 30, 2023****NOTE 4 - OTHER INFORMATION - Continued****RETIREMENT SYSTEMS - Continued****Illinois Municipal Retirement Fund (IMRF) - Continued****Changes in the Net Pension Liability/(Asset)**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/ (Asset) (A) - (B)
Balances at December 31, 2021	\$ 18,576,363	18,659,395	(83,032)
Changes for the Year:			
Service Cost	329,656	—	329,656
Interest on the Total Pension Liability	1,317,202	—	1,317,202
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	156,292	—	156,292
Contributions - Employer	—	416,283	(416,283)
Contributions - Employees	—	159,232	(159,232)
Net Investment Income	—	(2,465,608)	2,465,608
Benefit Payments, Including Refunds of Employee Contributions	(1,145,773)	(1,145,773)	—
Other (Net Transfer)	—	7,651	(7,651)
Net Changes	657,377	(3,028,215)	3,685,592
Balances at December 31, 2022	19,233,740	15,631,180	3,602,560

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

For the year ended June 30, 2023, the District recognized pension expense of \$571,644. At June 30, 2023, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

Notes to the Financial Statements
June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued**RETIREMENT SYSTEMS - Continued****Illinois Municipal Retirement Fund (IMRF) - Continued****Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions - Continued**

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ 115,074	—	115,074
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,328,330	—	1,328,330
Total Pension Expense to be Recognized in Future Periods	1,443,404	—	1,443,404
Pension Contributions Made Subsequent to the Measurement Date	196,823	—	196,823
Total Deferred Amounts Related to Pensions	1,640,227	—	1,640,227

\$196,823 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2024. 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:

Fiscal Year	Net Deferred Outflows of Resources
2024	\$ 12,234
2025	242,740
2026	428,826
2027	759,604
2028	—
Thereafter	—
Total	1,443,404

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Changes in the Employer's Total OPEB Liability
Retiree Health Program
- Schedule Employer Contributions
Teacher's Health Insurance Security Fund
- Schedule of Employer's Proportionate Share of the Collective Net OPEB Liability
Teacher's Health Insurance Security Fund
- Schedule of Employer's Proportionate Share of the Net Pension Liability and Employer Contributions
Teachers' Retirement System
- Schedule Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedules
General Fund

Notes to the Required Supplementary Information

Budgetary information - budgets are adopted on a basis consistent with generally accepted accounting principles.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Retirement Health Plan

Schedule of Changes in the Employer's Total OPEB Liability

June 30, 2023

See Following Page

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Retirement Health Plan****Schedule of Changes in the Employer's Total OPEB Liability****June 30, 2023**

	6/30/18	6/30/19
Total OPEB Liability		
Service Cost	\$ 96,981	101,459
Interest	63,908	52,559
Changes in Benefit Terms	(206,069)	—
Differences Between Expected and Actual Experience	(45,693)	—
Change of Assumptions or Other Inputs	4,972	16,228
Benefit Payments	(162,128)	(170,938)
Other	(25,625)	(945)
Net Change in Total OPEB Liability	(273,654)	(1,637)
Total OPEB Liability - Beginning	2,122,851	1,849,197
Total OPEB Liability - Ending	1,849,197	1,847,560
Covered-Employee Payroll	\$ 14,436,333	N/A
Total OPEB Liability as a Percentage of Covered-Employee Payroll	12.81%	N/A

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2018 - 2023.

N/A - Not Available

6/30/20	6/30/21	6/30/22	6/30/23
116,663	120,988	108,278	85,825
48,616	55,616	47,140	67,287
112,964	—	—	—
(53,885)	—	(310,346)	—
287,976	49,275	(227,599)	(3,671)
(210,100)	(174,999)	(133,581)	(135,815)
28,516	—	—	—
330,750	50,880	(516,108)	13,626
1,847,560	2,178,310	2,229,190	1,713,082
2,178,310	2,229,190	1,713,082	1,726,708
15,081,937	N/A	16,657,132	17,319,037
14.44%	N/A	10.28%	9.97%

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Teacher's Health Insurance Security Fund****Schedule of Employer Contributions****June 30, 2023**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2018	\$ 121,148	\$ 121,208	\$ 60	\$ 14,422,385	0.84%
2019	140,056	140,056	—	15,223,491	0.92%
2020	142,240	142,240	—	15,460,907	0.92%
2021	150,695	150,695	—	16,379,935	0.92%
2022	112,704	112,704	—	16,821,424	0.67%
2023	118,134	118,134	—	17,632,013	0.67%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Teacher's Health Insurance Security Fund Schedule of Employer Contributions - Continued June 30, 2023

Notes to the Schedule of Employer Contributions

Valuation Date	6/30/2021
Measurement Date	6/30/2022
Sponsor's Fiscal Year End	6/30/2023

Methods and Assumptions Used to Determine Actuarial Liability and Contributions:

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB Liability
Contribution Policy	Benefits are financed on a pay-as-you go basis. Contribution rates are defined by statute. For fiscal year end June 30, 2022, contribution rates are 0.90% of pay for active members, 0.67% of pay for school districts and 0.90% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.
Asset Valuation Method	Fair Value
Investment Rate of Return	2.75%, net of OPEB plan investment expense, including inflation for all plan years.
Inflation	2.25%
Salary Increases	Depends on service and ranges from 8.50% at 1 year of service to 3.50% at 20 or more years of service.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the actuarial valuation as of June 30, 2021.
Mortality	Retirement and Beneficiary Annuitants: PubT-2010 Retiree Mortality Table, adjusted for TRS experience. Disabled Annuitants: PubNS-2010 Non-Safety Disabled Retiree Table. PreRetirement: PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.
Healthcare Cost Trend Rates	Trend rates for plan year 2023 are based on actual premium increases. For non-medicare costs, trend rates start at 8.00% for plan year 2024 and decrease gradually to an ultimate rate of 4.25% in 2039. For MAPD costs, trend rates are 0% in 2024 to 2028, 19.42% in 2029 to 2033 and 5.81% in 2034, declining gradually to an ultimate rate of 4.25% in 2039.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Teachers' Health Insurance Security Fund****Schedule of the Employer's Proportionate Share of the Collective Net OPEB Liability****June 30, 2023**

	<u>6/30/18</u>
Employer's Proportion of the Net OPEB Liability	0.0627%
Employer's Proportionate Share of the Net OPEB Liability	\$ 16,276,762
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>21,375,433</u>
Total	<u><u>37,652,195</u></u>
Employer's Covered Payroll	\$ N/A
Employer's Proportionate Share of the Net OPEB Liability as a % of its Covered Payroll	N/A
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	(0.17%)

Notes:

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

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

N/A - Not Available

6/30/19	6/30/20	6/30/21	6/30/22	6/30/23
0.0640%	0.0629%	0.0608%	0.0627%	0.0613%
16,857,625	17,405,896	16,267,986	13,834,647	4,192,503
22,636,204	22,124,259	22,038,713	18,757,876	5,703,503
39,493,829	39,530,155	38,306,699	32,592,523	9,896,006
14,422,385	15,223,491	15,460,907	16,379,935	16,821,424
116.89%	114.34%	105.22%	84.46%	24.92%
(0.07%)	0.25%	0.70%	1.40%	5.24%

