

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124

FOX LAKE, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2021

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Grant Community High School District No. 124
Fox Lake, Illinois

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities and each major fund of Grant Community High School District No. 124, as of and for the year ending June 30, 2021, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, as listed in the table of contents. We have also audited the individual fund financial statements presented as audited individual fund financial statements as of and for the year ended June 30, 2021, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the basic and individual fund, financial statements referred to above present fairly, in all material respects, the respective financial position—modified cash basis of the governmental activities, and each major fund, and each individual fund, of the Grant Community High School District No. 124, as of June 30, 2021, and the respective changes in financial position—modified cash basis, thereof for the year then ended in accordance with the basis of accounting as described in Note 1.

Basis of Accounting

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

Prior Period Adjustment and Change in Accounting Principle

As described in Note 14 to the financial statements, during the year ended June 30, 2021, the District adopted the new accounting guidance in, GASB Statement No. 84, *Fiduciary Activities* for reporting of the fiduciary assets in the entity wide and in the general funds of the District. Our opinions are not modified with respect to this matter.

Other Matters

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Grant Community High School District No. 124's basic financial statements. The supplemental information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The supplemental information on pages 7-11 and 56-64, and the schedule of expenditures of federal awards on pages 50-55 are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 8, 2021, on our consideration of Grant Community High School District No. 124'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 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 Grant Community High School District No. 124's internal control over financial reporting and compliance.

Evoy, Kamschulte, Jacobs & Co. LLP

EVOY, KAMSCHULTE, JACOBS & CO. LLP

November 8, 2021
Waukegan, Illinois



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

Board of Education
Grant Community High School District No. 124
Fox Lake, 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 and each major fund of Grant Community High School District No. 124 as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Grant Community High School District No. 124's basic financial statements, and have issued our report thereon dated November 8, 2021, which was qualified because the financial statements were prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Grant Community High School District No. 124'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 Grant Community High School District No. 124's internal control. Accordingly, we do not express an opinion on the effectiveness of Grant Community High School District No. 124's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Grant Community High School District No. 124's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Grant Community High School District No. 124's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Evoy, Kamschulte, Jacobs & Co. LLP

EVOY, KAMSCHULTE, JACOBS & CO. LLP

November 8, 2021
Waukegan, Illinois



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Education
Grant Community High School District No. 124
Fox Lake, Illinois

Report on Compliance for Each Major Federal Program

We have audited Grant Community High School District No. 124's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Grant Community High School District No. 124's major federal programs for the year ended June 30, 2021. Grant Community High School District No. 124's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Grant Community High School District No. 124's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Grant Community High School District No. 124's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Grant Community High School District No. 124's compliance.

Opinion on Each Major Federal Program

In our opinion, Grant Community High School District No. 124 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of Grant Community High School District No. 124 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Grant Community High School District No. 124's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Grant Community High School District No. 124's internal control over compliance.

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

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

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

Evoy, Kamschulte, Jacobs & Co. LLP

EVOY, KAMSCHULTE, JACOBS & CO. LLP

November 8, 2021
Waukegan, Illinois

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2021

Our discussion and analysis of the Grant Community High School District No. 124's (the District) financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2021. Please read it in conjunction with the District's financial statements, which begin on page 12.

FINANCIAL HIGHLIGHTS

- The assets of the District exceeded its liabilities at June 30, 2021 by \$103,623,963 (net position). Of this amount, \$27,081,758 (unrestricted net position) may be used to finance the District's day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements.
- The District's total net position increased by \$1,812,382, which includes a prior period adjustment of \$393,189 to restate beginning net position for the application of GASB Standard 84, Fiduciary Activities.
- At June 30, 2021, the District's governmental funds reported combined fund balances of \$37,359,549, an increase of \$2,271,529 over the prior year due to receipts exceeding disbursements. Approximately 72.5% of this amount, \$27,081,758, may be used to finance day-to-day operations (unassigned fund balance), which was approximately 75.8% of General (Education) Fund expenditures.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position – Modified Cash Basis and the Statement of Activities – Modified Cash Basis (on pages 12 and 13) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. Fund financial statements start on page 14. For the 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 remaining statements provide financial information about activities for which the District acts solely as agent for the benefit of those outside the government.

Reporting the District as a Whole

Our analysis of the District as a whole begins on page 9. One of the most important questions asked about the District's finances is, "Is the District as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer this question. These statements include all of the District's assets and liabilities resulting from the use of the modified cash basis of accounting.

These two statements report the District's net position and changes in it. You can think of the District's net position—the difference between assets and liabilities—as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position is one indicator of whether its financial health is improving or deteriorating.

In the Statement of Net Position and the Statement of Activities, we report the District's governmental activities. All of the District's services are reported here, including instructional services, support services, community services, and non-programmed charges. Property taxes, earnings on investments, fees, and state and federal grants finance most of these activities.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2021
(Continued)

USING THIS ANNUAL REPORT (continued)

Reporting the District's Most Significant Funds

Our analysis of the District's major funds begins on page 10. The fund financial statements begin on page 14 and provide detailed information about the most significant funds—not the District as a whole. Some funds are required to be established by State law and by bond covenants.

- Governmental funds--All of the District's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. The District maintains its accounting records for all funds on the cash basis of accounting under guidelines prescribed by the Illinois State Board of Education. Accordingly, revenues are recognized and recorded when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation schedule in the financial statements.

The General Fund's fund balance increased by \$405,074 to \$27,081,758. The Operations & Maintenance Fund's fund balance increased by \$316,299 to \$1,988,550 and the Transportation Fund's fund balance increased by \$962,341 to \$2,371,593.

The District as Trustee

The District is the trustee, or fiduciary, for its student's activity funds. All of the District's fiduciary activities are reported in the operations of the General (Education) Fund in accordance with government accounting standards. Although included within the District's financial statements the District cannot use these assets to finance its operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information to a full understanding of the government-wide financial statements. The notes to the financial statements are contained on pages 18 through 40.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2021
(Continued)

THE DISTRICT AS A WHOLE

A condensed statement of net position and statement of activities is presented below.

Net Position	GOVERNMENTAL ACTIVITIES	
	2021	2020
Current and other assets	\$ 37,359,549	\$ 34,694,831
Capital Assets	66,264,414	67,116,750
Total Assets	\$ 103,623,963	\$ 101,811,581
Current Liabilities	\$ -	\$ -
Long-term debt outstanding	-	-
Total Liabilities	\$ -	\$ -
	\$ 103,623,963	\$ 101,811,581
 Net Assets:		
Invested in capital assets, net of related debt	\$ 66,264,414	\$ 67,116,750
Restricted	10,277,791	8,018,147
Unrestricted	27,081,758	26,676,684
Total Net Position	\$ 103,623,963	\$ 101,811,581
 Changes in Net Position		
	GOVERNMENTAL ACTIVITIES	
	2021	2020
<u>Receipts</u>		
<u>Program Receipts</u>		
Charges for services	\$ 488,230	\$ 712,704
Operating grants	14,931,696	12,600,517
Capital grants	-	-
<u>General Receipts</u>		
Property taxes	22,686,849	20,365,013
Other taxes	390,820	308,121
Earnings on investments	185,428	752,739
General state aid	4,797,798	4,768,784
Other	753,270	83,602
Total Revenues	\$ 44,234,091	\$ 39,591,480
<u>Disbursements</u>		
<u>Program Disbursements</u>		
Instruction	\$ 28,298,901	\$ 25,853,095
Support services	12,125,702	12,877,486
Community services	38,356	83,927
Depreciation - unallocated	2,351,939	2,352,221
Total Disbursements	\$ 42,814,898	\$ 41,166,729
Increase (Decrease) in net position	\$ 1,419,193	\$ (1,575,249)
Net Position - Beginning	101,811,581	103,386,830
Prior Period Adjustment	393,189	-
Net Position - Ending	\$ 103,623,963	\$ 101,811,581

The net position of the District's governmental activities' increased by \$1,812,382. Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements — increased by \$405,074 to \$27,081,758.

This increase in unrestricted net position arose primarily because expenses were less than state and local revenues received.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2021
(Continued)

THE DISTRICT'S FUNDS

At June 30, 2021, the Districts' governmental funds (as presented in the Statement of Assets, Liabilities, and Fund Balances Arising from Cash Transactions on page 14) reported a combined fund balance of \$37,359,549, which is above last year's total of \$34,694,831. The primary reasons for the governmental funds increase was due to receipts exceeding fund expenses in the Operations, Transportation, Working Cash, and Capital Projects Funds.

General Fund Budgetary Highlights

The July 1, 2020 to June 30, 2021 budget was approved by the Board of Education on July 16, 2020, and was amended on May 20, 2021 to better allocate expenditures based upon more current information. The budget is a general guide for the financial activity of the District.

Each fund of the District operated with in its budgetary expenditures for the fiscal year ended June 30, 2021.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2021, the District had \$66,264,414 invested in capital assets, including land, land improvements, buildings and furniture and equipment, as shown below.

<u>Capital Assets at Year End, net of depreciation</u>	<u>Governmental Activities</u>	
	<u>2021</u>	<u>2020</u>
Land and Improvements	\$ 7,705,014	\$ 8,012,009
Buildings	55,214,949	55,915,127
Furniture and Equipment	3,344,451	3,189,614
Totals	<u>\$ 66,264,414</u>	<u>\$ 67,116,750</u>

The significant capital assets additions during the current fiscal year were for updates to the following: building and land improvements, technology infrastructure, furnishings and equipment.

The District's fiscal year 2022 budget calls for it to spend \$1,779,473 for capital projects, primarily for the renovation and repairs to the existing south parking lot, installation of a new turf carpet and additional substantial technology infrastructure updates.

See notes 1 and 3 to the financial statements for additional information about changes in capital assets and depreciation.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2021
(Continued)

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Board of Education and administration consider many factors when setting the fiscal year budget and determining tax rates. We are cautious, but optimistic, with the implementation of more equitable school funding reform. Property values continue to rise however commercial growth is limited. The COVID-19 pandemic impacted the District financially in spending on protective measures, but also in savings for one year in labor costs. The District maintains long term planning for enrollment, curriculum and instruction, facilities, and finances. The Board of Education and administration will continue to monitor long term planning needs with local economic data and State funding availability.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with an overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Beth Reich, Business Manager, 285 East Grand Avenue, Fox Lake, IL 60020, 847-587-2561.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2021

	Governmental Activities
ASSETS	
Cash and Investments	\$ 37,359,549
Capital Assets	
Land	\$ 4,190,703
Land Improvements	6,497,234
Buildings	80,414,713
Furniture and Equipment	11,687,712
Less Accumulated Depreciation	(36,525,948)
Total Capital Assets, Net	\$ 66,264,414
Total Assets	\$ 103,623,963
LIABILITIES	\$ -
NET POSITION	
Net Investment in Capital Assets	\$ 66,264,414
Restricted	
Operations and Maintenance	1,988,550
Transportation	2,371,593
Municipal Retirement/Social Security	1,101,348
Working Cash	4,286,135
Unrestricted	27,081,758
TOTAL NET POSITION	\$ 103,623,963

The accompanying Notes are an integral part of these financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2021

