

Community Consolidated School District 15
Palatine, Illinois

Annual Financial Report

Year Ended June 30, 2022

Community Consolidated School District 15

ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2022

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditors' Report	1 - 4
Management's Discussion and Analysis (Unaudited)	5 - 12
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position - Governmental Activities	13
Statement of Activities	14
Fund Financial Statements	
Balance Sheet - Governmental Funds	15 - 16
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	17
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	18 - 19
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	20
Notes to the Financial Statements	21 - 71
Required Supplementary Information (Unaudited)	
Multiyear Schedule of Changes in Net Pension Liability (Asset) and Related Ratios - Illinois Municipal Retirement Fund	72 - 73
Multiyear Schedule of Contributions - Illinois Municipal Retirement Fund	74
Multiyear Schedule of the District's Proportionate Share of the Net Pension Liability - Teachers' Retirement System	75 - 76
Multiyear Schedule of District Contributions - Teachers' Retirement System	77 - 78
Multiyear Schedule of Changes in Total Other Postemployment Benefits (OPEB) Liability and Related Ratios - Retiree Health Plan	79 - 80
Multiyear Schedule of the District's Proportionate Share of the Net Other Postemployment Benefit (OPEB) Liability - Teachers' Health Insurance Security Fund	81 - 82
Multiyear Schedule of District Contributions - Teachers' Health Insurance Security Fund	83 - 84
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund - Budgetary Basis	85 - 95

(Continued)

Community Consolidated School District 15
ANNUAL FINANCIAL REPORT
For the Year Ended June 30, 2022

TABLE OF CONTENTS

	<u>Page</u>
Required Supplementary Information (Unaudited) (Continued)	
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Operations and Maintenance Fund	96 - 97
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficit) - Budget and Actual - Tort Immunity and Judgment Fund	98
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Transportation Fund	99 - 100
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Municipal Retirement/Social Security Fund	101 - 103
Notes to the Required Supplementary Information	104 - 108
 Supplementary Financial Information	
General Fund	
Combining Balance Sheet	109
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	110
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Debt Service Fund	111 - 112
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Capital Projects Fund	113 - 114
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Fire Prevention and Safety Fund	115
General Long-Term Debt - Schedule of General Obligation Bonds Payable	116

(Concluded)

MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Members of the Board of Education
Community Consolidated School District 15
Palatine, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the governmental activities and each major fund of Community Consolidated School District 15 (the District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District, as of June 30, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of a Matter - Restatement

As discussed in Note A-2 to the financial statements, assets, liabilities and net position of the government-wide financial statements as of July 1, 2021 have been restated as a result of an adjustment due to the implementation of the Governmental Accounting Standards Board Statement No. 87, *Leases*. Our opinions are not modified with respect to this matter.



Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the 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 risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

(Continued)

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 12, the Illinois Municipal Retirement Fund and Teachers' Retirement System of the State of Illinois Pension data on pages 72 through 78, the other postemployment benefits data on pages 79 through 84, and the budgetary comparison schedules and notes to the required supplementary information on pages 85 through 108 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 Financial Information

Our audit for the year ended June 30, 2022 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary financial information, as listed in the table of contents, for the year ended June 30, 2022 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2022 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 accompanying supplementary financial information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2022.

Supplementary Financial Information (Continued)

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of District as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated December 10, 2021 which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund, Debt Service Fund, and Fire Prevention and Safety Fund with comparative actual amounts for the year ended June 30, 2021 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for the Capital Projects Fund, Debt Service Fund, and Fire Prevention and Safety Fund subjected to the auditing procedures applied in the audit of the 2021 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those 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 Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund, Debt Service Fund, and Fire Prevention and Safety Fund are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2021.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2022, on our consideration of District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 District's internal control over financial reporting and compliance.

MILLER, COOPER & CO., LTD.



Certified Public Accountants

Deerfield, Illinois
December 15, 2022

Community Consolidated School District 15

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2022

The discussion and analysis of Community Consolidated School District 15's (the "District") financial performance provides an overall review of the District's financial activities, for the year ended June 30, 2022. 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. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- In total, the District's net deficit turned to a net position with a total change of \$24.7 million.
- General revenues accounted for \$165.5 million in revenue or 68.9% of all revenues. Program-specific revenues in the form of charges for services and operating / capital grants and contributions accounted for \$74.7 million or 31.1% of the total revenue amount of \$240.2 million.
- The District had \$215.6 million in expenses related to governmental activities. \$74.7 million of those expenses were offset by program-specific charges for services and operating / capital grants and contributions.
- Aggregate fund balances increased \$5.7 million, primarily due to higher than expected revenues, primarily personal property replacement taxes, which were approximately \$3.1 million greater than anticipated.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements are comprised of three components:

- Government-wide financial statements,
- Fund financial statements, and
- Notes to the basic financial statements.

This report also contains required supplementary information and supplementary financial 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 and liabilities and deferred inflows of resources with the difference reported as net position (deficit). 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 government's net position changed during the fiscal year being reported on. 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 result in cash flows only in future fiscal periods.

Community Consolidated School District 15 Management's Discussion and Analysis (Unaudited) For the Year Ended June 30, 2022

Overview of the Financial Statements (Continued)

Government-Wide Financial Statements (Continued)

The government-wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District has no business-type activities; that is, functions that are intended to recover all or a significant portion of their costs through user fees and charges. The District's governmental activities include instruction services, support services, community services, nonprogrammed charges and interest and fees related to long-term debt.

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. Each of the District's funds can be divided into one of two categories: governmental funds or fiduciary funds. Governmental Accounting Standards Board (GASB) Statement No. 84 required the District to report its fiduciary funds as part of the general fund beginning in fiscal year 2021. The District maintains no fiduciary funds that are required to be reported as fiduciary activities. The District maintains no proprietary 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 school district's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds 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 eight individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General Fund (which is comprised of the Educational Account and the Working Cash account); the Operations and Maintenance Fund; the Debt Service Fund; the Transportation Fund; the Municipal Retirement / Social Security Fund; the Capital Projects Fund; the Tort Immunity and Judgment Fund; and the Fire Prevention and Safety Fund, all of which are considered to be major funds.