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Teachers' Retirement System

Schedule of the Employer's Proportionate Share of the Net Pension Liability and Employer Contributions June 30, 2023

	6/30/15	6/30/16	6/30/17
Employer's Proportion of the Net Pension Liability	0.0021%	0.2200%	0.0021%
Employer's Proportionate Share of the Net Pension Liability	\$ 1,248,181	1,447,395	1,631,526
State's Proportionate Share of the Net Pension Liability Associated with the Employer	77,837,814	86,428,445	109,543,584
Total	79,085,995	87,875,840	111,175,110
Employer's Covered Payroll	\$ 12,623,410	13,294,254	14,442,741
Employer's Proportionate Share of the Net Pension Liability as a % of its Covered-Employee Payroll	9.89%	10.89%	11.30%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	43.00%	41.50%	36.40%
Contractually-Required Contribution	\$ 77,107	83,768	83,650
Contributions in Relation to the Contractually Required Contribution	77,366	79,980	83,675
Contribution Deficiency (Excess)	(259)	3,788	(25)
Employer's Covered Payroll	\$ 13,294,254	14,442,741	14,422,385
Contributions as a % of Covered Payroll	0.58%	0.55%	0.58%

Notes:

The amounts presented were determined as of the prior fiscal year.

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

For the 2022 measurement year, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.50 percent and a real return of 4.50 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 2021-2017 measurement years, the assumed investment rate of return was 7.0, 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. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 18, 2018 and August 13, 2015, respectively.

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

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

6/30/18	6/30/19	6/30/20	6/30/21	6/30/22	6/30/23
0.0020%	0.0021%	0.0019%	0.0018%	0.0018%	0.0017%
1,548,859	1,669,001	1,563,904	1,588,274	1,427,880	1,384,416
106,626,644	114,333,595	111,301,337	124,401,882	119,671,484	120,088,937
108,175,503	116,002,596	112,865,241	125,990,156	121,099,364	121,473,353
14,422,385	15,223,491	15,460,907	16,379,935	16,821,424	17,632,013
10.74%	10.96%	10.12%	9.70%	8.49%	7.85%
39.30%	40.00%	39.60%	37.80%	45.10%	43.00%
88,250	88,464	93,724	121,134	110,382	129,433
88,967	88,183	93,467	121,053	110,383	129,410
(717)	281	257	81	(1)	23
15,215,524	15,223,491	15,460,907	16,379,935	16,821,424	17,632,013
0.58%	0.58%	0.60%	0.74%	0.66%	0.73%

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Illinois Municipal Retirement Fund Schedule of Employer Contributions June 30, 2023

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 373,862	\$ 373,862	\$ —	\$ 2,800,467	13.35%
2016	388,175	388,175	—	2,875,368	13.50%
2017	414,094	414,094	—	2,916,155	14.20%
2018	403,065	403,065	—	3,023,743	13.33%
2019	397,866	397,866	—	3,120,597	12.75%
2020	415,021	415,021	—	3,151,627	13.17%
2021	457,184	457,184	—	3,248,769	14.07%
2022	452,649	452,649	—	3,420,122	13.23%
2023	395,413	395,413	—	3,476,029	11.38%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	21 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.85% to 13.75%, Including Inflation
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	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. 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.

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability

June 30, 2023

See Following Page

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

June 30, 2023

	12/31/14	12/31/15
Total Pension Liability		
Service Cost	\$ 322,092	310,331
Interest	907,195	1,010,599
Changes in Benefit Terms	—	—
Differences Between Expected and Actual Experience	271,995	101,464
Change of Assumptions	625,274	15,658
Benefit Payments, Including Refunds of Member Contributions	(679,150)	(724,938)
Net Change in Total Pension Liability	1,447,406	713,114
Total Pension Liability - Beginning	12,306,801	13,754,207
Total Pension Liability - Ending	13,754,207	14,467,321
Plan Fiduciary Net Position		
Contributions - Employer	\$ 373,863	388,174
Contributions - Members	128,548	129,716
Net Investment Income	644,918	55,698
Benefit Payments, Including Refunds of Member Contributions	(679,150)	(724,938)
Other (Net Transfer)	114,085	282,422
Net Change in Plan Fiduciary Net Position	582,264	131,072
Plan Net Position - Beginning	10,660,799	11,243,063
Plan Net Position - Ending	11,243,063	11,374,135
Employer's Net Pension Liability/(Asset)	\$ 2,511,144	3,093,186
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.74%	78.62%
Covered Payroll	\$ 2,669,171	2,875,368
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	94.08%	107.58%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/16	12/31/17	12/31/18	12/31/19	12/31/20	12/31/21	12/31/22
329,554	329,788	315,592	328,823	322,917	314,932	329,656
1,061,878	1,096,123	1,117,831	1,164,563	1,226,588	1,272,079	1,317,202
—	—	—	—	—	—	—
(180,877)	176,797	202,664	323,197	265,199	153,738	156,292
(80,082)	(473,133)	403,707	—	(117,498)	—	—
(757,397)	(780,642)	(885,416)	(890,361)	(1,025,860)	(1,105,662)	(1,145,773)
373,076	348,933	1,154,378	926,222	671,346	635,087	657,377
14,467,321	14,840,397	15,189,330	16,343,708	17,269,930	17,941,276	18,576,363
14,840,397	15,189,330	16,343,708	17,269,930	17,941,276	18,576,363	19,233,740
414,094	403,065	415,004	385,599	444,438	476,839	416,283
135,037	139,236	151,087	141,588	141,541	153,863	159,232
781,545	2,091,033	(763,414)	2,370,550	2,108,635	2,823,008	(2,465,608)
(757,397)	(780,642)	(885,416)	(890,361)	(1,025,860)	(1,105,662)	(1,145,773)
(135,339)	(321,387)	262,601	125,397	90,152	(103,574)	7,651
437,940	1,531,305	(820,138)	2,132,773	1,758,906	2,244,474	(3,028,215)
11,374,135	11,812,075	13,343,380	12,523,242	14,656,015	16,414,921	18,659,395
11,812,075	13,343,380	12,523,242	14,656,015	16,414,921	18,659,395	15,631,180
3,028,322	1,845,950	3,820,466	2,613,915	1,526,355	(83,032)	3,602,560
79.59%	87.85%	76.62%	84.86%	91.49%	100.45%	81.27%
2,916,155	3,023,743	3,068,045	3,142,619	3,145,354	3,332,205	3,319,638
103.85%	61.05%	124.52%	83.18%	48.53%	(2.49%)	108.52%

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2023
(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)