FUNCTION/PROGRAMS	Program Receipts			Net (Disbursements) Receipts and Change in Net Position	
Governmental Activities	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities Total
Instruction					
Regular	\$ 20,768,215	\$ 482,318	\$ 13,117,005	\$ -	\$ (7,168,892)
Special Education	5,138,474	-	342,745	-	(4,795,729)
Career & Tech Education	760,079	-	31,167	-	(728,912)
Interscholastic	1,401,939	-	-	-	(1,401,939)
Summer School	42,208	-	-	-	(42,208)
Driver's Education	187,986	-	-	-	(187,986)
Supporting Services					
Pupils	1,873,679	-	-	-	(1,873,679)
Instructional Staff	1,769,485	-	2,676	-	(1,766,809)
General Administration	1,579,335	-	-	-	(1,579,335)
School Administration	768,048	-	-	-	(768,048)
Business	5,441,562	5,912	1,438,103	-	(3,997,547)
Central	693,593	-	-	-	(693,593)
Community Services	38,356	-	-	-	(38,356)
Depreciation-Unallocated	2,351,939	-	-	-	(2,351,939)
Total Governmental Activities	\$ 42,814,898	\$ 488,230	\$ 14,931,696	\$ -	\$ (27,394,972)
GENERAL RECEIPTS					
Taxes					
Property Taxes, levied for general purposes					\$ 20,356,695
Property Taxes, levied for other specific purposes					2,330,154
Personal Property Replacement					390,820
Unrestricted Earnings on Investments					185,428
General State Aid					4,797,798
Other					753,270
TOTAL GENERAL RECEIPTS					\$ 28,814,165
CHANGE IN NET POSITION					\$ 1,419,193
NET POSITION - BEGINNING					101,811,581
PRIOR PERIOD ADJUSTMENT					393,189
NET POSITION - ENDING					\$ 103,623,963

The accompanying Notes are an integral part of these financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES ARISING FROM CASH TRANSACTIONS
GOVERNMENTAL FUNDS
JUNE 30, 2021

	Special Revenue Funds							Capital Projects Fund	Total Governmental Funds
	General Fund	Operational Fund	Transportation Fund	Municipal Retirement/ Social Security Fund	Working Cash Fund	Capital Projects Fund	Capital Projects Fund		
ASSETS									
Cash and Investments	\$ 27,081,758	\$ 1,988,550	\$ 2,371,593	\$ 1,101,348	\$ 4,286,135	\$ 530,165	\$ 530,165	\$ 37,359,549	
TOTAL ASSETS	<u>\$ 27,081,758</u>	<u>\$ 1,988,550</u>	<u>\$ 2,371,593</u>	<u>\$ 1,101,348</u>	<u>\$ 4,286,135</u>	<u>\$ 530,165</u>	<u>\$ 530,165</u>	<u>\$ 37,359,549</u>	
LIABILITIES AND FUND BALANCES									
LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
FUND BALANCES									
Restricted									
Operations & Maintenance	\$ -	\$ 1,988,550	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,988,550	
Transportation Services	-	-	2,371,593	-	-	-	-	2,371,593	
Employee Benefits Payments	-	-	-	1,101,348	-	-	-	1,101,348	
Interfund Borrowing	-	-	-	-	4,286,135	-	-	4,286,135	
Capital Improvements	-	-	-	-	-	530,165	530,165	530,165	
Assigned	413,936	-	-	-	-	-	-	413,936	
Unassigned	26,667,822	-	-	-	-	-	-	26,667,822	
TOTAL FUND BALANCES	<u>\$ 27,081,758</u>	<u>\$ 1,988,550</u>	<u>\$ 2,371,593</u>	<u>\$ 1,101,348</u>	<u>\$ 4,286,135</u>	<u>\$ 530,165</u>	<u>\$ 530,165</u>	<u>\$ 37,359,549</u>	
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 27,081,758</u>	<u>\$ 1,988,550</u>	<u>\$ 2,371,593</u>	<u>\$ 1,101,348</u>	<u>\$ 4,286,135</u>	<u>\$ 530,165</u>	<u>\$ 530,165</u>	<u>\$ 37,359,549</u>	

The accompanying Notes are an integral part of these financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF ASSETS, LIABILITIES,
AND FUND BALANCES ARISING FROM CASH TRANSACTIONS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021

Total Fund Balances - Governmental Funds	\$	37,359,549
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Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. The cost of the assets is \$102,790,362, and the accumulated depreciation is \$(36,525,948).

66,264,414

Total Net Position of Governmental Activities

\$	<u>103,623,963</u>
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The accompanying Notes are an integral part of these financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	Special Revenue Funds						Capital Projects Fund	Total Governmental Funds
	General Fund	Operations and Maintenance Fund	Transportation Fund	Municipal Retirement/Social Security Fund	Working Cash Fund	Capital Projects Fund		
RECEIPTS								
Taxes	\$ 16,540,171	\$ 4,168,341	\$ 1,142,856	\$ 886,794	\$ 339,507	\$ -	\$ 23,077,669	
Tuition	43,755	-	-	-	-	-	43,755	
Earnings on Investments	128,540	34,042	581	5,365	16,900	-	185,428	
Food Service Fees	5,912	-	-	-	-	-	5,912	
Pupil Activity Fees	438,563	-	-	-	-	-	438,563	
Contributions	-	91,427	-	-	-	-	91,427	
Other	107,943	23,735	-	-	-	530,165	661,843	
State Aid	16,841,311	-	1,259,798	-	-	-	18,101,109	
Federal Aid	1,628,385	-	-	-	-	-	1,628,385	
TOTAL RECEIPTS	\$ 35,734,580	\$ 4,317,545	\$ 2,403,235	\$ 892,159	\$ 356,407	\$ 530,165	\$ 44,234,091	
DISBURSEMENTS								
Current								
Instruction								
Regular	\$ 20,633,948	-	-	\$ 134,267	-	-	\$ 20,768,215	
Special Education	2,848,569	-	-	52,995	-	-	2,901,564	
Career & Tech Education	751,758	-	-	8,321	-	-	760,079	
Interscholastic	1,356,696	-	-	45,243	-	-	1,401,939	
Summer School	39,798	-	-	2,410	-	-	42,208	
Driver's Education	185,731	-	-	2,255	-	-	187,986	
Supporting Services								
Pupils	1,821,025	-	-	52,654	-	-	1,873,679	
Instructional Staff	1,737,319	-	-	32,166	-	-	1,769,485	
General Administration	1,561,677	-	-	17,658	-	-	1,579,335	
School Administration	742,538	-	-	25,510	-	-	768,048	
Business	874,305	2,784,369	1,440,894	341,994	-	-	5,441,562	
Central	660,436	-	-	33,157	-	-	693,593	
Community Service	38,356	-	-	-	-	-	38,356	
Nonprogrammed Charges								
Special Education	2,065,050	122,763	-	49,097	-	-	2,236,910	
Capital Outlay	405,489	1,094,114	-	-	-	-	1,499,603	
TOTAL DISBURSEMENTS	\$ 35,722,695	\$ 4,001,246	\$ 1,440,894	\$ 797,727	\$ -	\$ -	\$ 41,962,562	
NET CHANGE IN FUND BALANCE	\$ 11,885	\$ 316,299	\$ 962,341	\$ 94,432	\$ 356,407	\$ 530,165	\$ 2,271,529	
FUND BALANCE - JULY 1, 2020	26,676,684	1,672,251	1,409,252	1,006,916	3,929,728	-	34,694,831	
PRIOR PERIOD ADJUSTMENT	393,189	-	-	-	-	-	393,189	
FUND BALANCE - JUNE 30, 2021	\$ 27,081,758	\$ 1,988,550	\$ 2,371,593	\$ 1,101,348	\$ 4,286,135	\$ 530,165	\$ 37,359,549	

The accompanying Notes are an integral part of these financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF CASH RECEIPTS,
 DISBURSEMENTS AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2021

Excess of Receipts and Other Financing Sources Over (Under)		
Disbursements and Other Financing (Uses) - Governmental Funds	\$	2,271,529
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful life as depreciation expense. This is the amount by which depreciation expense \$2,351,938 exceeds capital outlay \$1,499,602.		(852,336)
		(852,336)
Change in Net Position of Governmental Activities	\$	1,419,193

The accompanying Notes are an integral part of these financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Grant Community High School District No. 124 (the "District") is governed by the District's Board of Education (the "Board"), which has responsibility and control over all activities related to public school education within the District. The District receives funding from local, state, and federal government sources and must comply with all of the requirements of these funding sources entities. However, the District is not included in any other governmental reporting entity as defined by generally accepted accounting principles. Board members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and the primary accountability for fiscal matters. In addition, the District's reporting entity does not contain any component units as defined in Governmental Accounting Standards.

During fiscal year 2021 the District adopted or considered the following Governmental Accounting Standards Board (GASB) Statements:

- GASBS No. 84, *Fiduciary Activities*
- GASBS No. 85, *Omnibus 2017*
- GASBS No. 86, *Certain Debt Extinguishment Issues*

Basis of Presentation

District-wide Statements: The Statement of net position and the statement of activities display information about the financial activities of the overall district, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental and business-type activities* of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. The District has no Business-Type Activities.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities.

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expenses—expenses of the District related to the administration and support of the District's Programs, such as personnel and accounting—are not allocated to programs.
- Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state formula aid, are presented as general revenues.

Governmental Fund Financial Statements: The fund financial statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category—*governmental, and fiduciary*—are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The District reports all its funds as major governmental funds.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Presentation (continued)

The District reports the following major governmental funds:

- *General Fund.* This fund consists of the Educational Fund, is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Special Education is included in these funds.
- *Special Revenue Fund.* This fund includes the Operations and Maintenance Fund, Transportation Fund, the Illinois Municipal Retirement/Social Security Fund, the Working Cash Fund, and the Tort Immunity Fund. The Operations and Maintenance Fund, Transportation Fund, Illinois Municipal Retirement Fund, and Tort Immunity Fund are used to account for the proceeds of specific revenue sources (other than those accounted for in the Debt Service Fund, Capital Projects Fund or Fiduciary Funds) that are legally restricted to cash disbursements for specific purposes. The District maintains a Working Cash Fund, which accounts for financial resources held by the District to be used for temporary interfund loans to any other governmental fund. Also, by Board resolution, financial resources of the Working Cash Fund can be permanently transferred to any other governmental fund through abatement or abolishment. Although not an expendable fund the District Classifies this fund as a special revenue fund due to the specific limitations on the uses of the resources within this fund.
- *Debt Service Fund.* The Bond and Interest Fund accounts for the accumulation of resources for, and the payment of general long-term debt principal, interest and related costs.
- *Capital Projects Fund.* This fund consists of the Capital Projects Fund, which accounts for financial resources to be used for the acquisition, construction or improvement of major capital facilities.

Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds. These funds are custodial in nature and do not involve the measurement of the results of operations. The amounts due to the agency fund organizations are equal to the assets. The District does not maintain any fiduciary funds.

Basis of Accounting

The district-wide financial statements are reported using the modified cash basis of accounting. The cash basis of accounting is modified to account for: recording of depreciation on fixed assets, recognition of the net depreciated value of fixed assets, and, recognition of long-term liabilities. Non-exchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. Revenue from property taxes, grants, entitlements and donations are recognized when received consistent with the cash basis of accounting.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2021

(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Accounting (continued)

The governmental fund financial statements, and all other financial statements, are reported using the cash basis of accounting. Accordingly, revenues are recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

Investments

Investments, if any, are reported at fair market value in the district-wide and fund financial statements. Gains or losses, if any, on the sale of investments are recognized upon realization. The District has adopted a formal written investment and cash management policy. The institutions in which investments are made must be approved by the Board of Education. At the time of acquisition it is the District's intention to hold all investments to maturity.

