



**LYONS TOWNSHIP HIGH SCHOOL
DISTRICT NO. 204
LA GRANGE, STATE OF ILLINOIS**

ANNUAL FINANCIAL REPORT

JUNE 30, 2023

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204

TABLE OF CONTENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

| | PAGE |
|---|------|
| Independent Auditor's Report | 1 |
| 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 <i>Government Auditing Standards</i> | 4 |
| Required Supplementary Information | |
| Management's Discussion and Analysis | 6 |
| Basic Financial Statements | |
| Government-Wide Financial Statements | |
| Statement of Net Position | 14 |
| Statement of Activities | 15 |
| Fund Financial Statements | |
| Balance Sheet – Governmental Funds | 16 |
| Reconciliation of the Balance Sheet to the Statement of Net Position | 17 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds | 18 |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities | 20 |
| Statement of Fiduciary Net Position | 21 |
| Statement of Changes in Fiduciary Net Position | 22 |
| Notes to Basic Financial Statements | 23 |
| Required Supplementary Information | |
| Illinois Municipal Retirement Fund – Schedule of Changes in the Employer's Net Pension Liability and Related Ratios | 51 |
| Illinois Municipal Retirement Fund – Schedule of Employer Contribution | 52 |

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204

TABLE OF CONTENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

| | PAGE |
|--|------|
| Required Supplementary Information (Continued) | |
| Teachers' Retirement System of the State of Illinois – Schedule of the Employer's Proportionate Share of the Net Pension Liability | 53 |
| Teachers' Retirement System of the State of Illinois – Schedule of Employer Contribution | 54 |
| Other Post-Employment Benefit – Schedule of Changes in the Employer's Total OPEB Liability and Related Ratios | 55 |
| Teacher Health Insurance Security Fund of the State of Illinois – Schedule of Employer's Proportionate Share of the Net OPEB Liability | 56 |
| Teacher Health Insurance Security Fund of the State of Illinois – Schedule of Employer Contribution | 57 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund | 58 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Operations and Maintenance Fund | 63 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Transportation Fund | 64 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Illinois Municipal Retirement/Social Security Fund | 65 |
| Notes to Required Supplementary Information | 67 |
| Supplementary Information | |
| Combining Balance Sheet – General Fund | 68 |
| Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances – General Fund | 69 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund – Educational Fund | 70 |

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204

TABLE OF CONTENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

PAGE

Supplementary Information (Continued)

| | |
|---|----|
| Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund – Working Cash Fund | 75 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Debt Services Fund | 76 |
| Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Capital Projects Fund | 77 |
| Computation of Operating Expense Per Pupil and Per Capita Tuition Charge | 78 |

Annual Federal Financial Compliance Section

| | |
|---|----|
| Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance in Accordance with the Uniform Guidance | 79 |
| Schedule of Expenditures of Federal Awards | 82 |
| Notes to the Schedule of Expenditures of Federal Awards | 85 |
| Schedule of Findings and Questioned Costs | 86 |
| Summary Schedule of Prior Audit Findings | 89 |
| Corrective Action Plan | 90 |



INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Lyons Township High School District No. 204
La Grange, Illinois

Report on the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of

Lyons Township High School District No. 204

as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2023, and the respective changes in financial position thereof 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Lyons Township High School District No. 204 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.

Change in Accounting Principle

As described in Note 15 to the financial statements, during the year, the District implemented GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risk 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 Lyons Township High School District No. 204's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Lyons Township High School District No. 204's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to

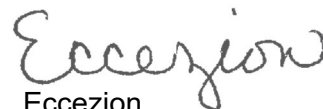
the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information as listed in the table of contents and the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information, except for the average daily attendance figure included in the computation of operating expense per pupil and per capita tuition charges, 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 supplementary information and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2023 on our consideration of Lyons Township High School District No. 204's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Lyons Township High School District No. 204's internal control over financial reporting and compliance.



Eccezion

Consulting • CPAs • Technology

McHenry, Illinois
December 6, 2023



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

To the Board of Education
Lyons Township High School District No. 204
La Grange, 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

Lyons Township High School District No. 204

as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Lyons Township High School District No. 204's basic financial statements, and have issued our report thereon dated December 6, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Lyons Township High School District No. 204'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 Lyons Township High School District No. 204's internal control. Accordingly, we do not express an opinion on the effectiveness of Lyons Township High School District No. 204's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lyons Township High School District No. 204's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2023-001.

Purpose of this Report

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

The logo for Eccezion, featuring the word "Eccezion" in a stylized, handwritten-style script.

Eccezion
Consulting • CPAs • Technology

McHenry, Illinois
December 6, 2023

REQUIRED SUPPLEMENTARY INFORMATION

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2023

The Management's Discussion and Analysis of Lyons Township High School District No. 204's (the District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2023. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

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

The Statement of Net Position presents information on all of the District's assets and deferred outflows of resources, less its liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). Governmental activities include instruction, support services, operations and maintenance, student transportation, food services, and certain other activities and expenses such as payments to other districts and governmental units, and interest and fees.

The government-wide financial statements can be found on the pages listed in the table of contents.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds (the District maintains no proprietary funds).

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains six individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Operations and Maintenance, Debt Services, Transportation, Illinois Municipal Retirement/Social Security, and Capital Projects Funds, all of which are considered to be major funds.

The District adopts an annual budget for each of the funds listed above. A budgetary comparison statement, which is required supplementary information, has been provided for the General Fund and each major special revenue fund to demonstrate compliance with this budget.

The basic fund financial statements and the required supplementary information can be found on the pages listed in the table of contents.

Fiduciary Funds - Fiduciary funds are used to account for assets held for others. Fiduciary funds are not reflected in the government-wide financial statements because the assets of these funds are not available to support the District's operations.

The basic fiduciary financial statements can be found on the pages listed in the table of contents.

Notes to the Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on the pages listed in the table of contents.

Other Information - In addition to the basic financial statements, accompanying notes and required supplementary information, this report also presents certain supplementary information concerning the District's progress in meeting its obligation to provide fully adequate educational services and extracurricular activities to all of its students.

Supplemental financial information can be found on the pages listed in the table of contents.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$61,833,681 at the close of the most recent fiscal year.

The following table presents a summary of the District's net position for the years ended June 30, 2023 and 2022:

Lyons Township High School District No. 204's Net Position

| | Governmental Activities | |
|--|-------------------------|-----------------------|
| | 2023 | 2022 |
| Assets | | |
| Current and Other Assets | \$ 108,807,705 | \$ 99,209,522 |
| Capital Assets | 63,736,986 | 59,593,397 |
| Net Pension Asset - IMRF | - | 354,544 |
| Total Assets | \$ 172,544,691 | \$ 159,157,463 |
| Deferred Outflow s of Resources | | |
| Pension Expense - IMRF | \$ 6,629,765 | \$ 1,016,832 |
| Pension Expense - TRS | 288,731 | 324,841 |
| OPEB Expense - IMRF/TRS | 1,289,944 | 1,534,180 |
| OPEB Expense - THIS | 510,074 | 653,162 |
| Total Deferred Outflow s of Resources | \$ 8,718,514 | \$ 3,529,015 |
| Liabilities | | |
| Net Pension Liability - IMRF | \$ 15,029,600 | \$ - |
| Net Pension Liability - TRS | 3,257,129 | 3,343,026 |
| Net OPEB Liability - IMRF/TRS | 8,093,196 | 7,851,135 |
| Net OPEB Liability - THIS | 9,879,841 | 32,655,899 |
| Long-Term Liabilities Outstanding | 2,835,197 | 5,320,836 |
| Other Liabilities | 3,839,157 | 5,928,016 |
| Total Liabilities | \$ 42,934,120 | \$ 55,098,912 |
| Deferred Inflow s of Resources | | |
| Property Taxes - Subsequent Year | \$ 40,300,449 | \$ 36,728,083 |
| Unavailable Revenue - Grants | 81,867 | 49,999 |
| Unearned Revenue | 923,881 | 779,706 |
| Pension Revenue - IMRF | - | 8,659,454 |
| Pension Revenue - TRS | 631,543 | 711,724 |
| OPEB Revenue - IMRF/TRS | 1,453,983 | 1,662,768 |
| OPEB Revenue - THIS | 33,103,681 | 15,282,525 |
| Total Deferred Inflow s of Resources | \$ 76,495,404 | \$ 63,874,259 |
| Net Position | | |
| Net Investment in Capital Assets | \$ 61,125,300 | \$ 54,497,353 |
| Restricted | 7,065,461 | 9,004,240 |
| Unrestricted | (6,357,080) | (19,788,286) |
| Total Net Position | \$ 61,833,681 | \$ 43,713,307 |

The net investment in capital assets represents assets such as land, buildings, and equipment, less any related debt used to acquire those assets that is still outstanding. The District uses its assets to provide educational services and extracurricular activities for the students of the local community. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

At the end of the current fiscal year, the District has a negative unrestricted net position, but is able to report positive balances in the other two categories of net position. The District's net position increased by \$18,120,374 during the current fiscal year.

Governmental Activities. Governmental activities increased the District's net position by \$18,120,374. Key elements of this increase are as follows:

Lyon's Township High School District No. 204's Change in Net Position

| | Governmental Activities | |
|--|-------------------------|-----------------------|
| | 2023 | 2022 |
| Revenues | | |
| Program Revenues | | |
| Charges for Services | \$ 5,816,400 | \$ 4,848,882 |
| Operating Grants and Contributions | 28,001,904 | 23,601,341 |
| Capital Grants and Contributions | 1,050,000 | 50,000 |
| General Revenues | | |
| Taxes | | |
| Property Taxes | 76,325,431 | 74,459,842 |
| Other Taxes | 11,131,560 | 10,666,870 |
| Grants and Contributions not Restricted to Specific Activities | 2,800,348 | 2,795,963 |
| Unrestricted Investment Earnings | 1,865,475 | (23,838) |
| Miscellaneous | 335,147 | 69,690 |
| Total Revenues | <u>\$ 127,326,265</u> | <u>\$ 116,468,750</u> |
| Expenses | | |
| Instruction | \$ 70,877,042 | \$ 66,578,790 |
| Support Services | 34,721,115 | 30,926,210 |
| Community Services | 375,898 | 781,219 |
| Payments to Other Districts and Governmental Units | 2,409,640 | 2,446,954 |
| Interest and Fees on Long-Term Debt | 116,572 | 180,912 |
| Depreciation - Unallocated | 705,624 | 711,759 |
| Total Expenses | <u>\$ 109,205,891</u> | <u>\$ 101,625,844</u> |
| Change in Net Position | \$ 18,120,374 | \$ 14,842,906 |
| Net Position - Beginning | 43,713,307 | 28,870,401 |
| Net Position - Ending | <u>\$ 61,833,681</u> | <u>\$ 43,713,307</u> |

- The District's total revenue increased \$10,857,515 (9.3%) compared to the prior year when including state retirement contributions. The most significant factors of this increase are investment earnings and operating grants and contributions.
- Overall expenses increased \$7,580,047 (7.5%) compared to the prior year when including state retirement contributions. The most significant factors of this increase are from state retirement contribution expenses, regular program expenses, and special education program expenses recorded in Instruction as well as instruction staff expenses in support services.
- The state retirement contributions are not direct revenues or direct expenses to the District. Those contributions are made directly by the State of Illinois to the Teachers' Retirement System of the State of Illinois. The total increase to operating revenue, not including the state retirement contributions, when compared to the prior year is \$8,876,615 (9.3%). The total increase to operating expenditures, not including the state retirement contributions, when compared to the prior year is \$5,599,147 (6.9%).

Financial Analysis of the District's Funds

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

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

As of June 30, 2023, the District's six governmental funds reported combined ending fund balances of \$63,666,301, an increase of \$7,935,097 in comparison with the prior year. The increase is primarily due to higher revenues than expenditures.

The General Fund is the chief operating fund of the District. At June 30, 2023, unassigned fund balance was \$37,284,356. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 38.5% of total General Fund expenditures. The General Fund's fund balance increased \$364,653 in comparison with the prior year. The increase is mainly due to an increase in property tax revenue and payments in lieu of taxes mostly offset by an interfund transfer to the Capital Projects Fund.

The Operations and Maintenance Fund's fund balance increased \$2,840,138 in comparison with the prior year. This increase is primarily due to an increase of state and federal aid partially offset by an interfund transfer to the Capital Projects Fund.

The Debt Services Fund's fund balance increased \$120,119 in comparison with the prior year. This increase is mainly due to an increase of property tax revenue and earnings on investments.

The Transportation Fund's fund balance increased \$988,285 in comparison with the prior year. This increase is mainly due to an increase of property taxes and state aid along with a decrease in transportation expenses.

The Illinois Municipal Retirement/Social Security Fund's fund balance increased \$187,822 in comparison with the prior year. This increase is due to an increase of payments in lieu of taxes and earnings on investments along with a decrease in expenses.

The Capital Projects Fund's fund balance increased \$3,434,080 in comparison with the prior year. This increase is due to interfund transfers coming into the fund to help fund renovation projects at the District.

General Fund Budgetary Highlights

Significant differences between actual revenues and expenditures are summarized as follows:

- The difference between budgeted revenues and actual revenues was \$24,470,646 (favorable) when including the state retirement contributions. The most significant factor in the difference was state retirement contributions to the District's retirement plan.
- The difference between budgeted revenues and actual revenues when excluding the state retirement contributions is \$1,914,088 (favorable).
- The difference between budgeted expenditures and actual expenditures was \$22,119,171 (unfavorable) when including the state retirement contributions. The most significant factor in the difference was more than budgeted expenditures from state retirement contributions to the District's retirement plan.
- The difference between budgeted expenditures and actual expenditures when excluding the state retirement contributions is \$437,387 (favorable).

Capital Asset and Debt Administration

Capital Assets. At June 30, 2023 the District had invested \$63,736,986 (net of depreciation) in a broad range of capital assets, including land, construction in progress, buildings and building improvements, land improvements, and equipment. Total depreciation expense for the year was \$3,213,224.

Lyons Township High School District No. 204
Capital Assets (net of depreciation)

| | Governmental Activities | |
|---|-------------------------|----------------------|
| | 2023 | 2022 |
| Land | \$ 1,130,500 | \$ 1,130,500 |
| Construction in Progress | 1,776,972 | 5,456,904 |
| Buildings, property, and equipment, net | 60,829,514 | 53,005,993 |
| Total | <u>\$ 63,736,986</u> | <u>\$ 59,593,397</u> |

The School Board and District Administration manage the extent of the year-to-year summer facilities improvement projects based upon financial affordability, and as a primary means of mitigating any risk of running an operating deficit. Occasionally, the Board of Education will choose to spend fund balance reserves on capital projects. In recent years, capital outlay expenditures have fluctuated with external and internal economic conditions. For purposes of long-term financial planning and ensuring balanced budgets each fiscal year, the Board of Education has anticipated being able to increase or decrease appropriations for facilities improvements after reaching a high level of confidence that projected revenues are sufficient to cover all anticipated expenditures.

In the beginning of FY24, the District completed multiple building renovation projects. Those projects included the addition of air-conditioning in the South Campus J-Wing, the replacement of the air-handling units in the North Campus Library and the North Campus LTTV classroom/studio and a partial roof replacement of the North Campus clay-tile roof. Additionally, the air-handling units were replaced in the North Campus Fieldhouse. This project was originally scheduled to take place in the summer of 2022 but was delayed due to late delivery of equipment.

Currently, the Board of Education has approved a much larger scale of projects to begin in the summer of 2024. This larger scale of projects is in conjunction with the District selling roughly \$27.0 million of bonds to fund the projects. The upcoming projects include the renovation of the South Campus Cafeteria into the new Music Wing, the addition of a new South Campus Cafeteria, South Campus G-Wing and D-Wing roof replacement, Interior and exterior door replacement at both the North and South Campuses, lighting replacements in the South Campus Pool and Fieldhouse, addition of air-conditioning to the South Campus G-Wing, and renovation of various toilet rooms at South Campus. We anticipate that these projects will commence in the spring of 2024 and will not be completed until the late summer of 2025.

For more detail on the District’s capital assets, see Note 3 in the Notes to the Financial Statements.

Long-Term Debt. At June 30, 2023 the District had \$2,605,000 in long-term debt.

| | | |
|---|-------------------------|--------------|
| Lyons Township High School District No. 204 | | |
| Outstanding Debt | | |
| | Governmental Activities | |
| | 2023 | 2022 |
| General Obligation Bonds | \$ 2,605,000 | \$ 5,070,000 |
| Total | \$ 2,605,000 | \$ 5,070,000 |

The Board of Education currently has lawful authority to access a Debt Service Extension Base of \$2,500,000 annually to repay non-referendum long-term debt. For current debt, the District is utilizing a potential increase to the Debt Service Extension Base that allows for an annual increase by a percentage equal to the Consumer Price Index in December of the prior year. This amount is added to the prior year tax levy for Debt Service.

When the District issued bonds in 2003, the bond rating requested of Standard & Poors was for a “AAA” rating; and the bond rating assigned by S&P was “AA+”. The most recent rating prior to 2003 was a Moody’s rating of “A1”, equivalent to the Standard & Poors “A+” rating. By going through a process of meeting with representatives from Standard & Poors and highlighting the strengths of Lyons Township High School, the rating improved by three levels, “A+” to “AA-” to “AA” to “AA+”. Improving the District’s bond rating saved a minimum of \$150,000 in interest expense over the life of the bond issues, based on comparisons with bond issues rated at the lower “A+” rating during the same time period.

On June 1, 2010, Standard & Poors upgraded the District to the highest possible rating of “AAA”, subsequent to completing its annual surveillance reviews. In August 2013, Standard & Poors affirmed the AAA rating for LTHS. In November, as the District prepared to issue bonds in December 2013 and January 2014, Standard & Poors again affirmed its AAA rating for LTHS. The District has no plans to issue debt based on approval by voters in a referendum, however is planning on issuing general obligation bonds during the upcoming fiscal year, 2024.

Additional information on the District's long-term debt can be found in Note 4 of this report and additional information on the District's debt limitation can be found in Note 14 of this report.

Factors Bearing on the District's Future

Lyons Township High School has historically been in excellent financial condition, based on strong accumulated fund balances and balanced budgets. A large majority of students, mostly college-bound and high-achieving, benefit from excellent educational programs and outstanding, dedicated faculty members. There are no major deficiencies in the school system indicating any risk that the District might need a tax rate increase in order to sustain its tradition of excellence. For the LTHS community, the current state of the District supports confidence in a strong future.

- The Property Tax Extension Limitation Law (Tax Cap) is effective in Suburban Cook County and throughout the Collar Counties surrounding Chicago. This law defines and maintains a limit on the rate of increase for property tax revenues, based upon the National Consumer Price Index. In recent years, LTHS has benefitted from strong local economic growth. Growth in New Property is included in the Tax Cap formula so that the District may obtain additional revenues to educate additional students. It also allows the District to benefit from newly-taxed commercial-industrial developments, or newly-constructed or renovated homes. Over the past several years, the amount of wealth within the District related to new growth (New Property) has increased and is currently remaining at that increased level.
- In 2017, the General Assembly and Governor signed into legislation a new school funding formula for public schools. The new formula attempts to direct "new money" to the school districts that need it based on specific student populations. As part of the new formula, all districts were placed in one of four categories. The highest category of need is "Tier 1" and the lowest is "Tier 4." Lyons Township High school, based on the state funding formula, is considered a "Tier 4" district. "Tier 4" districts will be "held-harmless" meaning that they will continue to receive the same amount of funding as was allocated in FY17 for all future years, but districts in the "Tier 4" category will receive only .1% of any new money added to education by the State of Illinois in future years. Ultimately, Lyons Township High school will see very little, if any, funding increases from the state in future years under the formula.
- The General Assembly of the State of Illinois at times has discussed the potential of shifting current and future TRS (Teacher's Retirement System of The State of Illinois) pension costs, paid now by the State of Illinois, to the local school districts. Again, this is not yet law but we are also monitoring this closely. Initial estimates suggest that this new cost to the school districts could be as much as 6% of total pensionable earnings and could be phased in over the course of several years. If enacted, both this legislation along with a re-distribution of state sources of funding could create more of a challenging financial environment for the district. Currently, legislation of this kind is not being discussed, however, since these discussions have occurred in the recent years, we continue to monitor this situation and will prepare for any changes as necessary.
- Personal Property Replacement Taxes remained at historically high levels during FY23. In FY22, the District received \$10.7 million from this revenue source. In FY23, total receipts were \$11.1 million. Unfortunately, the District has no way of knowing what this revenue will be during the fiscal year. The Department of Revenue for the State of Illinois provides an annual estimate but that estimate may or may not be accurate. This is a substantial source of revenue for the district but it is also subject to volatility in the economy. Prior to the last two years, the District received an average of \$3.3 - \$3.5 million from this source annually.
- Interest earnings on investments increased dramatically during FY23. Naturally, the district relies on these earnings as a source of income to be used to fund educational programs. In FY22, the District's interest earnings decreased to roughly \$58,000. This was due the investment market during that year and the re-establishing of an investment portfolio after the District exited the jurisdiction of the Lyons Township School Treasurer's Office. In FY23, the District recognized \$1.9 million of interest earnings. This was due to the change in investment interest rates (increasing) and the re-established

investment portfolio with both short-term and long-term investments. The District is expecting to see the amount of interest earnings to remain stable for at least the next fiscal year.

- During FY23 a new collective bargaining agreement was successfully negotiated with the certified staff. In prior contracts, the district has made responsible choices on salary and benefit cost items and the same will occur within this new contract. Fair contracts for the Staff and District are vital to the continued overall financial health of the District. Additionally, the District prides itself on having excellent relationships with the union members and their representation. The next contract to be negotiated will be the contract with the District's Para Educators. Their current contract expires at the end of the 2024-2025 school year.
- While there are several factors such as state funding and the economy that pose potential challenges for funding in future years, one item that has remained a consistent strength of the District is the community that surrounds Lyons Township High School. The community is made up of thriving commercial, industrial and residential properties that are committed to supporting a strong educational program. Property taxes alone support roughly 86.0% of the current annual operating budget. Combining strong economic development for local businesses that has been realized in recent years and the fact that LTHS serves an area where homes are likely to maintain comparatively high values, the outlook for the financial future of LTHS remains very positive.

LTHS remains among the highest quality school districts, which are financially capable of offering students the opportunity to enroll in seven classes during the school day. The District has traditionally provided a genuinely comprehensive curriculum. Beyond the school day, students are able to participate in an extensive variety of co-curricular activities. The District's motto 'Vita Plena' means 'the full life'. The foreseeable economic prospects indicate a strong capability for LTHS to continue building upon its proud 134-year tradition of excellence.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office at Lyons Township High School, 100 South Brainard, LaGrange, Illinois 60525, or at (708) 579-6464.

BASIC FINANCIAL STATEMENTS

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF NET POSITION
JUNE 30, 2023

| | Governmental Activities |
|--|-----------------------------|
| ASSETS | |
| Cash and Cash Equivalents | \$ 27,264,401 |
| Investments, at Fair Value | 34,864,164 |
| Property Taxes Receivable, net of allowance of \$407,227 | 43,319,550 |
| Due from Other Governments, net of allowance of \$0 | 1,927,545 |
| Inventory, at cost | 1,432,045 |
| Capital Assets (Note 3): | |
| Land | 1,130,500 |
| Construction in Progress | 1,776,972 |
| Depreciable Buildings, Property, and Equipment, net of depreciation | 60,829,514 |
| Total Assets | <u>\$ 172,544,691</u> |
| DEFERRED OUTFLOWS OF RESOURCES | |
| Pension Expense - IMRF | \$ 6,629,765 |
| Pension Expense - TRS | 288,731 |
| OPEB Expense - IMRF/TRS | 1,289,944 |
| OPEB Expense - THIS | 510,074 |
| Total Deferred Outflows of Resources | <u>\$ 8,718,514</u> |
| LIABILITIES | |
| Accounts Payable and Accrued Expenses | \$ 2,282,052 |
| Payroll Liabilities | 180,536 |
| Payable to Other Governments | 53,197 |
| Other Liabilities | 1,323,372 |
| Noncurrent Liabilities | |
| Due Within One Year | 2,835,197 |
| Net Pension Liability - IMRF | 15,029,600 |
| Net Pension Liability - TRS | 3,257,129 |
| Other Postemployment Benefits Liability - THIS | 9,879,841 |
| Other Postemployment Benefits Liability - IMRF/TRS | 8,093,196 |
| Total Liabilities | <u>\$ 42,934,120</u> |
| DEFERRED INFLOWS OF RESOURCES | |
| Property Taxes - Subsequent Year | \$ 40,300,449 |
| Unavailable Revenues - Grants | 81,867 |
| Unearned Revenue | 923,881 |
| Pension Revenue - TRS | 631,543 |
| OPEB Revenue - IMRF/TRS | 1,453,983 |
| OPEB Revenue - THIS | 33,103,681 |
| Total Deferred Inflows of Resources | <u>\$ 76,495,404</u> |
| NET POSITION | |
| Net Investment in Capital Assets | \$ 61,125,300 |
| Restricted for: | |
| Student Activity Funds | 1,953,831 |
| Debt Service | 1,532,738 |
| Transportation | 3,578,892 |
| Unrestricted/(Deficit) | <u>(6,357,080)</u> |
| Total Net Position | <u><u>\$ 61,833,681</u></u> |

The Notes to Basic Financial Statements are an integral part of this statement.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position Governmental Activities |
|--|-----------------------|-------------------------|--|--|---|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | |
| Governmental Activities | | | | | |
| Instruction | | | | | |
| Regular Programs | \$ 31,832,292 | \$ 1,111,475 | \$ 2,497,150 | \$ - | \$ (28,223,667) |
| Special Education Programs | 9,599,952 | - | 1,164,117 | - | (8,435,835) |
| Other Instructional Programs | 4,317,612 | 805,681 | 182,219 | - | (3,329,712) |
| Student Activity Fund | 2,570,628 | 2,702,486 | - | - | 131,858 |
| State Retirement Contributions | 22,556,558 | - | 22,556,558 | - | - |
| Support Services | | | | | |
| Pupil | 6,745,719 | - | 69,089 | - | (6,676,630) |
| Instructional Staff | 4,691,678 | - | - | - | (4,691,678) |
| General Administration | 1,373,543 | - | - | - | (1,373,543) |
| School Administration | 3,958,276 | - | - | - | (3,958,276) |
| Business | 917,094 | - | - | - | (917,094) |
| Facilities Acquisition and Construction Services | 505 | - | - | - | (505) |
| Operations and Maintenance | 10,517,435 | 222,309 | - | 1,050,000 | (9,245,126) |
| Transportation | 2,806,886 | - | 1,007,634 | - | (1,799,252) |
| Food Services | 1,181,177 | 974,449 | 10,996 | - | (195,732) |
| Internal Services | 711,608 | - | - | - | (711,608) |
| Central | 1,325,530 | - | - | - | (1,325,530) |
| Other Support Services | 491,664 | - | - | - | (491,664) |
| Community Services | 375,898 | - | - | - | (375,898) |
| Debt Services | | | | | |
| Interest and Fees on Long-Term Debt | 116,572 | - | - | - | (116,572) |
| Intergovernmental Payments | | | | | |
| Payments to Other Districts and Governmental Units | 2,409,640 | - | 514,141 | - | (1,895,499) |
| Depreciation - Unallocated (Excludes Direct Depreciation) | 705,624 | - | - | - | (705,624) |
| Total Governmental Activities | <u>\$ 109,205,891</u> | <u>\$ 5,816,400</u> | <u>\$ 28,001,904</u> | <u>\$ 1,050,000</u> | <u>\$ (74,337,587)</u> |
| General Revenues | | | | | |
| Taxes | | | | | |
| Property Taxes, Levied for General Purposes | | | | | \$ 73,634,781 |
| Property Taxes, Levied for Debt Service | | | | | 2,690,650 |
| Personal Property Replacement Taxes | | | | | 11,131,560 |
| Grants and Contributions not Restricted to Specific Activities | | | | | 2,800,348 |
| Unrestricted Investment Earnings | | | | | 1,865,475 |
| Miscellaneous Income | | | | | 335,147 |
| Total General Revenues | | | | | <u>\$ 92,457,961</u> |
| Change in Net Position | | | | | \$ 18,120,374 |
| Net Position - July 1, 2022 | | | | | <u>43,713,307</u> |
| Net Position - June 30, 2023 | | | | | <u><u>\$ 61,833,681</u></u> |