	2023				2022
	Budget		Actual	Variance with Final Budget	Actual
	Original	Final			
Revenues					
Local Sources					
Property Taxes	\$ 29,947,700	29,947,700	29,955,520	7,820	29,132,329
Personal Property					
Replacement Taxes	1,092,000	1,092,000	1,148,967	56,967	1,011,090
Earnings on Investments	351,500	351,500	440,190	88,690	43,543
Other Revenue from Local Sources	780,900	780,900	1,010,697	229,797	545,988
State Sources					
General State Aid	1,257,077	1,257,077	1,257,077	—	1,255,535
Grants-in-Aid	450,048	450,048	581,034	130,986	589,543
Federal Sources					
Grants-in-Aid	2,080,665	2,080,665	1,710,511	(370,154)	2,229,399
Total Direct Revenues	35,959,890	35,959,890	36,103,996	144,106	34,807,427
On-Behalf Payments - State of Illinois	9,283,000	9,283,000	9,591,833	308,833	8,734,948
Total Revenues	45,242,890	45,242,890	45,695,829	452,939	43,542,375
Expenditures					
Instruction	20,596,944	20,596,944	19,749,299	847,645	18,794,297
Support Services	11,766,447	11,766,447	11,338,266	428,181	11,067,859
Community Services	122,492	122,492	63,084	59,408	63,596
Payments to Other Districts and Government Units	1,589,454	1,589,454	1,654,106	(64,652)	1,458,840
Total Direct Expenditures	34,075,337	34,075,337	32,804,755	1,270,582	31,384,592
On Behalf Expenditures	9,283,000	9,283,000	9,591,833	(308,833)	8,734,948
Total Expenditures	43,358,337	43,358,337	42,396,588	961,749	40,119,540
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,884,553	1,884,553	3,299,241	1,414,688	3,422,835
Other Financing Sources (Uses)					
Disposal of Capital Assets	5,000	5,000	—	(5,000)	11,630
Transfers In	8,800	8,800	12,756	3,956	1,549
Transfers Out	(758,800)	(758,800)	(762,756)	(3,956)	(1,251,549)
	(745,000)	(745,000)	(750,000)	(5,000)	(1,238,370)
Net Change in Fund Balances	1,139,553	1,139,553	2,549,241	1,409,688	2,184,465
Fund Balances - Beginning			14,054,299		11,869,834
Fund Balances - Ending			16,603,540		14,054,299

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Statements - General Fund - by Accounts
- Budgetary Comparison Schedules - General Fund Accounts
- Budgetary Comparison Schedule - Major Governmental Fund
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Consolidated Year-End Financial Report

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. The General Fund includes the Educational, Operations and Maintenance, and Working Cash Accounts.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than capital project funds) that are legally restricted to expenditure for specified purposes.

Transportation Fund

The Transportation Fund is used to account for all revenue and expenditures made for student transportation. Revenue is derived primarily from local property taxes and state reimbursement grants.

Municipal Retirement/Social Security

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

Tort Immunity Fund

The Tort Fund is used to account for activity relating to risk management and loss prevention

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service.

CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities.

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**General Fund - by Accounts****Combining Balance Sheet****June 30, 2023**

	Educational	Operations and Maintenance	Working Cash	Totals
ASSETS				
Cash and Investments	\$ 31,657,159	3,222,853	822,448	35,702,460
Receivables - Net of Allowances				
Property Taxes	13,497,037	1,289,848	2,991	14,789,876
Grants Receivable	465,430	—	—	465,430
Total Assets	45,619,626	4,512,701	825,439	50,957,766
LIABILITIES				
Accounts Payable	36,121	15,743	—	51,864
Salaries and Benefits Payable	3,078,876	—	—	3,078,876
Deposits Payable	—	9,000	—	9,000
Total Liabilities	3,114,997	24,743	—	3,139,740
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	28,202,953	2,696,677	6,253	30,905,883
Other Deferred Revenues	308,603	—	—	308,603
Total Deferred Inflows of Resources	28,511,556	2,696,677	6,253	31,214,486
Total Liabilities and Deferred Inflows of Resources	31,626,553	2,721,420	6,253	34,354,226
FUND BALANCES				
Restricted	134,729	1,791,281	819,186	2,745,196
Unassigned	13,858,344	—	—	13,858,344
Total Fund Balances	13,993,073	1,791,281	819,186	16,603,540
Total Liabilities, Deferred Inflows of Resources and Fund Balances	45,619,626	4,512,701	825,439	50,957,766

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

General Fund - by Accounts

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2023

	Educational	Operations and Maintenance	Working Cash	Totals
Revenues				
Local Sources				
Property Taxes	\$ 27,053,714	2,896,468	5,338	29,955,520
Personal Property Replacement Taxes	1,148,967	—	—	1,148,967
Earnings on Investments	386,842	40,592	12,756	440,190
Other Revenue from Local Sources	827,735	182,962	—	1,010,697
State Sources				
Evidence Based Funding Formula	1,257,077	—	—	1,257,077
Grants-In-Aid	581,034	—	—	581,034
Federal Sources				
Grants-In-Aid	1,710,511	—	—	1,710,511
Total Direct Revenues	32,965,880	3,120,022	18,094	36,103,996
On-Behalf Payments - State of Illinois	9,591,833	—	—	9,591,833
Total Revenues	42,557,713	3,120,022	18,094	45,695,829
Expenditures				
Instruction	19,749,299	—	—	19,749,299
Support Services	8,627,958	2,710,308	—	11,338,266
Community Services	63,084	—	—	63,084
Payments to Other Districts and Government Units	1,654,106	—	—	1,654,106
Total Direct Expenditures	30,094,447	2,710,308	—	32,804,755
On-Behalf Expenditures	9,591,833	—	—	9,591,833
Total Expenditures	39,686,280	2,710,308	—	42,396,588
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,871,433	409,714	18,094	3,299,241
Other Financing Sources (Uses)				
Transfers In	12,756	—	—	12,756
Transfers Out	(750,000)	—	(12,756)	(762,756)
	(737,244)	—	(12,756)	(750,000)
Net Change in Fund Balance	2,134,189	409,714	5,338	2,549,241
Fund Balances - Beginning	11,858,884	1,381,567	813,848	14,054,299
Fund Balances - Ending	13,993,073	1,791,281	819,186	16,603,540