Capital Assets

Capital assets are reported at actual or estimated historical cost. Contributed assets are reported at estimated fair value at the time received. The District generally capitalizes assets with a cost of \$500 or more as purchases occur.

Depreciation methods, and estimated useful lives of capital assets reported in the district-wide statements is as follows:

	<u>Depreciation Method</u>	<u>Estimated Useful Life</u>
Land Improvements	Straight Line	20 Years
Buildings	Straight Line	50 Years
Equipment, other than food service	Straight Line	10 Years
Food Service equipment	Straight Line	10 Years
Transportation equipment	Straight Line	5 Years

Depreciation is used to allocate the actual or estimated historical cost of all capital assets over their estimated useful lives.

Net Position

Net position represents the difference between assets and liabilities. Net position invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Restricted Resources

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Budgets and Budgetary Accounting

The budget for all major Governmental Funds is prepared on the cash basis of accounting, which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with Chapter 105, Section 5/17-1 of the Illinois Compiled Statutes. The July 1, 2020 to June 30, 2021 budget, was passed on July 16, 2020, and was amended on May 20, 2021.

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

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

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

2. CASH AND INVESTMENTS

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

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned or the District will not be able to recover collateral securities in the possession of an outside party. The District's policy requires deposits to be at least 102 percent secured by collateral valued at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance (FDIC). The District's Board of Education approves and designates a list of authorized depository institutions based on evaluation of solicited responses and certificates provided by financial institutions

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021
 (Continued)

2. CASH AND INVESTMENTS (continued)

Deposits (continued)

At June 30, 2021, the carrying amount of the District's deposits was \$10,017,937, which excludes a \$400 petty cash fund. At year end, the District account bank balance was \$10,385,540. As of June 30, 2021, \$3,643,198 of the combined entity's bank balance of \$10,385,540 was exposed to custodial credit risk as follows:

	Bank Balance
Collateralized with securities held by the pledging financial institution	\$ 3,643,198

Investments

As of June 30, 2021, the District had the following investments:

	Maturity Date	Historical Cost	Fair Value	% of Total
External Investment Pools:				
Illinois School District Liquid Asset Fund - Max	N/A	\$ 17,869,566	\$ 17,869,566	65%
Illinois School District Liquid Asset Fund	N/A	9,471,646	9,471,646	35%
Total Investments		\$ 27,341,212	\$ 27,341,212	100%

Interest Rate Risk. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Standards & Poor's rates the money market funds invested with the Illinois School District Liquid Asset Fund AAA.

Concentration of Credit Risk. The District places no limit on the amount the District may invest in any one issuer. Many of the District's investments are exposed to a concentration of credit risk greater than 5 percent as represented in the table above.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

3. CAPITAL ASSETS AND DEPRECIATION

	Balance July 1, 2020	Additions	Transfers/ Deletions	Balance June 30, 2021
Capital Assets not Being Depreciated				
Land	\$ 4,190,703	\$ -	\$ -	\$ 4,190,703
Construction in Progress	-	-	-	-
Total Capital Assets not Being Depreciated	<u>\$ 4,190,703</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,190,703</u>
Capital Assets Being Depreciated				
Land Improvements	\$ 6,497,234	\$ -	\$ -	\$ 6,497,234
Building and Improvements	79,603,481	811,232	-	80,414,713
Equipment	10,291,496	688,370	-	10,979,866
Transportation Equipment	707,846	-	-	707,846
Total Capital Assets Being Depreciated	<u>\$ 97,100,057</u>	<u>\$ 1,499,602</u>	<u>\$ -</u>	<u>\$ 98,599,659</u>
Less Accumulated Depreciation for:				
Land Improvements	\$ (2,675,928)	\$ (306,995)	\$ -	\$ (2,982,923)
Building and Improvements	(23,688,354)	(1,511,410)	-	(25,199,764)
Equipment	(7,241,274)	(527,864)	-	(7,769,138)
Transportation Equipment	(568,454)	(5,669)	-	(574,123)
Total Accumulated Depreciation	<u>\$ (34,174,010)</u>	<u>\$ (2,351,938)</u>	<u>\$ -</u>	<u>\$ (36,525,948)</u>
Total Capital Assets being Depreciated, net of Accumulated Depreciation	<u>\$ 62,926,047</u>	<u>\$ (852,336)</u>	<u>\$ -</u>	<u>\$ 62,073,711</u>
Capital Assets, net of Accumulated Depreciation	<u>\$ 67,116,750</u>	<u>\$ (852,336)</u>	<u>\$ -</u>	<u>\$ 66,264,414</u>

Depreciation was not charged to any specific function.

4. LONG-TERM DEBT

Prior Years' Debt Defeasance

In prior years, the District has defeased a part of certain bond issues by creating a separate irrevocable trust fund. New debt was issued and the proceeds were used to purchase U.S. Government Securities that were placed in the trust fund. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the District's government-wide financial statements. As of June 30, 2021, the amount of defeased debt outstanding has been paid in full no amounts are due on these prior issues.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

4. LONG-TERM DEBT (continued)

As of June 30, 2021, all bonded debt has been paid in full.

Debt Limit

The Illinois School Code limits the amount of indebtedness to 6.9 percent of \$951,966,797, the most recent available assessed valuation of the District. The District's remaining debt margin at June 30, 2021, is \$65,685,709, which is 100.0 percent of its total legal debt limit.

5. FUND BALANCE REPORTING

According to Government Accounting Standards, fund balances are to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Below are definitions of the differences in fund balance presentations.

Nonspendable Fund Balance

The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories or prepaid amounts. Because the District reports on the cash basis of accounting all such items are expensed at the time of purchase, and therefore there are no amounts that fall into this classification.

Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the District. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specific purposes. The District reports several special revenue funds; the source of funding is through specific real estate tax levies. Namely the Operations and Maintenance Fund Levy, Transportation Fund Levy, Municipal Retirement/Social Security Fund Levy, Working Cash Fund Levy and the Tort Immunity Fund Levy.

Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority (the District's Board of Education). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

The School Board commits funds balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. No funds are currently committed.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

5. FUND BALANCE REPORTING (Continued)

Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the School Board itself or (b) the finance committee or by the superintendent when the School board has delegated the authority to assign amounts to be used for a specific purpose. \$413,936 of the General Fund is currently assigned for Student Activity Funds.

Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned Fund Balance amounts are shown in the financial statements in the Educational Fund/General Fund.

Net Position Restrictions

The district-wide statements of net position reports \$10,277,791 of restricted net assets, all of which is restricted by enabling legislation for specific purposes.

6. RETIREMENT FUND COMMITMENTS

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Plan Description

The School District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required.

The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the system's administration.

Plan Description

TRS issues a publicly available financial report that can be obtained at <http://trsil.org/financial/cafrs/fy2020>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794-9253; or by calling (888) 678-3675, option 2.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

6. RETIREMENT FUND COMMITMENTS (Continued)

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Benefits Provided

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

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

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

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

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2020 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.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021
 (Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (continued)

On-Behalf Contributions to TRS: The state of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2021, state of Illinois contributions recognized by the 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 \$11,459,523 in pension contributions from the state of Illinois.

2.2 formula contributions: The District contributes 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, 2021, were \$81,636.

Federal and Special Trust Fund Contributions: When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018. Previously, employer contributions for employees paid from federal and special trust funds were at the same rate as the state contribution rate to TRS and were much higher.

For the year ended June 30, 2021, the employer pension contribution was 10.41 percent of salaries paid from federal trust funds. For the years ended June 30, 2021, salaries totaling \$164,438 were paid from federal and special trust funds that required employer contributions of \$17,118.

Employer retirement cost contributions. Under GASB Statements 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, 2021, the district paid \$-0- to TRS for employer contributions due on salary increases in excess of 6 percent and \$-0- for sick leave days granted in excess of normal annual allotment.

Net Pension Liability and Pension Expense

At June 30, 2020, the most recent actuarial valuation date, the District's proportionate share of the net pension liability (first amount shown below) reflects a reduction for state pension support provided to the District. The state's support and total are for disclosure purposes only. The District's proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the District were as follows:

Net Pension Liability and Pension Expense (Continued)

District's proportionate share of the net pension liability	\$	1,373,766
State's proportionate share of the net pension liability associated with the District		107,600,499
	\$	108,974,265

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (continued)

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019, and rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2020, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2020, the District's proportionate share was 0.00159341 percent, which was an increase (decrease) of (0.00003131) from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized pension expense of \$11,459,523 and revenue of \$11,459,523 for support provided by the state.

Actuarial Assumptions

The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement: the Inflation Rate was assumed to be 2.50%; Salary Increases were expected to be varied by amount of service credit; the Investment Rate of Return, net of pension plan investment expense, and including inflation, was assumed to be 7.00%.

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

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equities Large Cap	16.5%	6.10%
U.S. Equities Small/Mid Cap	2.3%	7.20%
International Equities Developed	12.2%	7.00%
Emerging Market Equities	3.0%	9.40%
U.S. Bond Core	7.0%	2.20%
U.S. Bonds High Yield	2.5%	4.10%
International Debt Developed	3.1%	1.50%
Emerging International Debt	3.2%	4.50%
Real Estate	16.0%	5.70%
Private Debt	5.2%	6.30%
Hedge Funds	10.0%	4.30%
Private Equity	15.0%	10.50%
Infrastructure	4.0%	6.20%
	<u>100.0%</u>	

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021
 (Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (continued)

Discount Rate

At June 30, 2020, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2019 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2020 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I's liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. Despite the subsidy, all projected future payments were not covered, so a slightly lower long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate.

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
District's Proportionate Share of the Net Pension Liability	\$ 1,667,502	\$ 1,373,766	\$ 1,131,937

TRS Fiduciary Net Position

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

ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description

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

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021
 (Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (continued)

Benefits Provided

The District's IMRF members participate in IMRF's "Regular plan." IMRF's regular plan has 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 (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 with the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67 by the *lesser* of: 3% of the original pension amount, or 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

As of December 31, 2020, the following employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries Currently receiving benefits	69
Inactive Plan Members entitled to but not yet receiving benefits	80
Active Plan Members	92
Total	241

Contributions

As set by statute, the District's Regular Plan Members are required to Contribute 4.5% of their annual covered salary. The statute requires employers to contribute that amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar 2020 was 10.36%. The District's actual contribution for calendar year 2020 was \$323,241 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute. For the fiscal year ended June 30, 2021 the District recognized pension expense of \$327,903 for payments made to IMRF.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (continued)

Net Pension Liability

The District's net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2020: 1) The Actuarial Cost Method used was Entry Age Normal. 2) The Asset Valuation Method used was Market Value of Assets. 3) The Inflation Rate was assumed to be 2.25%. 4) Salary Increases were expected to be 2.85% to 13.75%, including inflation. 5) The Investment Rate of Return was assumed to be 7.25%. 6) Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017 to 2019. 7) For Mortality Rates for non-disabled retirees the Pub-2210 Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020.. 8) 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. 9) For Active Members, the Pub-2010 Amount-Weighted, below-median income, General, Employee, Male and Female (Bothe unadjusted) table, and future mortality improvements projected using scale MP-2020. There were no benefit changes during the year. 10) 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 rate 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 weighing the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2020:

Asset Class	Portfolio Target Percentage	Return 12/31/20	Projected Returns/Risk	
			One Year Arithmetic	Ten Year Geometric
Domestic Equity	37%	22%	6.35%	5.00%
International Equity	18%	14%	7.65%	6.00%
Fixed Income	28%	8%	1.40%	1.30%
Real Estate	9%	4%	7.10%	3.20%
Alternative Investments	7%			
- Private Equity		N/A	10.35%	7%
- Hedge Funds		N/A	N/A	N/A
- Commodities		N/A	3.90%	3%
Cash Equivalents	1%		0.70%	0.70%
Total	100%			

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021
 (Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (continued)

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and the employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rates reflects: 1) The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and 2) The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). For the purposes of the most recent valuation, expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.00%, and the resulting single discount rate is 7.25%.

