

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124

FOX LAKE, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2023

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INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Grant Community High School District No. 124, as of and for the year ending June 30, 2023, 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, 2023, as listed in the table of contents.

In our opinion, the basic and individual fund, financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and aggregate remaining fund information of the Grant Community High School District No. 124, as of June 30, 2023, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Grant Community High School District No. 124 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibility of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Grant Community High School District No. 124's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Prior Period Adjustment and Change in Accounting Principle

As described in Note 14 to the financial statements, during the year ended June 30, 2023, the District converted to the accrual basis and modified accrual basis of accounting for financial reporting purposes in the entity wide and fund financial statements, respectively. Our opinions are not modified with respect to this matter.

Required Supplementary Information

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

other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Grant Community High School District No. 124's basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis, and is not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the individual fund financial statements 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 30, 2023, 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 30, 2023
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, each major fund, and the aggregate remaining fund information of Grant Community High School District No. 124 as of and for the year ended June 30, 2023, 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 30, 2023.

Report on 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 or significant deficiencies may exist that were not been identified.

Report on 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 30, 2023
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

Opinion on Each Major Federal Program

We have audited Grant Community High School District No. 124's compliance with the types of compliance requirements identified as subject to audit 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, 2023. 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.

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, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United State 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Grant Community High School District No. 124 and meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Grant Community High School District No. 124's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulation, rules, and provisions of contracts or grant agreements applicable to Grant Community High School District No. 124's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Grant Community High School District No. 124's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about Grant Community High School District No. 124's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Grant Community High School District No. 124's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Grant Community High School District No. 124's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 Grant Community High School District No. 124's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Evoy, Kamschulte, Jacobs & Co. LLP

EVOY, KAMSCHULTE, JACOBS & CO. LLP

November 30, 2023
Waukegan, Illinois

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023

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, 2023. Please read it in conjunction with the District's financial statements, which begin on page 14.

FINANCIAL HIGHLIGHTS

- During the fiscal year ended June 30, 2023, the District changed to reporting its financial statements on the accrual basis of accounting. Prior year's information is reported on the modified cash basis of accounting.
- The assets and deferred outflows of the District exceeded its liabilities and deferred inflows at June 30, 2023 by \$75,526,716 (net position). Of this amount, \$3,623,903 (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 \$873,551, without regard to the prior period adjustment of (\$27,791,239) which reduced beginning net assets due to the change to the accrual basis of accounting.
- At June 30, 2023, the District's governmental funds reported combined fund balances of \$26,360,572, which was a current year decrease of (\$745,978), without regard to the prior period adjustment of (\$9,385,445) due to the change to the modified accrual basis of accounting over the prior year. Approximately 78.8% of this amount, \$20,784,347, may be used to finance day-to-day operations (unassigned fund balance), which was approximately 56.9% of General (Education) Fund expenditures.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 14 and 15) 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 16. 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 11. 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 accrual 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 deferred outflows of resources and liabilities and deferred inflows of resources—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. You will need to consider other financial and non-financial factor, however, such as increased state and federal grants funding and more prudent spending of funds, in order to assess the overall health of the District.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023
(Continued)

USING THIS ANNUAL REPORT (continued)

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.

Reporting the District's Most Significant Funds

Our analysis of the District's major funds begins on page 12. The fund financial statements begin on page 16 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 funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be used to fund operations. 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 decreased by (\$357,720) to \$20,784,347, after taking into consideration the prior period adjustment of (\$6,627,298) due to the change to the modified accrual basis of accounting. The Operations & Maintenance Fund's fund balance decreased by (\$79,848) to (\$332,587) after taking into consideration the prior period adjustment of (\$1,940,961) due to the change to the modified accrual basis of accounting. And, the Transportation Fund's fund balance decreased by (\$18,921) to \$1,057,389 after taking into consideration the prior period adjustment of (\$310,461) due to the change to the modified accrual basis of accounting.

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 and only by those to whom the assets belong.

Notes to the Financial Statements

The accompanying notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide financial statements. The notes to the financial statements are contained on pages 20 through 47.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023
(Continued)

THE DISTRICT AS A WHOLE

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

Net Position	GOVERNMENTAL ACTIVITIES	
	Accrual 2023	Modified Cash 2022
Current and other assets	\$ 50,784,578	\$ 36,491,995
Capital Assets	67,698,477	65,952,409
Total Assets	\$ 118,483,055	\$ 102,444,404
Deferred Outflows of Resources	\$ 4,324,433	\$ -
Current Liabilities	\$ 798,493	\$ -
Long-term debt outstanding	8,992,403	-
Total Liabilities	\$ 9,790,896	\$ -
Deferred Inflows of Resources	\$ 37,489,876	\$ -
	\$ 75,526,716	\$ 102,444,404
Net Position:		
Invested in capital assets, net of related debt	\$ 65,595,950	\$ 65,952,409
Restricted	6,306,863	8,722,630
Unrestricted	3,623,903	27,769,365
Total Net Position	\$ 75,526,716	\$ 102,444,404
 Changes in Net Position		
	GOVERNMENTAL ACTIVITIES	
	Accrual 2023	Modified Cash 2022
Receipts		
Program Receipts		
Charges for services	\$ 1,524,010	\$ 864,175
Operating grants	12,907,574	11,399,710
Capital grants	50,000	50,000
General Receipts		
Property taxes	22,931,726	22,015,472
Other taxes	963,559	851,887
Earnings on investments	1,020,086	72,250
Evidence Based Funding	5,939,903	5,390,815
Other	68,743	28,675
Total Receipts	\$ 45,405,601	\$ 40,672,984
Disbursements		
Program Disbursements		
Instruction	\$ 25,348,884	\$ 24,537,424
Support services	16,161,317	14,841,719
Community services	31,753	53,032
Interest on long-term debt	3,727	-
Depreciation - unallocated	2,986,369	2,420,368
Total Disbursements	\$ 44,532,050	\$ 41,852,543
Increase (Decrease) in net position	\$ 873,551	\$ (1,179,559)
Net Position - Beginning	102,444,404	103,623,963
Prior Period Adjustment	(27,791,239)	-
Net Position - Ending	\$ 75,526,716	\$ 102,444,404

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023
(Continued)

DISTRICT AS A WHOLE - Continued

The net position of the District's governmental activities' increased by \$873,551, without regard to the prior period adjustment of (\$27,791,239) which reduced beginning net assets due to the change to the accrual basis of accounting. 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 — decreased by \$24,145,462 to \$3,623,903 this decrease in unrestricted net position arose primarily because of the change to the accrual basis of accounting.

THE DISTRICT'S FUNDS

At June 30, 2023, the Districts' governmental funds (as presented in the Balance Sheet on page 16) reported a combined fund balance of \$26,360,572, which is below last year's total of \$36,491,995, which was on the cash basis of accounting after taking into account a (\$9,385,445) prior period adjustment. The primary reasons for the governmental funds decrease was due to the cash to accrual adjustment.

General Fund Budgetary Highlights

The July 1, 2022 to June 30, 2023 budget was approved by the Board of Education on July 21, 2022, and was amended on June 15, 2023 to better allocate expenditures based upon more current information. The budget is a general guide for the financial activity of the District.

The Transportation Funds over expended its budget for the fiscal year ended June 30, 2023 due to increase costs of special education transportation during the year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2023, the District had \$67,698,477 invested in capital assets, including land, land improvements, buildings and furniture and equipment, as shown below.

Capital Assets at Year End, net of depreciation	Governmental Activities	
	2023	2022
Land and Improvements	\$ 7,105,424	\$ 7,399,332
Buildings	55,246,751	55,373,081
Furniture and Equipment	5,346,302	3,179,996
Totals	\$ 67,698,477	\$ 65,952,409

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 2024 budget calls for it to spend \$5,244,060 for capital projects, primarily for the addition of a weight room to the field house to accommodate increasing class enrollment, as well as additional substantial technology infrastructure updates related to wireless access points, cameras, and door access.

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, 2023
(Continued)

LONG-TERM DEBT

At June 30, 2023 the District had \$9.6 million in long-term liabilities and notes outstanding. (See table below).

<u>Outstanding Debt at Year End</u>	<u>Governmental Activities</u>	
	<u>Accrual June 30, 2023</u>	<u>Modified Cash June 30, 2022</u>
Equipment Obligations	\$ 2,102,527	\$ -
Pension Liability	3,496,335	-
Accrued OPEB Liability	3,955,629	-
Totals	<u>\$ 9,554,491</u>	<u>\$ -</u>

In fiscal year June 30, 2024, the District has no current plans to add additional debt.

See Note 4 to the financial statements for additional information about long-term debt.

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 labor shortage is reducing as open support staff positions are lessening. 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, 25700 W. Old Grand Avenue, Ingleside, IL 60041, 847-587-2561.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF NET POSITION
JUNE 30, 2023

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 37,231,859
Accrued Interest Income	357,250
Accounts Receivable	
Taxes	
2022 Levy, Net of 2% Allowance for Losses	12,303,092
Personal Property Replacement	151,943
Governmental Claims	730,629
Prepays	9,805
Total Current Assets	\$ 50,784,578
Noncurrent Assets	
Capital Assets	
Land	\$ 4,190,703
Land Improvements	6,497,234
Buildings	83,566,442
Furniture and Equipment	12,664,124
Leased Equipment & Buses	2,712,659
Less Accumulated Depreciation	(41,415,596)
Less Accumulated Depreciation Leased Equipment & Buses	(517,089)
Total Capital Assets, Net	\$ 67,698,477
TOTAL ASSETS	\$ 118,483,055
DEFERRED OUTFLOWS OF RESOURCES	
Pension & Other Post-Employment Benefit Outflows & Adjustments	\$ 4,324,433
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 221,032
Accrued Salaries	15,373
Current Portion of Long-Term Liabilities	
Equipment Obligations	562,088
Total Current Liabilities	\$ 798,493
Long-Term Liabilities	
Equipment Obligations	\$ 1,540,439
Pension Liability	3,496,335
Accrued OPEB Obligations	3,955,629
Total Long-Term Liabilities	\$ 8,992,403
TOTAL LIABILITIES	\$ 9,790,896
DEFERRED INFLOWS OF RESOURCES	
Property Taxes Levied for Subsequent Years	\$ 24,162,676
Pension & Other Post-Employment Benefit Inflows & Adjustments	13,327,200
Total Deferred Inflows of Resources	\$ 37,489,876
NET POSITION	
Net Investment in Capital Assets	\$ 65,595,950
Restricted	
Transportation	1,057,389
Municipal Retirement	703,076
Interfund Borrowing	4,148,347
Student Activities	398,051
Unrestricted	3,623,903
TOTAL NET POSITION	\$ 75,526,716

The accompanying Notes are an integral part of the basic financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

FUNCTION/PROGRAMS	Program Revenues			Charges for Services	Program Revenues		Net (Expenses) Revenues and Change in Net Position
	Expenses	Operating Grants and Contributions	Capital Grants and Contributions		Operating Grants and Contributions	Governmental Activities Total	
Governmental Activities							
Instruction							
Regular	\$ 16,927,131	\$ 9,709,168	\$ -	\$ 992,566	\$ -	\$ -	(6,225,397)
Special Education	5,600,430	873,982	-	-	-	-	(4,726,448)
CTE Programs	801,426	34,518	-	-	-	-	(766,908)
Interscholastic	1,705,151	-	-	-	-	-	(1,705,151)
Summer School	108,062	-	-	-	-	-	(108,062)
Driver's Education	206,684	-	-	-	-	-	(206,684)
Supporting Services							
Pupils	1,952,514	-	-	-	-	-	(1,952,514)
Instructional Staff	2,204,607	-	-	-	-	-	(2,204,607)
General Administration	1,721,129	-	-	-	-	-	(1,721,129)
School Administration	879,714	-	-	-	-	-	(879,714)
Business	8,614,765	2,289,906	50,000	531,444	-	-	(5,743,415)
Central	788,588	-	-	-	-	-	(788,588)
Community Services	31,753	-	-	-	-	-	(31,753)
Interest and Other Charges	3,727	-	-	-	-	-	(3,727)
Depreciation-Unallocated (a)	2,986,369	-	-	-	-	-	(2,986,369)
Total Governmental Activities	\$ 44,532,050	\$ 12,907,574	\$ 50,000	\$ 1,524,010	\$ -	\$ -	\$ (30,050,466)
GENERAL REVENUES							
Taxes							
Property Taxes, levied for general purposes						\$ -	20,632,006
Property Taxes, levied for other specific purposes							2,299,720
Personal Property Replacement							963,559
Unrestricted Earnings on Investments							1,020,086
Evidence Based Funding							5,939,903
Other							68,743
TOTAL GENERAL REVENUES						\$ -	\$ 30,924,017
CHANGE IN NET POSITION							873,551
NET POSITION - BEGINNING						\$ -	102,444,404
Prior Period Adjustment							(27,791,239)
NET POSITION - ENDING						\$ -	\$ 75,526,716