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Educational Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Local Sources					
General Levy	\$ 21,754,000	21,754,000	21,761,205	7,205	21,141,623
Special Education Levy	5,291,500	5,291,500	5,292,509	1,009	5,190,561
Personal Property					
Replacement Taxes	1,092,000	1,092,000	1,148,967	56,967	1,011,090
Summer School Tuition	1,000	1,000	6,003	5,003	2,094
Earnings on Investments	310,200	310,200	386,842	76,642	38,063
Food Service	201,200	201,200	223,641	22,441	18,216
Pupil Activities	86,500	86,500	110,103	23,603	100,793
Textbooks	200	200	943	743	649
Contributions and Donations					
from Private Sources	1,000	1,000	1,818	818	1,482
Impact Fees	—	—	3,278	3,278	4,619
Refund of Prior Year Expenses	115,000	115,000	129,573	14,573	60,390
Drivers Education Fees	15,000	15,000	15,406	406	15,244
Payments from Other Districts	5,000	5,000	8,594	3,594	5,413
Student Activity Fund	200,000	200,000	326,190	126,190	192,907
Other Revenue from Local Sources	1,000	1,000	2,186	1,186	440
Total Local Sources	29,073,600	29,073,600	29,417,258	343,658	27,783,584
State Sources					
Evidence Based Funding Formula	1,257,077	1,257,077	1,257,077	—	1,255,535
Special Education					
Private Facility Tuition	123,000	123,000	154,479	31,479	255,590
Orphanage - Individual	280,400	280,400	390,675	110,275	275,436
Orphanage - Summer Individual	11,700	11,700	9,584	(2,116)	19,525
Vocational Education	6,843	6,843	6,843	—	6,843
State Free Lunch and Breakfast	5,400	5,400	781	(4,619)	9,859
Drivers Education	21,500	21,500	17,467	(4,033)	21,078
Other	1,205	1,205	1,205	—	1,212
Total State Sources	1,707,125	1,707,125	1,838,111	130,986	1,845,078

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Educational Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues - Continued					
Federal Sources					
National School Lunch Program	\$ 340,000	340,000	278,025	(61,975)	646,614
Summer Food Service Program	—	—	—	—	920
Title I - Low Income	138,000	138,000	187,470	49,470	142,777
Title IV - Student Support and Academic Enrichment	10,000	10,000	11,350	1,350	11,367
Federal - Special Education Preschool Flow-Through	13,124	13,124	8,482	(4,642)	9,769
Federal - Special Education IDEA Flow-Through	562,117	562,117	369,899	(192,218)	488,352
CTE - Perkins					
Title III E - Tech Prep	6,424	6,424	6,409	(15)	5,606
McKinney Education for Homeless Children	13,000	13,000	10,283	(2,717)	12,365
Title II - Teacher Quality	42,000	42,000	91,236	49,236	25,483
Medicaid Matching Funds					
Administrative Outreach	44,000	44,000	52,625	8,625	53,907
Fee-For-Service Program	80,000	80,000	111,504	31,504	80,055
Other Restricted Revenue from Federal Sources	832,000	832,000	583,228	(248,772)	638,380
Total Federal Sources	2,080,665	2,080,665	1,710,511	(370,154)	2,115,595
Total Direct Revenues	32,861,390	32,861,390	32,965,880	104,490	31,744,257
On-Behalf Payments	9,283,000	9,283,000	9,591,833	308,833	8,734,948
Total Revenues	42,144,390	42,144,390	42,557,713	413,323	40,479,205

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Educational Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures					
Instruction					
Regular Programs					
Salaries	\$ 9,137,100	9,137,100	9,097,119	39,981	8,697,765
Employee Benefits	2,846,250	2,846,250	2,702,143	144,107	2,587,695
Purchased Services	209,410	209,410	203,897	5,513	185,919
Supplies and Materials	573,150	573,150	464,253	108,897	458,956
Capital Outlay	47,505	47,505	47,605	(100)	19,752
Other Objects	13,300	13,300	12,894	406	10,387
Non-Capital Equipment	87,000	87,000	86,323	677	56,709
Termination Benefits	—	—	—	—	2,550
	12,913,715	12,913,715	12,614,234	299,481	12,019,733
Pre-K Programs					
Salaries	128,300	128,300	128,277	23	117,512
Employee Benefits	44,150	44,150	45,124	(974)	49,673
Purchased Services	1,250	1,250	220	1,030	556
Supplies and Materials	5,400	5,400	2,300	3,100	6,074
	179,100	179,100	175,921	3,179	173,815
Special Education Programs					
Salaries	2,045,300	2,045,300	2,052,964	(7,664)	2,057,354
Employee Benefits	928,410	928,410	793,736	134,674	751,334
Purchased Services	47,800	47,800	24,973	22,827	24,356
Supplies and Materials	38,260	38,260	22,500	15,760	22,401
Non-Capital Equipment	31,850	31,850	6,756	25,094	10,596
	3,091,620	3,091,620	2,900,929	190,691	2,866,041
Special Education Programs Pre-K					
Salaries	128,400	128,400	128,147	253	117,763
Employee Benefits	44,150	44,150	45,112	(962)	48,952
Purchased Services	515	515	767	(252)	—
Supplies and Materials	2,000	2,000	6,419	(4,419)	1,924
	175,065	175,065	180,445	(5,380)	168,639

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Educational Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures - Continued					
Instruction - Continued					
Remedial and Supplemental Programs K-12					
Salaries	\$ 458,000	458,000	458,380	(380)	419,238
Employee Benefits	163,960	163,960	173,006	(9,046)	157,829
Purchased Services	2,000	2,000	650	1,350	—
Supplies and Materials	38,200	38,200	4,001	34,199	24,283
	662,160	662,160	636,037	26,123	601,350
CTE Programs					
Salaries	224,400	224,400	220,866	3,534	274,577
Employee Benefits	103,470	103,470	69,474	33,996	74,011
Purchased Services	33,600	33,600	21,957	11,643	975
Supplies and Materials	17,292	17,292	16,513	779	18,754
Non-Capitalized Equipment	1,170	1,170	1,170	—	—
	379,932	379,932	329,980	49,952	368,317
Interscholastic Programs					
Salaries	612,900	612,900	556,085	56,815	551,086
Employee Benefits	59,860	59,860	58,971	889	56,379
Purchased Services	130,025	130,025	115,815	14,210	114,638
Supplies and Materials	84,700	84,700	82,577	2,123	69,637
Other Objects	26,000	26,000	26,388	(388)	26,489
Non-Capital Equipment	8,152	8,152	8,031	121	4,865
	921,637	921,637	847,867	73,770	823,094
Summer School Programs					
Salaries	11,800	11,800	8,293	3,507	11,574
Employee Benefits	750	750	820	(70)	1,147
Supplies and Materials	1,000	1,000	—	1,000	496
	13,550	13,550	9,113	4,437	13,217
Gifted Programs					
Salaries	41,200	41,200	40,647	553	38,385
Employee Benefits	77,270	77,270	31,214	46,056	4,324
Supplies and Materials	500	500	1,581	(1,081)	588
	118,970	118,970	73,442	45,528	43,297