The Notes to Basic Financial Statements are an integral part of this statement.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
FUND FINANCIAL STATEMENTS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

| | General Fund | Operations and Maintenance Fund | Debt Services Fund | Transportation Fund | Illinois Municipal Retirement/ Social Security Fund | Capital Projects Fund | Total Governmental Funds |
|---|----------------------|---------------------------------------|-----------------------|------------------------|--|-----------------------------|--------------------------------|
| ASSETS | | | | | | | |
| Cash and Cash Equivalents | \$ 17,011,800 | \$ 4,675,582 | \$ 695,259 | \$ 1,883,151 | \$ 608,001 | \$ 2,390,608 | \$ 27,264,401 |
| Investments, at Fair Value | 20,590,122 | 7,137,448 | 869,877 | 2,789,742 | 853,709 | 2,623,266 | 34,864,164 |
| Property Taxes Receivable, net of allowance of \$407,227 | 34,162,013 | 4,749,996 | 1,458,712 | 1,435,921 | 1,512,908 | - | 43,319,550 |
| Due from Other Governments, net of allowance of \$0 | 1,678,869 | - | - | 248,676 | - | - | 1,927,545 |
| Inventory, at cost | 1,432,045 | - | - | - | - | - | 1,432,045 |
| Total Assets | \$ 74,874,849 | \$ 16,563,026 | \$ 3,023,848 | \$ 6,357,490 | \$ 2,974,618 | \$ 5,013,874 | \$ 108,807,705 |
| LIABILITIES | | | | | | | |
| Accounts Payable and Accrued Expenditures | \$ 372,170 | \$ 110,762 | \$ - | \$ 215,376 | \$ - | \$ 1,579,794 | \$ 2,278,102 |
| Payroll Liabilities | 129,268 | 51,268 | - | - | - | - | 180,536 |
| Payable to Other Governments | 53,197 | - | - | - | - | - | 53,197 |
| Other Accrued Liabilities | 1,199,772 | 123,600 | - | - | - | - | 1,323,372 |
| Total Liabilities | \$ 1,754,407 | \$ 285,630 | \$ - | \$ 215,376 | \$ - | \$ 1,579,794 | \$ 3,835,207 |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | |
| Property Taxes - Subsequent Year | \$ 31,444,462 | \$ 4,531,192 | \$ 1,407,660 | \$ 1,421,635 | \$ 1,495,500 | \$ - | \$ 40,300,449 |
| Unavailable Revenues - Grants | 81,867 | - | - | - | - | - | 81,867 |
| Unearned Revenue | 923,881 | - | - | - | - | - | 923,881 |
| Total Deferred Inflows of Resources | \$ 32,450,210 | \$ 4,531,192 | \$ 1,407,660 | \$ 1,421,635 | \$ 1,495,500 | \$ - | \$ 41,306,197 |
| FUND BALANCE | | | | | | | |
| Nonspendable | | | | | | | |
| Inventory | \$ 1,432,045 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,432,045 |
| Restricted | | | | | | | |
| Student Activity Fund | 1,953,831 | - | - | - | - | - | 1,953,831 |
| Debt Services | - | - | 1,532,738 | - | - | - | 1,532,738 |
| Transportation | - | - | - | 3,578,892 | - | - | 3,578,892 |
| Illinois Municipal Retirement Fund/Social Security | - | - | - | - | 1,415,404 | - | 1,415,404 |
| Assigned | | | | | | | |
| Operations and Maintenance | - | 11,746,204 | - | - | - | - | 11,746,204 |
| Debt Services | - | - | 83,450 | - | - | - | 83,450 |
| Transportation | - | - | - | 1,141,587 | - | - | 1,141,587 |
| Illinois Municipal Retirement Fund/Social Security | - | - | - | - | 63,714 | - | 63,714 |
| Capital Projects | - | - | - | - | - | 3,434,080 | 3,434,080 |
| Unassigned | 37,284,356 | - | - | - | - | - | 37,284,356 |
| Total Fund Balance | \$ 40,670,232 | \$ 11,746,204 | \$ 1,616,188 | \$ 4,720,479 | \$ 1,479,118 | \$ 3,434,080 | \$ 63,666,301 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balance | \$ 74,874,849 | \$ 16,563,026 | \$ 3,023,848 | \$ 6,357,490 | \$ 2,974,618 | \$ 5,013,874 | \$ 108,807,705 |

The Notes to Basic Financial Statements are an integral part of this statement.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
FUND FINANCIAL STATEMENTS
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2023

| | |
|--|---------------|
| Total Fund Balances - Governmental Funds | \$ 63,666,301 |
|--|---------------|

Amounts reported for governmental activities in the Statement of
Net Position are different because:

Deferred pension costs in governmental activities are not financial
resources and therefore are not reported in the funds.

| | | |
|-------------------------------------|---------------------|--------------|
| Deferred Outflows - IMRF | \$ 6,629,765 | |
| Deferred Outflows - TRS | 288,731 | |
| Deferred Inflows - TRS | (631,543) | |
| Deferred Outflows - OPEB - IMRF/TRS | 1,289,944 | |
| Deferred Inflows - OPEB - IMRF/TRS | (1,453,983) | |
| Deferred Outflows - OPEB - THIS | 510,074 | |
| Deferred Inflows - OPEB - THIS | <u>(33,103,681)</u> | |
| | | (26,470,693) |

Capital assets used in governmental activities are not financial
resources and therefore are not reported in the funds.

| | | |
|--|---------------------|------------|
| Capital Assets | \$ 134,129,242 | |
| Accumulated Depreciation on Capital Assets | <u>(70,392,256)</u> | |
| | | 63,736,986 |

Some liabilities are not due and payable in the current period and
therefore are not reported in the funds.

| | | |
|------------------------------------|--------------------|---------------------|
| Bonds and Notes Payable | \$ (2,605,000) | |
| Accrued Interest on Long-Term Debt | (3,950) | |
| Premium on Bonds | (6,686) | |
| Compensated Absences Payable | (223,511) | |
| Net Pension Asset - IMRF | (15,029,600) | |
| Net Pension Liability - TRS | (3,257,129) | |
| Total OPEB Obligation - IMRF/TRS | (8,093,196) | |
| Net OPEB Obligation - THIS | <u>(9,879,841)</u> | |
| | | <u>(39,098,913)</u> |

| | |
|---|----------------------|
| Net Position of Governmental Activities | <u>\$ 61,833,681</u> |
|---|----------------------|

The Notes to Basic Financial Statements are an integral part of this statement.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
FUND FINANCIAL STATEMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023

| | General Fund | Operations and Maintenance Fund | Debt Services Fund | Transportation Fund | Illinois Municipal Retirement/ Social Security Fund | Capital Projects Fund | Total Governmental Funds |
|--|-----------------------|---------------------------------------|-----------------------|------------------------|--|-----------------------------|--------------------------------|
| REVENUES | | | | | | | |
| Property Taxes | \$ 59,600,259 | \$ 8,819,769 | \$ 2,690,650 | \$ 2,611,774 | \$ 2,602,979 | \$ - | \$ 76,325,431 |
| Payments in Lieu of Taxes | 6,305,088 | 4,282,157 | - | - | 544,315 | - | 11,131,560 |
| Tuition | 205,498 | - | - | - | - | - | 205,498 |
| Earnings on Investments | 1,209,951 | 396,031 | 33,935 | 148,380 | 42,719 | 34,459 | 1,865,475 |
| Food Services | 974,449 | - | - | - | - | - | 974,449 |
| District/School Activity Income | 3,825,331 | - | - | - | - | - | 3,825,331 |
| Textbooks | 534,644 | - | - | - | - | - | 534,644 |
| Other Local Sources | 395,594 | 202,425 | - | 10,606 | - | 3,000 | 611,625 |
| State Aid | 3,508,878 | 1,050,000 | - | 1,007,634 | - | - | 5,566,512 |
| Federal Aid | 1,698,751 | 2,030,431 | - | - | - | - | 3,729,182 |
| State Retirement Contributions | 22,556,558 | - | - | - | - | - | 22,556,558 |
| Total Revenues | <u>\$ 100,815,001</u> | <u>\$ 16,780,813</u> | <u>\$ 2,724,585</u> | <u>\$ 3,778,394</u> | <u>\$ 3,190,013</u> | <u>\$ 37,459</u> | <u>\$ 127,326,265</u> |
| EXPENDITURES | | | | | | | |
| Current | | | | | | | |
| Instruction | | | | | | | |
| Regular Programs | \$ 32,884,321 | \$ - | \$ - | \$ - | \$ 498,092 | \$ - | \$ 33,382,413 |
| Special Education Programs | 9,726,109 | - | - | - | 424,387 | - | 10,150,496 |
| Other Instructional Programs | 4,172,215 | - | - | - | 146,005 | - | 4,318,220 |
| Student Activity Fund | 2,570,628 | - | - | - | - | - | 2,570,628 |
| State Retirement Contributions | 22,556,558 | - | - | - | - | - | 22,556,558 |
| Support Services | | | | | | | |
| Pupil | 6,848,364 | - | - | - | 354,340 | - | 7,202,704 |
| Instructional Staff | 4,041,416 | - | - | - | 336,403 | - | 4,377,819 |
| General Administration | 1,404,133 | - | - | - | 21,750 | - | 1,425,883 |
| School Administration | 4,067,336 | - | - | - | 163,704 | - | 4,231,040 |
| Business | 834,879 | - | - | - | 81,460 | - | 916,339 |
| Facilities Acquisition and Construction Services | - | - | - | - | - | 505 | 505 |
| Operations and Maintenance | 148,939 | 8,009,312 | - | - | 822,470 | - | 8,980,721 |
| Transportation | - | - | - | 2,790,109 | - | - | 2,790,109 |
| Food Services | 1,177,459 | 3,900 | - | - | - | - | 1,181,359 |
| Internal Services | 678,569 | - | - | - | 33,039 | - | 711,608 |
| Central | 1,256,912 | - | - | - | 104,066 | - | 1,360,978 |
| Other Support Services | 491,664 | - | - | - | - | - | 491,664 |
| Community Services | 353,526 | - | - | - | 16,475 | - | 370,001 |
| Debt Services | | | | | | | |
| Principal | - | - | 2,465,000 | - | - | - | 2,465,000 |
| Interest and Fees | - | - | 139,466 | - | - | - | 139,466 |
| Capital Outlay | 1,180,858 | 665,946 | - | - | - | 5,511,213 | 7,358,017 |
| Intergovernmental Payments | | | | | | | |
| Payments to Other Districts and Governmental Units | 2,409,640 | - | - | - | - | - | 2,409,640 |
| Total Expenditures | <u>\$ 96,803,526</u> | <u>\$ 8,679,158</u> | <u>\$ 2,604,466</u> | <u>\$ 2,790,109</u> | <u>\$ 3,002,191</u> | <u>\$ 5,511,718</u> | <u>\$ 119,391,168</u> |

The Notes to Basic Financial Statements are an integral part of this statement.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
FUND FINANCIAL STATEMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023

| | General Fund | Operations and Maintenance Fund | Debt Services Fund | Transportation Fund | Illinois Municipal Retirement/ Social Security Fund | Capital Projects Fund | Total Governmental Funds |
|---|----------------------|---------------------------------------|-----------------------|------------------------|--|-----------------------------|--------------------------------|
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 4,011,475 | \$ 8,101,655 | \$ 120,119 | \$ 988,285 | \$ 187,822 | \$ (5,474,259) | \$ 7,935,097 |
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Interfund Transfers | (3,646,822) | (5,261,517) | - | - | - | 8,908,339 | - |
| NET CHANGE IN FUND BALANCES | \$ 364,653 | \$ 2,840,138 | \$ 120,119 | \$ 988,285 | \$ 187,822 | \$ 3,434,080 | \$ 7,935,097 |
| FUND BALANCE - JULY 1, 2022 | 40,305,579 | 8,906,066 | 1,496,069 | 3,732,194 | 1,291,296 | - | 55,731,204 |
| FUND BALANCE - JUNE 30, 2023 | <u>\$ 40,670,232</u> | <u>\$ 11,746,204</u> | <u>\$ 1,616,188</u> | <u>\$ 4,720,479</u> | <u>\$ 1,479,118</u> | <u>\$ 3,434,080</u> | <u>\$ 63,666,301</u> |

The Notes to Basic Financial Statements are an integral part of this statement.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
FUND FINANCIAL STATEMENTS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

| | |
|--|--------------|
| Net Change in Fund Balances - Total Governmental Funds | \$ 7,935,097 |
|--|--------------|

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.

| | | |
|----------------------|------------------|-----------|
| Depreciation Expense | \$ (3,213,224) | |
| Capital Outlays | <u>7,358,017</u> | |
| | | 4,144,793 |

In the Statement of Activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the undepreciated balance of the capital assets sold.

| | |
|---------------------------------------|---------|
| Gain/(Loss) on Sale of Capital Assets | (1,204) |
|---------------------------------------|---------|

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

| | | |
|-------------------------------|------------------|-----------|
| Amortization of Bond Premiums | \$ 19,358 | |
| Accrued Interest | 3,536 | |
| Compensated Absences | 1,281 | |
| Pension Expense - IMRF | (2,752,203) | |
| Pension Expense - TRS | (106,961) | |
| OPEB Expense - IMRF/TRS | (652,103) | |
| OPEB Expense - THIS | <u>4,537,526</u> | |
| | | 1,050,434 |

Employer Pension and OPEB Contributions are expensed in the fund financial statements but are treated as a reduction in the Net Pension Liability on the government-wide financial statements.

| | | |
|-------------------------------|----------------|-----------|
| Pension - IMRF Contributions | \$ 1,640,446 | |
| Pension - TRS Contributions | 236,929 | |
| OPEB - IMRF/TRS Contributions | 374,591 | |
| OPEB - THIS Contributions | <u>274,288</u> | |
| | | 2,526,254 |

Repayment of long-term debt requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

| | |
|-----------------------------|------------------|
| Repayment of Long-Term Debt | <u>2,465,000</u> |
|-----------------------------|------------------|

| | |
|---|----------------------|
| Change in Net Position of Governmental Activities | <u>\$ 18,120,374</u> |
|---|----------------------|

The Notes to Basic Financial Statements are an integral part of this statement.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
FUND FINANCIAL STATEMENTS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2023

| | <u>Private Purpose Trusts</u> |
|---------------------------|-----------------------------------|
| ASSETS | |
| Cash and Cash Equivalents | <u>\$ 100,000</u> |
| Total Assets | <u>\$ 100,000</u> |
| LIABILITIES | <u>\$ -</u> |
| NET POSITION | |
| Amounts Held in Trust | <u><u>\$ 100,000</u></u> |

The Notes to Basic Financial Statements are an integral part of this statement.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
FUND FINANCIAL STATEMENTS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2023

| | Private Purpose Trusts |
|-------------------------------|---------------------------|
| Additions: | |
| Total Additions | \$ - |
| Deductions: | |
| Total Deductions | \$ - |
| Change in Net Assets | \$ - |
| Net Assets, Beginning of Year | 100,000 |
| Net Assets, End of Year | \$ 100,000 |

The Notes to Basic Financial Statements are an integral part of this statement.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Lyons Township High School District No 204 (District) is governed by an elected Board of Education. The accounting policies of the District conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements is described below.

A. *Reporting Entity*

The District includes all funds of its governmental operations that are controlled by or dependent upon the District as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will, and fiscal dependency. The accompanying financial statements include only those funds of the District as there are no other organizations for which it has financial accountability.

Joint Venture - The District is also a member of the following organizations:

- LaGrange Area Department of Special Education
- DuPage Area Occupational Education System

B. *Basic Financial Statements – Government-Wide Financial Statements*

The Statement of Net Position and the Statement of Activities display information about the District as a whole. These statements include the financial activities of the District, except for fiduciary funds. In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified. Interfund services provided and used are not eliminated in the process of consolidation.

The Statement of Net Position presents the financial condition of the governmental activities of the District at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function.

Program revenues include charges paid by the recipient of the goods or services offered by the program, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Property taxes and other revenues which are not classified as program revenues are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

C. *Basic Financial Statements – Fund Financial Statements*

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements. In the fund financial statements, the "economic resources" measurement focus is used as appropriate.

NOTES TO FINANCIAL STATEMENTS (Continued)

The emphasis in fund financial statements is on the major funds. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of all governmental funds) for the determination of major funds. The District electively made all governmental funds major funds. The following fund types are used by the District:

1. Governmental Fund Types

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

General Fund – The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Educational and Working Cash are included in this fund.

This fund also includes student activity funds held and controlled by the District, under the direction of district personnel, and administrative involvement of the Board of Education.

Special Revenue Funds – The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted, committed, or assigned to expenditures for specified purposes other than debt service or capital projects.

Operations and Maintenance Fund – accounts for expenditures made for repairs and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes and general state aid.

Transportation Fund – accounts for all revenue and expenditures made for student transportation. Revenue is derived primarily from local property taxes and state reimbursement grants.

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

Debt Services Fund – The Debt Services Fund is used to account for financial resources that are restricted, committed, or assigned to expenditures for the periodic payment of principal, interest, and related fees on general long-term debt.

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

2. Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support the District's programs. The reporting focus is on net position and change in net position and is reported using generally accepted accounting principles.

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (private purpose trust). Since by definition these assets are being held for the benefit of a third party (private purpose trust) and cannot be used to address activities or obligations of the District, these funds are not incorporated into the government-wide statements.

D. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

NOTES TO FINANCIAL STATEMENTS (Continued)

1. Accrual

The governmental activities in the government-wide financial statements and the fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Property taxes are reported in the period for which levied. Other nonexchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements have been met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year-end. Property tax revenues are recognized in the period for which levied provided they are also available. Intergovernmental revenues and grants are recognized when all eligibility requirements are met and the revenues are available. Expenditures are recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general obligation long-term debt and employee vacation and sick leave, which are recognized when due and payable.

E. *Cash and Cash Equivalents and Investments*

Separate bank accounts are not maintained for all of the District's funds. Instead, the funds maintain their cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund. Occasionally certain funds participating in the common bank account will incur overdrafts (deficits) in the account. Such overdrafts in effect constitute cash borrowed from other District funds and are, therefore, interfund loans that have not been authorized by District Board action.

No District fund had a cash overdraft at June 30, 2023.

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Cash equivalents are accounted for at cost, which approximates market.

Investments are stated at fair value. Fair value is determined by quoted market prices. Gains or losses on the sale of investments are recognized as they are incurred. The District has adopted a formal written investment and cash management policy.

F. *Receivables*

All receivables are reported net of estimated uncollectible amounts.

G. *Prepaid Items*

Payments made to vendors for services that will benefit periods beyond the current fiscal year are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

H. *Inventories*

Inventories consist primarily of books and are expensed using the consumption method.

NOTES TO FINANCIAL STATEMENTS (Continued)

I. *Interfund Activity*

Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses.

Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

J. *Capital Assets*

Capital assets, which include land (which is not depreciated), buildings and improvements, and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$5,000 for furniture and equipment and \$5,000 for buildings and improvements and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of an asset are not capitalized.

Buildings and improvements and furniture and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

| | |
|------------------------------------|---------------|
| Building and Building Improvements | 20 - 40 years |
| Land Improvements | 10 - 20 years |
| Furniture, Equipment and Vehicles | 5 - 20 years |

K. *Deferred Outflows and Inflows of Resources*

In addition to assets and liabilities, the Balance Sheet(s) and Statement(s) of Net Position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and therefore will not be recognized as an outflow of resource until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resource until that time.

L. *Compensated Absences*

Vacation benefits are granted to employees in varying amounts up to specified maximums depending on tenure with the District. Unused vacation time can accumulate and a set number of vacation days can be carried over to subsequent years depending upon which classification the employee is employed in.

M. *Long-Term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds on a straight-line basis, rather than expensed in the current year. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as debt service expenditures in the year they occur.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

N. Government-Wide Net Position

Government-wide net position is divided into three components:

- Net Investment in Capital Assets – consists of capital assets (net of accumulated depreciation) and unamortized bond premiums reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and unamortized bond discounts. The following table shows a breakdown of the net investment in capital assets:

| Governmental Activities | |
|---|----------------------|
| Capital Assets, Net of Accumulated Depreciation | \$ 63,736,986 |
| Less: | |
| Capital Related Debt | (2,605,000) |
| Unamortized Bond Premium | (6,686) |
| Investment in Capital Assets | <u>\$ 61,125,300</u> |

- Restricted Net Position – consists of net position that is restricted by the District’s creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted Net Position – all other net positions are reported in this category.

O. Governmental Fund Balances

Governmental fund balances are divided between non-spendable and spendable.

Non-spendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

- Restricted – Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
- Committed – Committed fund balances are amounts that can only be used for specific purposes as a result of a resolution of the Board of Education. Committed amounts cannot be used for any other purpose unless the Board of Education removes those constraints by way of resolution. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- Assigned – Assigned fund balances are amounts that are constrained by the District’s intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by an appointed body (e.g. a budget or finance committee) or official to which the Board of Education has delegated the authority to assign, modify or rescind amounts to be used for specific purposes. Currently the School Board has not delegated the authority.

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital projects or debt

NOTES TO FINANCIAL STATEMENTS (Continued)

services fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the District itself. All remaining positive spendable amounts in governmental funds, other than the General Fund, that are neither restricted nor committed are considered assigned. Assignments may take place after the end of the reporting period.

- Unassigned – Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance in the General Fund also includes amounts levied and/or borrowed for working cash. This classification is also used to represent negative fund balances in special revenue and debt services.

The District permits funds to be expended in the following order: Restricted, Committed, Assigned and Unassigned. The Board or the Finance Committee has the authority to deviate from this policy if it is in the best interest of the District.

P. Property Tax Calendar and Revenues

The District's property tax is levied each calendar 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 November 21, 2022. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are levied and are payable in two installments early in March and early in September of the following calendar year. The District receives significant distributions of tax receipts approximately one month after these dates.

Q. Lease Arrangements

The District recognizes a right-to-use liability and asset for various lease and subscription-based IT agreements right-to-use assets (right-to-use asset) in the government-wide financial statements.

At the commencement of a lease or subscription-based IT agreement, the District initially measures the right-to-use liability at the present value of payments expected to be made during the agreement term. Subsequently, the right-to-use liability is reduced by the principal portion payments made. The right-to-use asset is initially measured as the initial amount of the right-to-use liability, adjusted for payments made at or before the commencement date, plus certain initial direct costs. Subsequently, the right-to-use asset is amortized on a straight-line basis over the term of the lease or subscription-based IT agreement. Key estimates and judgments related to leases or subscription-based IT agreements include how the District determines (1) the discount rate it uses to discount the expected payments to present value, (2) the term, and (3) payments.

The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District uses its estimated incremental borrowing rate as the discount rate for leases or subscription-based IT agreements.

The term includes the noncancellable period of the lease or subscription-based IT agreement. Payments included in the measurement of the right-to-use liability are composed of fixed payments and purchase option prices that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease or subscription-based IT agreements and will remeasure the right-to-use asset and liability if certain changes occur that are expected to significantly affect the amount of the right-to-use liability. Right-to-use assets are reported with Capital Assets and right-to-use liabilities are reported with Long Term Liabilities on the Statement of Net Position.

NOTES TO FINANCIAL STATEMENTS (Continued)

R. Estimates

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

NOTE 2 - DEPOSITS, INVESTMENTS, AND FAIR VALUE MEASUREMENT

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

Deposits

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District has a policy that all deposits and investments in excess of any insurance shall be collateralized by pledged securities and the market value of the pledged securities shall equal or exceed the portion of deposit requiring collateralization. As of June 30, 2023, deposits with financial institutions are fully insured or collateralized by securities held in the District's name.

Investments and Fair Value Measurement

The District had the following investments, maturities, and fair value measurements as of June 30, 2023:

| Types of Investments | Credit Quality/ Ratings | Segmented Time Distribution | Amount | Fair Value Measurement Using | | Net Asset Value (NAV) |
|-----------------------|----------------------------|--------------------------------|----------------------|------------------------------|---------------------|--------------------------|
| | | | | Level 1 | Level 2 | |
| State Investment Pool | N/A | less than 1 year | \$ 38,330,936 | \$ - | \$ - | \$ 38,330,936 |
| CDs | N/A | less than 1 year | 1,706,250 | - | 1,706,250 | - |
| U.S Treasury | N/A | less than 1 year | 3,395,820 | 3,395,820 | - | - |
| Total | | | <u>\$ 43,433,006</u> | <u>\$ 3,395,820</u> | <u>\$ 1,706,250</u> | <u>\$ 38,330,936</u> |

The fair value of investments in the State Investment Pool is the same as the value of pool shares (NAV). The state Investment Pool is not SEC-registered but does have regulatory oversight through the State of Illinois.

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.

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities and certificates of deposit classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. The District does 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. State law limits investments based on credit risk. The District has an investment policy that would further limit its investment choices.

Concentration of Credit Risk. The District places no specific limit on the amount the District may invest in any one issuer.

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2023 was as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

| | Balance July 1, 2022 | Increases | Decreases | Balance June 30, 2023 |
|---|-------------------------|----------------------|---------------------|--------------------------|
| Governmental Activities | | | | |
| Capital Assets not being depreciated | | | | |
| Land | \$ 1,130,500 | \$ - | \$ - | \$ 1,130,500 |
| Construction in Progress | 5,456,904 | 1,566,732 | 5,246,664 | 1,776,972 |
| Total Capital Assets not being depreciated | <u>\$ 6,587,404</u> | <u>\$ 1,566,732</u> | <u>\$ 5,246,664</u> | <u>\$ 2,907,472</u> |
| Other Capital Assets | | | | |
| Land Improvements | \$ 6,976,704 | \$ 7,537,091 | \$ - | \$ 14,513,795 |
| Buildings and Building Improvements | 91,847,367 | 1,654,532 | - | 93,501,899 |
| Equipment | 21,555,218 | 1,846,326 | 195,468 | 23,206,076 |
| Total Other Capital Assets at Historical Cost | <u>\$ 120,379,289</u> | <u>\$ 11,037,949</u> | <u>\$ 195,468</u> | <u>\$ 131,221,770</u> |
| Less Accumulated Depreciation | | | | |
| Land Improvements | \$ 3,889,692 | \$ 289,315 | \$ - | \$ 4,179,007 |
| Buildings and Building Improvements | 46,043,554 | 2,108,773 | - | 48,152,327 |
| Equipment | 17,440,050 | 815,136 | 194,264 | 18,060,922 |
| Total Accumulated Depreciation | <u>\$ 67,373,296</u> | <u>\$ 3,213,224</u> | <u>\$ 194,264</u> | <u>\$ 70,392,256</u> |
| Other Capital Assets, Net | <u>\$ 53,005,993</u> | <u>\$ 7,824,725</u> | <u>\$ 1,204</u> | <u>\$ 60,829,514</u> |
| Governmental Activities Capital Assets, Net | <u>\$ 59,593,397</u> | <u>\$ 9,391,457</u> | <u>\$ 5,247,868</u> | <u>\$ 63,736,986</u> |

Depreciation expense was charged to functions as follows:

| | |
|--------------------------------|---------------------|
| Governmental Activities | |
| Regular Programs | \$ 659,354 |
| Special Programs | 18,315 |
| Other Instructional Programs | 55,589 |
| Pupils | 29,240 |
| Instructional Staff | 419,968 |
| General Administration | 1,607 |
| School Administration | 964 |
| Business | 67,478 |
| Transportation | 13,174 |
| Operations and Maintenance | 1,230,022 |
| Central | 11,889 |
| Unallocated | 705,624 |
| | <u>\$ 3,213,224</u> |

NOTE 4 - LONG-TERM LIABILITY ACTIVITY

Long-term liability activity for the year ended June 30, 2023 was as follows:

| | Balance July 1, 2022 | Additions | Retirements | Balance June 30, 2023 | Amounts Due Within One Year |
|---|-------------------------|-------------------|---------------------|--------------------------|-----------------------------------|
| Governmental Activities | | | | | |
| Long-Term Debt | | | | | |
| General Obligation Bonds | \$ 5,070,000 | \$ - | \$ 2,465,000 | \$ 2,605,000 | \$ 2,605,000 |
| Unamortized Bond Premium | 26,044 | - | 19,358 | 6,686 | 6,686 |
| Total Long-Term Debt | <u>\$ 5,096,044</u> | <u>\$ -</u> | <u>\$ 2,484,358</u> | <u>\$ 2,611,686</u> | <u>\$ 2,611,686</u> |
| Other Long-Term Obligations | | | | | |
| Compensated Absences | \$ 224,792 | \$ 223,511 | \$ 224,792 | \$ 223,511 | \$ 223,511 |
| Total Other Long-Term Obligations | <u>\$ 224,792</u> | <u>\$ 223,511</u> | <u>\$ 224,792</u> | <u>\$ 223,511</u> | <u>\$ 223,511</u> |
| Governmental Activities Long-Term Liabilities | <u>\$ 5,320,836</u> | <u>\$ 223,511</u> | <u>\$ 2,709,150</u> | <u>\$ 2,835,197</u> | <u>\$ 2,835,197</u> |

The liability for compensated absences is 50% liquidated by the General Fund and 50% liquidated by the Operations and Maintenance Fund. The General Obligation Bonds will be repaid from the Debt Services Fund.