(a) There is no direct depreciation expenses allocated to the programs.
The accompanying Notes are an integral part of the basic financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds					Total Governmental Funds				
	General Fund	Educational Fund	Operations & Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund		Working Cash Fund			
ASSETS										
Cash and Investments	\$	28,515,285	\$	1,952,772	\$	1,132,300	\$	4,244,730	\$	37,231,859
Accrued Interest Income		275,118		10,575		10,432		49,086		357,250
Accounts Receivable										
Taxes										
2022 Levy, Net of 2% Allowance for Losses		8,659,869		2,286,336		456,057		151,007		12,303,092
Personal Property Replacement		151,943		-		-		-		151,943
Governmental Claims		261,543		-		-		-		705,704
Prepays		9,805		-		-		-		9,805
TOTAL ASSETS	\$	37,873,563	\$	4,249,683	\$	2,592,795	\$	1,598,789	\$	50,759,653
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES										
LIABILITIES										
Liabilities										
Accounts Payable	\$	76,066	\$	90,899	\$	54,067	\$	-	\$	221,032
Accrued Salaries		5,631		1,123		8,619		-		15,373
Total Liabilities	\$	81,697	\$	92,022	\$	62,686	\$	-	\$	236,405
DEFERRED INFLOWS OF RESOURCES										
Property Taxes Levied for Subsequent Years	\$	17,007,519	\$	4,490,248	\$	1,472,720	\$	895,713	\$	24,162,676
FUND BALANCES										
Nonspendable Prepaids	\$	9,805	\$	-	\$	-	\$	-	\$	9,805
Restricted										
Transportation Services		-		1,057,389		-		-		1,057,389
Employee Benefits Payments		-		-		703,076		-		703,076
Interfund Borrowing		-		-		-		4,148,347		4,148,347
Student Activities		398,051		-		-		-		398,051
Unassigned		20,376,491		(332,587)		-		-		20,043,904
TOTAL FUND BALANCES	\$	20,784,347	\$	(332,587)	\$	1,057,389	\$	703,076	\$	26,360,572
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$	37,873,563	\$	4,249,683	\$	2,592,795	\$	1,598,789	\$	50,759,653

The accompanying Notes are an integral part of the basic financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2023

Total Fund Balances - Governmental Funds		\$ 26,360,572
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>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 \$109,631,162, and the accumulated depreciation is \$41,932,685.</p>		67,698,477
Grant Receivables received more than 60 day after yearend		24,925
<p>Other Deferred Outflows of Resources reported in the statement of net position not reported on the Balance Sheet</p>		
Teacher Retirement System Payments and adjustments	\$ 127,199	
OPEB	1,086,045	
Illinois Municipal Retirement Fund Outflows	3,111,189	4,324,433
<p>Other Deferred Inflows of Resources reported in the statement of net position not reported in the Balance Sheet</p>		
Teacher Retirement System Inflows	\$ (111,657)	
OPEB	(11,903,152)	
Illinois Municipal Retirement Fund Inflows	(1,312,391)	(13,327,200)
<p>Long-Term liabilities, including bonds payable and other obligations, are not due and payable in the current period and therefore are not reported as liabilities in the funds.</p>		
Equipment Obligations	\$ (2,102,527)	
Pension Liability	(3,496,335)	
OPEB Liability	(3,955,629)	
	\$ (9,554,491)	(9,554,491)
Total Net Position of Governmental Activities		\$ 75,526,716

The accompanying Notes are an integral part of the basic financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Special Revenue Funds						Total Government Funds
	General Fund	Operational & Maintenance Fund	Transportation Fund	Municipal Retirement/Social Security Fund	Working Cash Fund	Bond & Interest Fund	
REVENUES							
Taxes	\$ 17,267,824	\$ -	\$ 1,163,810	\$ 896,540	\$ 283,328	\$ -	\$ 23,895,285
Tuition	57,540	-	-	-	-	-	57,540
Earnings on Investments	867,964	18,774	16,989	16,385	99,974	-	1,020,086
Food Service Fees	531,444	-	-	-	-	-	531,444
Pupil Activity Fees	935,026	-	-	-	-	-	935,026
Other	12,462	56,281	-	-	-	-	68,743
State Aid	14,249,365	583,898	1,799,286	-	-	-	16,632,569
Federal Aid	2,239,983	-	-	-	-	-	2,239,983
TOTAL REVENUES	\$ 36,161,628	\$ 4,942,736	\$ 2,980,085	\$ 912,925	\$ 383,302	\$ -	\$ 45,380,676
EXPENDITURES							
Current							
Instruction							
Regular	\$ 18,720,945	\$ -	\$ -	\$ 157,249	\$ -	\$ -	\$ 18,878,194
Special Education	3,375,498	-	-	80,185	-	-	3,455,683
CTE Programs	792,492	-	-	8,934	-	-	801,426
Interscholastic	1,658,831	-	-	46,320	-	-	1,705,151
Summer School	106,653	-	-	1,409	-	-	108,062
Driver's Education	204,231	-	-	2,453	-	-	206,684
Supporting Services							
Pupils	1,903,737	-	-	48,777	-	-	1,952,514
Instructional Staff	2,166,092	-	-	38,515	-	-	2,204,607
General Administration	1,703,003	-	-	18,126	-	-	1,721,129
School Administration	847,149	-	-	32,565	-	-	879,714
Business	1,833,325	3,257,264	3,142,099	382,077	-	-	8,614,765
Central	755,516	-	-	33,072	-	-	788,588
Community Service	27,691	-	-	4,062	-	-	31,753
Nonprogrammed charges							
Payments to Other Districts	1,969,343	120,406	-	54,998	-	-	2,144,747
Debt Service							
Principal	-	-	533,881	-	-	76,251	610,132
Interest and Other Charges	-	-	-	-	-	3,727	3,727
Capital Outlay	454,842	1,564,936	-	-	-	-	2,019,778
TOTAL EXPENDITURES	\$ 36,519,348	\$ 4,942,606	\$ 3,675,980	\$ 908,742	\$ -	\$ 79,976	\$ 46,126,654
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ (357,720)	\$ 130	\$ (695,895)	\$ 4,183	\$ 383,302	\$ (79,976)	\$ (745,976)
OTHER FINANCING SOURCES (USES)							
Transfers In	-	-	-	-	-	79,976	756,952
Transfers Out	-	(79,978)	676,974	-	(676,974)	-	(76,952)
TOTAL OTHER FINANCING SOURCES (USES)	\$ -	\$ (79,978)	\$ 676,974	\$ -	\$ (676,974)	\$ 79,976	\$ -
NET CHANGE IN FUND BALANCE	\$ (357,720)	\$ (79,848)	\$ (18,921)	\$ 4,183	\$ (293,672)	\$ -	\$ (745,976)
FUND BALANCE - JULY 1, 2022	27,769,365	1,888,222	1,386,771	1,082,760	4,564,857	-	36,491,995
PRIOR PERIOD ADJUSTMENT	(6,627,298)	(1,940,961)	(310,461)	(383,887)	(122,838)	-	(9,385,445)
FUND BALANCE - JUNE 30, 2023	\$ 20,784,347	\$ (332,587)	\$ 1,057,389	\$ 703,076	\$ 4,148,347	\$ -	\$ 26,360,572

The accompanying Notes are an integral part of the basic financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses) - Governmental Funds	\$	(745,978)
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>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 (\$2,986,369) exceeds capital outlay (\$2,019,778) in the period.</p>		(966,591)
Grant Receivables received more than 60 day after yearend		24,925
Deferred Outflows of Resources due to pension & OPEB assets		2,280,851
Deferred Inflows of Resources due to pension & OPEB liability		(5,591,473)
Net increase in net TRS and IMRF pension liabilities		(2,949,896)
Increase in Other Post Employment Benefits reported on the statement of activities not an expense for the fund financial statements		8,211,581
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		<u>610,132</u>
Change in Net Position of Governmental Activities	\$	<u><u>873,551</u></u>

The accompanying Notes are an integral part of the basic financial statements.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

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 2023 the District adopted or considered the following Governmental Accounting Standards Board (GASB) Statements:

- GASBS No. 91, Conduit Debt Obligations
- GASBS No. 96, Subscription-Based Information Technology Arrangements
- GASBS No. 99, Omnibus 2022

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 maintains individual funds as prescribed by the Illinois State Board of Educations. The District reports all its funds as major governmental funds.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(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, as is the generally accepted practice of Illinois school districts, and 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 economic resources measurement focus and the accrual basis of accounting. Revenues from exchange transactions are recorded when earned and expenses from exchange transactions are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. 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.

The District's intent is to use the 2021 property tax levy during the current year, and therefore, the entire 2021 property taxes collected are recognized as revenue in the current year. The District's intent is to use the 2022 property tax levy during the 2023-24 fiscal year, and therefore, the entire 2022 tax levy is recorded as deferred inflows of resources. Revenue from grants, entitlement and donations are recognized when all eligibility requirements have been satisfied.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023
 (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Accounting (continued)

The governmental fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital assets 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.

The general fund is typically used to liquidate pension or OPEB liabilities that are incurred.

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:

	Depreciation <u>Method</u>	Estimated <u>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.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Accounts Receivable

Real estate taxes receivable are shown net of a 2% allowance for uncollectible amounts. All other accounts receivable are shown at gross amounts with uncollected amounts recognized under the direct write-off method.

Inventories and Prepaid Items

The cost of governmental fund type inventories have been determined to be immaterial and are recorded as expenditures when purchased. Prepaid items represent payments made by the District for which benefits extend beyond June 30. Inventories and prepaid items are accounted for using the consumption method.

Compensated Absences

Sick, personal and vacation time cannot be converted for cash compensation. Procedures and contracts require that all vacation time be used within the fiscal year it was awarded. The practice has been enacted for both bargained employee contracts and administrative contracts.

Estimates

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

Deferred Outflows of Resources

The District reports decreases in net assets that relate to future periods as deferred outflows of resources in a separate section of its District-wide statement of net position. Deferred outflows of resources reported in this year's financial statements include (1) a deferred amount arising from the refunding of long-term debt, and (2) a deferred outflow of resources for contributions made to the District's defined benefit pension plans between the measurement date of the net pension liabilities from those plans and the end of the District's fiscal year. The deferred refunding amount is being amortized over the remaining life of the refunded bonds as part of interest expense. Deferred outflows for pension contributions will be recognized in the subsequent fiscal year. No deferred outflows of resources affect the governmental funds financial statements in the current year.

Deferred Inflows of Resources

The District's statement of net position and its governmental fund balance sheet report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net assets that applies to future periods. Deferred inflows of resources are reported in the District's statement of net position for; differences between actual and expected experience; differences between projected and actual investment earnings; and changes in proportion and differences between contributions and proportionate share of contributions in determining pension expense. This deferred inflow of resources is attributed to pension expense over a total of five years, including the current year. In its governmental funds, the only deferred inflow of resources is for revenues that are not considered available. The District will not recognize the related revenues until they are intended to be used; in the following fiscal year. Accordingly, unavailable revenues from property taxes are reported in the governmental funds balance sheet.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023
 (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

Eliminations and Reclassifications

In the process of aggregating data for the entity-wide financial statements, some amounts reported as inter-fund activity and balances were eliminated.

Restricted Resources

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

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

At June 30, 2023, the carrying amount of the District's deposits was \$13,860,129, which excludes a \$400 petty cash fund. At year end, the District account bank balance was \$14,349,892. As of June 30, 2023, \$5,248,978 of the combined entity's bank balance of \$14,349,892 was exposed to custodial credit risk as follows:

	Bank Balance
Collateralized with securities held by the pledging financial institution	\$ 5,248,978

Investments

Fair Value Measurements: The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(Continued)

2. CASH AND INVESTMENTS (continued)

Investments (continued)

The District has investment pool investments with recurring fair value measurements as of June 30, 2023. The investment pool investments, as listed in the following schedule, are valued using significant other observable inputs (Level 2 inputs).