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

Notes to the Basic Financial Statements

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

Community Consolidated School District 15
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022

Overview of the Financial Statements (Continued)

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's other postemployment benefits (OPEB) data and pension data related to the Illinois Municipal Retirement Fund (IMRF) and the Teachers' Retirement System of the State of Illinois (TRS).

Government-Wide Financial Analysis

Table 1		
Condensed Statements of Net Position(Deficit)		
(in millions of dollars)		
	<u>2022</u>	<u>2021*</u>
Assets		
Current and other assets	\$ 183.2	\$ 164.5
Capital assets	<u>116.8</u>	<u>112.8</u>
Total assets	<u>300.0</u>	<u>277.3</u>
Deferred outflows of resources		
Deferred outflows of resources related to pensions	2.7	9.5
Deferred outflows of resources related to other postemployment benefits	<u>3.2</u>	<u>3.5</u>
Total deferred outflows of resources	<u>5.9</u>	<u>13.0</u>
Liabilities		
Current liabilities	19.0	21.2
Long-term liabilities	<u>140.7</u>	<u>162.8</u>
Total liabilities	<u>159.7</u>	<u>184.0</u>
Deferred inflows of resources		
Deferred inflows of resources related to pensions	67.2	24.0
Deferred inflows of resources related to other postemployment benefits	23.8	20.3
Property taxes levied for a future period	<u>34.7</u>	<u>66.3</u>
Total deferred inflows of resources	<u>125.7</u>	<u>110.6</u>
Net position (deficit)		
Net investment in capital assets	74.4	75.4
Restricted	28.8	28.0
Unrestricted	<u>(82.7)</u>	<u>(107.7)</u>
Total net position (deficit)	<u>\$ 20.5</u>	<u>\$ (4.3)</u>
*Amounts presented as originally reported and not restated due to the implementation of GASB Statement No. 87.		

Community Consolidated School District 15
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022

Government-Wide Financial Analysis (Continued)

<i>Table 2</i>		
<i>Changes in Net Position (Deficit)</i>		
<i>(in millions of dollars)</i>		
	<u>2022</u>	<u>2021*</u>
Revenues		
<i>Program revenues</i>		
Charges for services	\$ 1.7	\$ 1.7
Operating grants and contributions	73.0	93.1
Capital grants and contributions	0.0	0.1
<i>General revenues</i>		
Taxes	144.9	134.2
State aid-formula grants	17.3	16.9
Other	<u>3.3</u>	<u>2.6</u>
Total revenues	<u>240.2</u>	<u>248.6</u>
Expenses		
Instruction	148.4	174.1
Pupil and instructional staff services	18.8	19.1
Administration and business	21.6	20.9
Transportation	8.7	7.8
Operations and maintenance	13.6	12.5
Other	<u>4.4</u>	<u>4.2</u>
Total expenses	<u>215.5</u>	<u>238.6</u>
Change in Net Position (Deficit)	<u>\$ 24.7</u>	<u>\$ 10.0</u>
*Amounts presented as originally reported and not restated due to the implementation of GASB Statement No. 87.		

The District had a combined net position at June 30, 2022. The District had a combined net deficit in the previous fiscal year. The overall change between years was an overall benefit of \$24.7 million with net position at June 30, 2021 being \$20.5 million.

Community Consolidated School District 15

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2022

Government-Wide Financial Analysis (Continued)

The District's governmental activities revenue of \$240.2 million exceeded the District's governmental activities expenses of \$215.5 million by \$24.7 million.

Taxes accounted for the largest portion (68.9%) of the District's revenue during fiscal year 2022. The remaining 31.1% of fiscal year 2022 revenue came from state and federal grants and other sources. The total cost of the District's programs was \$215.6 million. The costs mainly related to instructing, caring for, and transporting the District's students.

The cost of the District's instructional programs totaled \$148.4 million in fiscal year 2022.

Direct instructional and support services to students, not including operations and maintenance, totaled 92.6% of the District's expenditures during fiscal year 2022.

Financial Analysis of the District's Funds

The District's governmental funds' fund balances increased from \$5.7 million to \$78.1 million between fiscal year 2021 and fiscal year 2022. Details of that increase are as follows:

- The General Fund's fund balance increased to \$4.9 million, all of which was with the Educational Account.
- The Operations and Maintenance Fund's fund balance increased by \$2.1 million to \$8.2 million.
- The Debt Service Fund's fund balance increased by \$0.5 million to \$3.3 million.
- The Transportation Fund's fund balance increased by \$1.0 million to \$9.2 million.
- The Municipal Retirement / Social Security Fund's fund balance increased by \$0.8 million to \$3.9 million.
- The Capital Projects Fund's fund balance increased by \$2.7 million to \$3.7 million.
- The Tort Immunity and Judgment fund's fund balance increased by \$0.3 million to \$0.7 million.

The Fire Prevention and Safety fund's fund balance fund balance decreased by \$6.5 million to nearly \$0, as anticipated.

General Fund Budgetary Highlights

The General Fund had a positive budget variance of \$4.0 million for fiscal year 2022. The District's General Fund had a positive revenue variance of \$1.6 million. The main factors contributing to this variance were personal property replacement taxes by \$3.1 million offset by less than anticipated federal revenues \$1.7 million less than budgeted.

Fiscal year 2022's positive expenditure variance of \$2.4 million which relates to several expenditures coming in less than budget, primarily various purchased services.

Community Consolidated School District 15
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022

Capital Assets and Debt Administration

Capital Assets

As of June 30, 2022, the District had a total investment of \$248.4 million (\$116.8 million, net of accumulated depreciation and amortization) in a broad range of capital assets, including buildings, site improvements, land, construction in progress, equipment, and right of use assets. Total depreciation and amortization expense for the year was \$8.2 million. More detailed information about capital assets can be found in Note D of the basic financial statements.