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability(Asset) (A)-(B)
Balance at December 31, 2019	\$ 12,256,280	\$ 10,973,385	\$ 1,282,895
Changes for the year			
Service Costs	342,913	-	342,913
Interest on the Total Pension Liability	881,802	-	881,802
Difference between Expected & Actual Exper.	(848,440)	-	(848,440)
Assumption Changes	(128,001)	-	(128,001)
Contributions Employee & Employer	-	462,669	(462,669)
Net Investment Income	-	1,545,610	(1,545,610)
Benefit Payments & Refunds	(529,910)	(529,910)	-
Other (Net Transfer)	-	(620,572)	620,572
Net Changes	<u>(281,636)</u>	<u>857,797</u>	<u>(1,139,433)</u>
Balance at December 31, 2020	<u>\$ 11,974,644</u>	<u>\$ 11,831,182</u>	<u>\$ 143,462</u>

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

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

	1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
Total Pension Liability	\$ 13,414,448	\$ 11,974,644	\$ 10,825,965
Plan Fiduciary Net Position	<u>11,831,182</u>	<u>11,831,182</u>	<u>11,831,182</u>
Net Pension Liability	<u>\$ 1,583,266</u>	<u>\$ 143,462</u>	<u>\$ (1,005,217)</u>

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (continued)

AGGREGATE PENSION-RELATED INFORMATION

Aggregate pension related information of the District at June 30, 2021 is as follows:

	Net Pension Liability	Amount Recognized as Expense
Teachers' Retirement System (TRS)	\$ 1,373,766	\$ 11,459,523
Illinois Municipal Retirement Fund (IMRF)	143,462	327,903
	\$ 1,517,228	\$ 11,787,426

SOCIAL SECURITY

Employees not qualifying for coverage under the Illinois Downstate Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "non-participating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The District paid \$199,094, the total required contribution for the current fiscal year.

7. OTHER POST-EMPLOYMENT BENEFIT PROGRAMS (OPEB)

DISTRICT OPEB PLAN

The District provides a health insurance stipend to thirty-nine retired and soon to be retired employees. The stipend is payable at \$100 a month for a maximum of \$1,200 per year for a 15 year period or until the death of the employee. During the year ended June 30, 2021, the district paid \$33,600 in health insurance stipends. Future payments under this program, as of June 30, 2021, are as follows:

Year Ending June 30,	Amount
2022	\$ 30,000
2023	25,200
2024	21,600
2025	21,600
2026	19,200
2027-2031	74,400
2032-2036	28,800
2037	1,200
	\$ 222,000

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

7. POST-EMPLOYMENT BENEFITS PROGRAMS (Continued)

TEACHER'S HEALTH INSURANCE SECURITY FUND OPEB

Plan Description

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago.

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

Benefits Provided

The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who were enrolled in Medicare Parts A and B may be eligible to enroll in Medicare Advantage plan.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS.

Contributions

Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active members of TRS, including substitute and part-time non-contractual teachers, who are not employees of a state agency covered by the state employees' health plan, to make a contribution to the THIS Fund. The member contribution rate for the ended June 30, 2021 was 1.24 percent of earnings. 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 year.

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 1.24 percent of pay during the year ended June 30, 2021. State of Illinois contributions were \$167,731, and the district recognized revenue and expenditures of this amount during the year.

Employer contributions to THIS Fund: The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.92 percent during the year ended June 30, 2021. For the year ended June 30, 2021, the District paid \$124,445 to the THIS Fund, which was 100 percent of the required contribution.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

7. POST-EMPLOYMENT BENEFITS PROGRAMS (Continued)

TEACHER'S HEALTH INSURANCE SECURITY FUND (continued)

Net OPEB Liability

The net OPEB liability was measured as of June 30, 2020. The total net OPEB liability is the System's total OPEB liability less the fiduciary net position. The net OPEB liability was determined by an actuarial valuation as of June 30, 2019. At June 30, 2019, the most recent actuarial valuation date, the District's proportionate share of the net OPEB liability was \$14,202,866. The District's proportion of the net pension liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2020, relative to the contributions of all participating THIS employers and the state during that period. At June 30, 2020, the District's proportionate share was 0.053123 percent, which was an increase (decrease) of 0.001602 from its proportion measured as of June 30, 2019.

Actuarial Assumptions and Discount Rate

The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement: the Inflation Rate was assumed to be 2.50%; Salary Increases were expected to be varied by amount of service credit and ranges from 9.50 at 1 year of service to 4.00% at 20 or more years of service, including a 3.25% wage inflation assumption; the Investment Rate of Return, net of pension plan investment expense, and including inflation, was assumed to be 0.00%; the Healthcare Cost Trend Rates were actual trend used for fiscal year 2020, and for fiscal years on and after 2020, trend starts at 8.25% for non-Medicare costs and post-Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.25%. There is no additional trend rate adjustment due to the repeal of the Excise Tax.

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Table with adjustments as appropriate for TRS experience. For disabled annuitants mortality rates were based on the RP-Disabled Annuitant Table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017. The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2017.

Projected benefit payments were discounted to their actual 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 long-term expected rate of return are not met). Since THIS is financed on a pay-as-you-go basis, a discount rate consistent with fixed-income municipal 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 2.45% as of June 30, 2020, and 3.13% as of June 30, 2019. The increase in the single discount rate from 3.13% to 2.45% caused the total OPEB liability to increase by approximately \$3,012 million from 2019 to 2020.

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

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021
 (Continued)

7. POST-EMPLOYMENT BENEFITS PROGRAMS (Continued)

TEACHER'S HEALTH INSURANCE SECURITY FUND (continued)

Actuarial Assumptions and Discount Rate (Continued)

During plan year ending June 30, 2020, the trust earned \$193,000 in interest, and the market value of assets at June 30, 2020 was \$189 million. Given the low asset value and pay-as-you-go funding policy, the long-term expected rate of return assumption was set to zero.

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

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

	1% Decrease (1.45%)	Current Discount Rate (2.45%)	1% Increase (3.45%)
District's Proportionate Share of the Net OPEB Liability	\$ 17,070,425	\$ 14,202,866	\$ 11,931,828

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

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

	1% Decrease (a)	Healthcare Cost Trend Rate Assumption	1% Increase (b)
District's Proportionate Share of the Net OPEB Liability	\$ 11,423,365	\$ 14,202,866	\$ 17,959,524

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate (Continued)

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

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

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021
 (Continued)

7. POST-EMPLOYMENT BENEFITS PROGRAMS (Continued)

TEACHER'S HEALTH INSURANCE SECURITY FUND (continued)

THIS Fiduciary Net Position

Detailed information about THIS's fiduciary net position as of June 30, 2020 is available in the separately issued *THIS Financial Audit*.

8. PROPERTY TAXES

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. The 2020 Levy was passed by the Board on November 19, 2020. Property taxes attach as an enforceable lien on property as of January 1, of the Levy year, and are payable in two installments on approximately June 1 and September 1 of the year subsequent to the Levy year. The District receives significant distributions of tax receipts approximately one month after these due dates. Taxes recorded on these financial statements are from the 2020 and 2019 tax levy years. The following are the tax rate limits permitted by the School Code and by local referendum and the actual rates levied per \$100.00 of assessed valuation.

	Legal Limit	Actual	
		2020 Levy	2019 Levy
Educational	*	\$ 1.965	\$ 1.668
Operations and Maintenance	0.550	0.432	0.434
Bond and Interest	*	-	-
Transportation	*	0.121	0.116
Municipal Retirement	*	0.035	0.045
Social Security	*	0.043	0.042
Working Cash	0.050	0.030	0.040
SEDOL IMRF	*	0.006	0.005
		<u>\$ 2.632</u>	<u>\$ 2.351</u>

* As Needed

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021
 (Continued)

9. COMMITMENTS

Operating Lease Obligations

The District leases certain office and transportation equipment under operating lease expiring in 2020. The leases require various monthly payments. Current year rent expense was \$77,856. The minimum future rental payments under this non-cancelable operating lease in the aggregate are:

Year Ending June 30,	Amount
2022	\$ 77,856
	\$ 77,856

10. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year, and settlements have not exceeded coverage in the past three years.

11. TORT IMMUNITY INSURANCE

The District does not levy the Tort Immunity (liability insurance) special tax levy. Tort Immunity related disbursements have been included in the operations of the general (educational) fund. As required by the Illinois State Board of Education, the District reports the following disbursements for tort immunity purposes for the year ended June 30, 2021:

Property and Liability Insurance	\$ 95,981
Worker's Compensation Insurance	110,120
	\$ 206,101

12. INVESTMENT IN JOINT AGREEMENTS

The District participates with other Illinois school districts in certain cooperative educational organizations, known as joint agreements. These joint agreements are owned by the participants and are operated for the specific purposes stated in the joint agreement document, e.g., Special Education, Vocational Education, etc. This District has, in accordance with the generally accepted practice of other Illinois school districts, charged the cost of its investment to current expenditures in the year paid. The investment is not capitalized and it is unclear whether the District would receive any return of its investment should it choose to withdraw from the joint agreement.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

12. INVESTMENT IN JOINT AGREEMENTS (Continued)

Lake County High School Technology Campus

The District is a member of the Lake County High School Technology Campus, along with other area school districts. The Lake County High School Technology Campus provides vocational education programs and services which benefit District students, and also provides jointly administered grants and programming which benefits the District. The District is financially responsible for annual and special assessments as established by the Lake County High School Technology Campus governing board, and fees for programs and services based on usage. The Lake County Technology Campus is separately audited and its financial information is not included in these financial statements. Financial information may be obtained directly from the Lake County Technology Campus by contacting its administration at 19525 West Washington Street, Grayslake, Illinois 60030.

Special Education District of Lake County

The District is a member of the Special Education District of Lake County (SEDOL), along with other area school districts. SEDOL provides special education programs and services which benefit District students, and also provides jointly administered grants and programming which benefits the District. The District is financially responsible for annual and special assessments as established by the SEDOL board of trustees, and fees for programs and services based on usage. SEDOL is separately audited and its financial information is not included in these financial statements. Financial information may be obtained directly from SEDOL at 18160 Gages Lake Road, Gages Lake, Illinois 60030.

Lake Region Schools Benefit Cooperative

The District is a member of the Lake Region Schools Benefit Cooperative (LRSBC), along with other area school districts. LRSBC's purpose is to manage and fund medical claims of District employees. The District is financially responsible for monthly premiums based on types and levels of coverage provided to employees. LRSBC is separately audited and its financial information is not included in these financial statements. Financial information may be obtained directly from LRSBC by contacting its administration.