Bonds and notes payable consisted of the following at June 30, 2023:

NOTES TO FINANCIAL STATEMENTS (Continued)

| | Date of Issuance | Maturity Date | Interest Rate | Face Amount | Carrying Amount | Amount Due Within One Year |
|-------------------------------|---------------------|------------------|------------------|---------------------|---------------------|----------------------------------|
| General Obligation Bonds 2013 | 12/19/2013 | 12/15/2023 | 2.15% - 4.25% | \$ 9,540,000 | \$ 2,605,000 | \$ 2,605,000 |
| Total | | | | <u>\$ 9,540,000</u> | <u>\$ 2,605,000</u> | <u>\$ 2,605,000</u> |

At June 30, 2023 the annual debt service requirements to service long-term debt are:

| Year Ending June 30 | Principal | Interest | Total |
|---------------------------|---------------------|------------------|---------------------|
| 2024 | \$ 2,605,000 | \$ 48,174 | \$ 2,653,174 |
| Plus: Unamortized Premium | 6,686 | - | 6,686 |
| | <u>\$ 2,611,686</u> | <u>\$ 48,174</u> | <u>\$ 2,659,860</u> |

NOTE 5 - PROPERTY TAXES

Property taxes receivable and unavailable revenue recorded in these financial statements are from the 2022 tax levy. A portion of the 2022 tax levy is unavailable. These taxes are unavailable as only a portion of the taxes are collected before the end of the fiscal year and the District does not consider the remaining amounts to be available and does not budget for their use until the following fiscal year. The District has determined that \$39,727,506 of the 2022 tax levy and \$36,597,925 of the 2021 tax levy, plus back taxes, less uncollectible amounts are allocable for use in fiscal year 2023. A summary of assessed valuations, rates, and extensions for tax years 2022, 2021, and 2020 is as follows:

| Assessed Valuation | 2022 | | 2021 | | 2020 | |
|-------------------------------|-----------------|----------------------|-----------------|----------------------|-----------------|----------------------|
| | Rate | Extension | Rate | Extension | Rate | Extension |
| | \$3,453,621,178 | | \$3,514,376,604 | | \$3,804,964,139 | |
| Educational | 1.7983 | \$ 58,693,603 | 1.6701 | \$ 58,693,603 | 1.5101 | \$ 57,458,763 |
| Special Education | 0.0117 | 400,638 | 0.0114 | 400,638 | 0.0105 | 399,521 |
| Operations and Maintenance | 0.2653 | 8,824,599 | 0.2511 | 8,824,599 | 0.2310 | 8,789,467 |
| Debt Service | 0.0814 | 2,678,629 | 0.0762 | 2,678,629 | 0.0694 | 2,641,646 |
| Transportation | 0.0802 | 2,558,466 | 0.0728 | 2,558,466 | 0.0643 | 2,446,591 |
| Illinois Municipal Retirement | 0.0437 | 1,454,951 | 0.0414 | 1,454,951 | 0.0412 | 1,567,645 |
| Social Security | 0.0408 | 1,251,118 | 0.0356 | 1,251,118 | 0.0346 | 1,316,517 |
| Revenue Recapture | 0.0368 | 864,242 | 0.0246 | 864,242 | - | - |
| | <u>2.3582</u> | <u>\$ 76,726,246</u> | <u>2.1832</u> | <u>\$ 76,726,246</u> | <u>1.9611</u> | <u>\$ 74,620,150</u> |

NOTE 6 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2023, the following fund had expenditures that exceeded the budget:

| Fund | Budget | Actual | Excess of Actual Over Budget |
|--------------|---------------|---------------|---------------------------------|
| General Fund | \$ 74,684,355 | \$ 96,803,526 | \$ 22,119,171 |

NOTE 7 - RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System of the State of Illinois

General Information About the Pension Plan

Plan Description

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

NOTES TO FINANCIAL STATEMENTS (Continued)

amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

TRS issues a publicly available financial report that can be obtained at <http://www.trsil.org/financial/acfrs/fy2022>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Benefits Provided

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

Tier II members qualify for retirement benefits at age 67 with ten years of service, or a discounted annuity can be paid at age 62 with ten years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the highest 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% 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 3% of the original benefit or ½% 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 program that expire on June 30, 2026. Once program allows retiring Tier I members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier I and II members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and will be funded by bonds issued by the state of Illinois.

Contributions

The State of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90% 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% 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 District were based on the State's proportionate share of the pension expense associated with the District, and the District recognized revenue and expenditures of \$22,193,445 in pension contributions from the State of Illinois.

2.2 Formula Contributions. Districts contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2023, were \$237,117 and are deferred because they were paid after the June 30, 2022 measurement date.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

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

For the year ended June 30, 2023, the District pension contribution was 10.49% of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling \$62,053 were paid from federal and special trust funds that required District contributions of \$6,509.

Employer Retirement Cost Contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members granted salary increases over 6% if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2023, the District paid \$0 to TRS for employer contributions due on salary increases in excess of 6% and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2022, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for 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 follows below:

| | |
|---|-----------------------|
| District's proportionate share of the net pension liability | \$ 3,257,129 |
| State's proportionate share of the net pension liability associated with the District | 282,534,326 |
| Total | <u>\$ 285,791,455</u> |

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The employer's proportion of the net pension liability was based on the 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 proportion was 0.00388492%, which was a decrease of 0.0004003897% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the District recognized pension expense of \$22,193,445 and revenue of \$22,193,445 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 sources:

| | Deferred Outflow s of Resources | Deferred Inflow s of Resources | Net Outflow s of Resources |
|---|---------------------------------------|--------------------------------------|----------------------------------|
| Differences between expected and actual experience | \$ 6,547 | \$ (17,958) | \$ (11,411) |
| Net difference between projected and actual earnings on pension plan investments | 2,980 | - | 2,980 |
| Changes of assumptions | 15,018 | (6,219) | 8,799 |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 27,069 | (607,366) | (580,297) |
| Employer contributions subsequent to the measurement date | 237,117 | - | 237,117 |
| | <u>\$ 288,731</u> | <u>\$ (631,543)</u> | <u>\$ (342,812)</u> |

NOTES TO FINANCIAL STATEMENTS (Continued)

\$237,117 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

| Year ending June 30 | | |
|---------------------|----|------------------|
| 2024 | \$ | (158,402) |
| 2025 | | (187,415) |
| 2026 | | (167,386) |
| 2027 | | (40,287) |
| 2028 | | (26,439) |
| | \$ | <u>(579,929)</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:

| | |
|---------------------------|--|
| Inflation | 2.50% |
| Salary Increases | varies by amount of service credit |
| Investment Rate of Return | 7.0%, net of pension plan investment expenses, including inflation |

In the June 30, 2022 actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2020. In the June 30, 2021 actuarial valuation, mortality rates were also based on the RP-2014 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:

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|----------------------------------|-------------------|--|
| U.S. equities large cap | 16.30% | 5.73% |
| U.S. equities small/mid cap | 1.90% | 6.78% |
| International equities developed | 14.10% | 6.56% |
| Emerging market equities | 4.70% | 8.55% |
| U.S. bonds core | 6.90% | 1.15% |
| Cash equivalents | 1.20% | -0.32% |
| TIPS | 0.50% | 0.33% |
| International debt developed | 1.20% | 6.56% |
| Emerging international debt | 3.70% | 3.76% |
| Real estate | 16.00% | 5.42% |
| Private Debt | 12.50% | 5.29% |
| Hedge Funds | 4.00% | 3.48% |
| Private Equity | 15.00% | 10.04% |
| Infrastructure | 2.00% | 5.86% |
| Total | <u>100.00%</u> | |

NOTES TO FINANCIAL STATEMENTS (Continued)

Discount Rate

At June 30, 2022, the discount rate used to measure total pension liability was 7.00%, which was the same as the June 30, 2021 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2022 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier 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 the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

| | 1% Decrease 6.00% | Current Discount Rate 7.00% | 1% Increase 8.00% |
|--|----------------------|-----------------------------------|----------------------|
| Employer's proportionate share of the net pension liability | \$ 3,983,497 | \$ 3,257,129 | \$ 2,654,799 |

TRS Fiduciary Net Position

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

B. Illinois Municipal Retirement Fund

Plan Description

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

Benefits Provided

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

All three IMRF benefit plans have two tiers. Employees hired **before** January 1, 2011 are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of

NOTES TO FINANCIAL STATEMENTS (Continued)

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 ten years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

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

Employees Covered by Benefit Terms

All appointed employees of a participating employer who are employed in a position normally requiring 600 hours (1,000 hours for certain employees hired after 1981) or more of work in a year are required to participate. As of December 31, 2022, the following employees were covered by the benefit terms:

| | |
|--|---------------------|
| Inactive plan members and beneficiaries currently receiving benefits | 398 |
| Inactive plan members entitled to but not yet receiving benefits | 471 |
| Active plan members | <u>234</u> |
| Total | <u><u>1,103</u></u> |

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar years 2022 and 2023 were 15.01% and 12.95%, respectively. For the fiscal year ended June 30, 2023, the District contributed \$1,571,782 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension (Asset)/Liability

The components of the net pension (asset)/liability of the IMRF actuarial valuation performed as of December 31, 2022, with a measurement date as of that date, calculated in accordance with GASB Statement No. 68, were as follows:

| | |
|--|---------------|
| Total Pension (Asset)/Liability | \$ 78,137,949 |
| IMRF Fiduciary Net Position | 63,108,349 |
| District's Net Pension (Asset)/Liability | 15,029,600 |
| IMRF Fiduciary Net Position as a Percentage of the Total Pension Liability | 80.77% |

See the Schedule of Changes in the Employer's Net Pension Liability and Related Ratios in the Required Supplementary Information following the notes to the financial statements for additional information related to the funded status of the plan.

NOTES TO FINANCIAL STATEMENTS (Continued)

Actuarial Assumptions

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

| | |
|--------------------------|---|
| Assumptions | |
| Inflation | 2.25% |
| Salary Increases | 2.85% - 13.75% including inflation |
| Interest Rate | 7.25% |
| Actuarial Cost Method | Entry Age Normal |
| Asset Valuation Method | Market value of assets |
| Projected 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 for the period 2017-2019. |

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020 were used. 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 were used. 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 were used.

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2022:

| Asset Class | Target Allocation | Projected Return |
|------------------------|-------------------|------------------|
| Equities | 35.50% | 6.50% |
| International Equities | 18.00% | 7.60% |
| Fixed Income | 25.50% | 4.90% |
| Real Estate | 10.50% | 6.20% |
| Alternatives | 9.50% | |
| Private Equity | | 9.90% |
| Hedge Funds | | N/A |
| Commodities | | 6.25% |
| Cash Equivalents | 1.00% | 4.00% |
| | <u>100.00%</u> | |

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2022. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The Single Discount Rate reflects:

NOTES TO FINANCIAL STATEMENTS (Continued)

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

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 4.05%; and resulting single discount rate is 7.25%. The prior year single discount rate was 7.25% and increased 0.00% to the current year single discount rate.

Changes in the Net Pension (Asset)/Liability

| | Total Pension Liability (A) | Plan Fiduciary Net Position (B) | Net Pension (Asset)/Liability (A)-(B) |
|--|-----------------------------------|---------------------------------------|---|
| Balances at December 31, 2021 | \$ 74,575,728 | \$ 74,930,272 | \$ (354,544) |
| Changes for the year: | | | |
| Service Cost | \$ 991,415 | \$ - | \$ 991,415 |
| Interest on the Total Pension Liability | 5,273,990 | - | 5,273,990 |
| Differences Between Expected and Actual Experience of the Total Pension Liability | 1,950,298 | - | 1,950,298 |
| Contributions - Employer | - | 1,703,271 | (1,703,271) |
| Contributions - Employee | - | 492,429 | (492,429) |
| Net Investment Income | - | (9,334,186) | 9,334,186 |
| Benefit Payments, including Refunds of Employee Contributions | (4,653,482) | (4,653,482) | - |
| Other (Net Transfer) | - | (29,955) | 29,955 |
| Net Changes | \$ 3,562,221 | \$ (11,821,923) | \$ 15,384,144 |
| Balances at December 31, 2022 | \$ 78,137,949 | \$ 63,108,349 | \$ 15,029,600 |

Sensitivity of the Net Pension (Asset)/Liability to Changes in the Discount Rate

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

| | 1% Lower 6.25% | Current Discount Rate 7.25% | 1% Higher 8.25% |
|-------------------------------|-------------------|-----------------------------------|--------------------|
| Net Pension (Asset)/Liability | \$ 22,767,301 | \$ 15,029,600 | \$ 8,661,395 |

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

For the year ended June 30, 2023, the District recognized pension expense/(income) of \$2,752,203. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflow s of Resources | Deferred Inflow s of Resources | Net Outflow s of Resources |
|---|---------------------------------------|--------------------------------------|-------------------------------|
| Expense in Future Periods | | | |
| Differences between expected and actual experience | \$ 793,469 | \$ - | \$ 793,469 |
| Net difference between projected and actual earnings on pension plan investments | 5,038,329 | - | 5,038,329 |
| Total deferred amounts to be recognized in pension expense in future periods | \$ 5,831,798 | \$ - | \$ 5,831,798 |
| Pension contributions made subsequent to the measurement date | 797,967 | - | 797,967 |
| Total deferred amounts related to pensions | \$ 6,629,765 | \$ - | \$ 6,629,765 |

NOTES TO FINANCIAL STATEMENTS (Continued)

\$797,967 reported as deferred outflows of resources related to pensions resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

| Year Ending December 31 | Net Deferred Outflow s of Resources |
|----------------------------|---|
| 2023 | \$ 434,701 |
| 2024 | 808,104 |
| 2025 | 1,653,703 |
| 2026 | 2,935,290 |
| Total | <u>\$ 5,831,798</u> |

Below is a summary of various pension items:

| | TRS | IMRF | Total |
|----------------------------------|---------------------|-----------------------|-----------------------|
| Deferred Outflow s of Resources: | | | |
| Employer Contributions | \$ 237,117 | \$ 797,967 | \$ 1,035,084 |
| Experience | 6,547 | 793,469 | 800,016 |
| Assumptions | 15,018 | - | 15,018 |
| Proportionate Share | 27,069 | - | 27,069 |
| | <u>\$ 288,731</u> | <u>\$ 6,629,765</u> | <u>\$ 6,918,496</u> |
| Net Pension (Asset)/Liability | <u>\$ 3,257,129</u> | <u>\$ 15,029,600</u> | <u>\$ 18,286,729</u> |
| Pension Expense/(Income) | <u>\$ (106,961)</u> | <u>\$ (2,752,203)</u> | <u>\$ (2,859,164)</u> |
| Deferred Inflow s of Resources: | | | |
| Experience | \$ (17,958) | \$ - | \$ (17,958) |
| Assumptions | (6,219) | - | (6,219) |
| Proportionate Share | (607,366) | - | (607,366) |
| | <u>\$ (631,543)</u> | <u>\$ -</u> | <u>\$ (631,543)</u> |

C. Social Security

Employees not qualifying for coverage under the Teachers' Retirement System of the State of Illinois 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 the total required contribution for the current fiscal year.

NOTE 8 - POST EMPLOYMENT BENEFIT COMMITMENTS

A. Teacher Health Insurance Security Fund (THIS)

General Information About the OPEB Plan

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 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 are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

Benefits Provided

The State of Illinois offers comprehensive health plan options, all of which include prescription drug and behavioral health coverage. The State of Illinois offers TCHP, HMO, and OAP plans.

- Teachers’ Choice Health Plan (TCHP) benefit recipients can choose any physician or hospital for medical services; however, benefit recipients receive enhanced benefits, resulting in lower out-of-pocket costs, when receiving services from a TCHP in-network provider. TCHP has a nationwide network and includes CVS/Caremark for prescription drug benefits and Magellan Behavioral Health for behavioral health services.
- Health Maintenance Organizations (HMO) benefit recipients are required to stay within the health plan provider network. No out-of-network services are available. Benefit recipients will need to select a primary care physician (PCP) from a network of participating providers. The PCP will direct all healthcare services and make referrals to specialists and hospitalization.
- Open Access Plan (OAP) benefit recipients will have three tiers of providers from which to choose to obtain services. The benefit level is determined by the tier in which the healthcare provider is contracted.
 - Tier I offers a managed care network which provides enhanced benefits and operates like an HMO.
 - Tier II offers an expanded network of providers and is a hybrid plan operating like an HMO and PPO.
 - Tier III covers all providers which are not in the managed care networks of Tiers I or II (i.e., out-of-network providers). Using Tier III can offer benefit recipients flexibility in selecting healthcare providers but involves higher out-of-pocket costs. Furthermore, benefit recipients who use out-of-network providers will be responsible for any amount that is over and above the charges allowed by the plan for services (i.e., allowable charges), which could result in substantial out-of-pocket costs. Benefit recipients enrolled in an OAP can mix and match providers and tiers.

Contributions

For the fiscal year ended June 30, 2023, the State Employees Group Insurance Act of 1971 (5 ILCS 375/6.6) requires that all active contributors of the THIS make contributions to the plan at a rate of 0.90% of salary and for every employer of a teacher to contribute an amount equal to 0.67% of each teacher’s salary. For the fiscal year ended June 30, 2022, the employee contribution was 0.90% of salary and the employer contribution was 0.67% of each teacher’s salary. The Department of Central Management Services determines, by rule, the percentage required, which each year shall not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. In addition, under the State Pension Funds Continuing Appropriations Act (40 ILCS 15/1.3), there is appropriated, on a continuing annual basis, from the General Revenue Fund, an account of the General Fund, to the State Comptroller for deposit in the Teachers’ Health Insurance Security Fund (THISF), an amount equal to the amount certified by the Board of Trustees of THIS as the estimated total amount of contributions to be paid under 5 ILCS 376/6.6(a) in that fiscal year. The member contribution, which may be paid on behalf of employees by the employer, is submitted to THIS by the employer.

NOTES TO FINANCIAL STATEMENTS (Continued)

On-Behalf Contributions to THIS. The State of Illinois makes employer benefit contributions on behalf of the District. For the year ended June 30, 2023, State of Illinois contributions recognized by the District were based on the State's proportionate share of the collective net OPEB liability associated with the District, and the District recognized revenue and expenditures of \$363,113 in benefit contributions from the State of Illinois.

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

At June 30, 2022, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state benefit 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 OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

| | |
|--|----------------------|
| District's proportionate share of the net OPEB liability | \$ 9,879,841 |
| State's proportionate share of the net OPEB liability associated with the District | 13,440,540 |
| Total | <u>\$ 23,320,381</u> |

The net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2021 and rolled forward to June 30, 2022. The District's proportion of the net OPEB 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 proportion was 0.144343%, which was a decrease of 0.00372% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the District recognized benefit income of \$4,537,526 and on-behalf revenue/expense of \$363,113 for support provided by the State. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflow s of Resources | Deferred Inflow s of Resources | Net Outflow s of Resources |
|--|---------------------------------------|--------------------------------------|-------------------------------|
| Differences between expected and actual experience | \$ - | \$ (6,461,902) | \$ (6,461,902) |
| Net difference between projected and actual earnings on OPEB plan investments | 1,426 | (226) | 1,200 |
| Changes of assumptions | 8,913 | (24,370,939) | (24,362,026) |
| Changes in proportion and differences between employee contributions and proportionate share of contributions | 225,823 | (2,270,614) | (2,044,791) |
| Employer contributions subsequent to the measurement date | 273,912 | - | 273,912 |
| | <u>\$ 510,074</u> | <u>\$ (33,103,681)</u> | <u>\$ (32,593,607)</u> |

\$273,912 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

| Year Ending June 30 | |
|---------------------|------------------------|
| 2024 | \$ (8,977,445) |
| 2025 | (10,621,759) |
| 2026 | (9,486,614) |
| 2027 | (2,283,269) |
| 2028 | (1,498,432) |
| | <u>\$ (32,867,519)</u> |

NOTES TO FINANCIAL STATEMENTS (Continued)

Actuarial Assumptions

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

| | |
|---------------------------|--|
| Inflation | 2.25% |
| Salary Increases | Depends on service and ranges from 8.50% at 1 year of service to 3.5% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption. |
| Investment Rate of Return | 2.75%, net of OPEB plan investment expense, including inflation |
| Health Care Trend Rate | Trend for fiscal year 2023 based on expected increases used to develop average costs. For fiscal years ending on or after 2023, trend starts at 8.00% for non-Medicare costs and post-Medicare costs, and gradually decreases to an ultimate trend of 4.25%. 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. |

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

The actuarial assumptions that were 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.

The long-term expected rate of return on OPEB 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 OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|---|-------------------|--|
| Illinois Public Treasurers' Investment Pool | 100.0% | 0.33% |
| | 100.0% | |

Discount Rate

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

NOTES TO FINANCIAL STATEMENTS (Continued)

Based on those assumptions, THIS’s fiduciary net position at June 30, 2022 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on THIS investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

At June 30, 2022, the discount rate used to measure the total OPEB liability was 3.69%.

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% |
|--|----------------------|-----------------------------------|----------------------|
| Employer's proportionate share of the net OPEB liability | \$ 10,980,116 | \$ 9,879,841 | \$ 8,749,341 |

Sensitivity of the Total OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the total OPEB liability of the District, as well as what the District’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher. The key trend rates are 6.00% in 2023, 8.00% in 2024 decreasing to an ultimate trend rate of 4.25% in 2039. The Aetna MAPD plan (Medicare retirees) has a trend rate of 0% from 2024 to 2028, 19.42% for 2029 to 2033, 5.81% in 2034 and then decreasing to the same ultimate trend rate of 4.25% in 2039.

| | 1% Decrease (a) | Healthcare Cost Valuation Rate | 1% Increase (b) |
|--|--------------------|--------------------------------------|--------------------|
| Employer's proportionate share of the net OPEB liability | \$ 8,348,735 | \$ 9,879,841 | \$ 11,560,190 |

- (a) One percentage point decreases in healthcare trend rates are 5.00% in 2023, 7.00% in 2024, decreasing to an ultimate trend rate of 3.25% in 2039 for Pre-Medicare per capita costs. One percentage point decreases in healthcare trend rates are 2.22% in 2023, 0% in 2024 to 2028, 18.42% from 2029 to 2033, 4.81% in 2034, decreasing to an ultimate trend rate of 3.25% in 2039 for Post-Medicare per capita costs.
- (b) One percentage point increases in healthcare trend rates are 7.00% in 2023, 9.00% in 2024, decreasing to an ultimate trend rate of 5.25% in 2039 for Pre-Medicare per capita costs. One percentage point decreases in healthcare trend rates are 4.22% in 2023, 1% in 2024 to 2028, 20.42% from 2029 to 2033, 6.81% in 2034, decreasing to an ultimate trend rate of 5.25% in 2039 for Post-Medicare per capita costs.

B. Retiree Insurance Plan - Other Post-Employment Benefits (OPEB)

Plan Overview

In addition to providing the pension benefits described in Note 7, the District provides post-employment benefits other than pensions (“OPEB”) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the District’s governmental activities.

NOTES TO FINANCIAL STATEMENTS (Continued)

Benefits Provided

The District provides postemployment health care benefits to its retirees. The medical coverage offered by the District varies based on the employee category, as follows:

Certified Teachers and Administrators

The District pays the Teachers' Retirement Insurance Plan premium for single coverage to TRS on behalf of the retired employee. Payments end at the attainment of age 65 by the retiree.

The District does not pay the TRIP premium for dependents premiums. If dependents wish to be covered by the District plan, then they may do so under the COBRA rules.

Custodial/Maintenance Employees

The District pays an annual \$3,000 stipend. The stipend ends upon attainment of Medicare Eligibility age by the retiree. If the retiree enrolls in the District Medical Plan, then the full cost of that coverage must be paid. The stipend may be used to offset the cost of the District Medical Plan, or it may be used to purchase other medical insurance.

Non-Contractual/Classified Employees

Retirees who meet IMRF retirement requirements will receive a maximum of \$3,000 per year (\$250 per month) for up to five (5) years (total maximum of \$15,000) for single, couple, or family insurance coverage, or until the retiree is eligible for Medicare, whichever occurs first.

If the employee does not continue onto the District's healthcare plan into retirement, then a check in the amount of \$1,500 (minus applicable taxes) will be sent to the employee's home twice a year in June and December until the maximum benefit has been reached.

Upon retirement or in the event of disability, the employee is eligible to continue healthcare insurance under one of the District's plans, as required by Public Act 86-1444, as long as the full premium is paid. Invoices will be mailed to the employee's home on a quarterly basis.

Para Professionals

The District pays an annual \$3,000 stipend. The stipend ends upon attainment of Medicare Eligibility age by the retiree.

All Other IMRF Employees

Employees may continue coverage into retirement on the District medical plans on a pay-all basis. Dependents may also continue coverage on a pay-all basis. Coverage may continue for as long as required contributions are paid.

Eligibility

Employees of the District are eligible for retiree health benefits as listed below:

Certified Teachers and Administrators

Employees must satisfy the following requirements for the Teachers' Retirement System retirement program.

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

- Age 62 with 5 years of service, or
- Age 60 with 10 years of service, or
- Age 55 with 20 Years of Service (discounted benefits)

Tier 2 Members (First Contributed On or After January 1, 2011)

- 62 years old with 10 years of service
- 67 years old with 10 years of service

Custodial/Maintenance Employees

- Age 57 with 20 years of service, or
- Age 60 with 8 years of service

Non-Contractual/Classified Employees

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

- At least 55 years old and at least 8 years of credited service

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

- At least 62 years old and at least 10 years of credited service

Para-Professionals

Employees must be at least age 57 with 20 years of consecutive service.