Table 3		
Capital Assets (Net of Depreciation and Amortization)		
(in millions of dollars)		
	<u>2022</u>	<u>2021*</u>
Land	\$ 7.8	\$ 7.8
Construction in progress	2.3	6.4
Buildings	96.8	89.1
Site improvements	3.0	3.1
Machinery and equipment	3.4	2.4
Vehicles	3.1	3.7
Food service equipment	0.3	0.3
Right of use assets - equipment	<u>0.1</u>	<u>0.0</u>
Total	<u>\$ 116.8</u>	<u>\$ 112.8</u>

* Amounts presented as originally reported and not restated due to the implementation of GASB Statement No. 87.

Long-Term Liabilities

The District retired \$4.0 million in general obligation bonds during fiscal year 2022. At the end of fiscal year 2022, the District had a legal debt margin of \$280.6 million. More detailed information on long-term liabilities can be found in Note E of the basic financial statements.

Community Consolidated School District 15
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022

Capital Assets and Debt Administration (Continued)

Long-Term Liabilities (Continued)

Table 4		
Outstanding Long-Term Liabilities		
(in millions of dollars)		
	<u>2022</u>	<u>2021</u>
General obligation bonds	\$ 39.4	\$ 43.4
Other	<u>101.3</u>	<u>119.4</u>
Total	<u>\$ 140.7</u>	<u>\$ 162.8</u>

Factors Bearing on the District's Future

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

- The District expects to end fiscal year 2022-2023 with positive fund balances in each of its funds.
- The amount of state funding received by the District may be reduced in the future due to the effect of funding coming out of the various COVID-19 response grants.
- On November 8, 2022 the taxpayers of District 15 approved a \$93 million bond referendum with 63% of the vote in support. The District will contribute another \$93 million over the next 5 years: \$25 million from the Operations & Maintenance Fund, \$32M DSEB bonds that will be reissued, & \$36 million in Debt Certificates. A total of \$186 million in construction is planned over the next 5 years. The funds will be used to build additions for full-day kindergarten, convert four junior high schools to middle schools, convert one elementary school to a middle school, balance enrollment and create near neighborhood schools. In addition, deferred maintenance will be addressed based on the 5 Year Facility Plan.
- Property tax levies, with the exception of those for bond and interest payments, are limited under Illinois law to a specific increase over the prior year. Increases in property tax extensions are limited to the lesser of 5.0% or the increase in the national Consumer Price Index (CPI) for the year preceding the levy year. An increase in the CPI of 5.0% for calendar year 2021 will limit the amount of the 2022 tax levy.
- Due to delays in the Cook County assessment process, the Office of the Cook County Clerk has not released the Agency Tax Rate Report and, as such, the ability to more accurately budget tax receipts for the 2023 fiscal year generated from the 2021 tax extension has been difficult.

Community Consolidated School District 15
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022

Factors Bearing on the District's Future (Continued)

- In past fiscal years, tax receipts were reduced for refunds, objections, and adjustments, in effect reducing the tax collection rate. As a result of Public Act 102-0519, Cook County now has a “recapture levy” to collect previous extension amounts lost due to the property tax appeal process. Beginning in levy year 2021, the district's levy shall be increased by previous refunds, objections, and adjustments for a prior 12-month period. Time will be needed to better understand the assumed positive financial impact of this Act.

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 monies it receives. If you have questions about this report, or need additional financial information, contact the Business Office:

Diana McCluskey, Chief School Business Official
Community Consolidated School District 15
580 North 1st Bank Drive
Palatine, Illinois 60067

BASIC FINANCIAL STATEMENTS

Community Consolidated School District 15
STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
June 30, 2022

ASSETS	
Cash and investments	\$ 89,823,928
Receivables (net of allowance for uncollectibles)	
Property taxes	67,496,047
Replacement taxes	869,457
Accounts	7,372
Intergovernmental	5,933,280
Net pension asset	19,042,981
Capital assets:	
Land	7,827,932
Construction in progress	2,278,076
Depreciable buildings, property, and equipment, net	106,558,548
Right to use leased assets, net of amortization	<u>152,456</u>
Total assets	<u>299,990,077</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions	2,743,148
Deferred outflows related to other postemployment benefits	<u>3,156,635</u>
Total deferred outflows	<u>5,899,783</u>
LIABILITIES	
Accounts payable	3,882,888
Salaries and wages payable	12,229,953
Payroll deductions payable	489,305
Claims payable	2,182,115
Interest payable	140,317
Long-term liabilities:	
Due within one year	9,072,423
Due after one year	<u>131,658,641</u>
Total liabilities	<u>159,655,642</u>
DEFERRED INFLOWS OF RESOURCES	
Property taxes levied for a future period	67,199,237
Deferred inflows related to pensions	23,818,386
Deferred inflows related to other postemployment benefits	<u>34,639,566</u>
Total deferred inflows	<u>125,657,189</u>
NET POSITION	
Net investment in capital assets	74,393,312
Restricted for:	
Tort immunity	655,137
Operations and maintenance	8,207,352
Debt service	3,133,744
Retirement benefits	3,870,410
Student transportation	9,211,378
Capital projects	3,758,850
Unrestricted	<u>(82,653,154)</u>
Total net position	<u>\$ 20,577,029</u>

The accompanying notes are an integral part of this statement.