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202
Educational Account - General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued
For the Fiscal Year Ended June 30, 2023
(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Expenditures - Continued					
Instruction - Continued					
Driver's Education Programs					
Salaries	\$ 93,100	93,100	93,142	(42)	88,604
Employee Benefits	23,370	23,370	20,072	3,298	22,334
Purchased Services	1,800	1,800	496	1,304	1,684
Supplies and Materials	4,000	4,000	2,242	1,758	4,377
Other Objects	125	125	—	125	—
	122,395	122,395	115,952	6,443	116,999
Bilingual Programs					
Salaries	309,100	309,100	302,610	6,490	219,395
Employee Benefits	148,450	148,450	102,873	45,577	72,464
Purchased Services	5,050	5,050	3,326	1,724	2,078
Supplies and Materials	2,900	2,900	1,131	1,769	1,537
Non-Capitalized Equipment	—	—	—	—	1,455
	465,500	465,500	409,940	55,560	296,929
Truants Alternative & Optional Programs					
Salaries	96,400	96,400	94,305	2,095	90,025
Employee Benefits	44,250	44,250	44,793	(543)	41,576
Purchased Services	21,900	21,900	21,835	65	21,250
Supplies and Materials	750	750	668	82	473
	163,300	163,300	161,601	1,699	153,324
Special Education Programs K-12 Private Tuition					
Other Objects	1,190,000	1,190,000	998,143	191,857	978,089
Truants Alternative/Optional Ed Programs - Private Tuition					
Other Objects	—	—	3,400	(3,400)	—
Student Activity Fund					
Other Objects	200,000	200,000	292,295	(92,295)	171,453
Total Instruction	20,596,944	20,596,944	19,749,299	847,645	18,794,297

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Educational Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures - Continued					
Support Services					
Pupils					
Attendance and Social Work Services					
Salaries	\$ 402,700	402,700	402,223	477	378,383
Employee Benefits	148,700	148,700	150,497	(1,797)	135,951
Purchased Services	10,800	10,800	14,409	(3,609)	6,770
Supplies and Materials	9,800	9,800	2,504	7,296	1,497
Non-Capitalized Equipment	1,170	1,170	1,170	—	1,757
	573,170	573,170	570,803	2,367	524,358
Guidance Services					
Salaries	252,800	252,800	254,196	(1,396)	269,328
Employee Benefits	57,720	57,720	58,391	(671)	67,611
Purchased Services	4,650	4,650	4,765	(115)	4,037
Supplies and Materials	5,000	5,000	4,464	536	5,167
Other Objects	225	225	130	95	209
Non-Capitalized Equipment	3,509	3,509	3,509	—	1,832
	323,904	323,904	325,455	(1,551)	348,184
Health Services					
Salaries	353,700	353,700	356,461	(2,761)	334,045
Employee Benefits	53,440	53,440	52,646	794	51,561
Purchased Services	11,150	11,150	3,790	7,360	28,053
Supplies and Materials	7,900	7,900	7,691	209	4,758
Non-Capital Equipment	4,170	4,170	8,156	(3,986)	2,573
	430,360	430,360	428,744	1,616	420,990
Psychological Services					
Salaries	383,000	383,000	362,088	20,912	350,740
Employee Benefits	138,680	138,680	96,997	41,683	108,956
Purchased Services	2,900	2,900	5,625	(2,725)	969
Supplies and Materials	7,050	7,050	2,139	4,911	6,057
Non-Capitalized Equipment	1,170	1,170	1,170	—	878
	532,800	532,800	468,019	64,781	467,600

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202
Educational Account - General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued
For the Fiscal Year Ended June 30, 2023
(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)

	2023				2022 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures - Continued					
Support Services - Continued					
Pupils - Continued					
Speech Pathology and Audiology Services					
Salaries	\$ 330,900	330,900	332,018	(1,118)	308,715
Employee Benefits	103,740	103,740	105,094	(1,354)	97,543
Purchased Services	2,000	2,000	24,555	(22,555)	1,498
Supplies and Materials	3,576	3,576	1,970	1,606	1,481
Non-Capitalized Equipment	—	—	—	—	1,455
	440,216	440,216	463,637	(23,421)	410,692
Other Support Services					
Salaries	104,400	104,400	89,510	14,890	100,969
Purchased Services	5,000	5,000	3,625	1,375	3,174
Supplies and Materials	3,600	3,600	2,733	867	2,115
Non-Capitalized Equipment	—	—	—	—	878
	113,000	113,000	95,868	17,132	107,136
Total Pupils	2,413,450	2,413,450	2,352,526	60,924	2,278,960
Instructional Staff					
Improvement of Instructional Services					
Salaries	255,900	255,900	252,436	3,464	230,543
Employee Benefits	48,280	48,280	53,089	(4,809)	44,224
Purchased Services	61,791	61,791	88,325	(26,534)	30,009
Supplies and Materials	14,481	14,481	949	13,532	802
Other Objects	600	600	330	270	250
Non-Capitalized Equipment	—	—	—	—	878
	381,052	381,052	395,129	(14,077)	306,706
Educational Media Services					
Salaries	258,100	258,100	257,194	906	211,572
Employee Benefits	71,940	71,940	70,925	1,015	59,189
Purchased Services	33,510	33,510	30,862	2,648	30,120
Supplies and Materials	45,755	45,755	42,923	2,832	42,339
Other Objects	365	365	65	300	65
Non-Capital Equipment	4,795	4,795	2,795	2,000	4,890
	414,465	414,465	404,764	9,701	348,175

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Educational Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures - Continued					
Support Services - Continued					
Instructional Staff - Continued					
Assessment and Testing					
Purchased Services	\$ 62,206	62,206	66,959	(4,753)	53,678
Supplies and Materials	3,100	3,100	2,681	419	2,516
	65,306	65,306	69,640	(4,334)	56,194
Total Instructional Staff	860,823	860,823	869,533	(8,710)	711,075
General Administration					
Board of Education Services					
Salaries	37,900	37,900	36,939	961	35,828
Employee Benefits	7,710	7,710	7,633	77	7,076
Purchased Services	84,320	84,320	92,458	(8,138)	42,963
Supplies and Materials	9,600	9,600	10,315	(715)	4,897
Other Objects	13,000	13,000	12,953	47	12,152
	152,530	152,530	160,298	(7,768)	102,916
Executive Administration Services					
Salaries	265,500	265,500	263,541	1,959	258,574
Employee Benefits	75,240	75,240	75,962	(722)	72,659
Purchased Services	4,480	4,480	3,919	561	2,235
Supplies and Materials	2,500	2,500	2,471	29	2,891
Other	2,500	2,500	2,320	180	2,060
	350,220	350,220	348,213	2,007	338,419
Special Area Administration Services					
Salaries	221,000	221,000	222,409	(1,409)	206,195
Employee Benefits	78,310	78,310	78,641	(331)	82,696
Purchased Services	5,700	5,700	4,991	709	3,665
Supplies and Materials	4,750	4,750	2,992	1,758	982
Other Objects	500	500	—	500	—
Termination Benefits	—	—	—	—	969
	310,260	310,260	309,033	1,227	294,507