All Other IMRF Employees

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

- At least 55 years old and at least 8 years of credited service

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

- At least 62 years old and at least 10 years of credited service

NOTES TO FINANCIAL STATEMENTS (Continued)

Membership

Membership in the plan consisted of the following at July 1, 2021, the date of the latest actuarial valuation:

| | |
|---|------------|
| Active Employees | 534 |
| Inactive Employees Entitled to but Not Yet Receiving Benefit Payments | - |
| Inactive Employees Currently Receiving Benefits | 52 |
| Total | <u>586</u> |

Total OPEB Liability

The District's total OPEB liability was measured as of June 30, 2023, and the total OPEB liability was determined by an actuarial valuation as of July 1, 2021.

Actuarial Assumptions

The total OPEB liability in the July 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

| | |
|---------------------------------|------------------|
| Actuarial Method | Entry Age Normal |
| Discount Rate | 4.13% |
| Inflation | 3.00% |
| Salary Rate Increase | 4.00% |
| Health Care Trend | |
| Initial Trend Rate | 5.00% - 6.00% |
| Ultimate Trend Rate | 4.50% |
| FY the Ultimate Rate is Reached | 2038 |

| | |
|------------------------|---|
| Mortality | <i>IMRF Employees and Retirees</i> : Rates from the December 31, 2021 IMRF Actuarial Valuation Report <u>Active Employees</u> - PubG.H-2010(B) Mortality Table - General (below -median income) with future mortality improvement using Scale MP-2020 <u>Retirees</u> - PubG.H-2010(B) Mortality Table - General (below -median income), Male adjusted 106% and Female adjusted 105% tables, with future mortality improvement using scale MP-2020 <i>TRS Employees and Retirees</i> : Rates from the June 30, 2021 Teachers' Retirement System Actuarial Valuation Report <u>Active Employees</u> - PubT-2010 Employee Mortality Table projected generationally with Scale MP-2020, with female and male rates multiplied by 90% for all ages. <u>Retirees</u> - PubT-2010 Retiree Mortality Table projected generationally with Scale MP-2020, with female rates multiplied by 91% for ages under 75 and 109% for ages 75 and older, and male rates multiplied by 105% for ages under 85 and 115% for ages 85 and older. |
| Election at Retirement | <u>Certified Administrators</u> 100% will elect the TRIP medical insurance subsidy at retirement. <u>Certified Teachers</u> 95% will elect the TRIP medical insurance subsidy at retirement. <u>Custodial / Maintenance Employees</u> 25% will elect will elect a District medical plan and apply the \$3,000 annual to their contributions. 75% will elect the annual amount in cash. <u>Non-Contractual / Classified Employees</u> 20% will elect will elect a District medical plan and apply the \$3,000 annual to their contributions. 80% will elect the annual amount in cash. <u>Para-Professionals</u> 50% will elect will elect a District medical plan and apply the \$3,000 annual to their contributions. 50% will elect the annual amount in cash. |
| Marital Status | 40% of employees electing District coverage are assumed to be married and to elect spousal coverage with males three years older than females. Actual spouse data was used for current retirees. |

NOTES TO FINANCIAL STATEMENTS (Continued)

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2022 through June 30, 2023. Assumption changes reflect a change in the discount rate of (0.04%) from 4.09% for the beginning of the year values and 4.13% for the disclosure date.

There is no long-term expected rate of return on OPEB plan investments because the District does not have a trust dedicated exclusively to the payment of OPEB benefits.

Discount Rate

The District does not have a dedicated trust to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale).

A rate of 4.13% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2023.

Changes in the Total OPEB Liability

| | Increase/(Decrease) | | |
|----------------------------------|--------------------------------|---------------------------------------|------------------------------------|
| | Total OPEB Liability (a) | Plan Fiduciary Net Position (b) | Net OPEB Liability (a) - (b) |
| Balances at June 30, 2022 | \$ 7,851,135 | \$ - | \$ 7,851,135 |
| Changes for the year: | | | |
| Service Cost | \$ 325,219 | \$ - | \$ 325,219 |
| Interest on Total OPEB Liability | 313,451 | - | 313,451 |
| Assumption Changes | (22,018) | - | (22,018) |
| Benefit Payments | (374,591) | - | (374,591) |
| Net Changes | \$ 242,061 | \$ - | \$ 242,061 |
| Balances at June 30, 2023 | \$ 8,093,196 | \$ - | \$ 8,093,196 |

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

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower or 1 percentage-point higher than the current discount rate:

| Plan's Total OPEB (Asset)/Liability | | |
|-------------------------------------|----------------|----------------------|
| 1% Decrease 6.94% | Valuation Rate | 1% Increase 6.58% |
| \$ 8,655,148 | \$ 8,093,196 | \$ 7,560,486 |

Sensitivity of the Total OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher than the current healthcare cost trend rates:

| Plan's Total OPEB (Asset)/Liability | | |
|-------------------------------------|-----------------------------------|-----------------------|
| 1% Decrease 9.59% | Healthcare Cost Valuation Rate | 1% Increase 11.04% |
| \$ 7,317,456 | \$ 8,093,196 | \$ 8,986,328 |

NOTES TO FINANCIAL STATEMENTS (Continued)

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

For the fiscal year ended June 30, 2023, the District recognized OPEB expense of \$652,103. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflow s of Resources | Deferred Inflow s of Resources | Net Inflow s of Resources |
|--|------------------------------------|-----------------------------------|------------------------------|
| Differences Between Expected and Actual Experience | \$ 246,037 | \$ (140,148) | \$ 105,889 |
| Changes of Assumptions | 1,043,907 | (1,313,835) | (269,928) |
| Total | <u>\$ 1,289,944</u> | <u>\$ (1,453,983)</u> | <u>\$ (164,039)</u> |

Changes in total OPEB liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in OPEB expense over the expected remaining service life of all employees (8.92 years, active and retired) in the postretirement plan.

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

| Year ending June 30 | Net Outflow s/(Inflow s) of Resources |
|---------------------|--|
| 2024 | \$ 13,433 |
| 2025 | 13,433 |
| 2026 | 13,433 |
| 2027 | 31,908 |
| 2028 | 7,241 |
| Thereafter | (243,487) |
| | <u>\$ (164,039)</u> |

Below is a summary of the various postemployment items at June 30, 2023:

| | THIS | OPEB | Total |
|----------------------------------|------------------------|-----------------------|------------------------|
| OPEB Liability | <u>\$ 9,879,841</u> | <u>\$ 8,093,196</u> | <u>\$ 17,973,037</u> |
| Deferred Outflow s of Resources: | | | |
| Employer Contributions | \$ 273,912 | \$ - | \$ 273,912 |
| Investments | 1,426 | 246,037 | 247,463 |
| Assumptions | 8,913 | 1,043,907 | 1,052,820 |
| Proportionate Share | 225,823 | - | 225,823 |
| | <u>\$ 510,074</u> | <u>\$ 1,289,944</u> | <u>\$ 1,800,018</u> |
| Deferred Inflow s of Resources: | | | |
| Assumptions | \$ (24,370,939) | \$ (1,313,835) | \$ (25,684,774) |
| Experience | (6,461,902) | (140,148) | (6,602,050) |
| Investments | (226) | - | (226) |
| Proportionate Share | (2,270,614) | - | (2,270,614) |
| | <u>\$ (33,103,681)</u> | <u>\$ (1,453,983)</u> | <u>\$ (34,557,664)</u> |

NOTE 9 - INTERFUND TRANSFERS

The following interfund transfers were made during the year ended June 30, 2023:

| Transfer from | Transfer to | Amount |
|---------------------------------|-----------------------|--------------|
| General Fund | Capital Projects Fund | \$ 3,646,822 |
| Operations and Maintenance Fund | Capital Projects Fund | 5,261,517 |

The transfers from the General Fund and the Operations and Maintenance Fund to the Capital Projects Fund were both made to help fund renovation projects.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 10 - JOINT VENTURES

A. *La Grange Area Department of Special Education (LADSE)*

The District is a member of LADSE, a joint agreement that provides special education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the policy board.

Complete financial statements for LADSE can be obtained from the Administrative Offices at 1301 West Cossitt Avenue, La Grange, IL 60525.

B. *DuPage Area Occupational Education System (DAOES)*

The District is also a member of DAOES, a joint agreement to provide vocational education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the governing board.

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

NOTE 11 - RISK MANAGEMENT

The District has purchased insurance coverages through risk pools and from private insurance companies. Risks covered include general liability, property damage, workers' compensation, medical and other. Premiums have been recorded as expenditures in appropriate funds. The District is also self-insured for medical coverage that is provided to District personnel.

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

The District is also a member of School Employees Loss Fund (SELF), which has been formed to reduce local school districts' workers' compensation costs. SELF is controlled by a Board of Directors which is composed of representatives designated by each school district. The day-to-day operations of SELF are managed through an Executive Board elected by the Board of Directors. Each member district has a financial responsibility for annual membership contributions, which are calculated to provide for administrative expenses, specific aggregate excess insurance coverage, and the funding of a portion of anticipated losses and loss adjustment expenses which will be borne directly by the membership. The losses and loss adjustment expenses to be borne by the membership are those which must be incurred prior to the attachment of excess insurance coverage.

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

The District is also a member of the Collective Liability Insurance Cooperative (CLIC), which has been formed to provide casualty, property, and liability protections and to administer some or all insurance coverages and protection other than health, life, and accident coverages procured by the member districts.

It is intended, by the creation of CLIC, to allow a member District to equalize annual fluctuations in insurance costs by establishing a program whereby reserves may be created and temporary deficits of individual Districts covered and to ultimately equalize the risks and stabilize the costs of providing casualty, property, and liability protections. If during any fiscal year, the funds on hand in the account of CLIC are not sufficient to pay expenses of administration, the Board of Directors shall require a supplementary payment from all members. Such payment shall be made in the same proportion as prior payments during that year to CLIC.

NOTES TO FINANCIAL STATEMENTS (Continued)

Complete financial statements for CLIC can be obtained from its administrator at 2850 Golf Road, Rolling Meadows, Illinois 60008.

NOTE 12 - SELF-INSURANCE PLAN

The District is self-insured for a medical and health benefit program that is provided to District personnel. Stop-loss insurance has been obtained to limit the District's liability for individual and aggregate claims. The stop-loss coverage limits for the year ended June 30, 2023 were \$200,000 for individual claims and \$15,351,449 for aggregate claims. A liability for estimated unpaid insurance claims, a component of which represents claims incurred but not reported, has been recorded in the financial statements at June 30, 2023 in the amount of \$1,323,372.

The plan is also available to personnel of the La Grange Area Department of Special Education, the District's special education cooperative. The cooperative is charged a specific premium determined by the plan's administrator and does not share in the risk. Premiums charged to the cooperative are reported as a reduction of the District's health insurance expense.

Changes in claims liability amounts for the current and prior fiscal years were as follows:

| | 2023 | 2022 | 2021 |
|-----------------------------|---------------------|---------------------|---------------------|
| Beginning Liability Balance | \$ 1,299,606 | \$ 1,203,884 | \$ 1,134,751 |
| Claims Incurred | 14,033,414 | 13,629,702 | 12,501,503 |
| Payments | (14,009,648) | (13,533,980) | (12,432,370) |
| Ending Liability Balance | <u>\$ 1,323,372</u> | <u>\$ 1,299,606</u> | <u>\$ 1,203,884</u> |

NOTE 13 - CONSTRUCTION COMMITMENTS

The District has projects for an HVAC upgrade and a clay tile roof replacement at north campus which are ongoing as of June 30, 2023. These projects have outstanding commitments of \$2,628,522 and \$518,405, respectively, that have not been included as expenses in these financial statements.

NOTE 14 - LEGAL DEBT LIMITATION

The Illinois School Code limits the amount of indebtedness to 6.90% of the most recent available equalized assessed valuation (EAV) of the District. The District's legal debt limitation is as follows:

| | |
|-----------------------|-----------------------|
| 2022 EAV | \$ 3,453,621,178 |
| Rate | 6.9% |
| Debt Margin | <u>\$ 238,299,861</u> |
| Current Debt | <u>2,605,000</u> |
| Remaining Debt Margin | <u>\$ 235,694,861</u> |

NOTE 15 - CHANGE IN ACCOUNTING PRINCIPLE

The District has implemented GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This statement establishes financial reporting standards related to subscription-based information technology arrangements. Implementation of this standard resulted in recognizing the fair market value of the liability and asset at the commencement of the agreement. There have been no changes to the previously issued audited financial statements which would be required on a retrospective basis.

NOTE 16 - ONGOING LITIGATION

The District filed a lawsuit against the Lyons Township Treasurer's Office in September 2021. In a previous lawsuit concluded during fiscal year 2020, the District won the right to take control over the District's cash and investments from the Lyons Township Treasurer's Office. The ongoing lawsuit stems

NOTES TO FINANCIAL STATEMENTS (Continued)

from the District not agreeing with the amount of money to be received from the Lyons Township Treasurer's Office and, as of June 30, 2023, there is a \$1,263,000 receivable recorded on the District's financials for the amount they believe they are still owed. This receivable will stay recorded as such until the litigation progresses to a point of predicting with certainty whether or not the District will be able to collect the money from the Lyons Township Treasurer's Office.

NOTE 17 - SUBSEQUENT EVENTS

On October 17, 2023, the District held the first of two competitive bond sales. The first sale closed on November 7, 2023 and provided the District with \$14,400,000 in proceeds. The District is scheduled to conduct its second bond sale on December 19, 2023 with an expected closing date of January 18, 2024. Proceeds from the second bond sale are expected to be \$13,000,000. All bond sale proceeds have been allocated to fund capital projects in the District over the next three years.

REQUIRED SUPPLEMENTARY INFORMATION

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION
LIABILITY AND RELATED RATIOS
JUNE 30, 2023

| | 6/30/2023 * | 6/30/2022 * | 6/30/2021 * | 6/30/2020 * | 6/30/2019 * | 6/30/2018 * | 6/30/2017 * | 6/30/2016 * | 6/30/2015 * |
|--|-----------------|---------------|---------------|---------------|---------------|-----------------|---------------|---------------|---------------|
| TOTAL PENSION LIABILITY | | | | | | | | | |
| Service Cost | \$ 991,415 | \$ 993,984 | \$ 1,098,901 | \$ 1,143,073 | \$ 1,097,781 | \$ 1,896,158 | \$ 1,910,107 | \$ 1,888,348 | \$ 1,910,193 |
| Interest on the Total Pension Liability | 5,273,990 | 5,128,781 | 5,047,581 | 4,881,479 | 4,778,006 | 5,905,554 | 5,569,645 | 5,239,098 | 4,707,738 |
| Differences Between Expected and Actual Experience | 1,950,298 | 369,443 | (224,008) | 330,913 | (248,512) | (16,916,691) | 205,356 | 229,864 | 219,144 |
| Changes of Assumptions | - | - | (494,395) | - | 1,707,446 | (2,098,655) | (190,087) | 91,774 | 2,976,573 |
| Benefit Payments, Including Refunds of Member Contributions | (4,653,482) | (4,322,583) | (4,188,655) | (3,895,981) | (3,570,776) | (3,271,515) | (3,144,117) | (2,750,646) | (2,498,671) |
| Net Change in Total Pension Liability | \$ 3,562,221 | \$ 2,169,625 | \$ 1,239,424 | \$ 2,459,484 | \$ 3,763,945 | \$ (14,485,149) | \$ 4,350,904 | \$ 4,698,438 | \$ 7,314,977 |
| Total Pension Liability - Beginning | 74,575,728 | 72,406,103 | 71,166,679 | 68,707,195 | 64,943,250 | 79,428,399 | 75,077,495 | 70,379,057 | 63,064,080 |
| Total Pension Liability - Ending | \$ 78,137,949 | \$ 74,575,728 | \$ 72,406,103 | \$ 71,166,679 | \$ 68,707,195 | \$ 64,943,250 | \$ 79,428,399 | \$ 75,077,495 | \$ 70,379,057 |
| PLAN FIDUCIARY NET POSITION | | | | | | | | | |
| Contributions - Employer | \$ 1,703,271 | \$ 1,682,594 | \$ 1,657,460 | \$ 1,125,626 | \$ 1,156,742 | \$ 1,288,709 | \$ 1,874,543 | \$ 1,850,591 | \$ 1,741,469 |
| Contributions - Member | 492,429 | 463,070 | 450,406 | 498,372 | 488,251 | 540,509 | 769,193 | 763,780 | 750,091 |
| Net Investment Income | (9,334,186) | 11,126,597 | 8,482,274 | 9,531,178 | (2,648,847) | 11,549,114 | 4,447,159 | 324,975 | 3,729,150 |
| Benefit Payments, Including Refunds of Member Contributions | (4,653,482) | (4,322,583) | (4,188,655) | (3,895,981) | (3,570,776) | (3,271,515) | (3,144,117) | (2,750,646) | (2,498,671) |
| Other (Net Transfers) | (29,955) | (385,822) | 489,567 | 179,326 | 3,608,647 | (26,135,524) | 410,486 | (577,623) | 203,986 |
| Net Change in Plan Fiduciary Net Position | \$ (11,821,923) | \$ 8,563,856 | \$ 6,891,052 | \$ 7,438,521 | \$ (965,983) | \$ (16,028,707) | \$ 4,357,264 | \$ (388,923) | \$ 3,926,025 |
| Plan Net Position - Beginning | 74,930,272 | 66,366,416 | 59,475,364 | 52,036,843 | 53,002,826 | 69,031,533 | 64,674,269 | 65,063,192 | 61,137,167 |
| Plan Net Position - Ending | \$ 63,108,349 | \$ 74,930,272 | \$ 66,366,416 | \$ 59,475,364 | \$ 52,036,843 | \$ 53,002,826 | \$ 69,031,533 | \$ 64,674,269 | \$ 65,063,192 |
| District's Net Pension Liability | \$ 15,029,600 | \$ (354,544) | \$ 6,039,687 | \$ 11,691,315 | \$ 16,670,352 | \$ 11,940,424 | \$ 10,396,866 | \$ 10,403,226 | \$ 5,315,865 |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 80.77% | 100.48% | 91.66% | 83.57% | 75.74% | 81.61% | 86.91% | 86.14% | 92.45% |
| Covered Payroll | \$ 10,890,121 | \$ 9,907,772 | \$ 9,998,021 | \$ 10,500,247 | \$ 10,622,949 | \$ 11,835,448 | \$ 17,057,201 | \$ 16,885,543 | \$ 16,370,076 |
| Employer's Net Pension Liability as a Percentage of Covered Payroll | 138.01% | -3.58% | 60.41% | 111.34% | 156.93% | 100.89% | 60.95% | 61.61% | 32.47% |

* This information presented is based on the actuarial valuation performed as of the December 31 year end prior to the fiscal year end listed above.

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

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTION
JUNE 30, 2023

| | 6/30/2023 * | 6/30/2022 * | 6/30/2021 * | 6/30/2020 * | 6/30/2019 * | 6/30/2018 * | 6/30/2017 * | 6/30/2016 * | 6/30/2015 * |
|--|---------------|---------------|--------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Actuarially-Determined Contribution | \$ 1,636,402 | \$ 1,685,190 | \$ 1,657,460 | \$ 1,755,641 | \$ 1,156,839 | \$ 1,282,963 | \$ 1,874,586 | \$ 1,850,656 | \$ 1,767,968 |
| Contributions in relation to Actuarially-Determined Contribution | 1,703,271 | 1,682,594 | 1,657,460 | 1,125,626 | 1,156,742 | 1,288,709 | 1,874,543 | 1,850,591 | 1,741,469 |
| Contribution Deficiency/(Excess) | \$ (66,869) | \$ 2,596 | \$ - | \$ 630,015 | \$ 97 | \$ (5,746) | \$ 43 | \$ 65 | \$ 26,499 |
| Covered Payroll | \$ 11,317,237 | \$ 10,365,382 | \$ 9,683,342 | \$ 10,367,983 | \$ 10,622,949 | \$ 11,835,448 | \$ 17,057,201 | \$ 16,885,543 | \$ 16,370,076 |
| Contributions as a Percentage of Covered Payroll | 15.05% | 16.23% | 17.12% | 10.86% | 10.89% | 10.89% | 10.99% | 10.96% | 10.64% |

Notes to Schedule:

Actuarial Method and Assumptions Used on the Calculation of the 2022 Contribution Rate *

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.

Actuarial Cost Method: Aggregate Entry Age Normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 21-year closed period

Asset Valuation Method: 5-year smoothed market; 20% corridor

Wage Growth: 2.75%

Price Inflation: 2.25%, approximate; No explicit price inflation assumption is used in this valuation.

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 to 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.

*Based on Valuation Assumptions used in the December 31, 2020 actuarial valuation; note two year lag between valuation and rate setting.

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

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
JUNE 30, 2023

| | 6/30/2023 * | 6/30/2022 * | 6/30/2021 * | 6/30/2020 * | 6/30/2019 * | 6/30/2018 * | 6/30/2017 * | 6/30/2016 * | 6/30/2015 * |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Employer's proportion of the Net Pension Liability | 0.00388492% | 0.00428531% | 0.00450725% | 0.00511692% | 0.0050440% | 0.0048380% | 0.0043680% | 0.0089240% | 0.0059040% |
| Employer's proportionate share of the Net Pension Liability | \$ 3,257,129 | \$ 3,343,026 | \$ 3,885,936 | \$ 4,150,242 | \$ 3,931,538 | \$ 3,696,439 | \$ 3,447,935 | \$ 5,846,123 | \$ 3,592,966 |
| State's proportionate share of the Net Pension Liability associated with the employer | 282,534,326 | 280,181,069 | 304,366,673 | 295,368,204 | 269,326,809 | 246,754,482 | 180,181,439 | 299,934,293 | 205,632,849 |
| Total | <u>\$ 285,791,455</u> | <u>\$ 283,524,095</u> | <u>\$ 308,252,609</u> | <u>\$ 299,518,446</u> | <u>\$ 273,258,347</u> | <u>\$ 250,450,921</u> | <u>\$ 183,629,374</u> | <u>\$ 305,780,416</u> | <u>\$ 209,225,815</u> |
| Employer's Covered Payroll | \$ 39,782,032 | \$ 38,435,815 | \$ 37,880,143 | \$ 36,828,895 | \$ 36,448,971 | \$ 35,820,619 | \$ 35,313,255 | \$ 34,115,230 | \$ 33,260,883 |
| Employer's proportionate share of the Net Pension Liability as a percentage of its Covered Payroll | 8.19% | 8.70% | 10.26% | 11.27% | 10.79% | 10.32% | 9.76% | 17.14% | 10.80% |
| Plan Fiduciary Net Position as a percentage of the Total Pension Liability | 42.80% | 45.10% | 37.80% | 39.60% | 40.00% | 39.30% | 36.40% | 41.50% | 43.00% |

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

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

Changes of Assumptions:

For the 2022 measurement year, the assumed investment rate of return was of 7.0%, including an inflation rate of 2.50% and a real return of 4.50%. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated Sept. 30, 2021.

For the 2021-2017 measurement years, the assumed investment rate of return was of 7.0%, including an inflation rate of 2.25% and a real return of 4.75%. Salary increases were assumed to vary by service credit. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 18, 2018 and August 13, 2015 respectively.

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

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTION
JUNE 30, 2023

| | 6/30/2023 * | 6/30/2022 * | 6/30/2021 * | 6/30/2020 * | 6/30/2019 * | 6/30/2018 * | 6/30/2017 * | 6/30/2016 * | 6/30/2015 * |
|--|-----------------|---------------|---------------|------------------|-----------------|------------------|------------------|-------------------|--------------------|
| Statutorily-Required Contribution | \$ 230,548 | \$ 222,921 | \$ 219,724 | \$ 231,734 | \$ 216,445 | \$ 217,096 | \$ 219,744 | \$ 236,266 | \$ 241,899 |
| Contributions in relation to Statutorily-Required Contribution | 230,736 | 222,928 | 219,705 | 213,608 | 217,165 | 199,009 | 203,605 | 240,601 | 310,016 |
| Contribution deficiency/(excess) | <u>\$ (188)</u> | <u>\$ (7)</u> | <u>\$ 19</u> | <u>\$ 18,126</u> | <u>\$ (720)</u> | <u>\$ 18,087</u> | <u>\$ 16,139</u> | <u>\$ (4,335)</u> | <u>\$ (68,117)</u> |
| Employer's Covered Payroll | \$ 40,882,325 | \$ 39,782,032 | \$ 38,435,815 | \$ 37,880,143 | \$ 36,828,895 | \$ 36,448,971 | \$ 35,820,619 | \$ 35,313,255 | \$ 34,115,230 |
| Contributions as a percentage of Covered Payroll | 0.56% | 0.56% | 0.57% | 0.56% | 0.59% | 0.55% | 0.57% | 0.68% | 0.91% |

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

* - This information presented is based on the actuarial valuation performed as of the prior June 30 year end.

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
OTHER POST-EMPLOYMENT BENEFIT
SCHEDULE OF CHANGES IN THE EMPLOYER'S TOTAL OPEB
LIABILITY AND RELATED RATIOS
JUNE 30, 2023

| | 6/30/2023 | 6/30/2022 | 6/30/2021 | 6/30/2020 | 6/30/2019 | 6/30/2018 |
|---|---------------|---------------|---------------|-----------------|---------------|-----------------|
| TOTAL OPEB LIABILITY | | | | | | |
| Service Cost | \$ 325,219 | \$ 433,201 | \$ 472,377 | \$ 448,086 | \$ 369,645 | \$ 328,417 |
| Interest | 313,451 | 188,455 | 207,784 | 178,090 | 161,854 | 192,381 |
| Changes in Benefit Terms | - | - | - | - | - | (75,384) |
| Differences Between Expected and Actual Experience | - | 314,879 | - | (121,219) | - | (132,973) |
| Changes in Assumptions | (22,018) | (1,559,379) | 369,608 | 935,233 | 275,134 | (72,461) |
| Benefit Payments | (374,591) | (341,474) | (91,452) | (180,153) | (267,731) | (254,630) |
| Other Changes | - | - | - | 123,877 | (775) | 79,725 |
| Net Change in Total OPEB Liability | \$ 242,061 | \$ (964,318) | \$ 958,317 | \$ 1,383,914 | \$ 538,127 | \$ 65,075 |
| Total OPEB Liability - Beginning | 7,851,135 | 8,815,453 | 7,857,136 | 6,473,222 | 5,935,095 | 5,870,020 |
| Total OPEB Liability - Ending | \$ 8,093,196 | \$ 7,851,135 | \$ 8,815,453 | \$ 7,857,136 | \$ 6,473,222 | \$ 5,935,095 |
| OPEB Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Covered-Employee Payroll | \$ 46,917,078 | \$ 45,117,525 | \$ 44,661,168 | * \$ 44,661,168 | \$ 42,224,711 | * \$ 42,224,711 |
| Employer's Total OPEB Liability as a Percentage of Covered-Valuation Payroll | 17.25% | 17.40% | 19.74% | 17.59% | 15.33% | 14.06% |

Notes to Schedule:

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

There is no actuarially-determined contribution (ADC) or employer contribution in relation to the ADC as the total OPEB liabilities are currently an unfunded obligation.

Changes of Assumptions. Changes of assumptions and other inputs reflect the effects of changes in the discount rate of each period.

The following are the discount rates used in each period:

| | | | | | |
|-------|-------|-------|-------|-------|-------|
| 4.13% | 4.09% | 2.18% | 2.66% | 2.79% | 3.35% |
|-------|-------|-------|-------|-------|-------|

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

* - Covered-Employee Payroll is the same as the prior year due to the valuation being a rollforward instead of a new valuation.