Community Consolidated School District 15

STATEMENT OF ACTIVITIES For the Year Ended June 30, 2022

Functions / Programs	Expenses	PROGRAM REVENUES			Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
Instruction:					
Regular programs	\$ 64,329,789	\$ 1,536,387	\$ 9,036,238	\$ -	\$ (53,757,164)
Special programs	20,362,900	5,399	4,744,049	-	(15,613,452)
Other instructional programs	17,579,952	-	274,326	-	(17,305,626)
State retirement contributions	46,144,914	-	46,144,914	-	-
Support services:					
Pupils	10,450,948	-	215,121	-	(10,235,827)
Instructional staff	8,323,236	-	583,359	-	(7,739,877)
General administration	6,605,927	-	-	-	(6,605,927)
School administration	8,950,013	-	-	-	(8,950,013)
Business	6,086,190	5,772	7,131,631	50,000	1,101,213
Transportation	8,739,892	43,247	4,813,813	-	(3,882,832)
Operations and maintenance	13,631,426	146,427	-	-	(13,484,999)
Central	1,786,244	-	-	-	(1,786,244)
Other supporting services	362,441	-	-	-	(362,441)
Community services	304,761	-	-	-	(304,761)
Nonprogrammed charges	898,366	-	-	-	(898,366)
Interest and fees	1,024,259	-	-	-	(1,024,259)
Total governmental activities	\$ 215,581,258	\$ 1,737,232	\$ 72,943,451	\$ 50,000	\$ (140,850,575)
General revenues:					
Taxes:					
Real estate taxes, levied for general purposes					\$ 102,688,173
Real estate taxes, levied for specific purposes					30,741,778
Real estate taxes, levied for debt service					6,172,769
Personal property replacement taxes					5,306,790
State aid-formula grants					17,310,018
Investment earnings					71,603
Miscellaneous					3,233,666
Total general revenues					165,524,797
Change in net position (deficit)					24,674,222
Net deficit, beginning of year, as restated (Note A-2)					(4,097,193)
Net position, end of year					\$ 20,577,029

The accompanying notes are an integral part of this statement.

Community Consolidated School District 15

Governmental Funds

BALANCE SHEET

June 30, 2022

	General	Tort Immunity and Judgment	Operations and Maintenance	Transportation
ASSETS				
Cash and investments	\$ 59,348,338	\$ 653,354	\$ 8,860,316	\$ 8,168,598
Receivables (net of allowance for uncollectibles):				
Property taxes	49,927,463	891,983	8,503,969	2,358,036
Replacement taxes	869,457	-	-	-
Accounts	7,372	-	-	-
Intergovernmental	4,726,293	-	-	1,206,987
Total assets	<u>\$ 114,878,923</u>	<u>\$ 1,545,337</u>	<u>\$ 17,364,285</u>	<u>\$ 11,733,621</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 1,300,556	\$ 2,067	\$ 686,528	\$ 171,437
Salaries and wages payable	12,229,953	-	-	-
Payroll deductions payable	290,065	-	3,209	2,970
Claims payable	2,182,115	-	-	-
Total liabilities	<u>16,002,689</u>	<u>2,067</u>	<u>689,737</u>	<u>174,407</u>
DEFERRED INFLOWS				
Property taxes levied for a future period	49,706,836	888,133	8,467,196	2,347,836
Total deferred inflows	<u>49,706,836</u>	<u>888,133</u>	<u>8,467,196</u>	<u>2,347,836</u>
FUND BALANCES				
Restricted	-	655,137	8,207,352	9,211,378
Assigned	4,921,566	-	-	-
Unassigned	44,247,832	-	-	-
Total fund balances	<u>49,169,398</u>	<u>655,137</u>	<u>8,207,352</u>	<u>9,211,378</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 114,878,923</u>	<u>\$ 1,545,337</u>	<u>\$ 17,364,285</u>	<u>\$ 11,733,621</u>

The accompanying notes are an integral part of this statement.

Municipal Retirement / Soc. Sec.	Debt Service	Capital Projects	Fire Prevention and Safety	Total
\$ 4,051,234	\$ 3,260,938	\$ 4,507,222	\$ 973,928	\$ 89,823,928
2,830,860	2,983,736	-	-	67,496,047
-	-	-	-	869,457
-	-	-	-	7,372
-	-	-	-	5,933,280
<u>\$ 6,882,094</u>	<u>\$ 6,244,674</u>	<u>\$ 4,507,222</u>	<u>\$ 973,928</u>	<u>\$ 164,130,084</u>
\$ -	\$ -	\$ 813,817	\$ 908,483	\$ 3,882,888
-	-	-	-	12,229,953
193,061	-	-	-	489,305
-	-	-	-	2,182,115
<u>193,061</u>	<u>-</u>	<u>813,817</u>	<u>908,483</u>	<u>18,784,261</u>
<u>2,818,623</u>	<u>2,970,613</u>	<u>-</u>	<u>-</u>	<u>67,199,237</u>
<u>2,818,623</u>	<u>2,970,613</u>	<u>-</u>	<u>-</u>	<u>67,199,237</u>
3,870,410	3,274,061	3,693,405	65,445	28,977,188
-	-	-	-	4,921,566
-	-	-	-	44,247,832
<u>3,870,410</u>	<u>3,274,061</u>	<u>3,693,405</u>	<u>65,445</u>	<u>78,146,586</u>
<u>\$ 6,882,094</u>	<u>\$ 6,244,674</u>	<u>\$ 4,507,222</u>	<u>\$ 973,928</u>	<u>\$ 164,130,084</u>

Community Consolidated School District 15
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
June 30, 2022

Total fund balances - total governmental funds	\$	78,146,586
Amounts reported for governmental activities in the statement of net position are different because:		
The net pension asset resulting from the IMRF plan fiduciary net position exceeding the total pension liability is not a financial resource and therefore is not reported in the governmental funds balance sheet.		
		19,042,981
Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds.		
		116,817,012
Deferred outflows and inflows of resources related to pensions and other postemployment benefits (OPEB) are applicable to future periods and, therefore, are not reported in the governmental funds:		
Deferred outflows of resources related to pensions		2,743,148
Deferred inflows of resources related to pensions		(23,818,386)
Deferred outflows of resources related to OPEB		3,156,635
Deferred inflows of resources related to OPEB		(34,639,566)
Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not reported in the governmental funds:		
General obligation bonds	\$ (39,440,000)	
Unamortized bond premiums	(4,384,020)	
Lease liabilities	(161,377)	
Compensated absences	(230,645)	
TRS net pension liability	(7,244,616)	
RHP total other postemployment benefit liability	(13,310,447)	
THIS net other postemployment benefit liability	(70,808,667)	
Retirement incentive program	(1,336,050)	
Claims payable - IBNR portion	(3,815,242)	(140,731,064)
Interest on long-term liabilities (interest payable) accrued in the statement of net position will not be paid with current financial resources and, therefore, is not recognized in the governmental funds balance sheet.		
		<u>(140,317)</u>
Net position of governmental activities	\$	<u><u>20,577,029</u></u>

The accompanying notes are an integral part of this statement.