As of June 30, 2023, the District had the following investments:

	Maturity Date	Historical Cost	Fair Value	% of Total
US Treasury Obligations				
U.S. Treasury Note	7/15/2023	2,699,175	2,779,387	12%
U.S. Treasury Note	7/31/2023	2,698,937	2,775,261	12%
U.S. Treasury Note	8/15/2023	499,008	512,874	2%
U.S. Treasury Note	8/31/2023	2,599,428	2,673,898	11%
U.S. Treasury Bill	10/5/2023	699,689	720,126	3%
U.S. Treasury Bill	10/12/2023	449,984	452,318	2%
U.S. Treasury Note	10/31/2023	1,499,761	1,475,402	6%
U.S. Treasury Note	12/31/2023	298,111	299,163	1%
U.S. Treasury Note	2/15/2024	349,287	350,404	1%
U.S. Treasury Note	10/31/2024	1,984,270	1,838,842	8%
		13,777,650	13,877,675	
External Investment Pools:				
Illinois School District Liquid Asset Fund - M	N/A	\$ 1,786,480	\$ 1,786,480	8%
Illinois School District Liquid Asset Fund	N/A	6,407,175	6,407,175	27%
ISDLAF+ Term Series	N/A	1,300,000	1,300,000	6%
Total Investment Pools		9,493,655	9,493,655	
Total Investments		\$ 23,271,305	\$ 23,371,330	100%

The increase in the fair market value of investments of \$100,025, as shown above) has been recorded in the financial statements as an increase of asset value and investment income.

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. The District does not have a policy for credit risk of its investments.

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.

The Illinois School District Liquid Assets Fund is managed to comply with specific requirements of Illinois law, particularly the Public Funds Investment Act and other laws applicable to the investments of Participating funds. The Illinois Auditor General provides regulatory oversight of the pool. The fair value of the position in the pool approximates the same value of the pool shares.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(Continued)

3. CAPITAL ASSETS AND DEPRECIATION

	Balance July 1, 2022	Additions	Transfers/ Deletions	Balance June 30, 2023
Capital Assets not Being Depreciated				
Land	\$ 4,190,703	\$ -	\$ -	\$ 4,190,703
Total Capital Assets not Being Depreciated	\$ 4,190,703	\$ -	\$ -	\$ 4,190,703
Capital Assets Being Depreciated				
Land Improvements	\$ 6,497,234	\$ -	\$ -	\$ 6,497,234
Building and Improvements	82,118,327	1,448,115	-	83,566,442
Equipment	11,379,815	571,663	-	11,951,478
Transportation Equipment	712,646	-	-	712,646
Leased Equipment & Buses	-	2,712,659	-	2,712,659
Total Capital Assets Being Depreciated	\$ 100,708,022	\$ 4,732,437	\$ -	\$ 102,727,800
Less Accumulated Depreciation for:				
Land Improvements	\$ (3,288,605)	\$ (293,908)	\$ -	\$ (3,582,513)
Building and Improvements	(26,745,246)	(1,574,445)	-	(28,319,691)
Equipment	(8,310,818)	(595,258)	-	(8,906,076)
Transportation Equipment	(601,647)	(5,669)	-	(607,316)
Leased Equipment & Buses	-	(517,089)	-	(517,089)
Total Accumulated Depreciation	\$ (38,946,316)	\$ (2,986,369)	\$ -	\$ (41,415,596)
Total Capital Assets being Depreciated, net of Accumulated Depreciation	\$ 61,761,706	\$ 1,746,068	\$ -	\$ 63,507,774
Capital Assets, net of Accumulated Depreciation	\$ 65,952,409	\$ 1,746,068	\$ -	\$ 67,698,477

Depreciation was not charged to any specific function.

4. LONG-TERM DEBT

During the year, the District entered into office equipment and bus transportation leases. The office equipment cost \$254,428 to be paid over a 36 month period at a rate of 1.85 percent. Eleven payments of \$7,270.76 were made during the fiscal year. Twenty-eight buses of varying sizes were purchased, and will be paid in annual installments over a six year period. Each loan has principal only payments in the first year and the five remaining payments have interest rates of 2.90 to 3.27 percent in the second year, 3.43 to 4.02 percent in the third, fourth and fifth year, and 2.16 to 5.19 percent in the sixth year.

Changes in Long-Term Debt

	Balance July 1, 2022	Additions	Retired/ Defeased	Balance June 30, 2023	Amounts Due Within One Year
Office Equipment Leases	\$ -	\$ 254,428	\$ 76,251	\$ 178,177	\$ 84,669
Bus Transportation Leases	-	2,458,231	533,881	1,924,350	477,419
	\$ -	\$ 2,712,659	\$ 610,132	\$ 2,102,527	\$ 562,088

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(Continued)

4. LONG-TERM DEBT (continued)

Changes in Long-Term Debt

	Year Ending June 30,	Interest Rate	Principal	Interest	Total
Office Equipment					
Leases Dated August 2022	2024	1.85%	\$ 84,669	\$ 2,580	\$ 87,249
	2025	1.85%	86,248	1,001	87,249
	2026	1.85%	7,260	11	7,271
			<u>\$ 178,177</u>	<u>\$ 3,592</u>	<u>\$ 181,769</u>

This debt will be paid from the general operating funds of the District.

	Year Ending June 30,	Interest Rate	Principal	Interest	Total
Bus Transportation Leases					
Dated August 2022	2024	2.9 to 3.27%	\$ 477,419	\$ 56,642	\$ 534,061
	2025	3.43 to 4.02%	536,464	56,868	593,332
	2026	3.43 to 4.02%	326,007	35,691	361,698
	2027	3.43 to 4.02%	288,016	23,074	311,090
	2028	2.16 to 5.19%	296,444	14,646	311,090
			<u>\$ 1,924,350</u>	<u>\$ 186,921</u>	<u>\$ 2,111,271</u>

This debt will be paid from the Transportation Fund of the District.

Debt Limit

The Illinois School Code limits the amount of indebtedness to 6.9 percent of \$1,078,742,086, the most recent available assessed valuation of the District. The District's remaining debt margin at June 30, 2023, is \$72,330,677, which is 97.2 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.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(Continued)

5. FUND BALANCE REPORTING (Continued)

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.

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.

Deficit Fund Balance

The fund balance in the Operations & Maintenance Fund is over expended and is reporting a deficit fund balance in the amount of (\$332,587).

Net Position Restrictions

The district-wide statements of net position reports \$6,306,863 of restricted net assets, all of which is restricted by enabling legislation for specific purposes.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(Continued)

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/acfrs/fy2022>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794-9253; or by calling (888) 678-3675, option 2.

Benefits Provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at 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, 2026. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the state of Illinois.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

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

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2022 was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-Behalf Contributions to TRS: The state of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2023, state of Illinois contributions recognized by the employer were based on the state's proportionate share of the pension expense associated with the employer, and the employer recognized revenue and expenditures of \$8,398,965 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, 2023, were \$93,035, and are deferred because they were paid after the June 30, 2022 measurement date.

Federal and Special Trust Fund Contributions: When TRS members are paid from federal and special trust funds administered by the 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, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal trust funds. For the years ended June 30, 2023, salaries totaling \$164,283 were paid from federal and special trust funds that required employer contributions of \$17,233.

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, 2023, 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.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023
 (Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

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

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

At June 30, 2022, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflects a reduction for state pension support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the District were as follows below:

Net Pension Liability and Pension Expense (Continued)

District's proportionate share of the net pension liability	\$	1,232,639
State's proportionate share of the net pension liability associated with the District		106,923,282
	\$	108,155,921

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2022, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2022, the District's proportionate share was 0.0014702221 percent, which was an increase (decrease) of (0.00001013017) from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the District recognized pension expense of \$8,398,965 and revenue of \$8,398,965 for support provided by the state. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following source.

SD 124	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected & actual experience	\$ 2,478	\$ 6,796
Net difference between projected and actual earnings on pension plan investments	1,128	-
Changes of assumptions	5,684	2,353
Changes in proportion and differences between employer contributions & proportionate share of contributions	24,874	102,508
	\$ 34,164	\$ 111,657
Employer contributions subsequent to the measurement date	93,035	-
Total	\$ 127,199	\$ 111,657

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023
 (Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

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

\$93,035 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows or resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2024	\$	(4,928)
2025		(29,566)
2026		(34,059)
2027		(2,325)
2028		(6,615)
	<u>\$</u>	<u>(77,493)</u>

Actuarial Assumptions

The total pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement: 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, 2022 actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments as appropriate for TRS experience. The rates are based on a fully-generational basis using projection table MP-2020. In the June 30, 2021 actuarial valuation, mortality rates were based on the PubT-2010 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2020.

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

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023
 (Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

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

Actuarial Assumptions (continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equities Large Cap	16.3%	5.73%
U.S. Equities Small/Mid Cap	1.9%	6.78%
International Equities Developed	14.1%	6.56%
Emerging Market Equities	4.7%	8.55%
U.S. Bond Core	6.9%	1.15%
Cash Equivalents	1.2%	-0.32%
TIPS	0.5%	0.33%
International Debt Developed	1.2%	6.56%
Emerging International Debt	3.7%	3.76%
Real Estate	16.0%	5.42%
Private Debt	12.5%	5.29%
Hedge Funds	4.0%	3.48%
Private Equity	15.0%	10.04%
Infrastructure	2.0%	5.86%
	<u>100.0%</u>	

Discount Rate

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

Based on those assumptions, TRS's fiduciary net position at June 30, 2022 was projected to be available to make all projected future benefit payments 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. All projected future payments were covered, so a 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	\$ 1,507,529	\$ 1,232,639	\$ 1,004,691

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

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

TRS Fiduciary Net Position

Detailed information about TRS's fiduciary net position as of June 30, 2022 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.

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 ½ of the increase in the Consumer Price Index of the original pension amount.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023
 (Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (continued)

Employees Covered by Benefit Terms

As of December 31, 2022, the following employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries Currently receiving benefits	83
Inactive Plan Members entitled to but not yet receiving benefits	97
Active Plan Members	103
Total	283

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 2022 was 8.61%. The District's actual contribution for calendar year 2022 was \$328,397 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, 2023 the District recognized pension expense of \$337,264 for payments made to IMRF.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2022. 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, 2022: 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 pursuant 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 (both unadjusted) tables, 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.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023
 (Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (continued)

Actuarial Assumptions (continued)

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, 2022:

Asset Class	Portfolio Target Percentage	Return 12/31/22	Projected Returns/Risk	
			One Year Arithmetic	Ten Year Geometric
Domestic Equity	35.5%	-19.1%	7.82%	6.50%
International Equity	18.0%	-17.9%	9.23%	7.60%
Fixed Income	25.5%	-11.8%	5.01%	4.90%
Real Estate	10.5%	12.8%	7.10%	6.20%
Alternative Investments	9.5%	4.0%		
- Private Equity		N/A	13.43%	9.9%
- Hedge Funds		N/A	N/A	N/A
- Commodities		N/A	7.42%	6.3%
Cash Equivalents	1.0%	3.2%	4.00%	4.00%
Total	100.0%			

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 4.05%, and the resulting single discount rate is 7.25%.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (continued)

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability(Asset) (A)-(B)
Balance at December 31, 2021	\$ 13,397,122	\$ 14,076,649	\$ (679,527)
Changes for the year			
Service Costs	334,218	-	334,218
Interest on the Total Pension Liability	961,171	-	961,171
Difference between Expected & Actual Exper.	637,420	-	637,420
Assumption Changes	-	-	-
Contributions Employee & Employer	-	502,561	(502,561)
Net Investment Income	-	(1,714,538)	1,714,538
Benefit Payments & Refunds	(613,400)	(613,400)	-
Other (Net Transfer)	-	201,563	(201,563)
Net Changes	<u>1,319,409</u>	<u>(1,623,814)</u>	<u>2,943,223</u>
Balance at December 31, 2022	<u>\$ 14,716,531</u>	<u>\$ 12,452,835</u>	<u>\$ 2,263,696</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	\$ 16,450,139	\$ 14,716,531	\$ 13,322,094
Plan Fiduciary Net Position	<u>12,452,835</u>	<u>12,452,835</u>	<u>12,452,835</u>
Net Pension Liability	<u>\$ 3,997,304</u>	<u>\$ 2,263,696</u>	<u>\$ 869,259</u>

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(Continued)

6. RETIREMENT FUND COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (continued)

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

For the year ended June 30, 2023, the District recognized pension expense of \$277,406. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ 754,901	\$ 105,499
Changes of assumptions	-	15,915
Net difference between projected and actual earnings on pension plan investments	<u>2,190,707</u>	<u>1,190,977</u>
Total Deferred Amounts to be recognized in pension expense in future periods	<u>\$ 2,945,608</u>	<u>\$ 1,312,391</u>
<i>Pension Contributions made subsequent to the Measurement Date</i>	<u>165,581</u>	
Total Deferred Amounts Related to Pensions	<u><u>\$ 3,111,189</u></u>	<u><u>\$ 1,312,391</u></u>

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

Year Ending December 31,	Net Deferred Outflows of Resources	Net Deferred Inflows of Resources
2023	\$ 275,250	\$ -
2024	423,063	-
2025	387,228	-
2026	547,676	-
2027	-	-
Thereafter	-	-
Total	<u><u>\$ 1,633,217</u></u>	<u><u>\$ -</u></u>

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023
 (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, 2023 is as follows:

	Net Pension Liability	Amount Recognized as Expense
Teachers' Retirement System (TRS)	\$ 1,232,639	\$ 8,398,965
Illinois Municipal Retirement Fund (IMRF)	2,263,696	277,406
	\$ 3,496,335	\$ 8,676,371

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 \$256,691, 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, 2023, the district paid \$26,400 in health insurance stipends. Future payments under this program, as of June 30, 2023, are as follows:

Year Ending June 30,	Amount
2024	\$ 22,800
2025	22,800
2026	22,800
2027	22,800
2028	19,200
2029-2033	73,200
2034-2038	30,000
2039-2041	7,200
	\$ 220,800

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(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, 2023 was 0.9 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 0.9 percent of pay during the year ended June 30, 2023. State of Illinois contributions were \$144,367, 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 0.67 percent during the year ended June 30, 2023. For the year ended June 30, 2023, the District paid \$107,487 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, 2023
(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, 2022. 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, 2021. At June 30, 2021, the most recent actuarial valuation date, the District's proportionate share of the net OPEB liability was \$3,734,829. 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, 2022, relative to the contributions of all participating THIS employers and the state during that period. At June 30, 2022, the District's proportionate share was 0.054565 percent, which was an increase (decrease) of 0.001442 from its proportion measured as of June 30, 2021.