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY
JUNE 30, 2023

| | 6/30/2023 * | 6/30/2022 * | 6/30/2021 * | 6/30/2020 * | 6/30/2019 * | 6/30/2018 * |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Employer's proportion of the Net OPEB Liability | 0.1443430% | 0.1480630% | 0.1497460% | 0.1497530% | 0.1538810% | 0.1557070% |
| Employer's proportionate share of the Net OPEB Liability | \$ 9,879,841 | \$ 32,655,900 | \$ 40,035,848 | \$ 41,447,854 | \$ 40,541,207 | \$ 40,405,406 |
| State's proportionate share of the Net OPEB Liability associated with the employer | <u>13,440,540</u> | <u>44,276,575</u> | <u>54,237,707</u> | <u>56,125,629</u> | <u>54,438,098</u> | <u>53,062,338</u> |
| Total | <u>\$ 23,320,381</u> | <u>\$ 76,932,475</u> | <u>\$ 94,273,555</u> | <u>\$ 97,573,483</u> | <u>\$ 94,979,305</u> | <u>\$ 93,467,744</u> |
| Employer's Covered Payroll | \$ 39,782,032 | \$ 38,435,815 | \$ 37,880,143 | \$ 36,828,895 | \$ 36,448,971 | \$ 35,820,619 |
| Employer's proportionate share of the Net OPEB Liability as a percentage of Covered Payroll | 24.83% | 84.96% | 105.69% | 112.54% | 111.23% | 112.80% |
| OPEB Plan Net Position as a percentage of the Total OPEB Liability | 5.24% | 1.40% | 0.70% | 0.25% | -0.07% | -0.17% |

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

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

Changes of Assumptions:

For the 2022 measurement year, projected per capita costs were adjusted to reflect the newly established zero premium MAPD plan and the discount rate was changed from 1.92% to 3.69%.

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTION
JUNE 30, 2023

| | <u>6/30/2023 *</u> | <u>6/30/2022 *</u> | <u>6/30/2021 *</u> | <u>6/30/2020 *</u> | <u>6/30/2019 *</u> | <u>6/30/2018 *</u> |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Statutorily-Required Contribution | \$ 266,916 | \$ 353,575 | \$ 348,505 | \$ 338,622 | \$ 320,751 | \$ 300,893 |
| Contributions in relation to the Statutorily-Required Contribution | <u>266,540</u> | <u>353,610</u> | <u>348,497</u> | <u>348,497</u> | <u>321,013</u> | <u>300,887</u> |
| Contribution deficiency/(excess) | <u>\$ 376</u> | <u>\$ (35)</u> | <u>\$ 8</u> | <u>\$ (9,875)</u> | <u>\$ (262)</u> | <u>\$ 6</u> |
| Employer's Covered Payroll | \$ 40,882,325 | \$ 39,782,032 | \$ 38,435,815 | \$ 37,880,143 | \$ 36,448,971 | \$ 35,820,619 |
| Contributions as a percentage of Covered Payroll | 0.65% | 0.89% | 0.91% | 0.92% | 0.88% | 0.84% |

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

* - This information presented is based on the actuarial valuation performed as of the prior June 30 year end.

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|---------------------|---------------|-------------------|---|-------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| REVENUES | | | | | |
| Property Taxes | \$ 59,015,577 | \$ 59,015,577 | \$ 59,600,259 | \$ 584,682 | \$ 57,750,929 |
| Payments in Lieu of Taxes | 4,713,638 | 6,963,638 | 6,305,088 | (658,550) | 4,514,884 |
| Tuition | 295,000 | 295,000 | 205,498 | (89,502) | 247,416 |
| Earnings on Investments | 230,000 | 230,000 | 1,209,951 | 979,951 | (10,986) |
| Food Services | 945,000 | 945,000 | 974,449 | 29,449 | 913,403 |
| District/School Activity Income | 1,167,550 | 2,967,550 | 3,825,331 | 857,781 | 2,930,427 |
| Textbooks | 545,000 | 545,000 | 534,644 | (10,356) | 556,951 |
| Other Local Sources | 179,163 | 179,163 | 395,594 | 216,431 | 127,878 |
| State Aid | | | | | |
| General State Aid | 2,795,963 | 2,795,963 | 2,800,348 | 4,385 | 2,795,963 |
| Special Education | 500,000 | 500,000 | 522,258 | 22,258 | 469,718 |
| Career and Technical Education | 83,000 | 83,000 | 82,472 | (528) | 82,069 |
| State Free Lunch and Breakfast | 1,500 | 1,500 | 595 | (905) | 865 |
| Driver Education | 100,000 | 100,000 | 99,747 | (253) | 101,551 |
| Technology - Learning Technology Centers | - | - | 3,458 | 3,458 | 4,036 |
| Federal Aid | | | | | |
| Food Service | 10,000 | 10,000 | 10,401 | 401 | 8,895 |
| Title I | 200,000 | 200,000 | 199,433 | (567) | 216,969 |
| Title IV | 15,000 | 15,000 | 8,367 | (6,633) | 14,412 |
| Federal Special Education | 1,020,964 | 1,020,964 | 1,156,000 | 135,036 | 975,441 |
| CTE - Perkins | 37,000 | 37,000 | 40,703 | 3,703 | 37,125 |
| Title II - Teacher Quality | 60,000 | 60,000 | 50,022 | (9,978) | 101,916 |
| Medicaid Matching Funds - Administrative Outreach | 65,000 | 65,000 | 51,063 | (13,937) | 38,029 |
| Medicaid Matching Funds - Fee-for-Service Program | 15,000 | 15,000 | 18,026 | 3,026 | 11,014 |
| Other Federal Aid | 300,000 | 300,000 | 164,736 | (135,264) | 260,770 |
| State Retirement Contributions | - | - | 22,556,558 | 22,556,558 | 20,575,658 |
| Total Revenues | \$ 72,294,355 | \$ 76,344,355 | \$ 100,815,001 | \$ 24,470,646 | \$ 92,725,333 |
| EXPENDITURES | | | | | |
| Instruction | | | | | |
| Regular Programs | | | | | |
| Salaries | \$ 27,033,991 | \$ 27,033,991 | \$ 26,855,729 | \$ (178,262) | \$ 26,409,905 |
| Employee Benefits | 4,002,500 | 4,002,500 | 4,016,793 | 14,293 | 3,946,830 |
| Purchased Services | 633,148 | 633,148 | 613,136 | (20,012) | 576,128 |
| Supplies and Materials | 637,970 | 637,970 | 921,054 | 283,084 | 744,740 |
| Other Objects | 5,575 | 5,575 | 1,252 | (4,323) | 3,250 |
| Non-Capitalized Equipment | 418,058 | 418,058 | 476,357 | 58,299 | 146,549 |
| | \$ 32,731,242 | \$ 32,731,242 | \$ 32,884,321 | \$ 153,079 | \$ 31,827,402 |
| Special Education Programs | | | | | |
| Salaries | \$ 6,083,020 | \$ 6,083,020 | \$ 6,006,729 | \$ (76,291) | \$ 5,680,956 |
| Employee Benefits | 1,258,799 | 1,258,799 | 1,226,223 | (32,576) | 1,235,928 |
| Purchased Services | 34,915 | 34,915 | 24,979 | (9,936) | 27,806 |
| Supplies and Materials | 45,968 | 45,968 | 80,642 | 34,674 | 37,684 |
| Other Objects | 1,000 | 1,000 | 650 | (350) | 600 |
| Non-Capitalized Equipment | 2,992 | 2,992 | 6,412 | 3,420 | 7,619 |
| | \$ 7,426,694 | \$ 7,426,694 | \$ 7,345,635 | \$ (81,059) | \$ 6,990,593 |
| Remedial and Supplemental Programs K-12 | | | | | |
| Salaries | \$ 43,127 | \$ 43,127 | \$ 49,664 | \$ 6,537 | \$ 83,322 |
| Employee Benefits | 22,575 | 22,575 | 5,581 | (16,994) | 21,413 |
| Purchased Services | 32,000 | 32,000 | 63,367 | 31,367 | 55,125 |
| Supplies and Materials | 140,000 | 140,000 | 10,396 | (129,604) | 10,423 |
| Other Objects | - | - | 2,648 | 2,648 | 3,225 |
| Non-Capitalized Equipment | - | - | - | - | 35,850 |
| | \$ 237,702 | \$ 237,702 | \$ 131,656 | \$ (106,046) | \$ 209,358 |
| Adult/Continuing Education Programs | | | | | |
| Salaries | \$ 28,000 | \$ 28,000 | \$ 10,646 | \$ (17,354) | \$ - |
| Employee Benefits | 2,529 | 2,529 | 69 | (2,460) | 35 |
| Purchased Services | 27,150 | 27,150 | - | (27,150) | - |
| Supplies and Materials | 1,000 | 1,000 | - | (1,000) | - |
| Other Objects | 11,500 | 11,500 | - | (11,500) | - |
| | \$ 70,179 | \$ 70,179 | \$ 10,715 | \$ (59,464) | \$ 35 |
| CTE Programs | | | | | |
| Salaries | \$ - | \$ - | \$ 1,215 | \$ 1,215 | \$ - |
| Employee Benefits | - | - | 142 | 142 | - |
| Purchased Services | 4,700 | 4,700 | 6,331 | 1,631 | 5,065 |
| Supplies and Materials | 15,500 | 15,500 | 1,360 | (14,140) | 21,315 |
| Non-Capitalized Equipment | - | - | 31,407 | 31,407 | 11,022 |
| | \$ 20,200 | \$ 20,200 | \$ 40,455 | \$ 20,255 | \$ 37,402 |
| Interscholastic Programs | | | | | |
| Salaries | \$ 1,553,156 | \$ 1,553,156 | \$ 1,546,359 | \$ (6,797) | \$ 1,474,422 |
| Employee Benefits | 17,270 | 17,270 | 11,989 | (5,281) | 12,670 |
| Purchased Services | 283,245 | 283,245 | 290,163 | 6,918 | 247,792 |
| Supplies and Materials | 143,065 | 143,065 | 136,285 | (6,780) | 112,638 |
| Other Objects | 11,700 | 11,700 | 9,069 | (2,631) | 11,503 |
| Non-Capitalized Equipment | 18,300 | 18,300 | 42,974 | 24,674 | 19,596 |
| | \$ 2,026,736 | \$ 2,026,736 | \$ 2,036,839 | \$ 10,103 | \$ 1,878,621 |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|--|----------------------|----------------------|----------------------|---|----------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| EXPENDITURES (Continued) | | | | | |
| Instruction (Continued) | | | | | |
| Summer School Programs | | | | | |
| Salaries | \$ 219,222 | \$ 219,222 | \$ 203,078 | \$ (16,144) | \$ 219,719 |
| Employee Benefits | 2,425 | 2,425 | 1,817 | (608) | 3,484 |
| Purchased Services | 200,575 | 200,575 | 129,348 | (71,227) | 211,131 |
| Supplies and Materials | 8,250 | 8,250 | 9,047 | 797 | 9,016 |
| Other Objects | 10,000 | 10,000 | - | (10,000) | - |
| | <u>\$ 440,472</u> | <u>\$ 440,472</u> | <u>\$ 343,290</u> | <u>\$ (97,182)</u> | <u>\$ 443,350</u> |
| Driver's Education Programs | | | | | |
| Salaries | \$ 598,829 | \$ 598,829 | \$ 584,872 | \$ (13,957) | \$ 570,258 |
| Employee Benefits | 75,732 | 75,732 | 76,160 | 428 | 74,563 |
| Purchased Services | 46,300 | 46,300 | 45,482 | (818) | 45,948 |
| Supplies and Materials | 11,000 | 11,000 | 7,733 | (3,267) | 7,936 |
| Other Objects | 150 | 150 | - | (150) | 110 |
| Non-Capitalized Equipment | - | - | 3,072 | 3,072 | - |
| | <u>\$ 732,011</u> | <u>\$ 732,011</u> | <u>\$ 717,319</u> | <u>\$ (14,692)</u> | <u>\$ 698,815</u> |
| Bilingual Programs | | | | | |
| Salaries | \$ - | \$ - | \$ 770 | \$ 770 | \$ - |
| Employee Benefits | - | - | 9 | 9 | - |
| Purchased Services | 6,750 | 6,750 | 7,140 | 390 | 7,255 |
| Supplies and Materials | 5,000 | 5,000 | 3,971 | (1,029) | 1,580 |
| | <u>\$ 11,750</u> | <u>\$ 11,750</u> | <u>\$ 11,890</u> | <u>\$ 140</u> | <u>\$ 8,835</u> |
| Truant Alternative and Optional Programs | | | | | |
| Salaries | \$ 400,800 | \$ 400,800 | \$ 395,716 | \$ (5,084) | \$ 394,814 |
| Employee Benefits | 76,790 | 76,790 | 88,258 | 11,468 | 81,458 |
| Purchased Services | 22,200 | 22,200 | 41,338 | 19,138 | - |
| Supplies and Materials | 1,000 | 1,000 | 138 | (862) | 47 |
| Other Objects | - | - | 84,781 | 84,781 | - |
| | <u>\$ 500,790</u> | <u>\$ 500,790</u> | <u>\$ 610,231</u> | <u>\$ 109,441</u> | <u>\$ 476,319</u> |
| Private Tuition | | | | | |
| Special Education Programs K-12 | | | | | |
| Other Objects | \$ 2,068,000 | \$ 2,368,000 | \$ 2,380,474 | \$ 12,474 | \$ 1,603,849 |
| Remedial/Supplemental Programs K-12 | | | | | |
| Other Objects | 35,000 | 35,000 | 63,400 | 28,400 | 38,729 |
| CTE Programs | | | | | |
| Other Objects | 200,000 | 200,000 | 206,420 | 6,420 | 132,935 |
| | <u>\$ 2,303,000</u> | <u>\$ 2,603,000</u> | <u>\$ 2,650,294</u> | <u>\$ 47,294</u> | <u>\$ 1,775,513</u> |
| Student Activity Fund | | | | | |
| Other Objects | \$ - | \$ 1,800,000 | \$ 2,570,628 | \$ 770,628 | \$ 1,724,861 |
| | <u>\$ -</u> | <u>\$ 1,800,000</u> | <u>\$ 2,570,628</u> | <u>\$ 770,628</u> | <u>\$ 1,724,861</u> |
| State Retirement Contributions | \$ - | \$ - | \$ 22,556,558 | \$ 22,556,558 | \$ 20,575,658 |
| Total Instruction | <u>\$ 46,500,776</u> | <u>\$ 48,600,776</u> | <u>\$ 71,909,831</u> | <u>\$ 23,309,055</u> | <u>\$ 66,646,762</u> |
| Support Services | | | | | |
| Pupil | | | | | |
| Attendance and Social Work Services | | | | | |
| Salaries | \$ 1,402,418 | \$ 1,402,418 | \$ 1,369,067 | \$ (33,351) | \$ 1,241,535 |
| Employee Benefits | 402,850 | 402,850 | 391,539 | (11,311) | 393,201 |
| Purchased Services | 13,150 | 13,150 | 11,377 | (1,773) | 8,763 |
| Supplies and Materials | 6,300 | 6,300 | 5,052 | (1,248) | 3,692 |
| Other Objects | 500 | 500 | 419 | (81) | 409 |
| | <u>\$ 1,825,218</u> | <u>\$ 1,825,218</u> | <u>\$ 1,777,454</u> | <u>\$ (47,764)</u> | <u>\$ 1,647,600</u> |
| Guidance Services | | | | | |
| Salaries | \$ 3,596,124 | \$ 3,596,124 | \$ 3,734,708 | \$ 138,584 | \$ 3,501,040 |
| Employee Benefits | 590,406 | 590,406 | 589,995 | (411) | 590,668 |
| Purchased Services | 135,200 | 135,200 | 166,834 | 31,634 | 255,313 |
| Supplies and Materials | 56,600 | 56,600 | 38,140 | (18,460) | 52,938 |
| Other Objects | 4,050 | 4,050 | 465 | (3,585) | 1,224 |
| Non-Capitalized Equipment | 1,500 | 1,500 | 4,467 | 2,967 | - |
| | <u>\$ 4,383,880</u> | <u>\$ 4,383,880</u> | <u>\$ 4,534,609</u> | <u>\$ 150,729</u> | <u>\$ 4,401,183</u> |
| Health Services | | | | | |
| Salaries | \$ 271,621 | \$ 271,621 | \$ 191,843 | \$ (79,778) | \$ 228,828 |
| Employee Benefits | 67,791 | 67,791 | 56,525 | (11,266) | 62,826 |
| Purchased Services | 39,750 | 39,750 | 39,686 | (64) | 37,951 |
| Supplies and Materials | 10,150 | 10,150 | 8,765 | (1,385) | 8,983 |
| Non-Capitalized Equipment | - | - | 3,850 | 3,850 | - |
| | <u>\$ 389,312</u> | <u>\$ 389,312</u> | <u>\$ 300,669</u> | <u>\$ (88,643)</u> | <u>\$ 338,588</u> |
| Other Support Services - Pupil | | | | | |
| Salaries | \$ 127,900 | \$ 127,900 | \$ 119,067 | \$ (8,833) | \$ 110,195 |
| Employee Benefits | 475 | 475 | 1,500 | 1,025 | 1,593 |
| Purchased Services | 52,850 | 52,850 | 62,143 | 9,293 | 35,051 |
| Supplies and Materials | 43,300 | 43,300 | 52,922 | 9,622 | 38,719 |
| | <u>\$ 224,525</u> | <u>\$ 224,525</u> | <u>\$ 235,632</u> | <u>\$ 11,107</u> | <u>\$ 185,558</u> |
| Total Support Services - Pupil | <u>\$ 6,822,935</u> | <u>\$ 6,822,935</u> | <u>\$ 6,848,364</u> | <u>\$ 25,429</u> | <u>\$ 6,572,929</u> |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|---------------------|---------------------|---------------------|---|---------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| EXPENDITURES (Continued) | | | | | |
| Support Services (Continued) | | | | | |
| Instructional Staff | | | | | |
| Improvement of Instruction Services | | | | | |
| Salaries | \$ 364,887 | \$ 364,887 | \$ 356,423 | \$ (8,464) | \$ 386,753 |
| Employee Benefits | 72,593 | 72,593 | 69,743 | (2,850) | 71,184 |
| Purchased Services | 123,750 | 123,750 | 83,598 | (40,152) | 84,518 |
| Supplies and Materials | 19,700 | 19,700 | 9,129 | (10,571) | 28,820 |
| Other Objects | 650 | 650 | 303 | (347) | 552 |
| Non-Capitalized Equipment | - | - | 46,111 | 46,111 | 33,482 |
| | <u>\$ 581,580</u> | <u>\$ 581,580</u> | <u>\$ 565,307</u> | <u>\$ (16,273)</u> | <u>\$ 605,309</u> |
| Educational Media Services | | | | | |
| Salaries | \$ 1,803,938 | \$ 1,803,938 | \$ 1,733,999 | \$ (69,939) | \$ 1,704,953 |
| Employee Benefits | 331,504 | 331,504 | 296,685 | (34,819) | 336,141 |
| Purchased Services | 584,380 | 584,380 | 568,671 | (15,709) | 544,936 |
| Supplies and Materials | 392,630 | 392,630 | 100,469 | (292,161) | 89,703 |
| Other Objects | 1,250 | 1,250 | 1,030 | (220) | - |
| Non-Capitalized Equipment | 81,600 | 81,600 | 325,355 | 243,755 | 5,742 |
| | <u>\$ 3,195,302</u> | <u>\$ 3,195,302</u> | <u>\$ 3,026,209</u> | <u>\$ (169,093)</u> | <u>\$ 2,681,475</u> |
| Assessment and Testing | | | | | |
| Salaries | \$ 315,769 | \$ 315,769 | \$ 306,688 | \$ (9,081) | \$ - |
| Employee Benefits | 15,745 | 15,745 | 38,373 | 22,628 | - |
| Purchased Services | 113,675 | 113,675 | 95,326 | (18,349) | - |
| Supplies and Materials | 20,060 | 20,060 | 9,513 | (10,547) | - |
| | <u>\$ 465,249</u> | <u>\$ 465,249</u> | <u>\$ 449,900</u> | <u>\$ (15,349)</u> | <u>\$ -</u> |
| Total Support Services - Instructional Staff | <u>\$ 4,242,131</u> | <u>\$ 4,242,131</u> | <u>\$ 4,041,416</u> | <u>\$ (200,715)</u> | <u>\$ 3,286,784</u> |
| General Administration | | | | | |
| Board of Education Services | | | | | |
| Purchased Services | \$ 437,500 | \$ 437,500 | \$ 916,505 | \$ 479,005 | \$ 341,175 |
| Supplies and Materials | 20,000 | 20,000 | 23,880 | 3,880 | 14,715 |
| Other Objects | 21,000 | 21,000 | 20,115 | (885) | 15,080 |
| | <u>\$ 478,500</u> | <u>\$ 478,500</u> | <u>\$ 960,500</u> | <u>\$ 482,000</u> | <u>\$ 370,970</u> |
| Executive Administration Services | | | | | |
| Salaries | \$ 353,683 | \$ 353,683 | \$ 309,050 | \$ (44,633) | \$ 387,077 |
| Employee Benefits | 68,737 | 68,737 | 63,096 | (5,641) | 62,931 |
| Purchased Services | 40,000 | 40,000 | 46,229 | 6,229 | 45,906 |
| Supplies and Materials | 6,800 | 6,800 | 15,442 | 8,642 | 6,393 |
| Other Objects | 3,500 | 3,500 | 6,561 | 3,061 | 2,854 |
| Non-Capitalized Equipment | - | - | 3,255 | 3,255 | - |
| | <u>\$ 472,720</u> | <u>\$ 472,720</u> | <u>\$ 443,633</u> | <u>\$ (29,087)</u> | <u>\$ 505,161</u> |
| Total Support Services - General Administration | <u>\$ 951,220</u> | <u>\$ 951,220</u> | <u>\$ 1,404,133</u> | <u>\$ 452,913</u> | <u>\$ 876,131</u> |
| School Administration | | | | | |
| Office of the Principal Services | | | | | |
| Salaries | \$ 3,445,781 | \$ 3,445,781 | \$ 3,382,438 | \$ (63,343) | \$ 3,300,820 |
| Employee Benefits | 604,711 | 604,711 | 560,897 | (43,814) | 565,308 |
| Purchased Services | 75,300 | 75,300 | 57,902 | (17,398) | 72,793 |
| Supplies and Materials | 46,100 | 46,100 | 36,804 | (9,296) | 53,531 |
| Other Objects | 9,900 | 9,900 | 2,111 | (7,789) | 710 |
| Non-Capitalized Equipment | - | - | - | - | 1,279 |
| | <u>\$ 4,181,792</u> | <u>\$ 4,181,792</u> | <u>\$ 4,040,152</u> | <u>\$ (141,640)</u> | <u>\$ 3,994,441</u> |
| Other Support Services - School Administration | | | | | |
| Purchased Services | \$ 41,000 | \$ 41,000 | \$ 26,862 | \$ (14,138) | \$ 31,148 |
| Supplies and Materials | 1,000 | 1,000 | 322 | (678) | 391 |
| | <u>\$ 42,000</u> | <u>\$ 42,000</u> | <u>\$ 27,184</u> | <u>\$ (14,816)</u> | <u>\$ 31,539</u> |
| Total Support Services - School Administration | <u>\$ 4,223,792</u> | <u>\$ 4,223,792</u> | <u>\$ 4,067,336</u> | <u>\$ (156,456)</u> | <u>\$ 4,025,980</u> |
| Business | | | | | |
| Direction of Business Support Services | | | | | |
| Salaries | \$ 202,335 | \$ 202,335 | \$ 202,751 | \$ 416 | \$ 196,604 |
| Employee Benefits | 50,551 | 50,551 | 50,034 | (517) | 48,827 |
| Purchased Services | 800 | 800 | 1,026 | 226 | 702 |
| Other Objects | 500 | 500 | 340 | (160) | 340 |
| | <u>\$ 254,186</u> | <u>\$ 254,186</u> | <u>\$ 254,151</u> | <u>\$ (35)</u> | <u>\$ 246,473</u> |
| Fiscal Services | | | | | |
| Salaries | \$ 364,992 | \$ 364,992 | \$ 370,366 | \$ 5,374 | \$ 347,638 |
| Employee Benefits | 86,487 | 86,487 | 61,781 | (24,706) | 71,782 |
| Purchased Services | 9,950 | 9,950 | 12,457 | 2,507 | 8,146 |
| Supplies and Materials | 4,500 | 4,500 | 4,937 | 437 | 5,301 |
| Other Objects | 120,750 | 120,750 | 131,187 | 10,437 | 120,385 |
| | <u>\$ 586,679</u> | <u>\$ 586,679</u> | <u>\$ 580,728</u> | <u>\$ (5,951)</u> | <u>\$ 553,252</u> |
| Total Support Services - Business | <u>\$ 840,865</u> | <u>\$ 840,865</u> | <u>\$ 834,879</u> | <u>\$ (5,986)</u> | <u>\$ 799,725</u> |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|---------------------|---------------|-------------------|---|-------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| EXPENDITURES (Continued) | | | | | |
| Support Services (Continued) | | | | | |
| Operations and Maintenance | | | | | |
| Purchased Services | \$ 167,500 | \$ 167,500 | \$ 148,509 | \$ (18,991) | \$ 148,468 |
| Supplies and Materials | 2,500 | 2,500 | 430 | (2,070) | 1,147 |
| Total Support Services - Operations and Maintenance | \$ 170,000 | \$ 170,000 | \$ 148,939 | \$ (21,061) | \$ 149,615 |
| Food Services | | | | | |
| Purchased Services | \$ 1,236,200 | \$ 1,236,200 | \$ 1,171,074 | \$ (65,126) | \$ 1,032,943 |
| Supplies and Materials | 10,000 | 10,000 | 6,385 | (3,615) | 4,280 |
| Total Support Services - Food Services | \$ 1,246,200 | \$ 1,246,200 | \$ 1,177,459 | \$ (68,741) | \$ 1,037,223 |
| Internal Services | | | | | |
| Salaries | \$ 185,323 | \$ 185,323 | \$ 184,553 | \$ (770) | \$ 164,692 |
| Employee Benefits | 68,717 | 68,717 | 70,020 | 1,303 | 70,209 |
| Purchased Services | 32,500 | 32,500 | 23,384 | (9,116) | 22,117 |
| Supplies and Materials | 440,000 | 440,000 | 400,612 | (39,388) | 566,235 |
| Other Objects | 25,000 | 25,000 | - | (25,000) | 24,376 |
| Non-Capitalized Equipment | 2,000 | 2,000 | - | (2,000) | - |
| Total Support Services - Internal Services | \$ 753,540 | \$ 753,540 | \$ 678,569 | \$ (74,971) | \$ 847,629 |
| Central | | | | | |
| Information Services | | | | | |
| Salaries | \$ 196,784 | \$ 196,784 | \$ 165,292 | \$ (31,492) | \$ 166,489 |
| Employee Benefits | 8,177 | 8,177 | 25,467 | 17,290 | 7,728 |
| Purchased Services | 111,750 | 111,750 | 111,949 | 199 | 66,684 |
| Supplies and Materials | 3,400 | 3,400 | 948 | (2,452) | 1,620 |
| Other Objects | 1,000 | 1,000 | - | (1,000) | 560 |
| | \$ 321,111 | \$ 321,111 | \$ 303,656 | \$ (17,455) | \$ 243,081 |
| Staff Services | | | | | |
| Salaries | \$ 363,828 | \$ 363,828 | \$ 371,196 | \$ 7,368 | \$ 359,056 |
| Employee Benefits | 95,716 | 95,716 | 92,188 | (3,528) | 90,527 |
| Purchased Services | 51,750 | 51,750 | 114,687 | 62,937 | 66,451 |
| Supplies and Materials | 5,000 | 5,000 | 4,651 | (349) | 1,637 |
| Other Objects | 1,000 | 1,000 | 1,720 | 720 | 1,048 |
| Non-Capitalized Equipment | - | - | 8,552 | 8,552 | - |
| | \$ 517,294 | \$ 517,294 | \$ 592,994 | \$ 75,700 | \$ 518,719 |
| Data Processing Services | | | | | |
| Salaries | \$ 216,202 | \$ 216,202 | \$ 196,719 | \$ (19,483) | \$ 233,848 |
| Employee Benefits | 35,881 | 35,881 | 26,359 | (9,522) | 35,789 |
| Purchased Services | 154,455 | 154,455 | 136,788 | (17,667) | 146,325 |
| Supplies and Materials | 500 | 500 | 96 | (404) | - |
| Other Objects | 300 | 300 | 300 | - | 300 |
| | \$ 407,338 | \$ 407,338 | \$ 360,262 | \$ (47,076) | \$ 416,262 |
| Total Support Services - Central | \$ 1,245,743 | \$ 1,245,743 | \$ 1,256,912 | \$ 11,169 | \$ 1,178,062 |
| Other Support Services | | | | | |
| Employee Benefits | \$ 372,036 | \$ 372,036 | \$ 2 | \$ (372,034) | \$ 1 |
| Purchased Services | 504,307 | 504,307 | 491,662 | (12,645) | 487,289 |
| Total Support Services - Other Support Services | \$ 876,343 | \$ 876,343 | \$ 491,664 | \$ (384,679) | \$ 487,290 |
| Total Support Services | \$ 21,372,769 | \$ 21,372,769 | \$ 20,949,671 | \$ (423,098) | \$ 19,261,368 |
| Community Services | | | | | |
| Salaries | \$ 248,750 | \$ 248,750 | \$ 223,112 | \$ (25,638) | \$ 209,094 |
| Employee Benefits | 1,783 | 1,783 | 1,074 | (709) | 1,117 |
| Purchased Services | 5,150 | 5,150 | 600 | (4,550) | 506,929 |
| Supplies and Materials | 48,125 | 48,125 | 128,740 | 80,615 | 62,876 |
| Other Objects | - | - | - | - | 4,664 |
| Total Community Services | \$ 303,808 | \$ 303,808 | \$ 353,526 | \$ 49,718 | \$ 784,680 |
| Intergovernmental Payments | | | | | |
| Payments to Other Districts and Governmental Units | | | | | |
| Payments to Other Districts and Governmental Units (In-State) | | | | | |
| Payments for Regular Programs | \$ - | \$ - | \$ 2,539 | \$ 2,539 | \$ 1,846 |
| Other Objects | \$ - | \$ - | \$ 2,539 | \$ 2,539 | \$ 1,846 |
| Payments for Special Education Programs | | | | | |
| Purchased Services | \$ 2,100,000 | \$ 2,400,000 | \$ 1,826,064 | \$ (573,936) | \$ 2,011,941 |
| Other Objects | 125,000 | 125,000 | - | (125,000) | - |
| | \$ 2,225,000 | \$ 2,525,000 | \$ 1,826,064 | \$ (698,936) | \$ 2,011,941 |
| Total Payments to Other Districts and Governmental Units (In-State) | \$ 2,225,000 | \$ 2,525,000 | \$ 1,828,603 | \$ (696,397) | \$ 2,013,787 |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|---------------------|----------------|-------------------|---|-------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| EXPENDITURES (Continued) | | | | | |
| Intergovernmental Payments (Continued) | | | | | |
| Payments to Other Districts and Governmental Units (Continued) | | | | | |
| Payments to Other Districts and Governmental Units-Tuition (In-State) | | | | | |
| Payments for Special Education Programs | | | | | |
| Other Objects | \$ 420,000 | \$ 590,000 | \$ 581,037 | \$ (8,963) | \$ 433,167 |
| Total Payments to Other Districts and Governmental Units-Tuition (In-State) | \$ 420,000 | \$ 590,000 | \$ 581,037 | \$ (8,963) | \$ 433,167 |
| Total Payments to Other Districts and Governmental Units | \$ 2,645,000 | \$ 3,115,000 | \$ 2,409,640 | \$ (705,360) | \$ 2,446,954 |
| Total Intergovernmental Payments | \$ 2,645,000 | \$ 3,115,000 | \$ 2,409,640 | \$ (705,360) | \$ 2,446,954 |
| Capital Outlay | | | | | |
| Instruction | | | | | |
| Regular Programs | \$ 183,002 | \$ 183,002 | \$ 6,899 | \$ (176,103) | \$ 25,990 |
| Special Education Programs | - | - | 5,584 | 5,584 | 10,530 |
| Other Instructional Programs | - | - | 14,830 | 14,830 | 11,950 |
| Support Services | | | | | |
| Instructional Staff | 1,100,000 | 1,100,000 | 1,153,545 | 53,545 | 9,973 |
| Internal Services | - | - | - | - | 13,324 |
| Total Capital Outlay | \$ 1,292,002 | \$ 1,292,002 | \$ 1,180,858 | \$ (111,144) | \$ 71,767 |
| Total Expenditures | \$ 72,114,355 | \$ 74,684,355 | \$ 96,803,526 | \$ 22,119,171 | \$ 89,211,531 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 180,000 | \$ 1,660,000 | \$ 4,011,475 | \$ 2,351,475 | \$ 3,513,802 |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Interfund Transfers | (3,646,822) | (3,646,822) | (3,646,822) | - | - |
| NET CHANGE IN FUND BALANCE | \$ (3,466,822) | \$ (1,986,822) | \$ 364,653 | \$ 2,351,475 | \$ 3,513,802 |
| FUND BALANCE - JULY 1, 2022 | | | 40,305,579 | | 36,791,777 |
| FUND BALANCE - JUNE 30, 2023 | | | \$ 40,670,232 | | \$ 40,305,579 |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - OPERATIONS AND MAINTENANCE FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|----------------------|----------------------|----------------------|---|----------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| REVENUES | | | | | |
| Property Taxes | \$ 8,808,379 | \$ 8,808,379 | \$ 8,819,769 | \$ 11,390 | \$ 8,822,409 |
| Payments in Lieu of Taxes | 2,382,976 | 2,382,976 | 4,282,157 | 1,899,181 | 5,310,516 |
| Earnings on Investments | 75,000 | 75,000 | 396,031 | 321,031 | (8,165) |
| Other Local Sources | 160,000 | 160,000 | 202,425 | 42,425 | 142,497 |
| State Aid | | | | | |
| School Infrastructure - Maintenance | 1,000,000 | 1,000,000 | 1,050,000 | 50,000 | 50,000 |
| Federal Aid | | | | | |
| Other Federal Aid | 2,000,000 | 2,000,000 | 2,030,431 | 30,431 | - |
| Total Revenues | \$ 14,426,355 | \$ 14,426,355 | \$ 16,780,813 | \$ 2,354,458 | \$ 14,317,257 |
| EXPENDITURES | | | | | |
| Support Services | | | | | |
| Operations and Maintenance | | | | | |
| Salaries | \$ 3,843,593 | \$ 3,843,593 | \$ 3,916,268 | \$ 72,675 | \$ 3,455,969 |
| Employee Benefits | 713,494 | 713,494 | 678,780 | (34,714) | 674,949 |
| Purchased Services | 1,920,350 | 1,920,350 | 1,689,344 | (231,006) | 1,758,087 |
| Supplies and Materials | 1,998,000 | 1,998,000 | 1,701,916 | (296,084) | 1,663,870 |
| Other Objects | 300 | 300 | 1,145 | 845 | 355 |
| Non-Capitalized Equipment | - | - | 21,859 | 21,859 | - |
| Total Support Services - Operations and Maintenance | \$ 8,475,737 | \$ 8,475,737 | \$ 8,009,312 | \$ (466,425) | \$ 7,553,230 |
| Food Services | | | | | |
| Non-Capitalized Equipment | \$ - | \$ - | \$ 3,900 | \$ 3,900 | \$ - |
| Total Support Services - Food Services | \$ - | \$ - | \$ 3,900 | \$ 3,900 | \$ - |
| Total Support Services | \$ 8,475,737 | \$ 8,475,737 | \$ 8,013,212 | \$ (462,525) | \$ 7,553,230 |
| Capital Outlay | | | | | |
| Support Services | | | | | |
| Operations and Maintenance | \$ 614,101 | \$ 814,101 | \$ 665,946 | \$ (148,155) | \$ 5,856,035 |
| Food Services | 15,000 | 15,000 | - | (15,000) | 9,194 |
| Total Capital Outlay | \$ 629,101 | \$ 829,101 | \$ 665,946 | \$ (163,155) | \$ 5,865,229 |
| Total Expenditures | \$ 9,104,838 | \$ 9,304,838 | \$ 8,679,158 | \$ (625,680) | \$ 13,418,459 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 5,321,517 | \$ 5,121,517 | \$ 8,101,655 | \$ 2,980,138 | \$ 898,798 |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Interfund Transfers | (5,261,517) | (5,261,517) | (5,261,517) | - | - |
| NET CHANGE IN FUND BALANCE | \$ 60,000 | \$ (140,000) | \$ 2,840,138 | \$ 2,980,138 | \$ 898,798 |
| FUND BALANCE - JULY 1, 2022 | | | 8,906,066 | | 8,007,268 |
| FUND BALANCE - JUNE 30, 2023 | | | \$ 11,746,204 | | \$ 8,906,066 |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - TRANSPORTATION FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|---------------------|---------------------|---------------------|---|---------------------|
| | | | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| | Original | Final | | | |
| REVENUES | | | | | |
| Property Taxes | \$ 2,561,104 | \$ 2,561,104 | \$ 2,611,774 | \$ 50,670 | \$ 2,354,713 |
| Payments in Lieu of Taxes | 109,071 | 109,071 | - | (109,071) | 586,470 |
| Earnings on Investments | 15,000 | 15,000 | 148,380 | 133,380 | (2,857) |
| Other Local Sources | - | - | 10,606 | 10,606 | - |
| State Aid | | | | | |
| Transportation | 1,005,000 | 1,005,000 | 1,007,634 | 2,634 | 702,873 |
| Total Revenues | <u>\$ 3,690,175</u> | <u>\$ 3,690,175</u> | <u>\$ 3,778,394</u> | <u>\$ 88,219</u> | <u>\$ 3,641,199</u> |
| EXPENDITURES | | | | | |
| Support Services | | | | | |
| Transportation | | | | | |
| Salaries | \$ - | \$ - | \$ 28,150 | \$ 28,150 | \$ 11,103 |
| Purchased Services | 3,590,175 | 3,390,175 | 2,761,959 | (628,216) | 3,053,084 |
| Total Support Services - Transportation | <u>\$ 3,590,175</u> | <u>\$ 3,390,175</u> | <u>\$ 2,790,109</u> | <u>\$ (600,066)</u> | <u>\$ 3,064,187</u> |
| Total Support Services | <u>\$ 3,590,175</u> | <u>\$ 3,390,175</u> | <u>\$ 2,790,109</u> | <u>\$ (600,066)</u> | <u>\$ 3,064,187</u> |
| Capital Outlay | | | | | |
| Support Services | | | | | |
| Transportation | \$ 90,000 | \$ 90,000 | \$ - | \$ (90,000) | \$ - |
| Total Capital Outlay | <u>\$ 90,000</u> | <u>\$ 90,000</u> | <u>\$ -</u> | <u>\$ (90,000)</u> | <u>\$ -</u> |
| Total Expenditures | <u>\$ 3,680,175</u> | <u>\$ 3,480,175</u> | <u>\$ 2,790,109</u> | <u>\$ (690,066)</u> | <u>\$ 3,064,187</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 10,000 | \$ 210,000 | \$ 988,285 | \$ 778,285 | \$ 577,012 |
| OTHER FINANCING SOURCES (USES) | - | - | - | - | - |
| NET CHANGE IN FUND BALANCE | <u>\$ 10,000</u> | <u>\$ 210,000</u> | <u>\$ 988,285</u> | <u>\$ 778,285</u> | <u>\$ 577,012</u> |
| FUND BALANCE - JULY 1, 2022 | | | 3,732,194 | | 3,155,182 |
| FUND BALANCE - JUNE 30, 2023 | | | <u>\$ 4,720,479</u> | | <u>\$ 3,732,194</u> |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|--|---------------------|---------------------|---------------------|---|---------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| REVENUES | | | | | |
| Property Taxes | \$ 2,701,786 | \$ 2,701,786 | \$ 2,602,979 | \$ (98,807) | \$ 2,880,620 |
| Payments in Lieu of Taxes | 544,315 | 544,315 | 544,315 | - | 255,000 |
| Earnings on Investments | 15,000 | 15,000 | 42,719 | 27,719 | (814) |
| Total Revenues | \$ 3,261,101 | \$ 3,261,101 | \$ 3,190,013 | \$ (71,088) | \$ 3,134,806 |
| EXPENDITURES | | | | | |
| Instruction | | | | | |
| Regular Programs | | | | | |
| Employee Benefits | \$ 519,456 | \$ 519,456 | \$ 498,092 | \$ (21,364) | \$ 496,927 |
| Special Education Programs | | | | | |
| Employee Benefits | 515,403 | 515,403 | 424,387 | (91,016) | 509,214 |
| Remedial and Supplemental Programs K-12 | | | | | |
| Employee Benefits | 6,500 | 6,500 | 983 | (5,517) | 2,492 |
| Adult/Continuing Education Programs | | | | | |
| Employee Benefits | 1,500 | 1,500 | 1,561 | 61 | - |
| Interscholastic Programs | | | | | |
| Employee Benefits | 111,940 | 111,940 | 98,237 | (13,703) | 97,263 |
| Summer School Programs | | | | | |
| Employee Benefits | 11,200 | 11,200 | 19,566 | 8,366 | 11,075 |
| Driver's Education Programs | | | | | |
| Employee Benefits | 20,005 | 20,005 | 20,126 | 121 | 19,767 |
| Truant Alternative and Optional Programs | | | | | |
| Employee Benefits | 5,600 | 5,600 | 5,504 | (96) | 5,373 |
| Total Instruction | \$ 1,191,604 | \$ 1,191,604 | \$ 1,068,484 | \$ (123,120) | \$ 1,142,111 |
| Support Services | | | | | |
| Pupil | | | | | |
| Attendance and Social Work Services | | | | | |
| Employee Benefits | \$ 194,035 | \$ 194,035 | \$ 187,152 | \$ (6,883) | \$ 176,722 |
| Guidance Services | | | | | |
| Employee Benefits | 128,213 | 128,213 | 130,771 | 2,558 | 139,861 |
| Health Services | | | | | |
| Employee Benefits | 20,520 | 20,520 | 16,300 | (4,220) | 25,603 |
| Other Support Services - Pupil | | | | | |
| Employee Benefits | 20,222 | 20,222 | 20,117 | (105) | 18,826 |
| Total Support Services - Pupil | \$ 362,990 | \$ 362,990 | \$ 354,340 | \$ (8,650) | \$ 361,012 |
| Instructional Staff | | | | | |
| Improvement of Instruction Services | | | | | |
| Employee Benefits | \$ 18,711 | \$ 18,711 | \$ 17,527 | \$ (1,184) | \$ 18,103 |
| Educational Media Services | | | | | |
| Employee Benefits | 316,037 | 316,037 | 286,341 | (29,696) | 290,905 |
| Assessment and Testing | | | | | |
| Employee Benefits | 31,566 | 31,566 | 32,535 | 969 | - |
| Total Support Services - Instructional Staff | \$ 366,314 | \$ 366,314 | \$ 336,403 | \$ (29,911) | \$ 309,008 |
| General Administration | | | | | |
| Executive Administration Services | | | | | |
| Employee Benefits | \$ 27,965 | \$ 27,965 | \$ 21,750 | \$ (6,215) | \$ 29,160 |
| Total Support Services - General Administration | \$ 27,965 | \$ 27,965 | \$ 21,750 | \$ (6,215) | \$ 29,160 |
| School Administration | | | | | |
| Office of the Principal Services | | | | | |
| Employee Benefits | \$ 197,678 | \$ 197,678 | \$ 163,704 | \$ (33,974) | \$ 172,608 |
| Total Support Services - School Administration | \$ 197,678 | \$ 197,678 | \$ 163,704 | \$ (33,974) | \$ 172,608 |
| Business | | | | | |
| Direction of Business Support Services | | | | | |
| Employee Benefits | \$ 2,950 | \$ 2,950 | \$ 2,814 | \$ (136) | \$ 2,736 |
| Fiscal Services | | | | | |
| Employee Benefits | 78,581 | 78,581 | 78,646 | 65 | 80,142 |
| Total Support Services - Business | \$ 81,531 | \$ 81,531 | \$ 81,460 | \$ (71) | \$ 82,878 |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|---------------------|---------------------|---------------------|---|---------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| EXPENDITURES (Continued) | | | | | |
| Support Services (Continued) | | | | | |
| Operations and Maintenance | | | | | |
| Employee Benefits | \$ 851,919 | \$ 851,919 | \$ 822,470 | \$ (29,449) | \$ 801,295 |
| Total Support Services - Operations and Maintenance | <u>\$ 851,919</u> | <u>\$ 851,919</u> | <u>\$ 822,470</u> | <u>\$ (29,449)</u> | <u>\$ 801,295</u> |
| Internal Services | | | | | |
| Employee Benefits | \$ 33,270 | \$ 33,270 | \$ 33,039 | \$ (231) | \$ 31,634 |
| Total Support Services - Internal Services | <u>\$ 33,270</u> | <u>\$ 33,270</u> | <u>\$ 33,039</u> | <u>\$ (231)</u> | <u>\$ 31,634</u> |
| Central | | | | | |
| Information Services | | | | | |
| Employee Benefits | \$ 43,435 | \$ 43,435 | \$ 35,207 | \$ (8,228) | \$ 39,095 |
| Staff Services | | | | | |
| Employee Benefits | 33,606 | 33,606 | 26,683 | (6,923) | 30,807 |
| Data Processing Services | | | | | |
| Employee Benefits | 46,729 | 46,729 | 42,176 | (4,553) | 54,783 |
| Total Support Services - Central | <u>\$ 123,770</u> | <u>\$ 123,770</u> | <u>\$ 104,066</u> | <u>\$ (19,704)</u> | <u>\$ 124,685</u> |
| Total Support Services | <u>\$ 2,045,437</u> | <u>\$ 2,045,437</u> | <u>\$ 1,917,232</u> | <u>\$ (128,205)</u> | <u>\$ 1,912,280</u> |
| Community Services | | | | | |
| Employee Benefits | \$ 19,060 | \$ 19,060 | \$ 16,475 | \$ (2,585) | \$ 10,796 |
| Total Community Services | <u>\$ 19,060</u> | <u>\$ 19,060</u> | <u>\$ 16,475</u> | <u>\$ (2,585)</u> | <u>\$ 10,796</u> |
| Total Expenditures | <u>\$ 3,256,101</u> | <u>\$ 3,256,101</u> | <u>\$ 3,002,191</u> | <u>\$ (253,910)</u> | <u>\$ 3,065,187</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 5,000 | \$ 5,000 | \$ 187,822 | \$ 182,822 | \$ 69,619 |
| OTHER FINANCING SOURCES (USES) | - | - | - | - | - |
| NET CHANGE IN FUND BALANCE | <u>\$ 5,000</u> | <u>\$ 5,000</u> | <u>\$ 187,822</u> | <u>\$ 182,822</u> | <u>\$ 69,619</u> |
| FUND BALANCE - JULY 1, 2022 | | | 1,291,296 | | 1,221,677 |
| FUND BALANCE - JUNE 30, 2023 | | | <u>\$ 1,479,118</u> | | <u>\$ 1,291,296</u> |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