Community Consolidated School District 15

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2022

	General	Tort Immunity and Judgment	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
Revenues					
Property taxes	\$ 103,958,614	\$ 1,799,195	\$ 17,186,210	\$ 4,766,502	\$ 5,719,430
Replacement taxes	4,081,790	-	1,000,000	-	225,000
State aid	61,945,466	-	-	4,813,813	-
Federal aid	21,084,671	-	-	-	-
Interest	45,861	476	6,374	7,016	3,218
Other	2,853,356	14,985	506,976	43,654	-
Total revenues	193,969,758	1,814,656	18,699,560	9,630,985	5,947,648
Expenditures					
Current:					
Instruction:					
Regular programs	61,063,186	-	-	-	891,489
Special programs	20,161,674	-	-	-	778,849
Other instructional programs	17,908,172	-	-	-	253,982
State retirement contributions	43,735,395	-	-	-	-
Support services:					
Pupils	13,044,430	-	-	-	421,555
Instructional staff	9,090,615	-	-	-	275,104
General administration	3,125,323	1,565,209	-	-	61,467
School administration	8,916,253	-	-	-	331,387
Business	6,176,294	-	-	-	341,755
Transportation	-	-	-	8,647,213	739,121
Operations and maintenance	-	-	12,092,461	-	878,372
Central	2,051,640	-	-	-	173,742
Other supporting services	321,817	-	-	-	40,624
Community services	310,054	-	-	-	803
Nonprogrammed charges	898,366	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and other	-	-	-	-	-
Capital outlay	1,216,198	-	472,053	22,698	-
Total expenditures	188,019,417	1,565,209	12,564,514	8,669,911	5,188,250
Excess (deficiency) of revenues over expenditures	5,950,341	249,447	6,135,046	961,074	759,398
Other financing sources (uses)					
Transfers in	-	-	1,000,000	-	-
Transfers (out)	(1,080,862)	-	(5,000,000)	-	-
Total other financing sources (uses)	(1,080,862)	-	(4,000,000)	-	-
Net change in fund balance	4,869,479	249,447	2,135,046	961,074	759,398
Fund balance, beginning of year	44,299,919	405,690	6,072,306	8,250,304	3,111,012
Fund balance, end of year	<u>\$ 49,169,398</u>	<u>\$ 655,137</u>	<u>\$ 8,207,352</u>	<u>\$ 9,211,378</u>	<u>\$ 3,870,410</u>

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Fire Prevention and Safety	Total
\$ 6,172,769	\$ -	\$ -	\$ 139,602,720
-	-	-	5,306,790
-	50,000	-	66,809,279
-	-	-	21,084,671
2,495	3,450	2,713	71,603
-	1,551,927	-	4,970,898
<u>6,175,264</u>	<u>1,605,377</u>	<u>2,713</u>	<u>237,845,961</u>
-	-	-	61,954,675
-	-	-	20,940,523
-	-	-	18,162,154
-	-	-	43,735,395
-	-	-	13,465,985
-	-	-	9,365,719
-	-	-	4,751,999
-	-	-	9,247,640
-	48,230	-	6,566,279
-	-	-	9,386,334
-	-	-	12,970,833
-	-	-	2,225,382
-	-	-	362,441
-	-	-	310,857
-	-	-	898,366
4,007,820	-	-	4,007,820
1,777,822	-	-	1,777,822
-	3,868,691	6,436,525	12,016,165
<u>5,785,642</u>	<u>3,916,921</u>	<u>6,436,525</u>	<u>232,146,389</u>
389,622	(2,311,544)	(6,433,812)	5,699,572
80,862	5,000,000	-	6,080,862
-	-	-	(6,080,862)
<u>80,862</u>	<u>5,000,000</u>	<u>-</u>	<u>-</u>
470,484	2,688,456	(6,433,812)	5,699,572
<u>2,803,577</u>	<u>1,004,949</u>	<u>6,499,257</u>	<u>72,447,014</u>
<u>\$ 3,274,061</u>	<u>\$ 3,693,405</u>	<u>\$ 65,445</u>	<u>\$ 78,146,586</u>

Community Consolidated School District 15
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2022

Net change in fund balances - total governmental funds. \$ 5,699,572

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

The net pension asset resulting from the IMRF plan fiduciary net position exceeding the total pension liability is not a financial resource and therefore is not reported in the governmental funds balance sheet. 14,368,978

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 and amortization expense. This is the amount by which depreciation and amortization expense exceeds capital outlay in the current period.