Actuarial Assumptions and Discount Rate

The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement: the Inflation Rate was assumed to be 2.25%; Salary Increases were expected to be varied by amount of service credit and ranges from 8.50 at 1 year of service to 3.50% 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 2.75%; the Healthcare Cost Trend Rates were actual trend used for fiscal year 2023, and for fiscal years on and after 2024, trend starts at 8.00% 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 PubT-2010 Retiree Mortality Table, adjusted for TRS experience. For disabled annuitants mortality rates were based on the PtbNS-2010 Non-Safety Disabled Retiree Table. Mortality rates for pre-retirement were based on the PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020. The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2017 through June 30, 2020.

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 3.69% as of June 30, 2022, and 1.92% as of June 30, 2021. The increase in the single discount rate from 1.92% to 3.69% caused the total OPEB liability to decrease by approximately \$1,448 million from 2021 to 2022.

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, 2023
(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, 2022, the trust earned \$143,000 in interest, and the market value of assets at June 30, 2022 was \$378.63.million. The long-term expected rate of return assumption was set to 2.75 percent.

	OPEB Liability (A)	Fiduciary Net Position (B)	OPEB Liability(Asset) (A)-(B)
Balance at June 30, 2021	\$ 11,832,903	\$ (125,507)	\$ 11,958,410
Changes for the year			
Service Costs	262,182	-	262,182
Interest on the Total OPEB Liability	91,490	-	91,490
Changes of Benefit Terms	-	-	-
Difference between Expected & Actual Exper.	(2,223,756)	-	(2,223,756)
Changes of Assumptions & Other Inputs	(6,198,955)	-	(6,198,955)
Contributions Employer & Employee	-	159,232	(159,232)
Net Investment Income	-	78	(78)
Benefit Payments & Refunds	(118,865)	(118,865)	-
Other Changes	-	(4,768)	4,768
Net Changes	<u>(8,187,904)</u>	<u>35,677</u>	<u>(8,223,581)</u>
Balance at June 30, 2022	<u>\$ 3,644,999</u>	<u>\$ (89,830)</u>	<u>\$ 3,734,829</u>

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 3.69%, 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 (2.69%) or 1-percentage-point higher (4.69%) than the current rate.

	1% Decrease (2.69%)	Current Discount Rate (3.69%)	1% Increase (4.69%)
District's Proportionate Share of the Net OPEB Liability	\$ 4,150,764	\$ 3,734,829	\$ 3,307,474

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 8.00% in 2022 decreasing to an ultimate trend rate of 4.25% in 2039.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(Continued)

7. POST-EMPLOYMENT BENEFITS PROGRAMS (Continued)

TEACHER'S HEALTH INSURANCE SECURITY FUND (continued)

	1% Decrease (a)	Healthcare Cost Trend Rate Assumption	1% Increase (b)
District's Proportionate Share of the Net OPEB Liability	\$ 3,156,035	\$ 3,734,829	\$ 4,370,047

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 5.00% in 2022 decreasing to an ultimate trend rate of 3.25% in 2039.

(b) One percentage point increase in healthcare trend rates are 7.00% in 2022 decreasing to an ultimate trend rate of 5.25% in 2039.

For the year ended June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to other postemployment benefits through the THIS Fund.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected & actual experience	\$ -	\$ 2,442,762
Net difference between projected and actual earnings on OPEB plan investments	539	85
Changes of assumptions	3,369	9,212,828
Changes in proportion and differences between employer contributions & proportionate share of contributions	974,650	247,477
	<u>\$ 978,558</u>	<u>\$ 11,903,152</u>
Employer contributions subsequent to the measurement date	107,487	-
Total	<u>\$ 1,086,045</u>	<u>\$ 11,903,152</u>

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

Year Ending June 30,	Net Deferred Outflows of Resources	Net Deferred Inflows of Resources
2022	\$ (2,184,919)	-
2023	(2,184,919)	-
2024	(2,184,919)	-
2025	(2,184,918)	-
2026	(2,184,919)	-
Total	<u>\$ (10,924,594)</u>	<u>\$ -</u>

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023
 (Continued)

7. POST-EMPLOYMENT BENEFITS PROGRAMS (Continued)

TEACHER'S HEALTH INSURANCE SECURITY FUND (continued)

Further Information on the THIS Fund

Detailed information about THIS's fiduciary net position as of June 30, 2022 is available in the separately issued THIS *Financial Audit*.

The publicly available financial reports 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."

8. RECAP OF PENSION LIABILITIES, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

	Net Pension and OPEB Asset (Liability)	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Inflows of Resources
Pensions, OPEB, Outflows & Inflows of Resources				
Teachers Retirement System Pension	\$ (1,232,639)	\$ 127,199	\$ (111,657)	\$ 15,542
Illinois Municipal Retirement System Pension	(2,263,696)	3,111,189	(1,312,391)	1,798,798
Teachers Health Ins Security Fund THIS OPEB	(3,734,829)	1,086,045	(11,903,152)	(10,817,107)
Retiree Health Care OPEB Plan	(220,800)	-	-	-
Total Assets/(Liabilities)	\$ (7,451,964)	\$ 4,324,433	\$ (13,327,200)	\$ (9,002,767)

9. 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 2022 Levy was passed by the Board on December 15, 2022. 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 2022 and 2021 tax levy years.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023
 (Continued)

9. PROPERTY TAXES (continued)

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	
		2022 Levy	2021 Levy
Educational	*	\$ 1.593	\$ 1.663
Operations and Maintenance	0.550	0.409	0.425
PTAB/CE Recapture	*	0.011	0.010
Transportation	*	0.138	0.118
Municipal Retirement	*	0.036	0.037
Social Security	*	0.043	0.044
Working Cash	0.050	0.028	0.029
SEDOL IMRF	*	0.005	0.006
		\$ 2.263	\$ 2.332

* As Needed

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, 2023:

Property and Liability Insurance	\$ 131,291
Unemployment Insurance	2,893
Worker's Compensation Insurance	126,060
	\$ 260,244

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, 2023
(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.

13. STEWARDSHIP AND COMPLIANCE

Over-expenditure of Budget

For the year ended June 30, 2023, all funds of the District operated within their legal budget except the Transportation Fund, which over expended its budget by \$107,536.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023
 (Continued)

14. INTERFUND TRANSFERS

During the year, the District made the following inter-fund transfer of fund balance as permitted by the School Code of Illinois. These transfers were made to allocate fund balance to needed funds.

	<u>Transferred To</u>	<u>Transferred From</u>
Special Revenue Fund		
Transporation Fund	\$ 676,974	\$
Working Cash Fund	-	676,974
	\$ 676,974	\$ 676,974

During the year, the District made the following inter-fund transfers to the Debt Service Fund for the payment of principal and Interest on capital lease arrangements as prescribed by the Illinois School Code.

	<u>Transferred To</u>	<u>Transferred From</u>
Special Revenue Fund		
Operations & Maintenance Fund	\$ -	\$ 79,978
Debt Service		
Bond & Interest Fund	79,978	-
	\$ 79,978	\$ 79,978

15. PRIOR PERIOD ADJUSTMENT

As of July 1, 2022, the School District made a change from the modified cash basis of accounting to the modified accrual basis of accounting for the presentation of its fund financial statements. The following presents the reduction in fund balance to each of the District's funds to account for this change:

	<u>Reduction</u>
Educational Fund	\$ (6,627,298)
Operations & Maintenance Fund	(1,940,961)
Transporation Fund	(310,461)
IMRF Fund	(383,887)
Working Cash Fund	(122,838)
Total Adjustment	\$ (9,385,445)

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
BUDGETARY COMPARISON SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

	General Fund (Educational Fund)			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Revenues from Local Sources				
Taxes	\$ 17,968,086	\$ 17,722,859	\$ 17,267,824	\$ (455,035)
Tuition	50,000	57,000	57,540	540
Earnings on Investments	160,000	475,000	867,964	392,964
Food Service Fees	400,000	535,000	531,444	(3,556)
Pupil Activity Fees	445,000	487,115	935,026	447,911
Other	500	8,000	12,462	4,462
Total Revenues from Local Sources	<u>\$ 19,023,586</u>	<u>\$ 19,284,974</u>	<u>\$ 19,672,260</u>	<u>\$ 387,286</u>
State Aid	19,696,253	19,369,796	14,249,385	(5,120,411)
Federal Aid	<u>2,379,905</u>	<u>2,340,554</u>	<u>2,239,983</u>	<u>(100,571)</u>
TOTAL REVENUES	<u>\$ 41,099,744</u>	<u>\$ 40,995,324</u>	<u>\$ 36,161,628</u>	<u>\$ (4,833,696)</u>
EXPENDITURES				
Current				
Instruction				
Regular	\$ 23,161,033	\$ 23,366,229	\$ 18,720,945	\$ 4,645,284
Special Education	3,128,004	3,293,761	3,375,498	(81,737)
CTE Programs	884,833	800,424	792,492	7,932
Interscholastic	1,695,399	1,674,990	1,658,831	16,159
Summer School	170,250	170,250	106,653	63,597
Driver's Education	206,361	211,059	204,231	6,828
Bilingual	-	-	-	-
Supporting Services				
Pupils	2,033,314	1,912,739	1,903,737	9,002
Instructional Staff	2,086,286	2,263,647	2,166,092	97,555
General Administration	1,801,990	1,930,089	1,703,003	227,086
School Administration	876,950	875,710	847,149	28,561
Business	1,755,277	1,885,036	1,833,325	51,711
Central	718,068	750,527	755,516	(4,989)
Community Service	70,000	90,700	27,691	63,009
Payments to Other Governments				
Special Education	2,076,456	1,965,436	1,969,343	(3,907)
Capital Outlay	<u>435,523</u>	<u>543,192</u>	<u>454,842</u>	<u>88,350</u>
TOTAL EXPENDITURES	<u>\$ 41,099,744</u>	<u>\$ 41,733,789</u>	<u>\$ 36,519,348</u>	<u>\$ 5,214,441</u>
NET CHANGE OF FUND BALANCE	<u>\$ -</u>	<u>\$ (738,465)</u>	<u>\$ (357,720)</u>	<u>\$ 380,745</u>
FUND BALANCE - JULY 1, 2022			27,769,365	
PRIOR PERIOD ADJUSTMENT			<u>(6,627,298)</u>	
FUND BALANCE - JUNE 30, 2023			<u>\$ 20,784,347</u>	

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
BUDGETARY COMPARISON SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
SPECIAL REVENUE FUND - OPERATIONS & MAINTENANCE
FOR THE YEAR ENDED JUNE 30, 2023