Collective Liability Insurance Cooperative

The District is a member of the Collective Liability Insurance Cooperative (CLIC), along with other area school districts. The District obtains property, liability and workers compensation insurance, and claims and loss administration services, through CLIC. The District is financially responsible for annual premiums based on types and levels of coverage. CLIC is separately audited and its financial information is not included in these financial statements. Financial information may be obtained directly from CLIC, by contacting its administration, in care of, High School District 113 at 1040 Park Avenue West, Highland Park, Illinois 60035.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021
(Continued)

13. STEWARDSHIP AND COMPLIANCE

Over-expenditure of Budget

For the year ended June 30, 2021, all funds of the District operated within their legal budget.

14. PRIOR PERIOD ADJUSTMENT

The School District adopted the new accounting guidance as established by GASB Statement No. 84, *Fiduciary Activities*. This statement affects the reporting of the School District's fiduciary activities, namely the student activity funds. The standard requires the fiduciary activities be reported in both the entity wide and the general fund portion of the fund financial statements when the government controls the assets of the activity, in such a manner that (a) the District holds the assets or (b) has the ability to direct the use, exchange, or employment of the assets in a manner that provides benefits to the specified or intended recipients. Implementing this new pronouncement required a restatement of the July 1, 2020 net position and fund balance in the general fund through a prior period adjustment with an increase in the amount of \$393,189.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2021

RECEIPTS	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
Receipts from Local Sources			
Taxes	\$ 15,700,659	\$ 16,135,779	\$ 16,540,171
Tuition	55,000	45,000	43,755
Earnings on Investments	400,000	130,000	128,540
Food Service Fees	400,000	4,100	5,912
Pupil Activity Fees	325,000	195,000	438,563
Other	500	104,500	107,943
Total Receipts from Local Sources	<u>\$ 16,881,159</u>	<u>\$ 16,614,379</u>	<u>\$ 17,264,884</u>
Receipts from State Sources			
Evidence Based Funding	\$ 4,700,000	\$ 4,700,000	\$ 4,797,798
Special Education	352,500	342,441	342,745
Career and Technical Education	22,495	22,495	31,167
Free Lunch & Breakfast	3,000	1,500	1,311
Driver Education	40,000	31,558	31,558
Other Grants-In-Aid	-	-	2,676
TRS Employer Contribution - "On Behalf" Receipts	12,480,000	12,480,000	11,634,056
Total Receipts from State Sources	<u>\$ 17,597,995</u>	<u>\$ 17,577,994</u>	<u>\$ 16,841,311</u>
Federal Aid			
National School Lunch Program	\$ 245,000	\$ 132,250	\$ 176,994
Title I - Low Income	140,913	175,635	140,978
Title IV - Student Support Grants	10,000	12,215	12,215
Federal Special Education	349,327	523,207	515,692
Career and Technical Education	21,596	21,596	42,637
Title II - Teacher Quality	36,652	40,232	54,363
Medicaid Matching Funds	100,000	143,000	155,564
Other Grants-In-Aid	133,386	742,172	529,942
Total Receipts from Federal Sources	<u>\$ 1,036,874</u>	<u>\$ 1,790,307</u>	<u>\$ 1,628,385</u>
TOTAL RECEIPTS	\$ 35,516,028	\$ 35,982,680	\$ 35,734,580
DISBURSEMENTS	<u>38,278,203</u>	<u>37,963,428</u>	<u>35,722,695</u>
NET CHANGE IN FUND BALANCE	<u>\$ (2,762,175)</u>	<u>\$ (1,980,748)</u>	\$ 11,885
FUND BALANCE - JULY 1, 2020			26,676,684
PRIOR PERIOD ADJUSTMENT			<u>393,189</u>
FUND BALANCE - JUNE 30, 2021			<u><u>\$ 27,081,758</u></u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF DISBURSEMENTS
BUDGET AND ACTUAL
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2021

INSTRUCTION	Original Budget	Final Budget	Actual
Regular Programs			
Salaries	\$ 7,159,619	\$ 7,120,427	\$ 7,193,476
Employee Benefits	856,174	950,726	922,277
TRS Employer Contribution - "On Behalf" Payments	12,480,000	12,480,000	11,634,056
Purchased Services	40,520	52,182	42,203
Supplies & Materials	443,554	664,289	604,373
Capital Outlay	20,500	-	-
Other	8,555	2,200	480
Student Activities	15,000	15,000	237,083
Total Regular Programs	<u>\$ 21,023,922</u>	<u>\$ 21,284,824</u>	<u>\$ 20,633,948</u>
Special Programs			
Salaries	\$ 1,287,677	\$ 1,280,859	\$ 1,251,590
Employee Benefits	170,700	210,878	204,440
Purchased Services	1,197,500	1,569,576	25,291
Supplies & Materials	10,000	18,000	18,410
Other	600	600	1,348,838
Total Special Programs	<u>\$ 2,666,477</u>	<u>\$ 3,079,913</u>	<u>\$ 2,848,569</u>
CTE Programs			
Salaries	\$ 604,846	\$ 632,795	\$ 612,818
Employee Benefits	76,008	82,014	67,117
Purchased Services	4,500	1,500	-
Supplies & Materials	86,415	89,531	68,623
Capital Outlay	28,703	30,587	30,587
Other	200	3,300	3,200
Total CTE Programs	<u>\$ 800,672</u>	<u>\$ 839,727</u>	<u>\$ 782,345</u>
Interscholastic Programs			
Salaries	\$ 1,209,339	\$ 1,171,675	\$ 1,047,835
Employee Benefits	162,565	165,125	132,886
Purchased Services	148,400	105,400	83,659
Supplies & Materials	106,500	106,500	64,747
Capital Outlay	68,500	68,500	28,753
Other	47,000	32,000	27,569
Total Interscholastic Programs	<u>\$ 1,742,304</u>	<u>\$ 1,649,200</u>	<u>\$ 1,385,449</u>
Summer School			
Salaries	\$ 98,500	\$ 60,000	\$ 35,226
Employee Benefits	12,000	7,000	4,572
Total Summer School	<u>\$ 110,500</u>	<u>\$ 67,000</u>	<u>\$ 39,798</u>
Driver's Education Programs			
Salaries	\$ 175,588	\$ 176,231	\$ 163,360
Employee Benefits	21,625	21,625	18,849
Purchased Services	8,402	8,402	1,527
Supplies & Materials	7,100	5,600	1,995
Total Driver's Education Programs	<u>\$ 212,715</u>	<u>\$ 211,858</u>	<u>\$ 185,731</u>
TOTAL INSTRUCTION	<u>\$ 26,556,590</u>	<u>\$ 27,132,522</u>	<u>\$ 25,875,840</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF DISBURSEMENTS
BUDGET AND ACTUAL
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2021

SUPPORT SERVICES (Continued)	Original Budget	Final Budget	Actual
Pupils			
Salaries	\$ 1,629,194	\$ 1,602,910	\$ 1,578,676
Employee Benefits	199,353	186,182	180,231
Purchased Services	44,450	120,650	2,224
Supplies & Materials	40,300	62,300	54,386
Other	13,900	13,900	5,508
Total Pupils	<u>\$ 1,927,197</u>	<u>\$ 1,985,942</u>	<u>\$ 1,821,025</u>
Instructional Staff			
Salaries	\$ 1,031,824	\$ 1,009,324	\$ 990,573
Employee Benefits	253,852	274,898	259,126
Purchased Services	280,794	162,950	118,181
Supplies & Materials	358,220	455,672	367,851
Capital Outlay	21,800	20,000	-
Other	2,700	2,500	1,588
Total Instructional Staff	<u>\$ 1,949,190</u>	<u>\$ 1,925,344</u>	<u>\$ 1,737,319</u>
General Administration			
Salaries	\$ 317,774	\$ 317,774	\$ 316,855
Employee Benefits	63,094	1,089,571	40,560
Purchased Services	1,294,175	398,175	1,177,672
Supplies & Materials	16,000	16,000	8,954
Other	19,500	19,500	17,636
Total General Administration	<u>\$ 1,710,543</u>	<u>\$ 1,841,020</u>	<u>\$ 1,561,677</u>
School Administration			
Salaries	\$ 535,970	\$ 540,970	\$ 541,626
Employee Benefits	183,350	185,550	169,028
Purchased Services	4,500	4,500	200
Supplies & Materials	24,500	24,500	16,219
Other	17,500	17,500	15,465
Total School Administration	<u>\$ 765,820</u>	<u>\$ 773,020</u>	<u>\$ 742,538</u>
Business			
Salaries	\$ 676,277	\$ 619,876	\$ 584,053
Employee Benefits	151,700	152,300	146,086
Purchased Services	71,000	51,000	45,862
Supplies & Materials	393,286	121,200	95,418
Other	4,200	4,200	2,886
Total Business	<u>\$ 1,296,463</u>	<u>\$ 948,576</u>	<u>\$ 874,305</u>
Central			
Salaries	\$ 286,573	\$ 286,573	\$ 290,232
Employee Benefits	64,000	64,000	63,319
Purchased Services	177,000	142,000	118,379
Supplies & Materials	391,000	417,000	188,506
Capital Outlay	265,000	230,000	346,149
Total Central	<u>\$ 1,183,573</u>	<u>\$ 1,139,573</u>	<u>\$ 1,006,585</u>
TOTAL SUPPORT SERVICES	<u>\$ 8,832,786</u>	<u>\$ 8,613,475</u>	<u>\$ 7,743,449</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 SCHEDULE OF DISBURSEMENTS
 BUDGET AND ACTUAL
 EDUCATIONAL FUND
 FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
COMMUNITY SERVICES (Continued)			
Purchased Services	\$ 90,000	\$ 60,000	\$ 38,356
Supplies & Materials	-	-	-
TOTAL COMMUNITY SERVICES	<u>90,000</u>	<u>60,000</u>	<u>38,356</u>
NONPROGRAMMED CHARGES			
Purchased Services	\$ 50,000	\$ 55,200	\$ 58,617
Other	2,748,827	2,102,231	2,006,433
TOTAL NONPROGRAMMED CHARGES	<u>\$ 2,798,827</u>	<u>\$ 2,157,431</u>	<u>\$ 2,065,050</u>
TOTAL DISBURSEMENTS	<u>\$ 38,278,203</u>	<u>\$ 37,963,428</u>	<u>\$ 35,722,695</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
OPERATIONS AND MAINTENANCE FUND
FOR THE YEAR ENDED JUNE 30, 2021

RECEIPTS	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
Receipts from Local Sources			
Taxes	\$ 4,022,203	\$ 4,088,691	\$ 4,168,341
Earnings on Investments	30,000	34,500	34,042
Impact Fees	35,000	80,000	91,427
Other	20,000	20,000	23,735
Total Receipts from Local Sources	<u>\$ 4,107,203</u>	<u>\$ 4,223,191</u>	<u>\$ 4,317,545</u>
Receipts from Federal Sources			
Restricted Federal Grants	<u>\$ -</u>	<u>\$ 81,286</u>	<u>\$ -</u>
TOTAL RECEIPTS	<u>\$ 4,107,203</u>	<u>\$ 4,304,477</u>	<u>\$ 4,317,545</u>
DISBURSEMENTS			
Support Services			
Operations and Maintenance			
Salaries	\$ 1,126,941	\$ 1,096,941	\$ 1,048,469
Employee Benefits	201,500	195,500	184,796
Purchased Services	871,700	961,900	742,761
Supplies & Materials	901,900	889,572	806,948
Capital Outlay	880,562	1,035,964	1,094,114
Other	1,600	1,600	1,395
Total Support Services	<u>\$ 3,984,203</u>	<u>\$ 4,181,477</u>	<u>\$ 3,878,483</u>
Nonprogrammed Charges			
Payments to Other Governmental Units			
Purchased Services	<u>123,000</u>	<u>123,000</u>	<u>122,763</u>
TOTAL DISBURSEMENTS	<u>\$ 4,107,203</u>	<u>\$ 4,304,477</u>	<u>\$ 4,001,246</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 316,299</u>
FUND BALANCE - JULY 1, 2020			<u>1,672,251</u>
FUND BALANCE - JUNE 30, 2021			<u>\$ 1,988,550</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
TRANSPORTATION FUND
FOR THE YEAR ENDED JUNE 30, 2021