NOTE 1 - BUDGETARY PROCESS

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The original budget was passed on September 19, 2022 and was amended on April 17, 2023. The modified accrual basis budgeted amounts in this report are the result of full compliance with the following procedures:

For each fund, total fund expenditures 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 (in other ways) by the same procedures required of its original adoption.

NOTE 2 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2023 the following fund presented as Required Supplementary Information had expenditures that exceeded the budget:

| Fund | Budget | Actual | Excess of Actual Over Budget |
|--------------|---------------|---------------|---------------------------------|
| General Fund | \$ 74,684,355 | \$ 96,803,526 | \$ 22,119,171 |

SUPPLEMENTARY INFORMATION

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
COMBINING BALANCE SHEET
GENERAL FUND
JUNE 30, 2023

| | Educational Fund | Working Cash Fund | Total General Fund |
|---|----------------------|----------------------|--------------------------|
| ASSETS | | | |
| Cash and Cash Equivalents | \$ 15,280,816 | \$ 1,730,984 | \$ 17,011,800 |
| Investments, at Fair Value | 18,205,856 | 2,384,266 | 20,590,122 |
| Property Taxes Receivable, net of allowance of \$317,510 | 34,162,013 | - | 34,162,013 |
| Due from Other Governments, net of allowance of \$0 | 1,678,869 | - | 1,678,869 |
| Inventory, at cost | 1,432,045 | - | 1,432,045 |
| Total Assets | \$ 70,759,599 | \$ 4,115,250 | \$ 74,874,849 |
| LIABILITIES | | | |
| Accounts Payable and Accrued Expenditures | \$ 372,170 | \$ - | \$ 372,170 |
| Payroll Liabilities | 129,268 | - | 129,268 |
| Payable to Other Governments | 53,197 | - | 53,197 |
| Other Accrued Liabilities | 1,199,772 | - | 1,199,772 |
| Total Liabilities | \$ 1,754,407 | \$ - | \$ 1,754,407 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Property Taxes - Subsequent Year | \$ 31,444,462 | \$ - | \$ 31,444,462 |
| Unavailable Revenues - Grants | 81,867 | - | 81,867 |
| Unearned Revenue | 923,881 | - | 923,881 |
| Total Deferred Inflows of Resources | \$ 32,450,210 | \$ - | \$ 32,450,210 |
| FUND BALANCE | | | |
| Nonspendable | | | |
| Inventory | \$ 1,432,045 | \$ - | \$ 1,432,045 |
| Restricted | | | |
| Student Activity Funds | 1,953,831 | - | 1,953,831 |
| Unassigned | 33,169,106 | 4,115,250 | 37,284,356 |
| Total Fund Balance | \$ 36,554,982 | \$ 4,115,250 | \$ 40,670,232 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balance | \$ 70,759,599 | \$ 4,115,250 | \$ 74,874,849 |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GENERAL FUND
YEAR ENDED JUNE 30, 2023