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Educational Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures - Continued					
Support Services - Continued					
General Administration - Continued					
Tort Immunity Services					
Purchased Services	\$ 73,000	73,000	82,708	(9,708)	275,842
Total General Administration	886,010	886,010	900,252	(14,242)	1,011,684
School Administration					
Office of the Principal Services					
Salaries	1,645,700	1,645,700	1,648,682	(2,982)	1,601,352
Employee Benefits	667,820	667,820	656,572	11,248	625,679
Purchased Services	36,050	36,050	23,769	12,281	20,769
Supplies and Materials	20,500	20,500	21,783	(1,283)	20,908
Other Objects	6,200	6,200	5,306	894	3,666
Non-Capital Outlay	14,121	14,121	20,219	(6,098)	10,042
Termination Benefits	—	—	—	—	5,443
	2,390,391	2,390,391	2,376,331	14,060	2,287,859
Business					
Direction of Business Support Services					
Salaries	127,300	127,300	125,114	2,186	123,036
Employee Benefits	23,220	23,220	21,612	1,608	20,490
Purchased Services	2,100	2,100	670	1,430	1,372
Supplies and Materials	500	500	116	384	30
Other Objects	600	600	615	(15)	615
	153,720	153,720	148,127	5,593	145,543
Fiscal Services					
Salaries	191,000	191,000	169,343	21,657	174,498
Employee Benefits	56,150	56,150	63,209	(7,059)	54,302
Purchased Services	30,600	30,600	31,920	(1,320)	24,238
Supplies and Materials	6,250	6,250	4,905	1,345	2,767
Other Objects	600	600	549	51	574
Termination Benefits	—	—	1,620	(1,620)	—
	284,600	284,600	271,546	13,054	256,379

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202
Educational Account - General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued
For the Fiscal Year Ended June 30, 2023
(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)

	2023				2022 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures - Continued					
Support Services - Continued					
Business - Continued					
Food Services					
Purchased Services	\$ 352,700	352,700	353,559	(859)	442,875
Supplies and Materials	5,000	5,000	1,133	3,867	387
Capital Outlay	8,000	8,000	7,855	145	—
Non-Capital Equipment	5,000	5,000	1,625	3,375	828
	370,700	370,700	364,172	6,528	444,090
Total Business	809,020	809,020	783,845	25,175	846,012
Central					
Information Services					
Salaries	110,200	110,200	114,627	(4,427)	103,028
Employee Benefits	29,060	29,060	28,976	84	27,099
Purchased Services	60,450	60,450	49,983	10,467	49,571
Supplies and Materials	2,600	2,600	2,014	586	394
Other Objects	470	470	330	140	330
Non-Capitalized Equipment	—	—	2,799	(2,799)	—
	202,780	202,780	198,729	4,051	180,422
Staff Services					
Salaries	158,600	158,600	158,836	(236)	149,838
Employee Benefits	55,240	55,240	57,756	(2,516)	53,840
Purchased Services	26,250	26,250	28,084	(1,834)	22,900
Supplies and Materials	1,250	1,250	533	717	812
Other Objects	1,000	1,000	700	300	775
	242,340	242,340	245,909	(3,569)	228,165
Data Processing Services					
Salaries	338,600	338,600	333,540	5,060	323,526
Employee Benefits	90,780	90,780	93,253	(2,473)	88,603
Purchased Services	347,740	347,740	351,105	(3,365)	293,576
Supplies and Materials	27,000	27,000	22,960	4,040	30,105
Other Objects	3,250	3,250	3,190	60	340
Non-Capital Equipment	16,200	16,200	9,595	6,605	3,885
	823,570	823,570	813,643	9,927	740,035
Total Central	1,268,690	1,268,690	1,258,281	10,409	1,148,622
Other Support Services	87,500	87,500	87,190	310	—

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Educational Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Expenditures - Continued					
Total Support Services	\$ 8,715,884	8,715,884	8,627,958	87,926	8,284,212
Community Services					
Purchased Services	83,982	83,982	44,505	39,477	43,334
Supplies and Materials	38,510	38,510	18,579	19,931	20,262
Total Community Services	122,492	122,492	63,084	59,408	63,596
Payments to Other Districts and Governmental Units					
Payments for Special Education Programs					
Purchased Services	308,740	308,740	334,840	(26,100)	276,756
Payments for CTE Programs					
Purchased Services	1,300	1,300	1,206	94	1,252
Other Objects	3,000	3,000	2,625	375	2,350
	4,300	4,300	3,831	469	3,602
Payments for Regular Programs - Tuition					
Other Objects	68,000	68,000	56,120	11,880	24,175
Payments for Special Education Programs - Tuition					
Other Objects	1,048,414	1,048,414	1,101,782	(53,368)	1,004,275
Payments for CTE Programs - Tuition					
Other Objects	160,000	160,000	157,533	2,467	150,032
Total Payments to Other Districts and Governmental Units	1,589,454	1,589,454	1,654,106	(64,652)	1,458,840
Total Direct Expenditures	31,024,774	31,024,774	30,094,447	930,327	28,600,945

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Educational Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Expenditures - Continued					
On Behalf Payments	\$ 9,283,000	9,283,000	9,591,833	(308,833)	8,734,948
Total Expenditures	40,307,774	40,307,774	39,686,280	621,494	37,335,893
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,836,616	1,836,616	2,871,433	1,034,817	3,143,312
Other Financing Sources (Uses)					
Disposal of Capital Assets	5,000	5,000	—	(5,000)	11,630
Transfers In	8,800	8,800	12,756	3,956	1,549
Transfers Out	(750,000)	(750,000)	(750,000)	—	(1,250,000)
	(736,200)	(736,200)	(737,244)	(1,044)	(1,236,821)
Net Change in Fund Balance	<u>1,100,416</u>	<u>1,100,416</u>	2,134,189	<u>1,033,773</u>	1,906,491
Fund Balance - Beginning			<u>11,858,884</u>		<u>9,952,393</u>
Fund Balance - Ending			<u>13,993,073</u>		<u>11,858,884</u>

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Operations and Maintenance Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Local Sources					
General Levy	\$ 2,896,200	2,896,200	2,896,468	268	2,795,526
Earnings on Investments	32,500	32,500	40,592	8,092	3,914
Rentals	145,000	145,000	168,829	23,829	132,879
Refund of Prior Year Expenses	10,000	10,000	13,971	3,971	10,862
Other Local Revenues	—	—	162	162	—
Total Local Sources	3,083,700	3,083,700	3,120,022	36,322	2,943,181
Federal Sources					
Other Restricted Revenue from Federal Sources	—	—	—	—	113,804
Total Revenues	3,083,700	3,083,700	3,120,022	36,322	3,056,985
Expenditures					
Support Services					
Business					
Facilities Acquisition and Construction Services					
Capital Outlay	—	—	—	—	92,897
Operation and Maintenance of Plant Services					
Salaries	1,208,400	1,208,400	1,195,677	12,723	1,124,966
Employee Benefits	282,580	282,580	261,819	20,761	234,254
Purchased Services	694,150	694,150	534,683	159,467	537,256
Supplies and Materials	763,000	763,000	608,590	154,410	740,896
Capital Outlay	20,200	20,200	13,325	6,875	5,951
Non-Capitalized Equipment	81,733	81,733	96,214	(14,481)	47,427
Termination Benefits	500	500	—	500	—
Total Expenditures	3,050,563	3,050,563	2,710,308	340,255	2,690,750
Total Expenditures	3,050,563	3,050,563	2,710,308	340,255	2,783,647