RECEIPTS	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
Receipts from Local Sources			
Taxes	\$ 1,079,138	\$ 1,120,491	\$ 1,142,856
Earnings on Investments	30,000	1,000	581
Total Receipts from Local Sources	<u>\$ 1,109,138</u>	<u>\$ 1,121,491</u>	<u>\$ 1,143,437</u>
Receipts from State Sources			
State Transportation Aid	<u>1,160,000</u>	<u>1,260,000</u>	<u>1,259,798</u>
TOTAL RECEIPTS	<u>\$ 2,269,138</u>	<u>\$ 2,381,491</u>	<u>\$ 2,403,235</u>
DISBURSEMENTS			
Support Services			
Pupil Transportation			
Salaries	\$ 625,000	\$ 755,866	\$ 463,737
Employee Benefits	165,647	161,147	160,467
Purchased Services	1,580,466	1,334,378	751,756
Supplies & Materials	114,000	129,100	64,834
Other	1,000	1,000	100
TOTAL DISBURSEMENTS	<u>\$ 2,486,113</u>	<u>\$ 2,381,491</u>	<u>\$ 1,440,894</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ (216,975)</u>	 <u>\$ -</u>	 \$ 962,341
 FUND BALANCE - JULY 1, 2020			 <u>1,409,252</u>
FUND BALANCE - JUNE 30, 2021			<u>\$ 2,371,593</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE YEAR ENDED JUNE 30, 2021

RECEIPTS	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
Receipts from Local Sources			
Taxes	\$ 888,472	\$ 862,488	\$ 886,794
Earnings on Investments	10,000	5,000	5,365
TOTAL RECEIPTS	<u>\$ 898,472</u>	<u>\$ 867,488</u>	<u>\$ 892,159</u>
DISBURSEMENTS			
Employee Benefits			
Instruction			
Regular Programs	\$ 150,777	\$ 152,707	\$ 134,267
Special Education Programs	65,069	61,206	52,995
Career and Technical Programs	12,441	12,441	8,321
Interscholastic Programs	56,331	56,331	45,243
Summer School Programs	1,368	1,368	2,410
Driver's Education	2,759	2,759	2,255
Total Instruction	<u>\$ 288,745</u>	<u>\$ 286,812</u>	<u>\$ 245,491</u>
Support Services			
Attendance and Social Work Services	\$ 14,117	\$ 14,117	\$ 10,820
Guidance Services	32,368	32,368	19,297
Health Services	12,780	26,596	17,623
Psychological Services	4,604	6,534	4,914
Improvement of Instruction Services	22,076	22,076	23,128
Educational Media Services	10,152	10,152	9,038
Board of Education Services	170	170	134
Executive Administration Services	19,369	19,369	17,524
Office of the Principal Services	15,413	31,976	25,510
Direction of Business Support Services	24,735	24,735	24,554
Operations and Maintenance Services	211,522	185,890	186,110
Pupil Transportation Services	103,370	75,060	80,119
Food Services	58,125	50,707	51,211
Information Services	31,830	31,830	33,157
Total Support Services	<u>\$ 560,631</u>	<u>\$ 531,580</u>	<u>\$ 503,139</u>
Nonprogrammed Charges	<u>\$ 49,096</u>	<u>\$ 49,096</u>	<u>\$ 49,097</u>
TOTAL DISBURSEMENTS	<u>\$ 898,472</u>	<u>\$ 867,488</u>	<u>\$ 797,727</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 94,432</u>
FUND BALANCE - JULY 1, 2020			<u>1,006,916</u>
FUND BALANCE - JUNE 30, 2021			<u>\$ 1,101,348</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
WORKING CASH FUND
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
RECEIPTS			
Receipts from Local Sources			
Taxes	\$ 370,838	\$ 333,980	\$ 339,507
Earnings on Investments	20,000	18,000	16,900
TOTAL RECEIPTS	<u>\$ 390,838</u>	<u>\$ 351,980</u>	<u>\$ 356,407</u>
DISBURSEMENTS	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 390,838</u>	<u>\$ 351,980</u>	<u>\$ 356,407</u>
FUND BALANCE - JULY 1, 2020			<u>3,929,728</u>
FUND BALANCE - JUNE 30, 2021			<u>\$ 4,286,135</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
RECEIPTS			
Receipts from Local Sources			
Other Receipts	<u>\$ -</u>	<u>\$ 530,165</u>	<u>\$ 530,165</u>
RECEIPTS	<u>-</u>	<u>530,165</u>	<u>530,165</u>
DISBURSEMENTS			
Facilities Acquisition and Construction			
Capital Outlay	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
TOTAL DISBURSEMENTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ 530,165</u>	<u>\$ 530,165</u>
FUND BALANCE - JULY 1, 2020			<u>-</u>
FUND BALANCE - JUNE 30, 2021			<u>\$ 530,165</u>

See accompanying Independent Auditor's Report.

ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)
DISTRICT/JOINT AGREEMENT
Year Ending June 30, 2021

DISTRICT/JOINT AGREEMENT NAME Grant Community High District No 124	RCDT NUMBER 34-049-124016	CPA FIRM 9-DIGIT STATE REGISTRATION NUMBER 066-003289
ADMINISTRATIVE AGENT IF JOINT AGREEMENT (as applicable)		NAME AND ADDRESS OF AUDIT FIRM Evoy, Kamschulte, Jacobs & Co. LLP 2122 Yeoman Street Waukegan, IL 60087
ADDRESS OF AUDITED ENTITY <i>(Street and/or P.O. Box, City, State, Zip Code)</i> 285 East Grand Avenue Fox Lake, IL 60020		E-MAIL ADDRESS: <u>jaceto@ekillp.com</u> NAME OF AUDIT SUPERVISOR John D. Aceto, Jr., CPA
		CPA FIRM TELEPHONE NUMBER 847-662-8300
		FAX NUMBER 847-662-8300

THE FOLLOWING INFORMATION MUST BE INCLUDED IN THE SINGLE AUDIT REPORT:

- A copy of the CPA firm's most recent peer review report and acceptance letter has been submitted to ISBE (either with the audit or under separate cover).
- Financial Statements including footnotes (Title 2 CFR §200.510 (a))
- Schedule of Expenditures of Federal Awards including footnotes (Title 2 CFR §200.510 (b))
- Independent Auditor's Report on the Financial Statements (Title 2 CFR §200.515 (a))
- Independent Auditor's Report on Internal Control Over Financial Reporting and Compliance Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* (Title 2 CFR §200.515 (b))
- Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by Uniform Guidance (Title 2 CFR §200.515 (c))
- Schedule of Findings and Questioned Costs (Title 2 CFR §200.515 (d))
- Summary Schedule of Prior Audit Findings (Title 2 CFR §200.511 (b))
- Corrective Action Plan on LEA letterhead (Title 2 CFR §200.511 (c))

THE FOLLOWING INFORMATION IS HIGHLY RECOMMENDED TO BE INCLUDED:

- A Copy of the Federal Data Collection Form (Title 2 CFR §200.512 (b))
- A Copy of each Management Letter

Grant Community High District No 124

34-049-124016

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ending June 30, 2021

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Expenditure/Disbursements ⁴			Year 7/1/20-6/30/21 Pass through to Subrecipients (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/19-6/30/20 (C)	Year 7/1/20-6/30/21 (D)	Year 7/1/19-6/30/20 Pass through to Subrecipients (E)	Year 7/1/19-6/30/20 Pass through to Subrecipients (F)	Year 7/1/20-6/30/21 Pass through to Subrecipients (G)			
US DEPARTMENT OF AGRICULTURE								0		
Passed Through IL State Board of Education								0		
<i>Child Nutrition Cluster</i>								0		
(M) National School Lunch	10.555	2020-4210	152,885		151,692	1,193		152,885	N/A	
(M) School Breakfast Program	10.553	4220-2020	16,696		15,953	743		16,696	N/A	
(M) Summer Food Service Program	10.559	4225-2020	18,105		22,432			22,432	N/A	
(M) Summer Food Service Program	10.559	4225-2021				172,667		172,667	N/A	
(M) USDA Food Commodities - Non-Cash	10.555	2021-4210			8,780			8,780	N/A	
(M) DoD Fruits and Vegetables - Non-Cash	10.555	2021-4210			10,062			10,062	N/A	
<i>Total Child Nutrition Cluster</i>			187,686		195,836	193,445		383,522		
TOTAL US DEPARTMENT OF AGRICULTURE			187,686		190,077	193,445		383,522		
US DEPARTMENT OF EDUCATION								0		
Passed Through IL State Board of Education								0		
(M) Elementary & Secondary School Emergency Relief Grant DE	84.425D	4998-2021			133,005			133,005	133,005	
(M) Elementary & Secondary School Emergency Relief Grant ER	84.425D	4998-2021			133,386			133,386	133,386	
(M) Elementary & Secondary School Emergency Relief Grant E2	84.425D	4998-2021			263,551			447,008	520,709	
Total ESSER Passed Through ISBE					529,942			696,813	713,399	

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

*Include the total amount provided to subrecipients from each Federal program. \$200.510 (b)(4).

The accompanying notes are an integral part of this schedule.

- To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- When awards are received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included in the schedule. §200.510 (b)(2)
- The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in the schedule and suggests to include the amounts in the SEFA notes.

Grant Community High District No 124
34-049-124016

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2021

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Year 7/1/20-6/30/21 Pass through to Subrecipients (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/19-6/30/20 (C)	Year 7/1/20-6/30/21 (D)	Year 7/1/19-6/30/20 Pass through to Subrecipients (E)	Year 7/1/19-6/30/20 Pass through to Subrecipients (F)			
US DEPARTMENT OF EDUCATION (Continued)								0	
Passed Through IL State Board of Education								0	
Title I - Low Income	84.010A	4300-2020	135,724	19,444	155,168			155,168	160,044
Title I - Low Income	84.010A	4300-2021		121,534		159,695		159,695	175,635
Title II - Teacher Quality	84.367A	4932-2020	14,960	15,806	30,766			30,766	34,602
Title II - Teacher Quality	84.367A	4932-2021		38,557		40,232		40,232	40,232
Title IVA - Student Support & Academic Enrich	84.424A	4400-2020	12,109		12,109			12,109	12,109
Title IVA - Student Support & Academic Enrich	84.424A	4400-2021		12,215		12,215		12,215	12,215
Special Education Cluster IDEA								0	
IDEA Room & Board	84.027A	4625-2020		52,664	52,664			52,664	N/A
IDEA Room & Board	84.027A	4625-2021		117,166		137,841		137,841	N/A
IDEA, Part B - Flow Through	84.027A	4620-2020	153,292	44,129	197,421			197,421	210,631
IDEA, Part B - Flow Through	84.027A	4620-2021		301,733		351,772		351,772	380,207
Total Special Education Cluster (IDEA)			153,292	515,692	250,085	489,613		739,698	
Total Non ESSER Passed Through ISBE			316,085	723,248	448,128	701,755		1,149,883	
Total Passed Through ISBE			316,085	1,253,190	464,714	1,398,568		1,863,282	

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

*Include the total amount provided to subrecipients from each Federal program. §200.510 (b)(4).