Capital outlay	\$ 12,016,164	
Depreciation and amortization expense	(8,221,513)	
Loss on disposal	<u>(3,870)</u>	3,790,781

Changes in deferred outflows and inflows of resources related to pensions and other post employment benefits are reported only in the statement of activities:

Deferred outflows and inflows of resources related to IMRF pension		(7,765,613)
Deferred outflows and inflows of resources related to TRS pension		1,182,458
Deferred outflows and inflows of resources related to RHP		37,077
Deferred outflows and inflows of resources related to THIS		<u>(14,720,275)</u>

Accrued interest reported in the statement of activities does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds. 13,708

Governmental funds report the effect of premiums and discounts when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year, net effect of these differences. 739,855

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources:

Principal repayments - general obligation bonds	\$ 3,935,000	
Lease liabilities, net	72,820	
Compensated absences, net	59,311	
TRS pension liability, net	1,257,398	
RHP other postemployment benefit liability, net	(429,284)	
THIS other postemployment benefit liability, net	16,740,447	
Retirement incentive program, net	(160,800)	
Claims payable - change in IBNR	<u>(147,211)</u>	<u>21,327,681</u>

Change in net position (deficit) of governmental activities \$ 24,674,222

The accompanying notes are an integral part of this statement.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Community Consolidated School District 15 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The governmental accounting standards board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

1. Reporting Entity

The District is located in Cook County, Illinois. The District is governed by an elected Board of Education. The Board of Education maintains final responsibility for all personnel, budgetary, taxing, and debt matters.

The District includes all funds of its 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 organizations for which it has financial accountability.

Also, the District is not included as a component unit in any other governmental reporting entity, as defined by GASB pronouncements.

2. New Accounting Pronouncement and Change in Accounting Principle - Restatement

The GASB has issued Statement No. 87, *Leases*, which was implemented by the District for the year ended June 30, 2022. This statement requires a lessee to recognize a lease liability and an intangible right to use asset, and a lessor to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

Specific changes to the District's financial statements relate to the recording of right of use assets and lease liabilities on the statement of net position. As a result of this implementation as of July 1, 2021, right of use assets, net and net position were increased by \$225,635. See Note D for the effects of this restatement and Note E for information on lease liabilities.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Fund Accounting

The accounts of the District are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the servicing of general long-term debt (debt service funds), and the acquisition or construction of major capital facilities (capital project funds). The General Fund is used to account for all activities of the general government not accounted for in some other fund. The District considers all governmental funds to be major.

4. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the District. The effect of interfund activity has been eliminated from these statements. Governmental activities normally are supported by taxes, intergovernmental revenues and local fees.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) amounts paid by recipient of goods or services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

a. General Fund

The *General Fund* includes the Educational Account and the Working Cash Account. The Educational Account is the District's primary operating account. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Working Cash Account is for the financial resources held by the District to be used as temporary interfund loans for working capital requirements. Money loaned by the Working Cash Account to other funds must be repaid upon collection of property taxes in the fund(s) loaned to. As allowed by the School Code of Illinois, this Fund may be permanently abolished and become part of the Educational Account or it may be partially abated to any fund in need as long as the District maintains a balance in the Working Cash Account of at least .05% of the District's current equalized assessed valuation.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Government-Wide and Fund Financial Statements (Continued)

a. General Fund (Continued)

The Student Activity balance is accounted for in the Educational Account. The balance accounts for activities such as student yearbooks, student clubs, councils, scholarships and convenience accounts.

b. Special Revenue Funds

The special revenue funds are used to account for and report the proceeds of specific revenue sources (other than those accounted for in the debt service or capital projects) that are legally restricted to expenditures for specified purposes.

Each of the District's special revenue funds has been established as a separate fund in accordance with the fund structure required by the state of Illinois for local educational agencies. These funds account for local property taxes restricted to specific purposes. A brief description of the District's special revenue funds is as follows:

Operations and Maintenance Fund - accounts for all revenues and expenditures made for operations, repair, and maintenance of the District's building and land. Revenues consist primarily of local property taxes, personal property replacement taxes, and transfers from other funds.

Tort Immunity and Judgment Fund - accounts for all revenues derived from a specific property tax levy and state reimbursement grants and expenditures of these monies for risk management activities. Revenues consist primarily of local property taxes.

Transportation Fund - accounts for all revenue and expenditures made for student transportation. Revenues are derived primarily from local property taxes and state reimbursement grants.

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 noncertified employees. Revenues to finance contributions are derived primarily from local property taxes and personal property replacement taxes.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Government-Wide and Fund Financial Statements (Continued)

c. Debt Service Fund

Debt Service Fund - accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The primary revenue source is local property taxes levied specifically for debt service and transfers from other funds.

d. Capital Projects Funds

Capital Projects Fund - accounts for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from bond proceeds, TIF surplus funds, impact fees and transfers from other funds.

Fire Prevention and Safety Fund - accounts for state-approved life safety projects financed through bond issuance or local property taxes levied specifically for such purposes.

5. Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues and additions are recorded when earned, and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e. intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

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 recognized when susceptible to accrual, i.e., when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers most revenues available if they are collected within 60 days after year-end. Revenues that are paid to the District by the Illinois State Board of Education are considered available if they are vouchered by year-end. Expenditures generally are recorded when a fund liability is incurred, except for unmatured principal and interest on general long-term debt, which are recognized when due, and certain compensated absences, claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes, personal property replacement taxes, interest, and intergovernmental revenues associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports unearned and unavailable revenue on its financial statements. Unearned and unavailable revenue arises when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability or deferred inflow of resources for unearned or unavailable revenue is removed from the balance sheet and revenue is recognized. Governmental Funds also defer revenue recognition in connection with resources received, but not yet earned.

6. Deferred Outflows / Deferred Inflows

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period. At June 30, 2022, the District has deferred outflows of resources related to pensions and other postemployment benefits liabilities. In addition to liabilities, the District may report deferred inflows of resources. Deferred inflows of resources represent the acquisition of net assets that is applicable to a future reporting period. At June 30, 2022, the District reported deferred inflows related to property taxes levied for a future period, pensions and other postemployment benefits liabilities.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles, except that the District does not budget for "on-behalf" contributions from the State for the employer's share of the Teachers' Retirement System pension and Teachers' Health Insurance Security Fund (see the budgetary reconciliation in the notes to the required supplementary information). Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

8. Deposits and Investments

Investments are stated at fair value. Changes in fair value are included in investment income.

9. Cash Equivalents

The District considers all highly liquid investments with a maturity of three months or less, when purchased, to be cash equivalents.