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Operations and Maintenance - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Net Change in Fund Balance	\$ 33,137	<u>33,137</u>	409,714	<u>376,577</u>	273,338
Fund Balance - Beginning			<u>1,381,567</u>		<u>1,108,229</u>
Fund Balance - Ending			<u>1,791,281</u>		<u>1,381,567</u>

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Working Cash Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Local Sources					
General Levy	\$ 6,000	6,000	5,338	(662)	4,619
Earnings on Investments	8,800	8,800	12,756	3,956	1,566
Total Revenues	14,800	14,800	18,094	3,294	6,185
Expenditures	—	—	—	—	—
Excess (Deficiency) of Revenues Over (Under) Expenditures	14,800	14,800	18,094	3,294	6,185
Other Financing (Uses)					
Transfers Out	(8,800)	(8,800)	(12,756)	(3,956)	(1,549)
Net Change in Fund Balance	6,000	6,000	5,338	(662)	4,636
Fund Balance - Beginning			813,848		809,212
Fund Balance - Ending			819,186		813,848

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2023
(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Local Sources					
Earnings on Investments	\$ 41,400	41,400	46,589	5,189	7,287
Refund of Prior Year Expenditures	—	—	—	—	50
Total Local Sources	41,400	41,400	46,589	5,189	7,337
State Sources					
School Infrastructure - Maintenance Projects	50,000	50,000	47,500	(2,500)	50,000
Total Revenues	91,400	91,400	94,089	2,689	57,337
Expenditures					
Support Services					
Business					
Facilities Acquisition and Construction					
Capital Outlay	1,278,000	1,278,000	997,825	280,175	1,020,527
Other Support Services					
Purchased Services	—	—	9,766	(9,766)	24,928
Total Expenditures	1,278,000	1,278,000	1,007,591	270,409	1,045,455
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,186,600)	(1,186,600)	(913,502)	273,098	(988,118)
Other Financing Sources					
Disposal of Capital Assets	2,000,000	2,000,000	551,100	(1,448,900)	—
Transfers In	750,000	750,000	750,000	—	1,250,000
	2,750,000	2,750,000	1,301,100	(1,448,900)	1,250,000
Net Change in Fund Balance	1,563,400	1,563,400	387,598	(1,175,802)	261,882
Fund Balance - Beginning			3,467,110		3,205,228
Fund Balance - Ending			3,854,708		3,467,110

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Nonmajor Governmental Funds****Combining Balance Sheet****June 30, 2023**

	Special Revenue				
		Municipal	Tort	Debt	
	Transportation	Retirement/ Social Security	Immunity	Service	Totals
ASSETS					
Cash and Investment	\$ 1,409,666	1,036,513	3,262	784,133	3,233,574
Receivables - Net of Allowances					
Property Taxes	669,019	442,024	2,991	725,186	1,839,220
Grants Receivable	261,712	—	—	—	261,712
Prepaid Expense	—	—	—	210,000	210,000
Total Assets	2,340,397	1,478,537	6,253	1,719,319	5,544,506
LIABILITIES					
Accounts Payable	16,215	—	—	—	16,215
Salaries and Benefits Payable	—	62,782	—	—	62,782
Other Payables	—	14	—	—	14
Total Liabilities	16,215	62,796	—	—	79,011
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	1,398,714	924,138	6,253	1,516,142	3,845,247
Total Liabilities and Deferred Inflows of Resources	1,414,929	986,934	6,253	1,516,142	3,924,258
FUND BALANCES					
Nonspendable	—	—	—	210,000	210,000
Restricted	925,468	491,603	—	—	1,417,071
Unassigned	—	—	—	(6,823)	(6,823)
Total Fund Balance	925,468	491,603	—	203,177	1,620,248
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	2,340,397	1,478,537	6,253	1,719,319	5,544,506

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2023

	Special Revenue				
	Municipal				
	Transportation	Retirement/ Social Security	Tort Immunity	Debt Service	Totals
Revenues					
Local Sources					
Property Taxes	\$ 699,262	899,433	5,338	1,510,620	3,114,653
Personal Property					
Replacement Taxes	—	25,953	—	—	25,953
Earnings on Investments	26,376	12,528	—	5,534	44,438
Other Revenue from Local Sources	122,348	—	—	—	122,348
State Sources					
Grants-In-Aid	1,124,027	—	—	—	1,124,027
Federal Sources					
Other Restricted Revenues from Federal Sources	2,322	—	—	—	2,322
Total Revenues	1,974,335	937,914	5,338	1,516,154	4,433,741
Expenditures					
Instruction	—	356,514	—	—	356,514
Support Services	2,666,407	533,464	5,338	—	3,205,209
Community Services	194,021	—	—	—	194,021
Debt Service					
Principal Retirement	—	—	—	1,025,000	1,025,000
Interest and Fiscal Charges	—	—	—	471,251	471,251
Other	—	—	—	450	450
Total Expenditures	2,860,428	889,978	5,338	1,496,701	5,252,445
Net Changes in Fund Balances	(886,093)	47,936	—	19,453	(818,704)
Fund Balances - Beginning	1,811,561	443,667	—	183,724	2,438,952
Fund Balances - Ending	925,468	491,603	—	203,177	1,620,248

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Transportation - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Local Sources					
General Levy	\$ 699,100	699,100	699,262	162	998,921
Transportation Fees					
Regular Transportation Fees					
from Other Districts	50,000	50,000	116,353	66,353	72,525
Special Education Transportation					
Fees from Other Districts	10,000	10,000	5,995	(4,005)	8,900
Earnings on Investments	21,800	21,800	26,376	4,576	4,101
Other Revenue from Local Sources	—	—	—	—	22,665
Total Local Sources	780,900	780,900	847,986	67,086	1,107,112
State Sources					
Special Education					
Orphanage - Individual	70,100	70,100	66,404	(3,696)	10,101
Orphanage - Summer	1,300	1,300	5,280	3,980	6,498
Transportation - Regular/Vocational	469,600	469,600	467,672	(1,928)	227,231
Transportation - Special Education	590,900	590,900	584,671	(6,229)	419,111
Total State Sources	1,131,900	1,131,900	1,124,027	(7,873)	662,941
Federal Sources					
Other Restricted Revenue from Federal Sources	24,000	24,000	2,322	(21,678)	12,276
Total Revenues	1,936,800	1,936,800	1,974,335	37,535	1,782,329
Expenditures					
Support Services					
Business					
Pupil Transportation Services					
Salaries	58,000	58,000	50,059	7,941	57,079
Employee Benefits	2,010	2,010	1,543	467	1,023
Purchased Services	2,023,200	2,023,200	2,609,986	(586,786)	2,136,978
Supplies and Materials	7,000	7,000	4,819	2,181	6,242
Total Support Services	2,090,210	2,090,210	2,666,407	(576,197)	2,201,322