| | Educational Fund | Working Cash Fund | General Fund Total |
|---|-----------------------|----------------------|--------------------------|
| REVENUES | | | |
| Property Taxes | \$ 59,600,259 | \$ - | \$ 59,600,259 |
| Payments in Lieu of Taxes | 6,305,088 | - | 6,305,088 |
| Tuition | 205,498 | - | 205,498 |
| Earnings on Investments | 1,074,594 | 135,357 | 1,209,951 |
| Food Services | 974,449 | - | 974,449 |
| District/School Activity Income | 3,825,331 | - | 3,825,331 |
| Textbooks | 534,644 | - | 534,644 |
| Other Local Sources | 395,594 | - | 395,594 |
| State Aid | 3,508,878 | - | 3,508,878 |
| Federal Aid | 1,698,751 | - | 1,698,751 |
| State Retirement Contributions | 22,556,558 | - | 22,556,558 |
| Total Revenues | <u>\$ 100,679,644</u> | <u>\$ 135,357</u> | <u>\$ 100,815,001</u> |
| EXPENDITURES | | | |
| Current | | | |
| Instruction | | | |
| Regular Programs | \$ 32,884,321 | \$ - | \$ 32,884,321 |
| Special Education Programs | 9,726,109 | - | 9,726,109 |
| Other Instructional Programs | 4,172,215 | - | 4,172,215 |
| Student Activity Fund | 2,570,628 | - | 2,570,628 |
| State Retirement Contributions | 22,556,558 | - | 22,556,558 |
| Support Services | | | |
| Pupil | 6,848,364 | - | 6,848,364 |
| Instructional Staff | 4,041,416 | - | 4,041,416 |
| General Administration | 1,404,133 | - | 1,404,133 |
| School Administration | 4,067,336 | - | 4,067,336 |
| Business | 834,879 | - | 834,879 |
| Operations and Maintenance | 148,939 | - | 148,939 |
| Food Services | 1,177,459 | - | 1,177,459 |
| Internal Services | 678,569 | - | 678,569 |
| Central | 1,256,912 | - | 1,256,912 |
| Other Support Services | 491,664 | - | 491,664 |
| Community Services | 353,526 | - | 353,526 |
| Capital Outlay | 1,180,858 | - | 1,180,858 |
| Intergovernmental Payments | | | |
| Payments to Other Districts and Governmental Units | 2,409,640 | - | 2,409,640 |
| Total Expenditures | <u>\$ 96,803,526</u> | <u>\$ -</u> | <u>\$ 96,803,526</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 3,876,118 | \$ 135,357 | \$ 4,011,475 |
| OTHER FINANCING SOURCES (USES) | | | |
| Interfund Transfers | <u>(3,646,822)</u> | <u>-</u> | <u>(3,646,822)</u> |
| NET CHANGE IN FUND BALANCES | \$ 229,296 | \$ 135,357 | \$ 364,653 |
| FUND BALANCE - JULY 1, 2022 | <u>36,325,686</u> | <u>3,979,893</u> | <u>40,305,579</u> |
| FUND BALANCE - JUNE 30, 2023 | <u>\$ 36,554,982</u> | <u>\$ 4,115,250</u> | <u>\$ 40,670,232</u> |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|----------------------|----------------------|-----------------------|---|----------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| REVENUES | | | | | |
| Property Taxes | \$ 59,015,577 | \$ 59,015,577 | \$ 59,600,259 | \$ 584,682 | \$ 57,750,929 |
| Payments in Lieu of Taxes | 4,713,638 | 6,963,638 | 6,305,088 | (658,550) | 4,514,884 |
| Tuition | 295,000 | 295,000 | 205,498 | (89,502) | 247,416 |
| Earnings on Investments | 200,000 | 200,000 | 1,074,594 | 874,594 | (7,958) |
| Food Services | 945,000 | 945,000 | 974,449 | 29,449 | 913,403 |
| District/School Activity Income | 1,167,550 | 2,967,550 | 3,825,331 | 857,781 | 2,930,427 |
| Textbooks | 545,000 | 545,000 | 534,644 | (10,356) | 556,951 |
| Other Local Sources | 179,163 | 179,163 | 395,594 | 216,431 | 127,878 |
| State Aid | | | | | |
| General State Aid | 2,795,963 | 2,795,963 | 2,800,348 | 4,385 | 2,795,963 |
| Special Education | 500,000 | 500,000 | 522,258 | 22,258 | 469,718 |
| Career and Technical Education | 83,000 | 83,000 | 82,472 | (528) | 82,069 |
| State Free Lunch and Breakfast | 1,500 | 1,500 | 595 | (905) | 865 |
| Driver Education | 100,000 | 100,000 | 99,747 | (253) | 101,551 |
| Technology - Learning Technology Centers | - | - | 3,458 | 3,458 | 4,036 |
| Federal Aid | | | | | |
| Food Service | 10,000 | 10,000 | 10,401 | 401 | 8,895 |
| Title I | 200,000 | 200,000 | 199,433 | (567) | 216,969 |
| Title IV | 15,000 | 15,000 | 8,367 | (6,633) | 14,412 |
| Federal Special Education | 1,020,964 | 1,020,964 | 1,156,000 | 135,036 | 975,441 |
| CTE - Perkins | 37,000 | 37,000 | 40,703 | 3,703 | 37,125 |
| Title II - Teacher Quality | 60,000 | 60,000 | 50,022 | (9,978) | 101,916 |
| Medicaid Matching Funds - Administrative Outreach | 65,000 | 65,000 | 51,063 | (13,937) | 38,029 |
| Medicaid Matching Funds - Fee-for-Service Program | 15,000 | 15,000 | 18,026 | 3,026 | 11,014 |
| Other Federal Aid | 300,000 | 300,000 | 164,736 | (135,264) | 260,770 |
| State Retirement Contributions | - | - | 22,556,558 | 22,556,558 | 20,575,658 |
| Total Revenues | \$ 72,264,355 | \$ 76,314,355 | \$ 100,679,644 | \$ 24,365,289 | \$ 92,728,361 |
| EXPENDITURES | | | | | |
| Instruction | | | | | |
| Regular Programs | | | | | |
| Salaries | \$ 27,033,991 | \$ 27,033,991 | \$ 26,855,729 | \$ (178,262) | \$ 26,409,905 |
| Employee Benefits | 4,002,500 | 4,002,500 | 4,016,793 | 14,293 | 3,946,830 |
| Purchased Services | 633,148 | 633,148 | 613,136 | (20,012) | 576,128 |
| Supplies and Materials | 637,970 | 637,970 | 921,054 | 283,084 | 744,740 |
| Other Objects | 5,575 | 5,575 | 1,252 | (4,323) | 3,250 |
| Non-Capitalized Equipment | 418,058 | 418,058 | 476,357 | 58,299 | 146,549 |
| | <u>\$ 32,731,242</u> | <u>\$ 32,731,242</u> | <u>\$ 32,884,321</u> | <u>\$ 153,079</u> | <u>\$ 31,827,402</u> |
| Special Education Programs | | | | | |
| Salaries | \$ 6,083,020 | \$ 6,083,020 | \$ 6,006,729 | \$ (76,291) | \$ 5,680,956 |
| Employee Benefits | 1,258,799 | 1,258,799 | 1,226,223 | (32,576) | 1,235,928 |
| Purchased Services | 34,915 | 34,915 | 24,979 | (9,936) | 27,806 |
| Supplies and Materials | 45,968 | 45,968 | 80,642 | 34,674 | 37,684 |
| Other Objects | 1,000 | 1,000 | 650 | (350) | 600 |
| Non-Capitalized Equipment | 2,992 | 2,992 | 6,412 | 3,420 | 7,619 |
| | <u>\$ 7,426,694</u> | <u>\$ 7,426,694</u> | <u>\$ 7,345,635</u> | <u>\$ (81,059)</u> | <u>\$ 6,990,593</u> |
| Remedial and Supplemental Programs K-12 | | | | | |
| Salaries | \$ 43,127 | \$ 43,127 | \$ 49,664 | \$ 6,537 | \$ 83,322 |
| Employee Benefits | 22,575 | 22,575 | 5,581 | (16,994) | 21,413 |
| Purchased Services | 32,000 | 32,000 | 63,367 | 31,367 | 55,125 |
| Supplies and Materials | 140,000 | 140,000 | 10,396 | (129,604) | 10,423 |
| Other Objects | - | - | 2,648 | 2,648 | 3,225 |
| Non-Capitalized Equipment | - | - | - | - | 35,850 |
| | <u>\$ 237,702</u> | <u>\$ 237,702</u> | <u>\$ 131,656</u> | <u>\$ (106,046)</u> | <u>\$ 209,358</u> |
| Adult/Continuing Education Programs | | | | | |
| Salaries | \$ 28,000 | \$ 28,000 | \$ 10,646 | \$ (17,354) | \$ - |
| Employee Benefits | 2,529 | 2,529 | 69 | (2,460) | 35 |
| Purchased Services | 27,150 | 27,150 | - | (27,150) | - |
| Supplies and Materials | 1,000 | 1,000 | - | (1,000) | - |
| Other Objects | 11,500 | 11,500 | - | (11,500) | - |
| | <u>\$ 70,179</u> | <u>\$ 70,179</u> | <u>\$ 10,715</u> | <u>\$ (59,464)</u> | <u>\$ 35</u> |
| CTE Programs | | | | | |
| Salaries | \$ - | \$ - | \$ 1,215 | \$ 1,215 | \$ - |
| Employee Benefits | - | - | 142 | 142 | - |
| Purchased Services | 4,700 | 4,700 | 6,331 | 1,631 | 5,065 |
| Supplies and Materials | 15,500 | 15,500 | 1,360 | (14,140) | 21,315 |
| Non-Capitalized Equipment | - | - | 31,407 | 31,407 | 11,022 |
| | <u>\$ 20,200</u> | <u>\$ 20,200</u> | <u>\$ 40,455</u> | <u>\$ 20,255</u> | <u>\$ 37,402</u> |
| Interscholastic Programs | | | | | |
| Salaries | \$ 1,553,156 | \$ 1,553,156 | \$ 1,546,359 | \$ (6,797) | \$ 1,474,422 |
| Employee Benefits | 17,270 | 17,270 | 11,989 | (5,281) | 12,670 |
| Purchased Services | 283,245 | 283,245 | 290,163 | 6,918 | 247,792 |
| Supplies and Materials | 143,065 | 143,065 | 136,285 | (6,780) | 112,638 |
| Other Objects | 11,700 | 11,700 | 9,069 | (2,631) | 11,503 |
| Non-Capitalized Equipment | 18,300 | 18,300 | 42,974 | 24,674 | 19,596 |
| | <u>\$ 2,026,736</u> | <u>\$ 2,026,736</u> | <u>\$ 2,036,839</u> | <u>\$ 10,103</u> | <u>\$ 1,878,621</u> |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|--|---------------------|---------------------|---------------------|---|---------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| EXPENDITURES (Continued) | | | | | |
| Instruction (Continued) | | | | | |
| Summer School Programs | | | | | |
| Salaries | \$ 219,222 | \$ 219,222 | \$ 203,078 | \$ (16,144) | \$ 219,719 |
| Employee Benefits | 2,425 | 2,425 | 1,817 | (608) | 3,484 |
| Purchased Services | 200,575 | 200,575 | 129,348 | (71,227) | 211,131 |
| Supplies and Materials | 8,250 | 8,250 | 9,047 | 797 | 9,016 |
| Other Objects | 10,000 | 10,000 | - | (10,000) | - |
| | <u>\$ 440,472</u> | <u>\$ 440,472</u> | <u>\$ 343,290</u> | <u>\$ (97,182)</u> | <u>\$ 443,350</u> |
| Driver's Education Programs | | | | | |
| Salaries | \$ 598,829 | \$ 598,829 | \$ 584,872 | \$ (13,957) | \$ 570,258 |
| Employee Benefits | 75,732 | 75,732 | 76,160 | 428 | 74,563 |
| Purchased Services | 46,300 | 46,300 | 45,482 | (818) | 45,948 |
| Supplies and Materials | 11,000 | 11,000 | 7,733 | (3,267) | 7,936 |
| Other Objects | 150 | 150 | - | (150) | 110 |
| Non-Capitalized Equipment | - | - | 3,072 | 3,072 | - |
| | <u>\$ 732,011</u> | <u>\$ 732,011</u> | <u>\$ 717,319</u> | <u>\$ (14,692)</u> | <u>\$ 698,815</u> |
| Bilingual Programs | | | | | |
| Salaries | \$ - | \$ - | \$ 770 | \$ 770 | \$ - |
| Employee Benefits | - | - | 9 | 9 | - |
| Purchased Services | 6,750 | 6,750 | 7,140 | 390 | 7,255 |
| Supplies and Materials | 5,000 | 5,000 | 3,971 | (1,029) | 1,580 |
| | <u>\$ 11,750</u> | <u>\$ 11,750</u> | <u>\$ 11,890</u> | <u>\$ 140</u> | <u>\$ 8,835</u> |
| Truant Alternative and Optional Programs | | | | | |
| Salaries | \$ 400,800 | \$ 400,800 | \$ 395,716 | \$ (5,084) | \$ 394,814 |
| Employee Benefits | 76,790 | 76,790 | 88,258 | 11,468 | 81,458 |
| Purchased Services | 22,200 | 22,200 | 41,338 | 19,138 | - |
| Supplies and Materials | 1,000 | 1,000 | 138 | (862) | 47 |
| Other Objects | - | - | 84,781 | 84,781 | - |
| | <u>\$ 500,790</u> | <u>\$ 500,790</u> | <u>\$ 610,231</u> | <u>\$ 109,441</u> | <u>\$ 476,319</u> |
| Private Tuition | | | | | |
| Special Education Programs K-12 | | | | | |
| Other Objects | \$ 2,068,000 | \$ 2,368,000 | \$ 2,380,474 | \$ 12,474 | \$ 1,603,849 |
| Remedial/Supplemental Programs K-12 | | | | | |
| Other Objects | 35,000 | 35,000 | 63,400 | 28,400 | 38,729 |
| CTE Programs | | | | | |
| Other Objects | 200,000 | 200,000 | 206,420 | 6,420 | 132,935 |
| | <u>\$ 2,303,000</u> | <u>\$ 2,603,000</u> | <u>\$ 2,650,294</u> | <u>\$ 47,294</u> | <u>\$ 1,775,513</u> |
| Student Activity Fund | | | | | |
| Other Objects | \$ - | \$ 1,800,000 | \$ 2,570,628 | \$ 770,628 | \$ 1,724,861 |
| | <u>\$ -</u> | <u>\$ 1,800,000</u> | <u>\$ 2,570,628</u> | <u>\$ 770,628</u> | <u>\$ 1,724,861</u> |
| State Retirement Contributions | \$ - | \$ - | \$ 22,556,558 | \$ 22,556,558 | \$ 20,575,658 |
| Total Instruction | \$ 46,500,776 | \$ 48,600,776 | \$ 71,909,831 | \$ 23,309,055 | \$ 66,646,762 |
| Support Services | | | | | |
| Pupil | | | | | |
| Attendance and Social Work Services | | | | | |
| Salaries | \$ 1,402,418 | \$ 1,402,418 | \$ 1,369,067 | \$ (33,351) | \$ 1,241,535 |
| Employee Benefits | 402,850 | 402,850 | 391,539 | (11,311) | 393,201 |
| Purchased Services | 13,150 | 13,150 | 11,377 | (1,773) | 8,763 |
| Supplies and Materials | 6,300 | 6,300 | 5,052 | (1,248) | 3,692 |
| Other Objects | 500 | 500 | 419 | (81) | 409 |
| | <u>\$ 1,825,218</u> | <u>\$ 1,825,218</u> | <u>\$ 1,777,454</u> | <u>\$ (47,764)</u> | <u>\$ 1,647,600</u> |
| Guidance Services | | | | | |
| Salaries | \$ 3,596,124 | \$ 3,596,124 | \$ 3,734,708 | \$ 138,584 | \$ 3,501,040 |
| Employee Benefits | 590,406 | 590,406 | 589,995 | (411) | 590,668 |
| Purchased Services | 135,200 | 135,200 | 166,834 | 31,634 | 255,313 |
| Supplies and Materials | 56,600 | 56,600 | 38,140 | (18,460) | 52,938 |
| Other Objects | 4,050 | 4,050 | 465 | (3,585) | 1,224 |
| Non-Capitalized Equipment | 1,500 | 1,500 | 4,467 | 2,967 | - |
| | <u>\$ 4,383,880</u> | <u>\$ 4,383,880</u> | <u>\$ 4,534,609</u> | <u>\$ 150,729</u> | <u>\$ 4,401,183</u> |
| Health Services | | | | | |
| Salaries | \$ 271,621 | \$ 271,621 | \$ 191,843 | \$ (79,778) | \$ 228,828 |
| Employee Benefits | 67,791 | 67,791 | 56,525 | (11,266) | 62,826 |
| Purchased Services | 39,750 | 39,750 | 39,686 | (64) | 37,951 |
| Supplies and Materials | 10,150 | 10,150 | 8,765 | (1,385) | 8,983 |
| Non-Capitalized Equipment | - | - | 3,850 | 3,850 | - |
| | <u>\$ 389,312</u> | <u>\$ 389,312</u> | <u>\$ 300,669</u> | <u>\$ (88,643)</u> | <u>\$ 338,588</u> |
| Other Support Services - Pupil | | | | | |
| Salaries | \$ 127,900 | \$ 127,900 | \$ 119,067 | \$ (8,833) | \$ 110,195 |
| Employee Benefits | 475 | 475 | 1,500 | 1,025 | 1,593 |
| Purchased Services | 52,850 | 52,850 | 62,143 | 9,293 | 35,051 |
| Supplies and Materials | 43,300 | 43,300 | 52,922 | 9,622 | 38,719 |
| | <u>\$ 224,525</u> | <u>\$ 224,525</u> | <u>\$ 235,632</u> | <u>\$ 11,107</u> | <u>\$ 185,558</u> |
| Total Support Services - Pupil | \$ 6,822,935 | \$ 6,822,935 | \$ 6,848,364 | \$ 25,429 | \$ 6,572,929 |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|---------------------|---------------------|---------------------|---|---------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| EXPENDITURES (Continued) | | | | | |
| Support Services (Continued) | | | | | |
| Instructional Staff | | | | | |
| Improvement of Instruction Services | | | | | |
| Salaries | \$ 364,887 | \$ 364,887 | \$ 356,423 | \$ (8,464) | \$ 386,753 |
| Employee Benefits | 72,593 | 72,593 | 69,743 | (2,850) | 71,184 |
| Purchased Services | 123,750 | 123,750 | 83,598 | (40,152) | 84,518 |
| Supplies and Materials | 19,700 | 19,700 | 9,129 | (10,571) | 28,820 |
| Other Objects | 650 | 650 | 303 | (347) | 552 |
| Non-Capitalized Equipment | - | - | 46,111 | 46,111 | 33,482 |
| | <u>\$ 581,580</u> | <u>\$ 581,580</u> | <u>\$ 565,307</u> | <u>\$ (16,273)</u> | <u>\$ 605,309</u> |
| Educational Media Services | | | | | |
| Salaries | \$ 1,803,938 | \$ 1,803,938 | \$ 1,733,999 | \$ (69,939) | \$ 1,704,953 |
| Employee Benefits | 331,504 | 331,504 | 296,685 | (34,819) | 336,141 |
| Purchased Services | 584,380 | 584,380 | 568,671 | (15,709) | 544,936 |
| Supplies and Materials | 392,630 | 392,630 | 100,469 | (292,161) | 89,703 |
| Other Objects | 1,250 | 1,250 | 1,030 | (220) | - |
| Non-Capitalized Equipment | 81,600 | 81,600 | 325,355 | 243,755 | 5,742 |
| | <u>\$ 3,195,302</u> | <u>\$ 3,195,302</u> | <u>\$ 3,026,209</u> | <u>\$ (169,093)</u> | <u>\$ 2,681,475</u> |
| Assessment and Testing | | | | | |
| Salaries | \$ 315,769 | \$ 315,769 | \$ 306,688 | \$ (9,081) | \$ - |
| Employee Benefits | 15,745 | 15,745 | 38,373 | 22,628 | - |
| Purchased Services | 113,675 | 113,675 | 95,326 | (18,349) | - |
| Supplies and Materials | 20,060 | 20,060 | 9,513 | (10,547) | - |
| | <u>\$ 465,249</u> | <u>\$ 465,249</u> | <u>\$ 449,900</u> | <u>\$ (15,349)</u> | <u>\$ -</u> |
| Total Support Services - Instructional Staff | <u>\$ 4,242,131</u> | <u>\$ 4,242,131</u> | <u>\$ 4,041,416</u> | <u>\$ (200,715)</u> | <u>\$ 3,286,784</u> |
| General Administration | | | | | |
| Board of Education Services | | | | | |
| Purchased Services | \$ 437,500 | \$ 437,500 | \$ 916,505 | \$ 479,005 | \$ 341,175 |
| Supplies and Materials | 20,000 | 20,000 | 23,880 | 3,880 | 14,715 |
| Other Objects | 21,000 | 21,000 | 20,115 | (885) | 15,080 |
| | <u>\$ 478,500</u> | <u>\$ 478,500</u> | <u>\$ 960,500</u> | <u>\$ 482,000</u> | <u>\$ 370,970</u> |
| Executive Administration Services | | | | | |
| Salaries | \$ 353,683 | \$ 353,683 | \$ 309,050 | \$ (44,633) | \$ 387,077 |
| Employee Benefits | 68,737 | 68,737 | 63,096 | (5,641) | 62,931 |
| Purchased Services | 40,000 | 40,000 | 46,229 | 6,229 | 45,906 |
| Supplies and Materials | 6,800 | 6,800 | 15,442 | 8,642 | 6,393 |
| Other Objects | 3,500 | 3,500 | 6,561 | 3,061 | 2,854 |
| Non-Capitalized Equipment | - | - | 3,255 | 3,255 | - |
| | <u>\$ 472,720</u> | <u>\$ 472,720</u> | <u>\$ 443,633</u> | <u>\$ (29,087)</u> | <u>\$ 505,161</u> |
| Total Support Services - General Administration | <u>\$ 951,220</u> | <u>\$ 951,220</u> | <u>\$ 1,404,133</u> | <u>\$ 452,913</u> | <u>\$ 876,131</u> |
| School Administration | | | | | |
| Office of the Principal Services | | | | | |
| Salaries | \$ 3,445,781 | \$ 3,445,781 | \$ 3,382,438 | \$ (63,343) | \$ 3,300,820 |
| Employee Benefits | 604,711 | 604,711 | 560,897 | (43,814) | 565,308 |
| Purchased Services | 75,300 | 75,300 | 57,902 | (17,398) | 72,793 |
| Supplies and Materials | 46,100 | 46,100 | 36,804 | (9,296) | 53,531 |
| Other Objects | 9,900 | 9,900 | 2,111 | (7,789) | 710 |
| Non-Capitalized Equipment | - | - | - | - | 1,279 |
| | <u>\$ 4,181,792</u> | <u>\$ 4,181,792</u> | <u>\$ 4,040,152</u> | <u>\$ (141,640)</u> | <u>\$ 3,994,441</u> |
| Other Support Services - School Administration | | | | | |
| Purchased Services | \$ 41,000 | \$ 41,000 | \$ 26,862 | \$ (14,138) | \$ 31,148 |
| Supplies and Materials | 1,000 | 1,000 | 322 | (678) | 391 |
| | <u>\$ 42,000</u> | <u>\$ 42,000</u> | <u>\$ 27,184</u> | <u>\$ (14,816)</u> | <u>\$ 31,539</u> |
| Total Support Services - School Administration | <u>\$ 4,223,792</u> | <u>\$ 4,223,792</u> | <u>\$ 4,067,336</u> | <u>\$ (156,456)</u> | <u>\$ 4,025,980</u> |
| Business | | | | | |
| Direction of Business Support Services | | | | | |
| Salaries | \$ 202,335 | \$ 202,335 | \$ 202,751 | \$ 416 | \$ 196,604 |
| Employee Benefits | 50,551 | 50,551 | 50,034 | (517) | 48,827 |
| Purchased Services | 800 | 800 | 1,026 | 226 | 702 |
| Other Objects | 500 | 500 | 340 | (160) | 340 |
| | <u>\$ 254,186</u> | <u>\$ 254,186</u> | <u>\$ 254,151</u> | <u>\$ (35)</u> | <u>\$ 246,473</u> |
| Fiscal Services | | | | | |
| Salaries | \$ 364,992 | \$ 364,992 | \$ 370,366 | \$ 5,374 | \$ 347,638 |
| Employee Benefits | 86,487 | 86,487 | 61,781 | (24,706) | 71,782 |
| Purchased Services | 9,950 | 9,950 | 12,457 | 2,507 | 8,146 |
| Supplies and Materials | 4,500 | 4,500 | 4,937 | 437 | 5,301 |
| Other Objects | 120,750 | 120,750 | 131,187 | 10,437 | 120,385 |
| | <u>\$ 586,679</u> | <u>\$ 586,679</u> | <u>\$ 580,728</u> | <u>\$ (5,951)</u> | <u>\$ 553,252</u> |
| Total Support Services - Business | <u>\$ 840,865</u> | <u>\$ 840,865</u> | <u>\$ 834,879</u> | <u>\$ (5,986)</u> | <u>\$ 799,725</u> |
| Operations and Maintenance | | | | | |
| Purchased Services | \$ 167,500 | \$ 167,500 | \$ 148,509 | \$ (18,991) | \$ 148,468 |
| Supplies and Materials | 2,500 | 2,500 | 430 | (2,070) | 1,147 |
| Total Support Services - Operations and Maintenance | <u>\$ 170,000</u> | <u>\$ 170,000</u> | <u>\$ 148,939</u> | <u>\$ (21,061)</u> | <u>\$ 149,615</u> |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|------------------|---------------|----------------|---|----------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| EXPENDITURES (Continued) | | | | | |
| Support Services (Continued) | | | | | |
| Food Services | | | | | |
| Purchased Services | \$ 1,236,200 | \$ 1,236,200 | \$ 1,171,074 | \$ (65,126) | \$ 1,032,943 |
| Supplies and Materials | 10,000 | 10,000 | 6,385 | (3,615) | 4,280 |
| Total Support Services - Food Services | \$ 1,246,200 | \$ 1,246,200 | \$ 1,177,459 | \$ (68,741) | \$ 1,037,223 |
| Internal Services | | | | | |
| Salaries | \$ 185,323 | \$ 185,323 | \$ 184,553 | \$ (770) | \$ 164,692 |
| Employee Benefits | 68,717 | 68,717 | 70,020 | 1,303 | 70,209 |
| Purchased Services | 32,500 | 32,500 | 23,384 | (9,116) | 22,117 |
| Supplies and Materials | 440,000 | 440,000 | 400,612 | (39,388) | 566,235 |
| Other Objects | 25,000 | 25,000 | - | (25,000) | 24,376 |
| Non-Capitalized Equipment | 2,000 | 2,000 | - | (2,000) | - |
| Total Support Services - Internal Services | \$ 753,540 | \$ 753,540 | \$ 678,569 | \$ (74,971) | \$ 847,629 |
| Central | | | | | |
| Information Services | | | | | |
| Salaries | \$ 196,784 | \$ 196,784 | \$ 165,292 | \$ (31,492) | \$ 166,489 |
| Employee Benefits | 8,177 | 8,177 | 25,467 | 17,290 | 7,728 |
| Purchased Services | 111,750 | 111,750 | 111,949 | 199 | 66,684 |
| Supplies and Materials | 3,400 | 3,400 | 948 | (2,452) | 1,620 |
| Other Objects | 1,000 | 1,000 | - | (1,000) | 560 |
| | \$ 321,111 | \$ 321,111 | \$ 303,656 | \$ (17,455) | \$ 243,081 |
| Staff Services | | | | | |
| Salaries | \$ 363,828 | \$ 363,828 | \$ 371,196 | \$ 7,368 | \$ 359,056 |
| Employee Benefits | 95,716 | 95,716 | 92,188 | (3,528) | 90,527 |
| Purchased Services | 51,750 | 51,750 | 114,687 | 62,937 | 66,451 |
| Supplies and Materials | 5,000 | 5,000 | 4,651 | (349) | 1,637 |
| Other Objects | 1,000 | 1,000 | 1,720 | 720 | 1,048 |
| Non-Capitalized Equipment | - | - | 8,552 | 8,552 | - |
| | \$ 517,294 | \$ 517,294 | \$ 592,994 | \$ 75,700 | \$ 518,719 |
| Data Processing Services | | | | | |
| Salaries | \$ 216,202 | \$ 216,202 | \$ 196,719 | \$ (19,483) | \$ 233,848 |
| Employee Benefits | 35,881 | 35,881 | 26,359 | (9,522) | 35,789 |
| Purchased Services | 154,455 | 154,455 | 136,788 | (17,667) | 146,325 |
| Supplies and Materials | 500 | 500 | 96 | (404) | - |
| Other Objects | 300 | 300 | 300 | - | 300 |
| | \$ 407,338 | \$ 407,338 | \$ 360,262 | \$ (47,076) | \$ 416,262 |
| Total Support Services - Central | \$ 1,245,743 | \$ 1,245,743 | \$ 1,256,912 | \$ 11,169 | \$ 1,178,062 |
| Other Support Services | | | | | |
| Employee Benefits | \$ 372,036 | \$ 372,036 | \$ 2 | \$ (372,034) | \$ 1 |
| Purchased Services | 504,307 | 504,307 | 491,662 | (12,645) | 487,289 |
| Total Support Services - Other Support Services | \$ 876,343 | \$ 876,343 | \$ 491,664 | \$ (384,679) | \$ 487,290 |
| Total Support Services | \$ 21,372,769 | \$ 21,372,769 | \$ 20,949,671 | \$ (423,098) | \$ 19,261,368 |
| Community Services | | | | | |
| Salaries | \$ 248,750 | \$ 248,750 | \$ 223,112 | \$ (25,638) | \$ 209,094 |
| Employee Benefits | 1,783 | 1,783 | 1,074 | (709) | 1,117 |
| Purchased Services | 5,150 | 5,150 | 600 | (4,550) | 506,929 |
| Supplies and Materials | 48,125 | 48,125 | 128,740 | 80,615 | 62,876 |
| Other Objects | - | - | - | - | 4,664 |
| Total Community Services | \$ 303,808 | \$ 303,808 | \$ 353,526 | \$ 49,718 | \$ 784,680 |
| Intergovernmental Payments | | | | | |
| Payments to Other Districts and Governmental Units | | | | | |
| Payments to Other Districts and Governmental Units (In-State) | | | | | |
| Payments for Regular Programs | \$ - | \$ - | \$ 2,539 | \$ 2,539 | \$ 1,846 |
| Other Objects | \$ - | \$ - | \$ 2,539 | \$ 2,539 | \$ 1,846 |
| Payments for Special Education Programs | | | | | |
| Purchased Services | \$ 2,100,000 | \$ 2,400,000 | \$ 1,826,064 | \$ (573,936) | \$ 2,011,941 |
| Other Objects | 125,000 | 125,000 | - | (125,000) | - |
| | \$ 2,225,000 | \$ 2,525,000 | \$ 1,826,064 | \$ (698,936) | \$ 2,011,941 |
| Total Payments to Other Districts and Governmental Units (In-State) | \$ 2,225,000 | \$ 2,525,000 | \$ 1,828,603 | \$ (696,397) | \$ 2,013,787 |
| Payments to Other Districts and Governmental Units-Tuition (In-State) | | | | | |
| Payments for Special Education Programs | | | | | |
| Other Objects | \$ 420,000 | \$ 590,000 | \$ 581,037 | \$ (8,963) | \$ 433,167 |
| Total Payments to Other Districts and Governmental Units-Tuition (In-State) | \$ 420,000 | \$ 590,000 | \$ 581,037 | \$ (8,963) | \$ 433,167 |
| Total Payments to Other Districts and Governmental Units | \$ 2,645,000 | \$ 3,115,000 | \$ 2,409,640 | \$ (705,360) | \$ 2,446,954 |
| Total Intergovernmental Payments | \$ 2,645,000 | \$ 3,115,000 | \$ 2,409,640 | \$ (705,360) | \$ 2,446,954 |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|-----------------------|-----------------------|----------------------|---|----------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| EXPENDITURES (Continued) | | | | | |
| Capital Outlay | | | | | |
| Instruction | | | | | |
| Regular Programs | \$ 183,002 | \$ 183,002 | \$ 6,899 | \$ (176,103) | \$ 25,990 |
| Special Education Programs | - | - | 5,584 | 5,584 | 10,530 |
| Other Instructional Programs | - | - | 14,830 | 14,830 | 11,950 |
| Support Services | | | | | |
| Instructional Staff | 1,100,000 | 1,100,000 | 1,153,545 | 53,545 | 9,973 |
| Internal Services | - | - | - | - | 13,324 |
| Central | 9,000 | 9,000 | - | (9,000) | - |
| Total Capital Outlay | <u>\$ 1,292,002</u> | <u>\$ 1,292,002</u> | <u>\$ 1,180,858</u> | <u>\$ (111,144)</u> | <u>\$ 71,767</u> |
| Total Expenditures | <u>\$ 72,114,355</u> | <u>\$ 74,684,355</u> | <u>\$ 96,803,526</u> | <u>\$ 22,119,171</u> | <u>\$ 89,211,531</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 150,000 | \$ 1,630,000 | \$ 3,876,118 | \$ 2,246,118 | \$ 3,516,830 |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Interfund Transfers | <u>(3,646,822)</u> | <u>(3,646,822)</u> | <u>(3,646,822)</u> | <u>-</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (3,496,822)</u> | <u>\$ (2,016,822)</u> | <u>\$ 229,296</u> | <u>\$ 2,246,118</u> | <u>\$ 3,516,830</u> |
| FUND BALANCE - JULY 1, 2022 | | | <u>36,325,686</u> | | <u>32,808,856</u> |
| FUND BALANCE - JUNE 30, 2023 | | | <u>\$ 36,554,982</u> | | <u>\$ 36,325,686</u> |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - WORKING CASH FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|---|---------------------|------------------|---------------------|---|---------------------|
| | | | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| | Original | Final | | | |
| REVENUES | | | | | |
| Earnings on Investments | \$ 30,000 | \$ 30,000 | \$ 135,357 | \$ 105,357 | \$ (3,028) |
| Total Revenues | <u>\$ 30,000</u> | <u>\$ 30,000</u> | <u>\$ 135,357</u> | <u>\$ 105,357</u> | <u>\$ (3,028)</u> |
| EXPENDITURES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 30,000 | \$ 30,000 | \$ 135,357 | \$ 105,357 | \$ (3,028) |
| OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ 30,000</u> | <u>\$ 30,000</u> | <u>\$ 135,357</u> | <u>\$ 105,357</u> | <u>\$ (3,028)</u> |
| FUND BALANCE - JULY 1, 2022 | | | <u>3,979,893</u> | | <u>3,982,921</u> |
| FUND BALANCE - JUNE 30, 2023 | | | <u>\$ 4,115,250</u> | | <u>\$ 3,979,893</u> |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICES FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted Amounts | | 2023 | | 2022 |
|--|---------------------|---------------------|---------------------|---|---------------------|
| | Original | Final | Actual Amounts | Variance from Final Budget Over (Under) | Actual Amounts |
| REVENUES | | | | | |
| Property Taxes | \$ 2,664,974 | \$ 2,664,974 | \$ 2,690,650 | \$ 25,676 | \$ 2,651,171 |
| Earnings on Investments | 10,000 | 10,000 | 33,935 | 23,935 | (1,016) |
| Total Revenues | <u>\$ 2,674,974</u> | <u>\$ 2,674,974</u> | <u>\$ 2,724,585</u> | <u>\$ 49,611</u> | <u>\$ 2,650,155</u> |
| EXPENDITURES | | | | | |
| Debt Services | | | | | |
| Interest | | | | | |
| Other Interest on Long-Term Debt | | | | | |
| Other Objects | \$ 139,466 | \$ 139,466 | \$ 139,466 | \$ - | \$ 212,961 |
| Total Debt Services - Interest | <u>\$ 139,466</u> | <u>\$ 139,466</u> | <u>\$ 139,466</u> | <u>\$ -</u> | <u>\$ 212,961</u> |
| Payments of Principal on Long-Term Debt | | | | | |
| Other Objects | \$ 2,465,000 | \$ 2,465,000 | \$ 2,465,000 | \$ - | \$ 2,350,000 |
| Total Debt Services - Payment of Principal on Long-Term Debt | <u>\$ 2,465,000</u> | <u>\$ 2,465,000</u> | <u>\$ 2,465,000</u> | <u>\$ -</u> | <u>\$ 2,350,000</u> |
| Total Debt Services | <u>\$ 2,604,466</u> | <u>\$ 2,604,466</u> | <u>\$ 2,604,466</u> | <u>\$ -</u> | <u>\$ 2,562,961</u> |
| Total Expenditures | <u>\$ 2,604,466</u> | <u>\$ 2,604,466</u> | <u>\$ 2,604,466</u> | <u>\$ -</u> | <u>\$ 2,562,961</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 70,508 | \$ 70,508 | \$ 120,119 | \$ 49,611 | \$ 87,194 |
| OTHER FINANCING SOURCES (USES) | - | - | - | - | - |
| NET CHANGE IN FUND BALANCE | <u>\$ 70,508</u> | <u>\$ 70,508</u> | \$ 120,119 | <u>\$ 49,611</u> | \$ 87,194 |
| FUND BALANCE - JULY 1, 2022 | | | 1,496,069 | | 1,408,875 |
| FUND BALANCE - JUNE 30, 2023 | | | <u>\$ 1,616,188</u> | | <u>\$ 1,496,069</u> |