10. Capital Assets and Right to Use Assets

Capital assets, which include land, construction in progress, buildings, site improvements, machinery and equipment, vehicles and food service equipment are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 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 are recorded at acquisition value at the date of donation.

The District has recorded right to use assets as a result of implementing GASB 87. The District's right to use assets are amortized on a straight-line basis over the remaining term of the related lease (Note D).

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation of capital assets is provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Capital Assets and Right to Use Assets (Continued)

<u>Assets</u>	<u>Years</u>
Buildings and site improvements	20 - 50
Machinery, equipment, vehicles, and food service equipment	5 - 10

Construction in progress is stated at cost and includes engineering, design, material, and labor costs incurred for planned construction. No provision for depreciation is made on construction in progress until the asset is completed and placed in service.

11. Accumulated Unpaid Vacation and Sick Pay

Employees who work a twelve-month year are entitled to be compensated for vacation time. Vacations are usually taken within the year. Any remaining, unused vacation is forfeited October 1st following the end of the fiscal year. At June 30, 2022, accumulated unpaid vacation pay was \$230,645.

All certified employees receive a specified number of annual sick days, depending on their years of service, in accordance with the agreement between the Board of Education and the District. Employees do not receive payment for unused sick days, except for the 12-month custodial staff, who upon retirement are paid for any days in excess of 240 days, at a rate of \$25.00 per day, or can be converted into creditable earnings with IMRF. Accrued but unpaid sick days at June 30, 2022 were insignificant and have not been reflected as a liability.

12. 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 and losses on refunding of bonds, are deferred and amortized over the life of the applicable bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, losses on refunding, and 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 cost, whether or not withheld from actual proceeds, are reported as debt service expenditures.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

13. Personal Property Replacement Taxes

Personal property replacement tax revenues are first allocated to the Municipal Retirement/Social Security Fund with the balance allocated at the discretion of the District.

14. Pensions and Other Postemployment Benefits

For purposes of measuring the net pension liability and other postemployment benefits (OPEB) liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension/OPEB expense, information about the fiduciary net position of the pension/OPEB plan and additions to/deductions from the pension/OPEB plan's fiduciary net position have been determined on the same basis as they are reported by the pension/OPEB plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are stated at fair value.

15. Restricted Net Position

For the government-wide financial statements, net position is reported as restricted when constraints placed on net position are either: (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, (2) imposed by law through constitutional provisions, or (3) imposed by enabling legislation. The District's restricted net position was restricted as a result of enabling legislation.

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

16. Fund Balance

In the fund financial statements, governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items or inventories.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds, as well as debt service and capital projects funds, are by definition restricted for those specified purposes.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

16. Fund Balance (Continued)

- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. The District had no committed fund balances at June 30, 2022.
- d. *Assigned* - refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Board of Education or the individual the Board of Education delegated the authority to assign amounts to be used for specific purposes. The Board of Education has declared that the Chief School Business Official may assign amounts for a specific purpose. The assigned fund balance, at June 30, 2022, in the General Fund of \$4,921,566 is comprised of \$4,333,456 and \$588,110 for self insurance and student activity balances, respectively.
- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the general fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

17. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosure of contingent assets and liabilities, deferred outflows of resources, liabilities, and deferred inflows of resources at the date of the financial statements, and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE B - DEPOSITS AND INVESTMENTS

The District's investment policy is in line with State Statutes. The investments that the District may purchase are limited by Illinois law to the following: (1) securities that are fully guaranteed by the U.S. government as to principal and interest; (2) certain U.S. government agency securities; (3) interest-bearing savings accounts, interest-bearing certificates of deposit or time deposits or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; (4) short-term discount obligations of corporations organized in the United States with assets exceeding \$500,000,000; (5) interest-bearing bonds of any county, township, city, village, incorporated town, municipal corporation or school district; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

At June 30, 2022, the District's cash and investments consisted of the following and for disclosure purposes, is classified into the following components:

	<u>Total</u>
Cash on hand	\$ 451
Deposits with financial institutions *	56,263,281
Illinois School District Liquid Asset Fund (ISDLAF +)	21,959,948
Illinois Funds	4,942,916
Illinois Trust	501,348
Other Investments	<u>6,155,984</u>
	<u>\$ 89,823,928</u>

* includes accounts held in demand and savings accounts, but primarily consists of non-negotiable certificates of deposit, short term U.S. Treasury Securities classified as cash equivalents, and money market savings accounts, which are valued at cost.

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. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs. The District's investments detailed in the interest rate risk table below are measured using the market valuation method and level 2 valuation inputs.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

1. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, a periodic review of the investment portfolio is performed to ensure performance is consistent with the safety, liquidity, rate of return, diversification and overall performance the District needs. Maturity Information on other investments is shown in the table below.

<u>Type</u>	<u>Fair Value</u>	<u>Investment Maturities in Year</u>			
		<u>Less than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More than 10</u>
U.S. Treasury Securities	\$ <u>6,155,984</u>	\$ <u>1,962,573</u>	\$ <u>4,193,411</u>	\$ <u>-</u>	\$ <u>-</u>

The following investments are measured at net asset value (NAV):

		<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
ISDLAF+	\$ 21,959,948	n/a	Daily	1 day
Illinois Funds	4,942,916	n/a	Daily	1 day
Illinois Trust	501,348	n/a	Daily	1 day

2. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). The District's investments in negotiable certificates of deposits and ISDLAF+ term series are unrated.

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is a not-for-profit pooled investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees, elected from participating members. The trust is not registered with the SEC as an investment company. Investments are rated AAAM and are valued at share price, which is the price for which the investment could be sold.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are rated AAAM and are valued at Illinois Funds' share price, which is the price the investment can be sold.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

2. Credit Risk (Continued)

The Illinois Trust, formerly known as the Illinois Institutional Investors Trust (IIIT), is a trust organized under the laws of the State of Illinois and managed by a Board of Trustees, elected from participating members. The Illinois Trust is not registered with the SEC as an investment company. Investments in the Illinois Trusts are rated AAAm and are valued at Illinois Trust's share price, which is the price for which the investment could be sold. There were no unfunded commitments.