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Transportation - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Expenditures - Continued					
Community Services					
Purchased Services	\$ 194,000	194,000	194,021	(21)	178,525
Total Expenditures	2,284,210	2,284,210	2,860,428	(576,218)	2,379,847
Net Change in Fund Balance	<u>(347,410)</u>	<u>(347,410)</u>	(886,093)	<u>(538,683)</u>	(597,518)
Fund Balance - Beginning			<u>1,811,561</u>		<u>2,409,079</u>
Fund Balance - Ending			<u>925,468</u>		<u>1,811,561</u>

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Municipal Retirement/Social Security - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
Revenues					
Local Sources					
General Levy	\$ 440,100	440,100	439,708	(392)	439,420
FICA/Medicare Levy	460,100	460,100	459,725	(375)	459,213
Personal Property					
Replacement Taxes	25,900	25,900	25,953	53	28,392
Earnings on Investments	10,500	10,500	12,528	2,028	1,323
Total Revenues	936,600	936,600	937,914	1,314	928,348
Expenditures					
Instruction - Employee Benefits					
Regular Programs	152,330	152,330	144,336	7,994	138,175
Special Education Programs	169,380	169,380	166,470	2,910	185,981
Other Programs	45,110	45,110	45,708	(598)	51,685
Total Instruction	366,820	366,820	356,514	10,306	375,841
Support Services - Employee Benefits					
Pupil	48,230	48,230	46,700	1,530	44,608
Instructional Staff	11,060	11,060	10,659	401	12,485
General Administration	31,300	31,300	29,761	1,539	29,512
School Administration	71,860	71,860	70,830	1,030	71,707
Business	301,010	301,010	284,593	16,417	301,711
Central	92,720	92,720	90,921	1,799	90,616
Total Support Services	556,180	556,180	533,464	22,716	550,639
Total Expenditures	923,000	923,000	889,978	33,022	926,480
Net Change in Fund Balance	13,600	13,600	47,936	34,336	1,868
Fund Balance - Beginning			443,667		441,799
Fund Balance - Ending			491,603		443,667

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Tort Immunity - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023				2022
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Local Sources					
General Levy	\$ 6,000	6,000	5,338	(662)	4,619
Expenditures					
Support Services					
Purchased Services	6,000	6,000	5,338	662	4,619
Net Change in Fund Balance	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund Balance - Beginning			<u>—</u>		<u>—</u>
Fund Balance - Ending			<u>—</u>		<u>—</u>

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202**Debt Service Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2023****(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2022)**

	2023			Variance with Final Budget	2022
	Original Budget	Final Budget	Actual		Actual
Revenues					
Local Sources					
General Levy	\$ 1,510,100	1,510,100	1,510,620	520	504,739
Earnings on Investments	8,000	8,000	5,534	(2,466)	613
Total Revenues	1,518,100	1,518,100	1,516,154	(1,946)	505,352
Expenditures					
Debt Service					
Principal Retirement	1,025,000	1,025,000	1,025,000	—	980,000
Interest and Fiscal Charges	471,250	471,250	471,251	(1)	520,250
Other	500	500	450	50	450
Total Expenditures	1,496,750	1,496,750	1,496,701	49	1,500,700
Net Change in Fund Balance	21,350	21,350	19,453	(1,897)	(995,348)
Fund Balance - Beginning			183,724		1,179,072
Fund Balance - Ending			203,177		183,724

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Consolidated Year-End Financial Report

June 30, 2023

CSFA #	Program Name	State	Federal	Other	Totals
478-00-0251	Medical Assistance Program	\$ —	54,817	—	54,817
586-18-0407	National School Lunch Program	—	268,369	—	268,369
586-44-0414	Title I - Low Income	—	187,470	—	187,470
586-44-1588	Title IVA - Student Support and Academic Enrichment	—	11,350	—	11,350
586-47-0430	Title II - Teacher Quality	—	91,110	—	91,110
586-69-0418	Career and Technical Ed Improvement (CTIE)	6,843	6,409	—	13,252
586-18-0406	School Breakfast Program	—	9,657	—	9,657
586-57-0420	Fed - Sp Ed - Pre School Flow Through	—	8,482	—	8,482
586-64-0417	Fed - Sp Ed - Flow Through	—	369,899	—	369,899
586-48-0422	McKinney Education for Homeless Children	—	10,283	—	10,283
586-62-2402	Federal Programs - Emergency Relief	—	585,550	—	585,550
	Other Grant Programs and Activities	—	30,724	—	30,724
	All Other Costs Not Allocated	—	—	44,974,654	44,974,654
	Totals	6,843	1,634,120	44,974,654	46,615,617



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

November 15, 2023

Members of the Board of Education
Lisle Community Unit School District No. 202
Lisle, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lisle Community Unit School District No. 202, (the District), Illinois, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 15, 2023.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

SUPPLEMENTAL SCHEDULE

LISLE COMMUNITY UNIT SCHOOL DISTRICT NO. 202

Summary of Assessed Valuations, Tax Rates and Extensions - Last Five Tax Levy Years June 30, 2023

	2018	2019	2020	2021	2022
Assessed Valuation	\$ 615,726,142	631,727,771	660,993,571	667,511,519	694,536,451
Tax Rates					
Educational	2.9733	3.0546	3.2043	3.2670	3.3136
Operations and Maintenance	0.5035	0.6167	0.4237	0.4341	0.3881
Debt Service	0.1202	0.1914	0.0765	0.2264	0.2182
Transportation	0.2923	0.1581	0.1514	0.1048	0.2013
Municipal Retirement	0.0585	0.0680	0.0666	0.0659	0.0647
Working Cash	0.0007	0.0007	0.0007	0.0008	0.0009
Social Security	0.1300	0.0791	0.0696	0.0689	0.0683
Tort Immunity	0.0007	0.0007	0.0007	0.0008	0.0009
Special Education	0.7920	0.7905	0.7867	0.7932	0.7475
Total Tax Rates	4.8712	4.9598	4.7802	4.9619	5.0035
Tax Extensions					
Educational	\$ 18,307,385	19,296,756	21,180,217	21,807,602	23,014,160
Operations and Maintenance	3,100,181	3,895,865	2,800,630	2,897,668	2,695,496
Debt Service	740,103	1,209,127	505,660	1,511,246	1,515,479
Transportation	1,799,768	998,762	1,000,744	699,552	1,398,102
Municipal Retirement	360,200	429,575	440,222	439,890	449,365
Working Cash	4,310	4,422	4,627	5,340	6,251
Social Security	800,444	499,697	460,052	459,915	474,368
Tort Immunity	4,310	4,422	4,627	5,340	6,251
Special Education	4,876,551	4,993,808	5,200,036	5,294,701	5,191,660
Total Tax Extensions	29,993,252	31,332,434	31,596,815	33,121,254	34,751,132
Total Tax Collections	\$ 29,936,681	31,286,230	31,539,024	33,064,068	18,122,035
Percentage Collected	99.81%	99.85%	99.82%	99.83%	52.15%