	Operations & Maintenance Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Revenues from Local Sources				
Taxes	\$ 4,444,681	\$ 4,352,984	\$ 4,283,783	\$ (69,201)
Earnings on Investments	2,000	10,000	18,774	8,774
Other	21,000	56,000	56,281	281
Total Revenues from Local Sources	\$ 4,467,681	\$ 4,418,984	\$ 4,358,838	\$ -
State Aid	50,000	583,898	583,898	-
TOTAL REVENUES	\$ 4,517,681	\$ 5,002,882	\$ 4,942,736	\$ (60,146)
EXPENDITURES				
Supporting Services				
Salaries	\$ 1,219,492	\$ 1,098,486	\$ 1,097,920	\$ 566
Employee Benefits	209,950	170,321	171,037	(716)
Purchased Services	885,397	1,265,436	1,239,941	25,495
Supplies	864,603	753,551	747,711	5,840
Other Objects	1,600	300	655	(355)
Payments to Other Governments				
Payments for Special Education Programs	106,608	107,414	107,414	-
Payments for CTE Programs	13,000	13,000	12,992	8
Capital Outlay	1,217,031	1,575,000	1,564,936	10,064
TOTAL EXPENDITURES	\$ 4,517,681	\$ 4,983,508	\$ 4,942,606	\$ 40,902
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	\$ 19,374	\$ 130	\$ (19,244)
OTHER FINANCING SOURCES (USES)				
Transfers Out	\$ -	\$ -	\$ (79,978)	\$ (79,978)
NET CHANGE IN FUND BALANCE	\$ -	\$ 19,374	\$ (79,848)	\$ (99,222)
FUND BALANCE - JULY 1, 2022			1,688,222	
PRIOR PERIOD ADJUSTMENT			(1,940,961)	
FUND BALANCE - JUNE 30, 2023			<u>\$ (332,587)</u>	

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 BUDGETARY COMPARISON SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
 SPECIAL REVENUE FUND - TRANSPORTATION
 FOR THE YEAR ENDED JUNE 30, 2023

	Transportation Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Revenues from Local Sources				
Taxes	\$ 1,233,702	\$ 1,313,270	\$ 1,163,810	\$ (149,460)
Local Fees	-	-	-	-
Earnings on Investments	2,500	8,000	16,989	8,989
Total Revenues from Local Sources	<u>\$ 1,236,202</u>	<u>\$ 1,321,270</u>	<u>\$ 1,180,799</u>	<u>\$ (140,471)</u>
State Aid	1,575,000	1,570,200	1,799,286	229,086
TOTAL REVENUES	<u>\$ 2,811,202</u>	<u>\$ 2,891,470</u>	<u>\$ 2,980,085</u>	<u>\$ 88,615</u>
EXPENDITURES				
Supporting Services				
Salaries	\$ 673,000	\$ 723,389	\$ 640,410	\$ 82,979
Employee Benefits	180,000	181,260	179,724	1,536
Purchased Services	2,025,881	2,499,895	2,151,767	348,128
Supplies	136,350	163,800	170,198	(6,398)
Other Objects	100	100	-	-
Total Support Services	<u>\$ 3,015,331</u>	<u>\$ 3,568,444</u>	<u>\$ 3,142,099</u>	<u>\$ 426,245</u>
Debt Service Leases				
Lease/Purchase Principal Retired	\$ -	\$ -	\$ 533,881	-
TOTAL EXPENDITURES	<u>\$ 3,015,331</u>	<u>\$ 3,568,444</u>	<u>\$ 3,675,980</u>	<u>\$ (107,536)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (204,129)</u>	<u>\$ (676,974)</u>	<u>\$ (695,895)</u>	<u>\$ 18,921</u>
OTHER FINANCING SOURCES (USES)				
Transfer Out	\$ -	\$ 676,974	\$ 676,974	\$ -
NET CHANGE IN FUND BALANCE	<u>\$ (204,129)</u>	<u>\$ -</u>	<u>\$ (18,921)</u>	<u>\$ (18,921)</u>
FUND BALANCE - JULY 1, 2022			1,386,771	
PRIOR PERIOD ADJUSTMENT			(310,461)	
FUND BALANCE - JUNE 30, 2023			<u>\$ 1,057,389</u>	

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
BUDGETARY COMPARISON SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
SPECIAL REVENUE FUND - MUNICIPAL RETIREMENT/SOCIAL SECURITY
FOR THE YEAR ENDED JUNE 30, 2023

	Municipal Retirement/ Social Security Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Revenues from Local Sources				
Taxes	\$ 933,599	\$ 908,110	\$ 896,540	\$ (11,570)
Earnings on Investments	4,000	7,100	16,385	9,285
TOTAL REVENUES	\$ 937,599	\$ 915,210	\$ 912,925	\$ (2,285)
EXPENDITURES				
Current				
Instruction				
Regular	\$ 136,235	\$ 158,404	\$ 157,249	\$ 1,155
Special Education	72,528	80,130	80,185	(55)
CTE Programs	8,654	8,654	8,934	(280)
Interscholastic	54,174	52,900	46,320	6,580
Summer School	1,499	1,499	1,409	90
Gifted Program	2,679	2,341	2,453	(112)
Supporting Services				
Pupils	62,330	48,169	48,777	(608)
Instructional Staff	39,151	38,474	38,515	(41)
General Administration	19,283	18,166	18,126	40
School Administration	26,551	32,620	32,565	55
Business	421,779	386,699	382,077	4,622
Central	34,637	33,077	33,072	5
Community Service	3,101	4,183	4,062	121
Nonprogrammed Charges				
Payments to Other Governments	54,998	54,998	54,998	-
TOTAL EXPENDITURES	\$ 937,599	\$ 920,314	\$ 908,742	\$ 11,572
NET CHANGE IN FUND BALANCE	\$ -	\$ (5,104)	\$ 4,183	\$ 9,287
FUND BALANCE - JULY 1, 2022			1,082,780	
PRIOR PERIOD ADJUSTMENT			(383,887)	
FUND BALANCE - JUNE 30, 2023			\$ 703,076	

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 BUDGETARY COMPARISON SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
 SPECIAL REVENUE FUND - WORKING CASH FUND
 FOR THE YEAR ENDED JUNE 30, 2023

	Working Cash Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Revenues from Local Sources				
Taxes	\$ 300,328	\$ 291,209	\$ 283,328	\$ (7,881)
Earnings on Investments	10,000	55,000	99,974	44,974
TOTAL REVENUES	<u>\$ 310,328</u>	<u>\$ 346,209</u>	<u>\$ 383,302</u>	<u>\$ 37,093</u>
EXPENDITURES	-	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 310,328</u>	<u>\$ 346,209</u>	<u>\$ 383,302</u>	<u>\$ 37,093</u>
OTHER FINANCING SOURCES (USES)				
Transfer of Interest		(676,974)	(676,974)	
NET CHANGE IN FUND BALANCE	<u>\$ 310,328</u>	<u>\$ (330,765)</u>	\$ (293,672)	<u>\$ 37,093</u>
FUND BALANCE - JULY 1, 2022			\$ 4,564,857	
PRIOR PERIOD ADJUSTMENT			(122,838)	
FUND BALANCE - JUNE 30, 2023			<u>\$ 4,148,347</u>	

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION ON BUDGETARY ACCOUNTING
YEAR ENDED JUNE 30, 2023

Budgets and Budgetary Accounting

The budget for all major Governmental Funds is prepared on the modified accrual 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, 2022 to June 30, 2023 budget, was passed on July 21, 2022, and was amended on June 15, 2023.

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.

Over expenditure of Budget

For the year ended June 30, 2023, total direct expenditures exceeded budgeted expenditures in the following funds:

	Actual	Budget	Excess
Special Revenue Fund	3,675,980	3,568,444	107,536
Transportation Fund			

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
REQUIRED SUPPLEMENTARY INFORMATION
 JUNE 30, 2023

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

Fiscal Year Ending June 30	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability	0.1470221%	0.1571524%	0.1593410%	0.1624716%	0.1678650%	0.1272250%	0.0020005%	0.0035224%	0.0015523%
District's proportionate share of the net pension liability	\$ 1,232,639	\$ 1,225,966	\$ 1,373,766	\$ 1,317,778	\$ 1,308,424	\$ 971,974	\$ 1,579,146	\$ 2,307,527	\$ 932,552
State's proportionate share of the net pension liability associated with the District	106,923,282	102,748,985	107,600,499	93,784,799	89,632,496	89,821,588	91,250,102	72,692,922	58,154,899
Total	\$ 108,155,921	\$ 103,974,951	\$ 108,974,265	\$ 95,102,577	\$ 90,940,920	\$ 90,793,562	\$ 92,829,248	\$ 75,000,449	\$ 59,087,451
District's covered payroll	\$ 16,040,952	\$ 15,042,992	\$ 14,075,249	\$ 13,526,691	\$ 12,715,237	\$ 12,054,653	\$ 25,761,595	\$ 11,583,188	\$ 11,073,966
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	7.7%	8.2%	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	42.8%	45.1%	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	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually-required contribution	\$ 87,249	\$ 81,750	\$ 82,402	\$ 73,580	\$ 69,746	\$ 61,738	\$ 91,253	\$ 144,357	\$ 62,270
Contributions in relation to the contractually-required contribution	(87,249)	(81,750)	(82,402)	(73,580)	(69,746)	(52,416)	(77,474)	(123,425)	(54,673)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,322	\$ 13,779	\$ 20,932	\$ 7,597
District's covered payroll	\$ 16,040,952	\$ 15,042,992	\$ 14,075,249	\$ 13,526,691	\$ 12,715,237	\$ 12,054,653	\$ 12,019,872	\$ 11,583,188	\$ 11,073,966
Contributions as a percentage of covered payroll	0.54%	0.54%	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.

The Schedule is 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
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE IMRF NET PENSION LIABILITY AND RELATED RATIOS
JUNE 30, 2023

Calendar Year Ending December 31,	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability	\$ 394,218	\$ 301,988	\$ 342,913	\$ 337,031	\$ 308,704	\$ 307,167	\$ 301,355	\$ 291,966	\$ 303,885
Service Costs	961,171	859,010	881,802	832,365	777,326	762,003	732,758	682,017	614,267
Interest on the Total Pension Liability	-	-	-	-	-	-	-	-	-
Benefit Changes	637,420	815,922	(848,440)	45,520	222,131	(37,577)	(138,995)	205,442	57,032
Difference between Expected and Actual Experience	-	-	(128,001)	-	322,897	(340,195)	(24,853)	12,017	367,052
Assumption Changes	(613,400)	(554,442)	(529,910)	(542,031)	(515,320)	(460,405)	(558,315)	(452,899)	(388,690)
Benefit Payments & Refunds	1,319,409	1,422,478	(281,636)	672,885	1,115,738	230,993	311,950	738,543	953,546
Net Change in Total Pension Liability	13,397,122	11,974,644	12,256,280	11,583,395	10,467,657	10,238,664	9,924,714	9,186,171	8,232,625
Total Pension Liability - Beginning	\$ 14,716,531	\$ 13,397,122	\$ 11,974,644	\$ 12,256,280	\$ 11,583,395	\$ 10,467,657	\$ 10,238,664	\$ 9,924,714	\$ 9,186,171
Total Pension Liability - Ending (a)									
Plan Fiduciary Net Position	\$ 330,169	\$ 356,536	\$ 322,586	\$ 273,498	\$ 327,958	\$ 308,533	\$ 291,484	\$ 281,921	\$ 264,843
Employer Contributions	172,392	152,077	140,083	155,332	162,230	132,355	124,212	121,286	112,960
Employee Contributions	(1,714,538)	1,966,349	1,545,610	1,786,970	(545,852)	1,588,696	574,345	42,112	483,022
Pension Plan Net Investment Income	(613,400)	(554,442)	(529,910)	(542,031)	(515,320)	(460,405)	(558,315)	(452,899)	(388,690)
Benefit Payments & Refunds	201,563	324,947	(620,572)	(202,040)	47,911	(306,038)	(48,782)	(41,312)	51,365
Other	(1,623,814)	2,245,467	857,797	1,471,729	(522,873)	1,243,141	382,944	(48,892)	523,500
Net Change in Plan Fiduciary Net Position	14,076,649	11,831,152	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 - Beginning	\$ 12,452,835	\$ 14,076,619	\$ 11,831,182	\$ 10,973,385	\$ 9,501,656	\$ 10,024,529	\$ 8,781,388	\$ 8,398,444	\$ 8,447,336
Plan Fiduciary Net Position - Ending (b)	\$ 2,263,696	\$ (679,497)	\$ 143,462	\$ 1,282,895	\$ 2,081,739	\$ 443,128	\$ 1,455,276	\$ 1,526,270	\$ 736,635
Net Pension Liability/(Asset) - Ending (a-b)									
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	84.62%	105.07%	98.80%	89.53%	82.03%	95.77%	85.78%	84.62%	91.96%
Covered Valuation Payroll	\$ 3,814,141	\$ 3,379,481	\$ 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	59.35%	-20.11%	4.60%	40.20%	65.25%	15.07%	52.72%	56.63%	28.64%

The Schedule is 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
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF EMPLOYER IMRF CONTRIBUTIONS

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution As a % of Covered Valuation Payroll
2022	\$ 328,398 *	\$ 330,169	\$ (1,771)	\$ 3,814,141	8.66%
2021	\$ 356,535 *	\$ 356,536	\$ (1)	\$ 3,379,481	10.55%
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 8.61% and covered valuation payroll of \$3,814,141.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 REQUIRED SUPPLEMENTARY INFORMATION
 NOTES TO SCHEDULE OF EMPLOYER IMRF CONTRIBUTIONS
 JUNE 30, 2023

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 2022 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): 21-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 16 years for most employers (three employers were financed over 17 years one employer was financed over 18 years; two employers were financed over 19 years; one employer was financed over 20 years; three employer were financed over 25 years; four employer were financed over 26 years and one employer was financed over 27 years.)
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage growth	2.75%
Price Inflation	2.25%
Salary Increases	2.85% to 13.75% 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 2020 valuation pursuant to an experience study of the period 2017-2019
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General , Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

Other Information

Notes There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2022 actuarial valuation

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 REQUIRED SUPPLEMENTARY INFORMATION
 SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS
 USED IN THE CALCULATION OF THE TOTAL IMRF PENSION LIABILITY
 JUNE 30, 2023

Methods and Assumptions Used to Determine Total Pension Liability:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75% including inflation
Investment Rate of Return	7.25%

Retirement Age Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019

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

Other Information:

Notes There were no benefit changes during the year.