The accompanying notes are an integral part of this schedule.

¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.

² When the CFDA number is not available, the auditees should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.

³ When awards are received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included in the schedule. §200.510 (b)(2)

⁴ The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in the schedule and suggests to include the amounts in the SEFA notes.

**Grant Community High District No 124
34-049-124016**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2021**

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Expenditure/Disbursements ⁴			Final Status (E)+(F)+(G) (H)	Budget (I)
			Year	Year	Year	Year	Year		
			7/1/19-6/30/20 (C)	7/1/20-6/30/21 (D)	7/1/19-6/30/20 (E)	7/1/20-6/30/21 (F)	7/1/20-6/30/21 Pass through to Subrecipients		
US DEPARTMENT OF EDUCATION (Continued)									
Passed Through LCAVS							0		
CTE - Perkins Secondary Program	84.365A	4745-2020		21,596	21,596		0		21,596
CTE - Perkins Secondary Program	84.365A	4745-2021		21,041	21,596	21,041			21,041
Total Passed Through LCAVS				42,637	486,310	1,419,609			42,637
TOTAL US DEPARTMENT OF EDUCATION			316,085	1,295,827			1,905,919		
US DEPARTMENT OF HEALTH & HUMAN SERVICES							0		
Passed Through IL Department of Healthcare & Family Services							0		
Medicaid Medical Assistance Program-							0		
Administrative Claim	93.778	4991-2020	7,177	4,862	12,541				N/A
Medicaid Medical Assistance Program-									
Administrative Claim	93.778	4991-2021		15,715		20,945			N/A
TOTAL US DEPARTMENT OF HEALTH & HUMAN SERVICES			7,177	20,577	12,541	20,945			33,486
TOTAL FEDERAL FINANCIAL ASSISTANCE			510,948	1,512,240	688,928	1,633,999			2,322,927
Value of Federal Awards Expended in the Form of Non- Cash Assistance			0	18,842	0	18,842	0	0	18,842
Federal Insurance in Effect During the Year			0	0	0	0	0	0	0
Federal Loans of Loan Guarantees, Including Interest Subsidies, Outstanding at Year End			0	0	0	0	0	0	0
Amounts Provided to Subrecipients			0	0	0	0	0	0	0

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

* Include the total amount provided to subrecipients from each Federal program. \$200.510 (b)(4).

The accompanying notes are an integral part of this schedule.

¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.

² When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.

³ When awards are received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included in the schedule. §200.510 (b)(2)

⁴ The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in the schedule and suggests to include the amounts in the SEFA notes.

**GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021**

SUMMARY OF AUDITOR'S RESULTS

1. We have audited the financial statements of Grant Community High School District No. 124 as of and for the year ended June 30, 2021. The District's policy is to prepare its financial statements on the modified cash basis, which is another comprehensive basis of accounting. The auditor's report expresses an unmodified opinion on the financial statements in conformity with the modified cash basis of accounting.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Independent Auditor's Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. Our audit disclosed no instances of noncompliance, which are material to the financial statements of Grant Community High School District No. 124.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the Independent Auditor's Report on Compliance for Each Major Program and Internal Control Over Compliance Required by Uniform Guidance.
5. We have audited the compliance of Grant Community High School District No. 124 with the types of compliance requirements described in the *Office of Management and Budget Compliance Supplement* that are applicable to each of its major programs for the year ended June 30, 2021, and have issued our unmodified opinion thereon dated November 8, 2021.
6. Audit findings relative to the major federal award programs of Grant Community High School District No. 124 that are required to be reported in accordance with 2 CFR section 200.516 (a) are reported under the Findings and Questioned Costs - Major Federal Award Programs section of this schedule.
7. The following programs were identified as a major programs:

	<u>CFDA #</u>
Child Nutrition Cluster	10.553, 10.555, 10.559
ESSER-ER	84.425D
ESSER-E2	84.425D
ESSER-D2	84.425D
8. The threshold used to distinguish between Type A and Type B programs was \$750,000.
9. Grant Community High School District No. 124 did not qualify as a "low-risk auditee."

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

There were no financial statements findings or major federal award programs findings or questioned costs in the prior year audit.

FINDINGS – CURRENT YEAR FINANCIAL STATEMENTS AUDIT

None.

FINDINGS AND QUESTIONED COSTS – CURRENT YEAR MAJOR FEDERAL AWARD PROGRAMS AUDIT

None.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of Grant Community High School District No. 124. The District's reporting entity is defined in Note 1 to the District's financial statements. Federal awards passed through other government agencies are included on the schedule.

Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified cash basis of accounting, which is described in Note 1 to the District's financial statements.

Relationship to Basic Financial Statements

Federal awards received are reflected in the District's financial statements within the Educational Fund as receipts from federal sources.

Relationship to Program Financial Reports

Amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree with amounts reported in the Program Financial Reports for programs, which have filed final reports as of June 30, 2021, with the Illinois State Board of Education.

2. NON-CASH ASSISTANCE, INSURANCE AND LOANS

The fair market value of federal awards expended in the form of non-cash assistance was \$40,285 in the form of food commodities from the U.S. Department of Agriculture for the year ended June 30, 2021.

The amount of federal insurance in effect during the year ended June 30, 2021 was \$-0-.

The amount of federal loans or loan guarantees, including interest subsidies, outstanding at June 30, 2021 was \$-0-.

3. SUBRECIPIENTS

No amounts were provided to subrecipients during the year ended June 30, 2021.

4. INDIRECT FACILITIES & ADMINISTRATIVE COSTS

The School District did not elect to use a 10% de minimis cost rate.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 SUPPLEMENTAL INFORMATION
 SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
 STUDENT ACTIVITY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2021

STUDENT ACTIVITIES	BALANCE JULY 1, 2020	RECEIPTS	DISBURSEMENTS	BALANCE JUNE 30, 2021
Art Club	\$ 113	\$ 500	\$ 82	\$ 531
Academic Team	677	500	67	1,110
Black Student Union	230	500	304	426
Bass Fishing Club	785	1,430	1,136	1,079
Bulldog Alliance	986	500	199	1,287
Bulldog Café	565	50	59	556
Chess Club	141	500	559	82
Chorus	1,545	2,272	1,979	1,838
Class of 2020	637	25	-	662
Class of 2016	8,427	15,486	1,750	22,163
Class of 2021	13,736	500	13,236	1,000
Class of 2014	54	-	-	54
Class of 2019	804	510	804	510
Class of 2018	634	500	113	1,021
Debate Club	21	500	96	425
Environmental Club	4,867	956	1,006	4,817
FBLA	2,501	500	2,143	858
FCCLA	1,898	748	41	2,605
Film Club	2,463	500	-	2,963
French Club	460	500	42	918
Frisbee Golf Club	510	500	-	1,010
Gamers Club	859	500	5	1,354
Guitar Club	653	500	603	550
LaCrosse Club	906	500	630	776
Language Club (Speech)	1,278	4,250	2,820	2,708
Literary Magazine	7,359	1,241	936	7,664
Math Club	435	500	404	531
Miscellaneous	2,380	798	234	2,944
Music Club (Band)	19,932	3,009	7,511	15,430
National Honor Society	12,846	500	1,682	11,664
Partners for Academic Excellence	130	500	-	630
Pom Pon Club	3,957	30,468	28,879	5,546
Science Club	644	500	-	1,144
Ski Club (Snow Dawgs)	3,187	2,060	2,511	2,736
Spanish Club	491	500	-	991
Sports Club	111,197	91,523	77,105	125,615
Stand Club	2,310	3,070	-	5,380
Student Council	12,574	105	2,500	10,179
Table Tennis	581	500	-	1,081
Teams	3,281	4,111	3,077	4,315
Thespian Club	2,651	339	1,573	1,417
Volley for Cure	960	100	22	1,038
Woodworking Club	127	500	-	627
Year Book Club	2,050	-	-	2,050
Totals - Student Activities	\$ 232,842	\$ 173,551	\$ 154,108	\$ 252,285
ADMINISTRATIVE ACCOUNTS				
Melinda Bowen Scholarship	\$ 14,802	\$ 6	\$ -	\$ 14,808
Grant Memorial Scholarship	4,084	2	-	4,086
Paul Vickers Memorial	14,733	18	-	14,751
Escrow Account	6,011	3	-	6,014
Don Weinstein Scholarship	23,165	9	-	23,174
Partnership Scholarship	55,706	72	-	55,778
Flex Benefit Account	41,846	84,169	82,975	43,040
Totals - Administrative Accounts	\$ 160,347	\$ 84,279	\$ 82,975	\$ 161,651
TOTAL - ALL ACCOUNTS	\$ 393,189	\$ 257,830	\$ 237,083	\$ 413,936

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SUPPLEMENTAL INFORMATION
JUNE 30, 2021

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

Fiscal Year Ending June 30	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability	0.1593410%	0.1624716%	0.1678650%	0.1272250%	0.0020005%	0.0035224%	0.0015323%
District's proportionate share of the net pension liability	\$ 1,373,766	\$ 1,317,778	\$ 1,308,424	\$ 971,974	\$ 15,791,146	\$ 2,307,527	\$ 932,552
State's proportionate share of the net pension liability associated with the District	107,600,499	93,784,799	89,632,496	89,821,588	91,250,102	72,692,922	58,154,899
Total	<u>\$ 108,974,265</u>	<u>\$ 95,102,577</u>	<u>\$ 90,940,920</u>	<u>\$ 90,793,562</u>	<u>\$ 107,041,248</u>	<u>\$ 75,000,449</u>	<u>\$ 59,087,451</u>
District's covered-employee payroll	\$ 14,075,249	\$ 13,526,691	\$ 12,715,237	\$ 12,054,653	\$ 12,019,872	\$ 11,583,188	\$ 11,073,966
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	9.8%	9.7%	10.3%	8.1%	13.1%	19.9%	8.4%
Plan fiduciary net position as a percentage of the total pension liability	37.6%	39.6%	40.0%	39.3%	36.4%	41.5%	43.0%

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

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

Fiscal Year Ending June 30	2020	2019	2018	2017	2016	2015	2014
Contractually-required contribution	\$ 82,402	\$ 73,580	\$ 69,746	\$ 61,738	\$ 91,253	\$ 144,357	\$ 62,270
Contributions in relation to the contractually-required contribution	<u>(82,402)</u>	<u>(73,580)</u>	<u>(69,746)</u>	<u>(52,416)</u>	<u>(77,474)</u>	<u>(123,425)</u>	<u>(54,673)</u>
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ 9,322	\$ 13,779	\$ 20,932	\$ 7,597
District's covered-employee payroll	<u>\$ 14,075,249</u>	<u>\$ 13,526,691</u>	<u>\$ 12,715,237</u>	<u>\$ 12,054,653</u>	<u>\$ 12,019,872</u>	<u>\$ 11,583,188</u>	<u>\$ 11,073,966</u>
Contributions as a percentage of covered-employee payroll	0.59%	0.54%	0.55%	0.51%	0.80%	1.20%	0.60%