See Accompanying Independent Auditor's Report

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022

| | Budgeted | | 2023 | | 2022 |
|---|---------------------|---------------------|---------------------|---|-------------|
| | Amounts | | Actual | Variance from Final Budget Over (Under) | Actual |
| | Original | Final | | | |
| REVENUES | | | | | |
| Earnings on Investments | \$ 5,000 | \$ 1,000 | \$ 34,459 | \$ 33,459 | \$ - |
| Other Local Sources | - | - | 3,000 | 3,000 | - |
| Total Revenues | <u>\$ 5,000</u> | <u>\$ 1,000</u> | <u>\$ 37,459</u> | <u>\$ 36,459</u> | <u>\$ -</u> |
| EXPENDITURES | | | | | |
| Support Services | | | | | |
| Facilities Acquisition and Construction Services | | | | | |
| Purchased Services | \$ - | \$ - | \$ 505 | \$ 505 | \$ - |
| Total Support Services - Facilities Acquisition and Construction Services | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 505</u> | <u>\$ 505</u> | <u>\$ -</u> |
| Total Support Services | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 505</u> | <u>\$ 505</u> | <u>\$ -</u> |
| Capital Outlay | | | | | |
| Support Services | | | | | |
| Facilities Acquisition and Construction Services | \$ 8,908,339 | \$ 7,782,979 | \$ 5,511,213 | \$ (2,271,766) | \$ - |
| Total Capital Outlay | <u>\$ 8,908,339</u> | <u>\$ 7,782,979</u> | <u>\$ 5,511,213</u> | <u>\$ (2,271,766)</u> | <u>\$ -</u> |
| Total Expenditures | <u>\$ 8,908,339</u> | <u>\$ 7,782,979</u> | <u>\$ 5,511,718</u> | <u>\$ (2,271,261)</u> | <u>\$ -</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ (8,903,339) | \$ (7,781,979) | \$ (5,474,259) | \$ 2,307,720 | \$ - |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Interfund Transfers | 8,908,339 | 8,908,339 | 8,908,339 | - | - |
| NET CHANGE IN FUND BALANCE | <u>\$ 5,000</u> | <u>\$ 1,126,360</u> | <u>\$ 3,434,080</u> | <u>\$ 2,307,720</u> | <u>\$ -</u> |
| FUND BALANCE - JULY 1, 2022 | | | - | | - |
| FUND BALANCE - JUNE 30, 2023 | | | <u>\$ 3,434,080</u> | | <u>\$ -</u> |

See Accompanying Independent Auditor's Report

ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2022 - 2023)

This schedule is completed for school districts only.

| <u>Fund</u> | <u>ACCOUNT NO - TITLE</u> | <u>Amount</u> |
|---|---|----------------------|
| OPERATING EXPENSE PER PUPIL | | |
| EXPENDITURES: | | |
| ED | Total Expenditures | \$ 71,676,340 |
| O&M | Total Expenditures | 8,679,158 |
| DS | Total Expenditures | 2,604,466 |
| TR | Total Expenditures | 2,790,109 |
| MR/SS | Total Expenditures | 3,002,191 |
| | Total Expenditures | \$ 88,752,264 |
| LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM: | | |
| ED | Adult/Continuing Education Programs | \$ 10,715 |
| ED | Summer School Programs | 343,290 |
| ED | Special Education Programs K-12 - Private Tuition | 2,380,474 |
| ED | Remedial/Supplemental Programs K-12 - Private Tuition | 63,400 |
| ED | CTE Programs - Private Tuition | 206,420 |
| ED | Community Services | 353,526 |
| ED | Total Payments to Other Govt Units | 2,409,640 |
| ED | Capital Outlay | 1,180,858 |
| ED | Non-Capitalized Equipment | 951,812 |
| O&M | Capital Outlay | 665,946 |
| O&M | Non-Capitalized Equipment | 25,759 |
| DS | Debt Service - Payments of Principal on Long-Term Debt | 2,465,000 |
| MR/SS | Adult/Continuing Education Programs | 1,561 |
| MR/SS | Summer School Programs | 19,566 |
| MR/SS | Community Services | 16,475 |
| | Total Deductions for OEPP Computation (Sum of Lines 18 - 95) | \$ 11,094,442 |
| | Total Operating Expenses Regular K-12 (Line 14 minus Line 96) | 77,657,822 |
| | 9 Month ADA from Average Daily Attendance - Student Information System (SIS) in IWAS-preliminary ADA 2022-2023 | 3,462.17 |
| | Estimated OEPP (Line 97 divided by Line 98) | \$ 22,430.39 |
| PER CAPITA TUITION CHARGE | | |
| LESS OFFSETTING RECEIPTS/REVENUES: | | |
| ED | Total Food Service | \$ 974,449 |
| ED-O&M | Total District/School Activity Income (without Student Activity Funds) | 1,122,845 |
| ED | Rentals - Regular Textbooks | 234,150 |
| ED | Sales - Regular Textbooks | 300,494 |
| ED-O&M | Rentals | 202,259 |
| ED | Other Local Fees (Describe & Itemize) | 34,163 |
| ED-O&M-TR | Total Special Education | 522,258 |
| ED-O&M-MR/SS | Total Career and Technical Education | 82,472 |
| ED | State Free Lunch & Breakfast | 595 |
| ED-O&M | Driver Education | 99,747 |
| ED-O&M-TR-MR/SS | Total Transportation | 1,007,634 |
| ED-O&M-DS-TR-MR/SS | Technology - Technology for Success | 3,458 |
| O&M | School Infrastructure - Maintenance Projects | 1,050,000 |
| ED-MR/SS | Total Food Service | 10,401 |
| ED-O&M-TR-MR/SS | Total Title I | 199,433 |
| ED-O&M-TR-MR/SS | Total Title IV | 8,367 |
| ED-O&M-TR-MR/SS | Fed - Spec Education - IDEA - Flow Through | 880,776 |
| ED-O&M-TR-MR/SS | Fed - Spec Education - IDEA - Room & Board | 275,224 |
| ED-O&M-MR/SS | Total CTE - Perkins | 40,703 |
| ED-O&M-TR-MR/SS | Title II - Teacher Quality | 50,022 |
| ED-O&M-TR-MR/SS | Medicaid Matching Funds - Administrative Outreach | 51,063 |
| ED-O&M-TR-MR/SS | Medicaid Matching Funds - Fee-for-Service Program | 18,026 |
| ED-O&M-TR-MR/SS | Other Restricted Revenue from Federal Sources (Describe & Itemize) | 2,195,167 |
| ED-TR-MR/SS | Special Education Contributions from EBF Funds ** | 1,052,453 |
| ED-MR/SS | English Learning (Bilingual) Contributions from EBF Funds ** | 10,543 |
| | Total Deductions for PCTC Computation Line 104 through Line 193 | \$ 10,426,702 |
| | Net Operating Expense for Tuition Computation (Line 97 minus Line 195) | 67,231,120 |
| | Total Depreciation Allowance (from page 36, Line 18, Col I) | 3,310,981 |
| | Total Allowance for PCTC Computation (Line 196 plus Line 197) | 70,542,101 |
| | 9 Month ADA from Average Daily Attendance - Student Information System (SIS) in IWAS-preliminary ADA 2022-2023 | 3,462.17 |
| | Total Estimated PCTC (Line 198 divided by Line 199) * | \$ 20,375.11 |

*The total OEPP/PCTC may change based on the data provided. The final amounts will be calculated by ISBE. The 9-month ADA listed on the this tab is NOT the final 9-month ADA.

**Go to the [Evidence-Based Funding Distribution Calculation webpage](#).

Under Reports, open the FY 2023 Special Education Funding Allocation Calculation Details and the FY 2023 English Learner Education Funding Allocation Calculation Details. Use the respective Excel file to locate the amount in column X for the Special Education Contribution and column V for the English Learner Contribution for the selected school district. **Please enter "0" if the district does not have allocations for lines 192 and 193.**

Unaudited

ANNUAL FEDERAL FINANCIAL COMPLIANCE SECTION



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH THE UNIFORM GUIDANCE

To the Board of Education
Lyons Township High School District No. 204
La Grange, Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited

Lyons Township High School District No. 204'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 Lyons Township High School District No. 204's major federal programs for the year ended June 30, 2023. Lyons Township High School District No. 204'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, Lyons Township High School District No. 204 complied, in all material respects, with the 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 States of America (GAAS); 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 the District and to 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 the District'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, regulations, rules and provisions of contracts or grant agreements applicable to the District'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 the District'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 GAAS, *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, misrepresentations, 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 judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment 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 the District'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 the District'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 the District'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.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2023-001. Our opinion on each major federal program is not modified with respect to this matter. *Government Auditing Standards* requires the auditor to perform limited procedures on Lyons Township High School District No. 204's responses to the noncompliance finding identified in our compliance audit described in the accompanying Schedule of Findings and Questioned Costs. Lyons Township High School District No. 204's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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

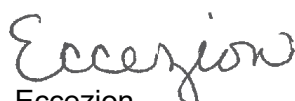
functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a 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 2022 comparative information shown in the Schedule of Expenditures of Federal Awards was subjected to auditing procedures by us in our report dated December 1, 2022 expressed an unmodified opinion that such information was fairly stated in all material respects in relation to the 2022 financial statements as a whole.

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



Eccezion
Consulting • CPAs • Technology

McHenry, Illinois
December 6, 2023

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204

06-016-2040-17

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ending June 30, 2023

| Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation | CFDA Number ² (A) | ISBE Project # (1st 8 digits) or Contract # ³ (B) | Receipts/Revenues | | Year 7/1/21-6/30/22 (E) | Expenditure/Disbursements ⁴ | | Year 7/1/22-6/30/23 (F) | Obligations/ Encumb. (G) | 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 | Year 7/1/22-6/30/23 Pass through to Subrecipients | | | | |
| CHILD NUTRITION CLUSTER | | | | | | | | | | | |
| U.S. Department of Agriculture passed through Illinois State Board of Education | | | | | | | | | | | |
| Special Milk Program** | 10.556 | 22-4215-00 | 7,861 | 1,576 | 7,861 | | | 1,576 | | 9,437 | N/A |
| Special Milk Program** | 10.556 | 23-4215-00 | | 8,826 | | | | 8,826 | | 8,826 | N/A |
| Subtotal CFDA 10.556 | | | 7,861 | 10,402 | 7,861 | 0 | | 10,402 | 0 | 18,263 | |
| | | | | | | | | | | | |
| TOTAL CHILD NUTRITION CLUSTER | | | 7,861 | 10,402 | 7,861 | 0 | | 10,402 | 0 | 18,263 | |
| TOTAL CFDA "10" | | | 7,861 | 10,402 | 7,861 | 0 | | 10,402 | 0 | 18,263 | |
| | | | | | | | | | | | |
| U.S. Department of Education passed through Illinois State Board of Education | | | | | | | | | | | |
| Title I - Low Income *** | 84.010 | 22-4300-00 | 131,943 | 30,310 | 131,943 | | | 30,310 | | 162,253 | 225,607 |
| Title I - Low Income *** | 84.010 | 23-4300-00 | | 169,123 | | | | 169,123 | | 169,123 | 223,836 |
| Subtotal CFDA 84.010 | | | 131,943 | 199,433 | 131,943 | 0 | | 199,433 | 0 | 331,376 | |
| | | | | | | | | | | | |
| Title IVA - Student Support & Academic Enrich*** | 84.424 | 23-4400-00 | | 8,367 | | | | 8,367 | | 8,367 | 15,507 |
| Subtotal CFDA 84.424 | | | 0 | 8,367 | 0 | 0 | | 8,367 | 0 | 8,367 | |
| | | | | | | | | | | | |
| Title II - Teacher Quality*** | 84.367 | 22-4932-00 | 67,763 | 9,432 | 67,763 | | | 9,432 | | 77,195 | 83,246 |
| Title II - Teacher Quality*** | 84.367 | 23-4932-00 | | 40,590 | | | | 40,590 | | 40,590 | 72,669 |
| Subtotal CFDA 84.367 | | | 67,763 | 50,022 | 67,763 | 0 | | 50,022 | 0 | 117,785 | |
| | | | | | | | | | | | |
| SPECIAL EDUCATION CLUSTER | | | | | | | | | | | |
| Special Education - IDEA - Room & Board*** | 84.027 | 22-4625-00 | 88,180 | 66,260 | 88,180 | | | 66,260 | | 154,440 | N/A |
| Special Education - IDEA - Room & Board*** | 84.027 | 23-4625-00 | | 208,963 | | | | 208,963 | | 208,963 | N/A |
| Special Education - IDEA - Flow Through | 84.027 | 23-4620-00 | | 880,776 | | | | 880,776 | | 880,776 | 880,776 |
| COVID-19 - IDEA ARP Funding Flow Through | 84.027X | 22-4998-ID | 91,743 | 109,586 | 91,743 | | | 109,586 | 13,031 | 214,360 | 214,360 |
| Subtotal CFDA 84.027 | | | 179,923 | 1,265,585 | 179,923 | 0 | | 1,265,585 | 13,031 | 1,458,539 | |
| | | | | | | | | | | | |
| TOTAL SPECIAL EDUCATION CLUSTER | | | 179,923 | 1,265,585 | 179,923 | 0 | | 1,265,585 | 13,031 | 1,458,539 | |
| | | | | | | | | | | | |

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204

06-016-2040-17

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ending June 30, 2023

| Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation | CFDA Number ² (A) | ISBE Project # (1st 8 digits) or Contract # ³ (B) | Receipts/Revenues | | Expenditure/Disbursements ⁴ | | | | Obligations/ Encumb. (G) | 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 | Year 7/1/22-6/30/23 (F) | Year 7/1/22-6/30/23 Pass through to Subrecipients | | | |
| COVID-19 - ARP - Elementary and Secondary Emergency Relief Fund + (M) | 84.425U | 22-4998-E3 | 169,027 | 1,350,343 | 169,027 | | 1,350,343 | | | 1,519,370 | 1,634,771 |
| COVID-19 - Homeless Children and Youth Grant + (M) | 84.425W | 22-4998-HL | | 9,000 | | | 9,000 | | | 9,000 | 10,200 |
| COVID-19 - ARP - Elementary and Secondary Emergency Relief Fund** (M) | 84.425D | 23-4998-E2 | | 726,238 | | | 726,238 | | | 726,238 | 726,238 |
| Subtotal CFDA 84.425 | | | 169,027 | 2,085,581 | 169,027 | 0 | 2,085,581 | 0 | 0 | 2,254,608 | |
| US Department of Education Passed Through Dupage Area Occupational Education System: | | | | | | | | | | | |
| V.E. - Perkins - Secondary | 84.048 | 23-4770-00 | | 40,703 | | | 40,703 | | | 40,703 | 40,703 |
| Subtotal CFDA 84.048 | | | 0 | 40,703 | 0 | 0 | 40,703 | 0 | 0 | 40,703 | |
| TOTAL CFDA "84" | | | 548,656 | 3,649,691 | 548,656 | 0 | 3,649,691 | 0 | 13,031 | 4,211,378 | |
| MEDICAID CLUSTER | | | | | | | | | | | |
| US Department of Health and Human Services Passed Through Illinois Department of Healthcare and Family Services | | | | | | | | | | | |
| Medicaid Matching Funds - Admin Outreach | 93.778 | 23-4991-00 | | 53,190 | | | 53,190 | | | 53,190 | N/A |
| Subtotal CFDA 93.778 | | | 0 | 53,190 | 0 | 0 | 53,190 | 0 | 0 | 53,190 | |
| TOTAL MEDICAID CLUSTER | | | 0 | 53,190 | 0 | 0 | 53,190 | 0 | 0 | 53,190 | |
| TOTAL CFDA "93" | | | 0 | 53,190 | 0 | 0 | 53,190 | 0 | 0 | 53,190 | |
| TOTAL FEDERAL ASSISTANCE | | | 556,517 | 3,713,283 | 556,517 | 0 | 3,713,283 | 0 | 13,031 | 4,282,831 | |
| ** Project End Date 9/30 | | | | | | | | | | | |
| ***Project End Date 8/31 | | | | | | | | | | | |
| + Project End Date 3/31 | | | | | | | | | | | |

- (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).

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
06-016-2040-17
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2023

| Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation | CFDA Number ² (A) | ISBE Project # (1st 8 digits) or Contract # ³ (B) | Receipts/Revenues | | Expenditure/Disbursements ⁴ | | | | Obligations/ Encumb. (G) | 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 | Year 7/1/22-6/30/23 (F) | Year 7/1/22-6/30/23 Pass through to Subrecipients | | | |

The accompanying notes are an integral part of this schedule.

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

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

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

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

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

NOTE 1 - BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards includes the federal award activity of Lyons Township High School District No. 204 under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with requirements of the Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the schedule may differ from amounts presented in, and used in the preparation of, the basic financial statements.

NOTE 2 - SUMMARY OF ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 - INDIRECT COST RATE

The District has elected not to use the 10 percent de minimis indirect rate as allowed under the Uniform Guidance.

NOTE 4 - SUBRECIPIENTS

The District did not provide federal awards to subrecipients during the year ended June 30, 2023.

NOTE 5 - FEDERAL LOANS

There were no federal loans or loan guarantees outstanding at year end.

NOTE 6 - DONATED PERSONAL PROTECTIVE EQUIPMENT (PPE) (UNAUDITED)

The District was not a recipient of federally donated PPE.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2023

- 1) Summary of auditor's results:
 - a. The auditor's report expresses an unmodified opinion on whether the financial statements of Lyons Township High School District No. 204 were prepared in accordance with GAAP.
 - b. No significant deficiencies are reported during the audit of the financial statements. No material weaknesses are reported.
 - c. No instances of noncompliance material to the financial statements of Lyons Township High School District No. 204, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
 - d. No significant deficiencies in internal control over major federal award programs are reported during the audit of the financial statements. No material weaknesses in internal control over major federal award programs are reported.
 - e. The auditor's report on compliance for the major federal award programs for Lyons Township High School District No. 204 expresses an unmodified opinion on all major federal programs.
 - f. Audit findings that are required to be reported in accordance with Uniform Guidance 2 CFR section 200.516(a) are reported in this schedule.
 - g. The programs tested as major programs were: COVID-19 – ARP – Elementary and Secondary Emergency Relief Fund (CFDA #84.425D and 84.425U) and COVID-19 – Homeless Children and Youth Grant (CFDA #84.425W).
 - h. The threshold used to distinguish between Type A and Type B programs was \$750,000.
 - i. Lyons Township High School District No. 204 was determined to be a low-risk auditee.
- 2) There were no findings related to the financial statements which are required to be reported.
- 3) The finding relating to federal awards which is required to be reported is detailed in finding number 2023-001.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
06-016-2040-17
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2023

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ **2023 - N/A** 2. THIS FINDING IS: ☐ New ☐ Repeat from Prior Year?
Year originally reported? _____

3. Criteria or specific requirement

4. Condition

5. Context¹²

6. Effect

7. Cause

8. Recommendation

9. Management's response¹³

¹¹ A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year **2021** would be assigned a reference number of **2021-001, 2021-002**, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

¹² Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.

¹³ See §200.521 *Management decision* for additional guidance on reporting management's response.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
06-016-2040-17
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2023

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴ **2023 - 001** 2. THIS FINDING IS: ☒ New ☐ Repeat from Prior year?
Year originally reported? _____

3. Federal Program Name and Year: Elementary and Secondary Emergency Relief Fund 2021

4. Project No.: 22-4998-E3, 22-4998-HL, 23-4998-E2 5. CFDA No.: 84.425

6. Passed Through: Illinois State Board of Education

7. Federal Agency: U.S. Department of Education

8. Criteria or specific requirement (including statutory, regulatory, or other citation)
RECIPIENTS ARE REQUIRED TO SUBMIT ACCURATE DATA TO THE STATE OUTLINING EXPENDITURES BY SPECIFIC CATEGORIES AND OBJECT CODES.

9. Condition¹⁵
DATA SUBMITTED TO THE STATE SHOWED SOME EXPENDITURES CATEGORIZED DIFFERENTLY FROM PREVIOUSLY FILED EXPENDITURE REPORTS.

10. Questioned Costs¹⁶
NONE

11. Context¹⁷
AMOUNTS REPORTED WERE NOT RECONCILED TO THE EXPENDITURE REPORTS CAUSING AMOUNTS TO BE CATEGORIZED INCORRECTLY.

12. Effect
DATA WAS NOT ACCURATELY SUBMITTED.

13. Cause
DISTRICT PROCEDURES DID NOT DETECT OR PREVENT THIS ERROR.

14. Recommendation
DISTRICT SHOULD DEVELOP AND IMPLEMENT PROCEDURES TO RECONCILE AMOUNTS FOR ANNUAL REPORTS TO PERIODIC EXPENDITURE REPORTS, AND HAVE REPORTS REVIEWED BY A SECOND PERSON PRIOR TO SUBMISSION.

15. Management's response¹⁸
MANAGEMENT WILL IMPLEMENT PROCEDURES INCLUDING RECONCILING AMOUNTS BETWEEN UNDERLYING DATA, QUARTERLY EXPENDITURE REPORTS, AND ANNUAL DATA COLLECTION REPORTS. ADDITIONALLY, REPORTS AND SUPPORTING DOCUMENTATION WILL BE REVIEWED BY A SECOND PERSON.

¹⁴ See footnote 11.

¹⁵ Include facts that support the deficiency identified on the audit finding (§200.516 (b)(3)).

¹⁶ Identify questioned costs as required by §200.516 (a)(3 - 4).

¹⁷ See footnote 12.

¹⁸ To the extent practical, indicate when management does not agree with the finding, questioned cost, or both.

LYONS TOWNSHIP HIGH SCHOOL DISTRICT NO. 204
06-016-2040-17
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS¹⁹
Year Ending June 30, 2023

[If there are no prior year audit findings, please submit schedule and indicate **NONE**]

| <u>Finding Number</u> | <u>Condition</u> | <u>Current Status</u> ²⁰ |
|-----------------------|------------------|-------------------------------------|
| NONE | | |

When possible, all prior findings should be on the same page

¹⁹ Explanation of this schedule - §200.511 (b)

²⁰ Current Status should include one of the following:

- A statement that corrective action was taken
- A description of any partial or planned corrective action
- An explanation if the corrective action taken was significantly different from that previously reported or in the management decision received from the pass-through entity.

LYONS TOWNSHIP HIGH SCHOOL

DISTRICT 204 OFFICES 100 S. Brainard Ave., LaGrange, IL 60525-2101
• Tel: (708) 579-6462 • Fax: (708) 579-6454 • Email: bstachacz@lths.net • Website: www.lths.net



Brian Stachacz
Director of Business Services

06-016-2040-17
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
Year Ending June 30, 2023

Corrective Action Plan

Finding No.: **2023-** **001**

Condition:

Data submitted on the LEA Data Collection Form showed some key line-item expenditures categorized differently from previously filed expenditure reports.

Plan:

Management will implement procedures including reconciling amounts between underlying data, quarterly expenditure reports, and annual data collection reports. Additionally, reports and supporting documentation will be reviewed by a second person.

Anticipated Date of Completion: **6/30/24**

Name of Contact Person: **Brian Stachacz**