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2022 Illinois Municipal Retirement Fund annual actuarial valuation report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
TEACHER HEALTH INSURANCE SECURITY FUND (THIS)
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN NET THIS OPEB LIABILITY AND RELATED RATIOS
(Unaudited)

Fiscal Year Ended June 30,	2022	2021	2020	2019	2018	2017
Total OPEB Liability						
Service Costs	262,182	601,716	641,610	619,917	660,732	868,059
Interest on the Total OPEB Liability	91,490	266,536	388,192	461,333	474,517	422,967
Changes of Benefit Terms	-	-	-	-	-	-
Difference between Expected and Actual Experience	(2,223,756)	(266,080)	(138,923)	(261,601)	(48,840)	(8,736)
Changes in assumptions	(6,198,955)	(2,940,175)	(717,141)	6,148	(726,666)	(1,836,330)
Benefit Payments	(118,865)	(132,321)	(126,149)	(1,342,691)	(14,168)	(151,827)
Net Change in Total OPEB Liability	<u>(8,187,904)</u>	<u>(2,470,324)</u>	<u>47,589</u>	<u>(516,894)</u>	<u>345,575</u>	<u>(705,867)</u>
Total OPEB Liability - Beginning	<u>11,832,903</u>	<u>14,303,227</u>	<u>14,255,638</u>	<u>14,772,532</u>	<u>14,426,957</u>	<u>15,132,824</u>
Total OPEB Liability - Ending	<u>3,644,999</u>	<u>11,832,903</u>	<u>14,303,227</u>	<u>14,255,638</u>	<u>14,772,532</u>	<u>14,426,957</u>
Plan Fiduciary Net Position						
Employer Contributions	100,901	129,458	119,218	116,483	107,454	108,434
Active Member Contributions	58,331	74,518	71,129	67,012	61,777	57,566
Net Investment Income	78	28	103	205	383	184
Benefit Payments	(118,865)	(132,321)	(81,175)	(124,376)	(149,440)	(152,749)
Operating Expenses	(4,768)	(5,165)	(5,032)	(53,736)	(7,329)	(7,105)
Other	-	(292,333)	-	-	832	1,081
Net Change in Plan Fiduciary Net Position	<u>35,677</u>	<u>(225,815)</u>	<u>104,243</u>	<u>5,588</u>	<u>13,677</u>	<u>7,411</u>
Plan Fiduciary Net Position - Beginning	<u>(125,507)</u>	<u>100,308</u>	<u>(3,935)</u>	<u>(9,523)</u>	<u>(23,200)</u>	<u>(30,611)</u>
Plan Fiduciary Net Position - Ending	<u>(89,830)</u>	<u>(125,507)</u>	<u>100,308</u>	<u>(3,935)</u>	<u>(9,523)</u>	<u>(23,200)</u>
Net OPEB Liability - Ending (a) - (b)	<u>3,734,829</u>	<u>11,958,410</u>	<u>14,202,919</u>	<u>14,259,573</u>	<u>14,782,055</u>	<u>14,450,157</u>
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability Covered Payroll	-2.46%	-1.06%	0.70%	0.25%	-0.07%	-0.17%
Net OPEB Liability as a Percentage of Covered Payroll	5,921,043	5,691,948	5,410,049	5,089,896	4,946,289	4,865,871
	63.08%	210.09%	262.53%	280.15%	298.85%	296.97%

The Schedule is 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
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF EMPLOYER THIS CONTRIBUTIONS
JUNE 30, 2023

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution As a % of Covered Valuation Payroll
2022	N/A	\$ 100,901	N/A	\$ 5,921,043	1.70%
2021	N/A	\$ 129,458	N/A	\$ 5,691,948	2.27%
2020	N/A	\$ 119,218	N/A	\$ 5,410,049	2.29%
2019	N/A	\$ 116,483	N/A	\$ 5,089,896	2.29%
2018	N/A	\$ 107,454	N/A	\$ 4,946,289	2.17%
2017	N/A	\$ 108,434	N/A	\$ 4,865,871	2.23%

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
 REQUIRED SUPPLEMENTARY INFORMATION
 NOTES TO SCHEDULE OF EMPLOYER THIS OPEB CONTIRIBUTIONS
 JUNE 30, 2023

Valuation Date: June 30, 2021
Measurement Date: June 30, 2022
District's Year End June 30, 2023

Methods and Assumptions Used to Determine Contribution Rates*

Actuarial Cost Method: Entry Age Normal, used to measure the Total THIS OPEB Liability
 Contribution Policy: Benefits are financed on a pay-as-you go basis. Contribution rates are defined by statute. For fiscal year ended June 30, 2022, contribution rates are 0.90% of pay for active members, 0.67% of pay for school districts and 0.90% of pay for the State. Retired Members contribute a percentage of premium rates. The goal of the policy is it finance current year costs plus a margin for incurred by not paid plan costs.

Asset Valuation Method: Market value
 Investment Rate of Return: 2.75%, net of OPEB plan investment expense, including inflation
 Price Inflation: 2.25%
 Salary Increases: Depends on service and ranges form 8.50% at 1 year of service to 3.50% at 20 or more years of service.

Retirement Age: Experienced-based table of rates that are specific to the type of eligibility condition. Last updated for the 2021 actuarial valuation.

Mortality: Retirement and Beneficiary Annuitants: PubT-2010 Retiree Mortality Table, adjusted for TRS experience. Disabled Annuitants: PubNS-2010 No-Safetu Disabled Retiree Table. Pre-Retirement: PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.

Healthcare Cost Trend Rates: Trend rates for fiscal year 2023 are based on annual premium increases. For non-Medicare costs, trend rates start at 8.00% for plan year 2024 and decrease gradually to an ultimate rate of 4.25% in 2039. For MAPD costs, trend rates are 0% in 2024 to 2028, 19.42% in 2029 to 2033 and 5.81% in 2034, declining gradually to an ultimate rate of 4.25% in 2039.

Aging Factors: Based on the 2013 SOA Study "Health Care Costs - From Birth to Death"

Expenses: Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

Note: Information is not available prior to 2016. Additional years will be added to future reports as schedules are intended to show 10 years of historical data

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

	FINAL BUDGET	ACTUAL
REVENUES		
Revenues from Local Sources		
Taxes	\$ 17,722,859	\$ 17,267,824
Tuition	57,000	57,540
Earnings on Investments	475,000	867,964
Food Service Fees	535,000	531,444
Pupil Activity Fees	487,115	935,026
Other	8,000	12,462
Total Revenues from Local Sources	\$ 19,284,974	\$ 19,672,260
Revenues from State Sources		
Evidence Based Funding	\$ 5,338,982	\$ 5,406,005
State Library Grant	-	1,558
State Free Lunch and Breakfast	1,500	1,474
Special Education	260,038	237,573
CTE - Secondary Program Improvement	34,518	34,518
Drivers Education	41,000	24,925
Total Revenues from State Sources	\$ 5,676,038	\$ 5,706,053
Federal Aid		
Education Stabilization	\$ 882,770	\$ 787,361
Medicaid Matching Funds	100,000	71,334
Federal Food Service Program	485,000	487,588
Special Education IDEA Grants	606,500	636,409
Title I	170,500	162,786
Title IV	12,047	12,047
Title II	62,141	62,141
Other Grants-In-Aid	21,596	20,317
Total Revenues from Federal Sources	\$ 2,340,554	\$ 2,239,983
Total Direct Revenues	\$ 27,301,566	\$ 27,618,296
"On-Behalf Revenues for TRS Contributions	13,693,758	8,543,332
TOTAL REVENUES	\$ 40,995,324	\$ 36,161,628
EXPENDITURES	41,733,789	36,519,348
NET CHANGE IN FUND BALANCE	\$ (738,465)	\$ (357,720)
FUND BALANCE - JULY 1, 2022		\$ 27,769,365
PRIOR PERIOD ADJUSTMENT		(6,627,298)
FUND BALANCE - JUNE 30, 2023		\$ 20,784,347