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

These schedules are presented to illustrate the intention to show information for 10-years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 SUPPLEMENTAL INFORMATION
 SCHEDULE OF CHANGES IN THE IMRF NET PENSION LIABILITY AND RELATED RATIOS
 JUNE 30, 2021

Calendar Year Ending December 31,	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability							
Service Costs	\$ 342,913	\$ 337,031	\$ 308,704	\$ 307,167	\$ 301,355	\$ 291,966	\$ 303,885
Interest on the Total Pension Liability	881,802	832,365	777,326	762,003	732,758	682,017	614,267
Benefit Changes	-	-	-	-	-	-	-
Difference between Expected and Actual Experience	(848,440)	45,520	222,131	(37,577)	(138,995)	205,442	57,032
Assumption Changes	(128,001)	-	322,897	(340,195)	(24,853)	12,017	367,052
Benefit Payments & Refunds	(529,910)	(542,031)	(515,320)	(460,405)	(558,315)	(452,899)	(388,690)
Net Change in Total Pension Liability	(281,636)	672,885	1,115,738	230,993	311,950	738,543	953,546
Total Pension Liability - Beginning	12,256,280	11,583,395	10,467,657	10,236,664	9,924,714	9,186,171	8,232,625
Total Pension Liability - Ending (a)	\$11,974,644	\$12,256,280	\$11,583,395	\$10,467,657	\$ 10,236,664	\$ 9,924,714	\$ 9,186,171
Plan Fiduciary Net Position							
Employer Contributions	\$ 322,586	\$ 273,498	\$ 327,958	\$ 308,533	\$ 291,484	\$ 281,921	\$ 264,843
Employee Contributions	140,083	155,332	162,230	132,355	124,212	121,286	112,960
Pension Plan Net Investment Income	1,545,610	1,786,970	(545,652)	1,568,696	574,345	42,112	483,022
Benefit Payments & Refunds	(529,910)	(542,031)	(515,320)	(460,405)	(558,315)	(452,899)	(388,690)
Other	(620,572)	(202,040)	47,911	(306,038)	(48,782)	(41,312)	51,365
Net Change in Plan Fiduciary Net Position	857,797	1,471,729	(522,873)	1,243,141	382,944	(48,892)	523,500
Plan Fiduciary Net Position - Beginning	10,973,385	9,501,656	10,024,529	8,781,388	8,398,444	8,447,336	7,923,836
Plan Fiduciary Net Position - Ending (b)	\$11,831,182	\$10,973,385	\$ 9,501,656	\$10,024,529	\$ 8,781,388	\$ 8,398,444	\$ 8,447,336
Net Pension Liability/(Asset) -Ending (a-b)	\$ 143,462	\$ 1,282,895	\$ 2,081,739	\$ 443,128	\$ 1,455,276	\$ 1,526,270	\$ 738,835
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	98.80%	89.53%	82.03%	95.77%	85.78%	84.62%	91.96%
Covered Valuation Payroll	\$ 3,120,088	\$ 3,191,344	\$ 3,190,254	\$ 2,941,213	\$ 2,760,258	\$ 2,695,235	\$ 2,579,409
Net Pension Liability as a Percentage of Covered Valuation Payroll	4.60%	40.20%	65.25%	15.07%	52.72%	56.63%	28.64%

These schedules are presented to illustrate the intention to show information for 10-years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SUPPLEMENTARY INFORMATION

SCHEDULE OF EMPLOYER IMRF CONTRIBUTIONS
JUNE 30, 2021

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution As a % of Covered Valuation Payroll
2020	\$ 323,241	\$ 322,586	\$ 655	\$ 3,120,088	10.34%
2019	\$ 273,498	\$ 273,498	\$ -	\$ 3,191,344	8.57%
2018	\$ 327,958	\$ 327,958	\$ -	\$ 3,190,254	10.28%
2017	\$ 308,533	\$ 308,533	\$ -	\$ 2,941,213	10.49%
2016	\$ 291,483	\$ 291,484	\$ (1)	\$ 2,760,258	10.56%
2015	\$ 281,922	\$ 281,921	\$ 1	\$ 2,695,235	10.46%
2014	\$ 266,429	\$ 264,843	\$ 1,586	\$ 2,523,002	10.50%

These schedules are presented to illustrate the intention to show information for 10-years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

* Estimated based on contribution rate of 10.36% and covered valuation payroll of \$3,120,088.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 SUPPLEMENTARY INFORMATION
 NOTES TO SCHEDULE OF EMPLOYER IMRF CONTRIBUTIONS
 JUNE 30, 2021

Valuation Date:

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

Methods and Assumptions Used to Determine 2020 Contribution Rates*

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing Bodies (Regular, SLEP and ECO groups): 23-year closed period until Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 18 years for most employers (three employers were financed over 27 years and four others were financed over 28 years.)
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage growth	3.25%
Price Inflation	2.50% - approximate; No explicit price inflation assumption is used in this valuation
Salary Increases	3.35% to 14.25% including inflation
Investment Rate of Return	7.25%
Retirement Age	Experienced-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016
Mortality	For non-disabled retirees, and IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality table with adjustments to match current IMRF experience.

Other Information

Notes There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2018 actuarial valuation

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SUPPLEMENTAL INFORMATION
SCHEDULE OF ASSESSED VALUATIONS, TAX RATES, EXTENSIONS AND COLLECTIONS
FOR THE YEARS 2020, 2019, 2018, 2017, AND 2016

	2020	2019	2018	2017	2016
ASSESSED VALUATION	\$ 951,966,797	\$ 927,557,050	\$ 871,338,778	\$ 816,200,173	\$ 769,748,856
TAX RATES					
Educational	1.696	1.668	1.743	1.853	1.917
Operations and Maintenance	0.432	0.434	0.500	0.502	0.520
Bond and Interest	-	-	-	-	0.770
Transportation	0.121	0.116	0.053	0.031	0.035
Municipal Retirement	0.035	0.045	0.042	0.043	0.044
Social Security	0.043	0.042	0.045	0.043	0.044
Working Cash	0.030	0.040	0.042	0.045	0.046
SEDOL IMRF	0.006	0.005	0.006	0.007	0.008
	\$ 2.363	\$ 2.351	\$ 2.431	\$ 2.523	\$ 3.383
TAX EXTENSIONS					
Educational	16,150,002	15,475,658	15,187,949	15,120,924	14,753,684
Operations and Maintenance	4,115,533	4,022,203	4,360,415	4,099,920	4,000,008
Bond and Interest	-	-	-	-	5,926,811
Transportation	1,155,545	1,079,138	460,537	251,488	265,933
Municipal Retirement	331,541	416,946	367,461	349,921	341,384
Social Security	405,005	392,422	391,954	349,921	341,384
Working Cash	285,542	370,837	367,461	364,923	356,017
SEDOL IMRF	54,091	49,105	51,121	57,656	58,062
	\$ 22,497,259	\$ 21,806,309	\$ 21,186,898	\$ 20,594,753	\$ 26,043,283
TAX COLLECTIONS	\$ 10,734,506	\$ 21,675,954	\$ 21,053,844	\$ 20,310,284	\$ 25,992,463
PERCENT COLLECTED	47.71%	99.40%	99.37%	98.62%	99.80%

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 SUPPLEMENTAL INFORMATION
 SCHEDULE OF OPERATING EXPENDITURES PER STUDENT
 FOR THE YEAR ENDED JUNE 30, 2021

TOTAL DISBURSEMENTS			
Educational Fund	\$	35,722,695	
Operations and Maintenance Fund		4,001,246	
Transportation Fund		1,440,894	
Municipal Retirement/Social Security Fund		797,727	\$ 41,962,562
LESS: Disbursements Not Applicable to Operating Expense of Regular Programs			
Educational Fund			
Summer School	\$	39,798	
Community Service		38,356	
Nonprogrammed Charges		2,065,050	
Capital Outlay		405,489	
Student Activity		237,083	
TRS Employer Contribution - "On Behalf" Payments		11,634,056	
Operations and Maintenance Fund			
Capital Outlay		1,094,114	
Nonprogrammed Charges		122,763	
Municipal Retirement Fund			
Summer School		2,410	
Community Service		-	
Nonprogrammed Charges		49,097	15,688,216
NET OPERATING DISBURSEMENTS	\$		26,274,346
AVERAGE DAILY ATTENDANCE			1,532.40
OPERATING DISBURSEMENTS PER STUDENT	\$		17,146

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 SUPPLEMENTAL INFORMATION
 SCHEDULE OF PER CAPITA TUITION CHARGE
 FOR THE YEAR ENDED JUNE 30, 2021

NET OPERATING DISBURSEMENTS		\$	26,274,346
LESS: Offsetting Receipts of All or Part of the Disbursement of a Specific Activity			
Educational Fund			
Special Education	\$		342,745
Other State Grants-In-Aid			2,676
Title I - Low Income			140,978
State Free Lunch			1,311
IDEA Grants			515,692
Food Services			5,912
Federal Food Service			176,994
Pupil Activities			180,733
CTE - Perkins			42,637
Other Career Tech Ed			31,167
Title IV - Grant			12,215
Medicaid Matching Funds			155,564
Title II - Teacher Quality			54,363
Drivers Education			31,558
Special Education Contribution to EBF			564,221
English Learners Contribution to EBF			5,311
Transportation Fund			
State Transportation Aid		1,259,798	3,523,875
NET OPERATING EXPENSE FOR TUITION COMPUTATION		\$	22,750,471
ADD: Depreciation Allowance			2,351,939
TOTAL ALLOWANCE FOR TUITION COMPUTATION		\$	25,102,410
AVERAGE DAILY ATTENDANCE			1,532.40
PER CAPITA TUITION CHARGE		\$	16,381

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

Grantee Name	Grant Community High School District #124
ID Numbers	AUDIT:28120 Grantee:673735 DUNS:808035021 FEIN:366004900
Audit Period	7/1/2020 - 6/30/2021
Submitted	10/26/2021; Beth Reich; Business Manager/CSBO; breich@grantbulldogs.org; 847-587-2561
Accepted	
Program Count	12

All Programs Total				
Category	State	Federal	Other	Total
Personal Services (Salaries and Wages)	0.00	0.00	0.00	0.00
Fringe Benefits	0.00	0.00	0.00	0.00
Travel	0.00	0.00	0.00	0.00
Equipment	0.00	8,092.00	0.00	8,092.00
Supplies	0.00	12,949.00	0.00	12,949.00
Contractual Services	0.00	0.00	0.00	0.00
Consultant (Professional Services)	0.00	0.00	0.00	0.00
Construction	0.00	0.00	0.00	0.00
Occupancy - Rent and Utilities	0.00	0.00	0.00	0.00
Research and Development	0.00	0.00	0.00	0.00
Telecommunications	0.00	0.00	0.00	0.00
Training and Education	0.00	0.00	0.00	0.00
Direct Administrative Costs	0.00	0.00	0.00	0.00
Miscellaneous Costs	0.00	0.00	40,328,563.00	40,328,563.00
All Grant Specific Categories	0.00	1,612,958.21	0.00	1,612,958.21
TOTAL DIRECT EXPENDITURES	0.00	1,633,999.21	40,328,563.00	41,962,562.21
Indirect Costs	0.00	0.00	0.00	0.00
TOTAL EXPENDITURES	0.00	1,633,999.21	40,328,563.00	41,962,562.21