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

<u>INSTRUCTION</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
Regular Programs		
Salaries	\$ 8,200,644	\$ 8,190,915
Employee Benefits	996,099	989,960
Purchased Services	30,820	119,944
Supplies	441,208	875,128
Capital Outlay	16,846	16,489
Other	3,700	1,666
Total Regular Programs	\$ 9,689,317	\$ 10,194,102
Special Programs		
Salaries	\$ 1,597,224	\$ 1,613,395
Employee Benefits	260,137	252,556
Purchased Services	1,416,900	1,497,816
Supplies	19,500	11,731
Total Special Programs	\$ 3,293,761	\$ 3,375,498
CTE Programs		
Salaries	\$ 665,000	\$ 668,862
Employee Benefits	77,030	79,636
Purchased Services	200	156
Supplies	54,994	40,638
Capital Outlay	37,097	36,812
Other Objects	3,200	3,200
Total CTE Programs	\$ 837,521	\$ 829,304
Interscholastic Programs		
Salaries	\$ 1,193,487	\$ 1,236,704
Employee Benefits	159,296	153,466
Purchased Services	165,000	98,233
Supplies	111,457	127,024
Capital Outlay	14,000	19,444
Other	45,750	43,404
Total Interscholastic Programs	\$ 1,688,990	\$ 1,678,275
Summer School		
Salaries	\$ 150,000	\$ 100,212
Employee Benefits	20,250	6,441
Total Summer School	\$ 170,250	\$ 106,653
Drivers Education Program		
Salaries	\$ 181,459	\$ 176,651
Employee Benefits	16,600	19,771
Purchased Services	6,900	2,795
Supplies	6,100	5,014
Total Drivers Education Program	\$ 211,059	\$ 204,231
<u>TOTAL INSTRUCTION</u>	<u>\$ 15,890,898</u>	<u>\$ 16,388,063</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CONTINUED</u>		
<u>SUPPORT SERVICES</u>		
Pupils		
Salaries	\$ 1,651,913	\$ 1,648,396
Employee Benefits	196,226	191,261
Purchased Services	29,900	30,923
Supplies	13,100	12,040
Other Objects	21,600	21,117
Total Pupils	<u>\$ 1,912,739</u>	<u>\$ 1,903,737</u>
Instructional Staff		
Salaries	\$ 1,201,064	\$ 1,200,319
Employee Benefits	335,506	338,894
Purchased Services	239,032	176,791
Supplies	485,345	449,414
Capital Outlay	174,559	154,559
Other	2,700	674
Total Instructional Staff	<u>\$ 2,438,206</u>	<u>\$ 2,320,651</u>
General Administration		
Salaries	\$ 348,190	\$ 347,134
Employee Benefits	1,127,499	900,252
Purchased Services	422,300	416,681
Supplies	15,600	16,584
Other	16,500	22,352
Total General Administration	<u>\$ 1,930,089</u>	<u>\$ 1,703,003</u>
School Administration		
Salaries	\$ 644,394	\$ 641,769
Employee Benefits	170,816	162,599
Purchased Services	4,000	1,331
Supplies	39,000	33,089
Other	17,500	8,361
Total School Administration	<u>\$ 875,710</u>	<u>\$ 847,149</u>
Business		
Salaries	\$ 810,247	\$ 889,335
Employee Benefits	164,558	160,569
Purchased Services	277,111	276,478
Supplies	629,020	503,413
Capital Outlay	85,690	18,273
Other	4,100	3,530
Total Business	<u>\$ 1,970,726</u>	<u>\$ 1,851,598</u>
Central		
Salaries	\$ 320,000	\$ 320,806
Employee Benefits	69,827	69,702
Purchased Services	115,000	119,423
Supplies	245,700	245,585
Capital Outlay	215,000	209,265
Total Central	<u>\$ 965,527</u>	<u>\$ 964,781</u>
<u>TOTAL SUPPORT SERVICES</u>	<u>\$ 10,092,997</u>	<u>\$ 9,590,919</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
<u>CONTINUED</u>		
<u>COMMUNITY SERVICES</u>		
Salaries	\$ 15,000	\$ 12,934
Purchased Services	70,500	-
Supplies	5,000	14,757
Other Objects	200	-
<u>TOTAL COMMUNITY SERVICES</u>	<u>\$ 90,700</u>	<u>\$ 27,691</u>
<u>NONPROGRAMMED CHARGES</u>		
Purchased Services	\$ 87,776	\$ 141,800
Other	1,877,660	1,827,543
<u>TOTAL NONPROGRAMMED CHARGES</u>	<u>\$ 1,965,436</u>	<u>\$ 1,969,343</u>
<u>TOTAL DIRECT EXPENDITURES</u>	<u>\$ 28,040,031</u>	<u>\$ 27,976,016</u>
"On-Behalf" Expenditures for TRS Contributions	<u>13,693,758</u>	<u>8,543,332</u>
<u>TOTAL EXPENDITURES</u>	<u>\$ 41,733,789</u>	<u>\$ 36,519,348</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
OPERATIONS AND MAINTENANCE FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
REVENUES		
Revenues from Local Sources		
Taxes	\$ 4,352,984	\$ 4,283,783
Earnings on Investments	10,000	18,774
Other	56,000	56,281
Total Revenues from Local Sources	<u>\$ 4,418,984</u>	<u>\$ 4,358,838</u>
Revenues from State Sources		
Evidence Based Funding	\$ 533,898	\$ 533,898
School Infrastructure Grant	50,000	50,000
Total Revenues from State Sources	<u>\$ 583,898</u>	<u>\$ 583,898</u>
TOTAL REVENUES	<u>\$ 5,002,882</u>	<u>\$ 4,942,736</u>
EXPENDITURES		
Supporting Services		
Operations and Maintenance		
Salaries	\$ 1,098,486	\$ 1,097,920
Employee Benefits	170,321	171,037
Purchased Services	1,265,436	1,239,941
Supplies	753,551	747,711
Capital Outlay	1,575,000	1,564,936
Other	300	655
Total Supporting Services	<u>\$ 4,863,094</u>	<u>\$ 4,822,200</u>
Payments to Other Governmental Units		
Special Education Programs	\$ 107,414	\$ 107,414
CTE Programs	13,000	12,992
Total Payments to Other Governmental Units	<u>\$ 120,414</u>	<u>\$ 120,406</u>
TOTAL EXPENDITURES	<u>\$ 4,983,508</u>	<u>\$ 4,942,606</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 19,374</u>	<u>\$ 130</u>
OTHER FINANCING SOURCES (USES)		
Transfer Out	\$ -	\$ (79,978)
NET CHANGE IN FUND BALANCE	<u>\$ 19,374</u>	<u>\$ (79,848)</u>
FUND BALANCE - JULY 1, 2022		\$ 1,688,222
PRIOR PERIOD ADJUSTMENT		<u>(1,940,961)</u>
FUND BALANCE - JUNE 30, 2023		<u>\$ (332,587)</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY SCHOOL DISTRICT NO. 124
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
TRANSPORTATION FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
REVENUES		
Revenue from Local Sources		
Taxes	\$ 1,313,270	\$ 1,163,810
Earnings on Investments	8,000	16,989
Total Revenue from Local Sources	<u>\$ 1,321,270</u>	<u>\$ 1,180,799</u>
Revenue from State Sources		
State Transportation Aid	\$ 1,570,200	\$ 1,799,286
TOTAL REVENUES	<u>\$ 2,891,470</u>	<u>\$ 2,980,085</u>
EXPENDITURES		
Supporting Services		
Pupil Transportation		
Salaries	\$ 723,389	\$ 640,410
Employee Benefits	181,260	179,724
Purchased Services	2,499,895	2,151,767
Supplies	163,800	170,198
Other	100	-
Total Pupil Transportation	<u>\$ 3,568,444</u>	<u>\$ 3,142,099</u>
Debt Service		
Lease/Purchase Principal Retired	\$ -	\$ 533,881
Total Debt Service	<u>\$ -</u>	<u>\$ 533,881</u>
TOTAL EXPENDITURES	<u>\$ 3,568,444</u>	<u>\$ 3,675,980</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (676,974)</u>	<u>\$ (695,895)</u>
OTHER FINANCING SOURCES (USES)		
Transfer In	\$ 676,974	\$ 676,974
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (18,921)</u>
FUND BALANCE - JULY 1, 2022		\$ 1,386,771
PRIOR PERIOD ADJUSTMENT		<u>(310,461)</u>
FUND BALANCE - JUNE 30, 2023		<u>\$ 1,057,389</u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE YEAR ENDED JUNE 30, 2023

	FINAL BUDGET	ACTUAL
REVENUES		
Revenue from Local Sources		
Taxes	\$ 908,110	\$ 896,540
Earnings on Investments	7,100	16,385
TOTAL REVENUES	\$ 915,210	\$ 912,925
EXPENDITURES		
Employee Benefits		
Instruction		
Regular Programs	\$ 158,404	\$ 157,249
Special Education Programs	80,130	80,185
CTE Programs	8,654	8,934
Interscholastic Programs	52,900	46,320
Summer School Programs	1,499	1,409
Driver's Education Programs	2,341	2,453
Total Instruction	\$ 303,928	\$ 296,550
Supporting Services		
Attendance & Guidance Services	\$ 28,786	\$ 29,401
Health Services	15,162	15,164
Psychological Services	2,763	4,212
Speech & Pathology	1,458	-
Improvement of Instruction	29,119	29,169
Educational Media Services	9,355	9,346
Board of Education Services	135	135
Executive Administration Services	18,031	17,991
Office of the Principal Services	32,620	32,565
Direction of Business Support Services	1,700	1,593
Fiscal Services	20,958	21,225
Operations and Maintenance Services	195,274	193,122
Pupil Transportation Services	113,597	111,764
Food Service	55,170	54,373
Information Services	33,077	33,072
Total Support Services	\$ 557,205	\$ 553,132
Community Services	\$ 4,183	\$ 4,062
Payments for Special Education Programs	\$ 54,998	\$ 54,998
TOTAL EXPENDITURES	\$ 920,314	\$ 908,742
NET CHANGE IN FUND BALANCE	\$ (5,104)	\$ 4,183
FUND BALANCE - JULY 1, 2022		\$ 1,082,780
PRIOR PERIOD ADJUSTMENT		(383,887)
FUND BALANCE - JUNE 30, 2023		\$ 703,076

See accompanying Independent Auditor's Report.

GRANT COMMUNITY SCHOOL DISTRICT NO. 124
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
WORKING CASH FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
REVENUES		
Revenue from Local Sources		
Taxes	\$ 291,209	\$ 283,328
Earnings on Investments	<u>55,000</u>	<u>99,974</u>
TOTAL REVENUES	\$ <u>346,209</u>	\$ <u>383,302</u>
EXPENDITURES	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>346,209</u>	\$ <u>383,302</u>
OTHER FINANCING SOURCES (USES)		
Transfer of Interest	\$ <u>(676,974)</u>	\$ <u>(676,974)</u>
TOTAL OTHER FINANCING SOURCES (USES)	\$ <u>(676,974)</u>	\$ <u>(676,974)</u>
NET CHANGE IN FUND BALANCE	\$ <u><u>(330,765)</u></u>	\$ (293,672)
FUND BALANCE AT JULY 1, 2022		\$ 4,564,857
PRIOR PERIOD ADJUSTMENT		<u>(122,838)</u>
FUND BALANCE AT JUNE 30, 2023		\$ <u><u>4,148,347</u></u>

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
BOND AND INTEREST FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>
REVENUES		
Revenue from Local Sources		
Taxes	\$ <u> -</u>	\$ <u> -</u>
TOTAL REVENUES	\$ <u> -</u>	\$ <u> -</u>
EXPENDITURES		
Debt Service		
Interest on Debt	\$ <u> -</u>	\$ <u> 3,727</u>
Principal Retired on Debt	<u> -</u>	<u> 76,251</u>
TOTAL EXPENDITURES	\$ <u> -</u>	\$ <u> 79,978</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u> -</u>	\$ <u> (79,978)</u>
OTHER FINANCING SOURCES (USES)		
Transfer In	\$ <u> -</u>	\$ <u> 79,978</u>
TOTAL OTHER FINANCING SOURCES (USES)	\$ <u> -</u>	\$ <u> 79,978</u>
NET CHANGE IN FUND BALANCE	\$ <u> -</u>	\$ <u> -</u>
FUND BALANCE - JULY 1, 2022		<u> -</u>
FUND BALANCE - JUNE 30, 2023		\$ <u> -</u>

See accompanying Independent Auditor's Report.

ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)
DISTRICT/JOINT AGREEMENT
Year Ending June 30, 2023

DISTRICT/JOINT AGREEMENT NAME Grant Com High School District No. 124	RCDT NUMBER 34-049-1240-16	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: jaceto@ekjllp.com	
		NAME OF AUDIT SUPERVISOR John D. Aceto, Jr., CPA	
		CPA FIRM TELEPHONE NUMBER 847-662-8300	FAX NUMBER 847-662-8305

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 the GATA Portal (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(s) (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
- A copy of the Consolidated Year-end Financial Report (CYEFR) and In-relation to opinion

GRANT COM HIGH SCHOOL DISTRICT NO. 124
34-049-1240-16

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2023

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	AL 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 7/1/21-6/30/22 (C)	Year 7/1/22-6/30/23 (D)	Year 7/1/21-6/30/22 Pass through to Subrecipients (E)	Year 7/1/21-6/30/22 Pass through to Subrecipients (F)	Year 7/1/22-6/30/23 Pass through to Subrecipients (G)		
US DEPARTMENT OF AGRICULTURE									
Passed Through IL State Board of Education								0	
<i>Child Nutrition Cluster</i>								0	
(M) National Lunch Program	10.555	4210-2023		452,552		452,552		452,552	N/A
(M) School Breakfast Program	10.553	4220-2023		35,036		35,036		35,036	N/A
(M) USDA Food Commodities - Non-Cash	10.555	4210-2023		10,348		10,348		10,348	N/A
(M) DoD Fruits and Vegetables - Non-Cash	10.555	4210-2023		40,974		40,974		40,974	N/A
<i>Total Child Nutrition Cluster</i>				538,910		538,910		538,910	
TOTAL DEPARTMENT OF AGRICULTURE				538,910		538,910		538,910	
US DEPARTMENT OF EDUCATION								0	
Passed Through the IL State Board of Education								0	
(M) ESSER D2 Digital Equity	84.425D	4998-2022	96,175	12,846	96,175	12,846		109,021	109,021
(M) ESSER D3	84.425U	4998-2023		136,857		136,857		136,857	136,857
(M) ESSER D4	84.425D	4998-2023		60,000		60,000		60,000	60,000
(M) ESSER E3	84.425D	4998-2023	763,301	489,882	763,301	489,882		1,253,183	1,558,295
Total ESSER Passed Through ISBE			859,476	699,585	859,476	699,585		1,559,061	

• (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 Assistance Listing (AL) number is not available, the auditee should indicate that the AL 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 COM HIGH SCHOOL DISTRICT NO. 124

34-049-1240-16

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ending June 30, 2023

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	AL Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Year 7/1/22-6/30/23 Pass through to Subrecipients (G)	Year 7/1/22-6/30/23 Pass through to Subrecipients (F)	Year 7/1/21-6/30/22 Pass through to Subrecipients	Year 7/1/21-6/30/22	Year 7/1/21-6/30/22	Year 7/1/22-6/30/23	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/21-6/30/22 (C)	Year 7/1/22-6/30/23 (D)	Year 7/1/21-6/30/22 (E)	Year 7/1/21-6/30/22 Pass through to Subrecipients								
US DEPARTMENT OF EDUCATION (Continued)													0	
Passed Through the State Board of Education													0	
Title I - Low Income	84.010A	4300-2022	167,086		167,086								167,086	173,401
Title I - Low Income	84.010A	4300-2023		162,786			162,786						162,786	165,171
Title II - Teacher Quality	84.367A	4932-2022	8,000										8,000	8,000
Title II - Teacher Quality	84.367A	4932-2023		62,141			62,141						62,141	62,141
Title IVA - Student Support & Academic Enrich	84.424A	4400-2022	11,528										11,528	
Title IVA - Student Support & Academic Enrich	84.424A	4400-2023		12,047			12,047						12,047	
<i>Special Education Cluster</i>													0	
IDEA Room & Board	84.027A	4625-2022	112,288		112,288								114,881	N/A
IDEA Room & Board	84.027A	4625-2023		187,971			187,971						187,971	N/A
IDEA, Part B - Flow Through	84.027A	4600-2022	391,324										391,324	410,041
IDEA, Part B - Flow Through	84.027A	4600-2023		333,557			333,557						333,557	360,633
IDEA, Part B - Flow Through	84.027X	4998-ID-2023		87,776			87,776						87,776	87,776
Total Special Education Cluster			503,612	724,185			724,185						1,227,797	
Total Non ESSER Passed Through ISBE			690,226	961,159			961,159						1,651,385	
TOTAL PASSED THROUGH ISBE			1,549,702	1,660,744			1,660,744						3,210,446	

• (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 Assistance Listing (AL) number is not available, the auditee should indicate that the AL 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 COM HIGH SCHOOL DISTRICT NO. 124
34-049-1240-16
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2023

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	AL 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 7/1/21-6/30/22 (C)	Year 7/1/22-6/30/23 (D)	Year 7/1/21-6/30/22 Pass through to Subrecipients (E)	Year 7/1/21-6/30/22 Pass through to Subrecipients (F)	Year 7/1/22-6/30/23 Pass through to Subrecipients (G)		
US DEPARTMENT OF EDUCATION (Continued)									
Passed Through LCAVS								0	
CTE - Perkins Secondary Programs	84.365A	4745-2023		20,317			21,596	21,596	21,596
Total Passed Through LCAVS				20,317			21,596	21,596	
TOTAL US DEPARTMENT OF EDUCATION			1,549,702	1,681,061	1,549,702		1,682,340	3,232,042	
								0	
US DEPARTMENT OF HEALTH & HUMAN SERVICES								0	
Passed Through IL Department of Healthcare & Family Services								0	
Medicaid Medical Assistance Program - Administrative Claim	93.778	4991-2022	13,978		14,560			14,560	N/A
Medicaid Medical Assistance Program - Administrative Claim	93.778	4991-2023		18,943			19,732	19,732	N/A
TOTAL DEPARTMENT OF HEALTH & HUMAN SERVICES			13,978	18,943	14,560		19,732	34,292	
TOTAL FEDERAL FINANCIAL ASSISTANCE			1,563,680	2,239,914	1,564,262		2,240,982	3,805,244	
Value of Federal Awards Expended in the Form of Non- Cash Assistance			0	51,322	0		51,322	51,322	
Federal Insurance in Effect			0	0	0		0	0	
Federal Loans or Loan Guarantees, Including Interest Subsidies Outstanding at Year End			0	0	0		0	0	
Amounts Provided to Subrecipients			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.

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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, 2023

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, 2023. The District's policy is to prepare its financial statements on the accrual basis. The auditor's report expresses an unmodified opinion on the financial statements in conformity with the accrual 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, 2023, and have issued our unmodified opinion thereon dated November 30, 2023.
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 major programs:

	<u>CFDA #</u>
Child Nutrition Cluster	10.555
ESSER-D2/D4	84.425D
ESSER-E3	84.425D
ESSER-D3	84.425U
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, 2023

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 accrual 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, 2023, 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 \$51,322 in the form of food commodities from the U.S. Department of Agriculture for the year ended June 30, 2023.

The amount of federal insurance in effect during the year ended June 30, 2023 was \$-0-.

The amount of federal loans or loan guarantees, including interest subsidies, outstanding at June 30, 2023 was \$-0-.

3. SUBRECIPIENTS

No amounts were provided to subrecipients during the year ended June 30, 2023.

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
 SUPPLEMENTARY INFORMATION
 DETAIL SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 STUDENT ACTIVITY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2023

STUDENT ACTIVITIES	BALANCE JULY 1, 2022	RECEIPTS	DISBURSEMENTS	BALANCE JUNE 30, 2023
Art Club	\$ 929	\$ -	\$ 289	\$ 640
Academic Team	970	150	1,119	1
American Sign Language Club	902	-	-	902
Anime Club	955	500	141	1,314
Badminton Club	-	880	699	181
Black Student Union	654	500	114	1,040
Bass Fishing Club	2,159	325	162	2,322
Bulldog Alliance	1,338	1,142	1,250	1,230
Bulldog Café	697	816	1,337	176
Bulldog Strong	500	-	-	500
Canine Connections Club	249	1,488	1,661	76
Chess Club	7	500	383	124
Chorus	853	3,396	3,832	417
Class of 2025	1,084	7,799	6,537	2,346
Class of 2016	922	-	922	-
Class of 2026	-	537	99	438
Class of 2014	54	-	-	54
Class of 2024	969	103,005	84,959	19,015
Class of 2023	34,271	-	33,271	1,000
Debate Club	63	500	252	311
Environmental Club	5,197	735	661	5,271
FBLA	3,355	1,499	3,899	955
FCCLA	2,848	500	717	2,631
Fellowship of Christian Athletes	541	500	-	1,041
Film Club	2,152	500	598	2,054
French Club	1,253	-	-	1,253
Frisbee Golf Club	94	500	592	2
Gamers Club	1,854	-	1,854	-
Guitar Club	648	500	497	651
LaCrosse Club	1,276	-	-	1,276
Language Club (Speech)	1,726	3,410	4,557	579
Literary Magazine	11,788	6,382	8,321	9,849
Math Club	524	2,550	1,866	1,208
Miscellaneous	1,331	3,632	3,298	1,665
Multiple Clubs	-	1,583	975	608
Music Club (Band)	4,393	5,339	6,636	3,096
National Honor Society	10,957	4,683	1,377	14,263
Partners for Academic Excellence	630	-	-	630
Pom Pon Club	2,823	38,112	38,625	2,310
Robotics Club	195	-	-	195
Science Club	957	-	412	545
Ski Club (Snow Dawgs)	2,777	5,905	5,336	3,346
Spanish Club	991	-	-	991
Special Olympics	338	500	788	50
Sports Club	152,144	193,455	195,598	150,001
Stand Club	5,781	-	171	5,610
Student Council	5,932	2,281	2,526	5,687
Table Tennis	1,531	-	53	1,478
Teams	4,736	5,782	5,600	4,918
Thespian Club	995	8,539	7,030	2,504
Transition Program	451	520	606	365
Volley for Cure	873	100	70	903
Woodworking Club	627	-	-	627
Year Book Club	2,050	-	-	2,050
Totals - Student Activities	\$ 281,344	\$ 409,045	\$ 429,690	\$ 260,699
ADMINISTRATIVE ACCOUNTS				
Melinda Bowen Scholarship	\$ 14,809	\$ 1	\$ 14,810	\$ -
Grant Memorial Scholarship	4,088	2	-	4,090
Paul Vickers Memorial	14,759	8	489	14,278
Escrow Account	6,014	4	9	6,009
Don Weinstein Scholarship	25,676	2	25,678	-
Partnership Scholarship	55,808	28	-	55,836
Flex Benefit Account	50,104	83,742	76,308	57,538
Totals - Administrative Accounts	\$ 171,258	\$ 83,787	\$ 117,294	\$ 137,751
TOTAL - ALL ACCOUNTS	\$ 452,602	\$ 492,832	\$ 546,984	\$ 398,450

See accompanying Independent Auditor's Report.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SUPPLEMENTARY INFORMATION
SCHEDULE OF ASSESSED VALUATIONS, TAX RATES, EXTENSIONS AND COLLECTIONS
FOR THE YEARS 2022, 2021, 2020, 2019, AND 2018

	2022	2021	2020	2019	2018
ASSESSED VALUATION	\$ 1,078,742,086	\$ 988,614,180	\$ 951,966,797	\$ 927,557,050	\$ 871,338,778
TAX RATES					
Educational	1.593	1.663	1.696	1.668	1.743
Operations and Maintenance	0.409	0.425	0.432	0.434	0.500
Bond and Interest	-	-	-	-	-
Transportation	0.138	0.118	0.121	0.116	0.053
Municipal Retirement	0.036	0.037	0.035	0.045	0.042
Social Security	0.043	0.044	0.043	0.042	0.045
Working Cash	0.028	0.029	0.030	0.040	0.042
PTAB/CE Recapture	0.011	0.000	0.006	0.005	0.006
SEDOL IMRF	0.005	0.006	0.006	0.005	0.006
	\$ 2.263	\$ 2.322	\$ 2.363	\$ 2.351	\$ 2.431
TAX EXTENSIONS					
Educational	17,184,254	16,438,340	16,150,002	15,475,658	15,187,949
Operations and Maintenance	4,417,255	4,206,375	4,115,533	4,022,203	4,360,415
Bond and Interest	-	-	-	-	-
Transportation	1,488,135	1,170,282	1,155,545	1,079,138	460,537
Municipal Retirement	387,009	364,690	331,541	416,946	367,461
Social Security	465,003	437,630	405,005	392,422	391,954
Working Cash	299,459	284,889	285,542	370,837	367,461
PTAB/CE Recapture	119,654	101,145	101,145	101,145	101,145
SEDOL IMRF	53,052	55,007	54,091	49,105	51,121
	\$ 24,413,821	\$ 23,058,358	\$ 22,497,259	\$ 21,806,309	\$ 21,186,898
TAX COLLECTIONS	\$ 11,859,584	\$ 22,931,727	\$ 22,393,965	\$ 21,675,954	\$ 21,053,844
PERCENT COLLECTED	48.58%	99.45%	99.54%	99.40%	99.37%

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF OPERATING EXPENDITURES PER STUDENT
 FOR THE YEAR ENDED JUNE 30, 2023

TOTAL EXPENDITURES			
Educational Fund		\$ 36,519,348	
Operations and Maintenance Fund		4,942,606	
Bond and Interest Fund		79,978	
Transportation Fund		3,675,980	
Municipal Retirement/Social Security Fund		908,742	\$ 46,126,654
Less:	Expenditures Not Applicable to Operating Expenditures of Regular Programs		
	Educational Fund		
	Summer School	\$ 106,653	
	Community Service	27,691	
	Student Activity Disbursements	543,507	
	Capital Outlay	454,842	
	TRS "On Behalf" Payments	8,543,332	
	Non-Programmed Charges	1,969,343	
	Operations and Maintenance Fund		
	Capital Outlay	1,564,936	
	Payments to Other Governmental Units	120,406	
	Bond Fund		
	Principal on Long-Term Debt	76,251	
	Transportation Fund		
	Principal on Long-Term Debt	533,881	
	Municipal Retirement Fund		
	Community Service	4,062	
	Payments to Special Education Programs	54,998	
	Summer School	1,409	14,001,311
NET OPERATING EXPENDITURES			\$ 32,125,343
AVERAGE DAILY ATTENDANCE			1,557
OPERATING EXPENDITURES PER STUDENT			\$ 20,638

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF PER CAPITA TUITION CHARGE
 FOR THE YEAR ENDED JUNE 30, 2023

NET OPERATING EXPENDITURES		\$		32,125,343
LESS: Offsetting Revenues of All or Part of the Expenditures of a Specific Activity				
Educational Fund				
Special Education	\$		237,573	
Other Federal Grants-In-Aid			807,678	
Driver Education			24,925	
Title II			62,141	
Drug-Free Schools			12,047	
Food Services			531,444	
State Free Lunch Aid			1,474	
Federal Lunch Aid			487,588	
Pupil Activities			445,670	
Title I			162,786	
Special Education - Federal			636,409	
Library Grant			1,558	
Medicaid Matching Funds			71,334	
Career & Tech Education			34,518	
Special Education Contribution from EBF Funds			645,849	
English Learning Contributions from EBF Funds			13,368	
Adjustment of Revenues Received Grants			(12,846)	
Operations and Maintenance Fund				
Infrastructure Grant			50,000	
Transportation Fund				
Fees From Pupils or Parents			-	
State Transportation Aid			1,799,286	6,012,802
NET OPERATING EXPENDITURES FOR TUITION COMPUTATION		\$		26,112,541
ADD: Depreciation Allowance				2,986,369
TOTAL ALLOWANCE FOR TUITION COMPUTATION		\$		29,098,910
AVERAGE DAILY ATTENDANCE				1,557
PER CAPITA TUITION CHARGE		\$		18,694