3. Concentration of Credit Risk

The District's investment policy requires diversification of the investment portfolio to minimize the risk of loss resulting from overconcentration in a particular type of security, risk factor, issuer, or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer to meet the District's ongoing need for safety, liquidity, and rate of return.

4. Custodial Credit Risk

With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by providing that all deposits in excess of FDIC insurable limits may be secured by collateral to protect against an event of default or failure of the financial institution holding the funds. At June 30, 2022, the bank balances of the District's deposits with financial institutions totaling \$58,249,182 were fully insured or collateralized. The District's investment instruments are either held by the District or by the District's agent.

With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring that all investments be in high quality investment pools and/or secured by private insurance or collateral.

NOTE C - PROPERTY TAX RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The tax levy resolution was approved by the Board on December 8, 2021. The District's property tax is levied each year on all taxable real property located in the District, and becomes a lien on the property on January 1 of that year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE C - PROPERTY TAX RECEIVABLE (Continued)

Tax rate ceilings are applied at the fund level. These ceilings are established by state law subject to change only by the approval of the voters of the District.

The District's annual property tax levy is subject to Property Tax Extension Limitation Act (PTELA), which is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations, and tax increment finance district property becoming eligible for taxation.

The Cook County Assessor is responsible for the assessment of all taxable property within Cook County, except for certain railroad property, which is assessed directly by the state. One-third of the county is reassessed every year by the Assessor.

The Illinois Department of Revenue has the statutory responsibility of ensuring uniformity of real property assessments throughout the state. Each year, the Illinois Department of Revenue furnishes the county clerks with an adjustment factor to equalize the level of assessment between counties at one-third of market value. This factor (the equalization factor) is then applied to the assessed valuation to compute the valuation of property to which the tax rate will be applied (the equalized assessed valuation). The equalization factor for Cook County for 2021 is 3.0027.

The County Clerk adds the equalized assessed valuation of all real property in the county to the valuation of property assessed directly by the state (to which the equalization factor is not applied) to arrive at the base amount (the assessment base) used to calculate the annual tax rates, as described above. The equalized assessed valuation for the extension of the 2021 tax levy has been estimated as \$3,895,416,425.

Property taxes are collected by the Cook County Collector/Treasurer, who remits them to the District. Taxes levied in one year become due and payable in two installments on March 1 and August 1 during the following year. The delay in assessing and billing of the 2021 property taxes, as discussed above, has also delayed Cook County remitting the second installment of the 2021 property taxes to the District. The first installment is an estimated bill, and is fifty-five percent of the prior year's tax bill. The second installment bill is based on the current levy, assessment, and equalization, and any changes from the prior year.

The portion of the 2021 property tax levy not received by June 30 is recorded as a receivable, net of estimated uncollectibles of 1%. The net receivable collected within the current year or due and expected to be collected soon enough thereafter to be used to pay liabilities of the current period, less the taxes collected soon enough after the end of the previous fiscal year, are recognized as revenue. Such time, thereafter, does not exceed 60 days. Net taxes receivable less the amount expected to be collected within 60 days are reflected as deferred inflow of resources - property taxes levied for a future period.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE D - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022 was as follows:

	Balance July 1, 2021 *	Transfer/ Increases	Transfer/ Decreases	Balance June 30, 2022
Capital assets, not being depreciated				
Land	\$ 7,827,932	\$ -	\$ -	\$ 7,827,932
Construction in progress	6,377,450	8,848,252	12,947,626	2,278,076
Total capital assets not being depreciated	14,205,382	8,848,252	12,947,626	10,106,008
Capital assets, being depreciated				
Buildings	179,224,183	14,249,565	-	193,473,748
Site improvements	7,328,381	223,488	-	7,551,869
Machinery and equipment	21,392,373	1,318,701	-	22,711,074
Vehicles	13,228,442	191,363	38,700	13,381,105
Food service equipment	664,818	132,421	-	797,239
Total capital assets being depreciated	221,838,197	16,115,538	38,700	237,915,035
Less accumulated depreciation for:				
Buildings	90,076,576	6,623,812	-	96,700,388
Site improvements	4,253,057	311,046	-	4,564,103
Machinery and equipment	18,979,377	293,921	-	19,273,298
Vehicles	9,496,311	861,278	34,830	10,322,759
Food service equipment	437,662	58,277	-	495,939
Total accumulated depreciation	123,242,983	8,148,334	34,830	131,356,487
Total capital assets being depreciated, net	98,595,214	7,967,204	3,870	106,558,548

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE D - CAPITAL ASSETS (Continued)

	Balance July 1, 2021 *	Transfer/ Increases	Transfer/ Decreases	Balance June 30, 2022
Right to use assets				
Leased equipment	\$ 365,895	\$ -	\$ -	\$ 365,895
Total right to use assets	365,895	-	-	365,895
Less accumulated amortization for				
Leased equipment	140,260	73,179	-	213,439
Total accumulated amortization	140,260	73,179	-	213,439
Total right to use assets, net	225,635	(73,179)	-	152,456
Governmental activities capital assets, net	\$ 113,026,231	\$ 16,742,277	\$ 12,951,496	\$ 116,817,012

*The balance as of July 1, 2021 has been restated due to the implementation of GASB 87 (Note A-2).

Depreciation and amortization expense was charged to functions/programs of the primary government as follows:

Governmental activities

Instruction:

Regular programs \$ 4,194,547

Support service:

Pupils 2,097,274

Operations and maintenance 660,592

Transportation 1,071,005

Food service 198,095

Total depreciation and amortization expense -
governmental activities

\$ 8,221,513

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE E - LONG-TERM LIABILITIES

1. Changes in General Long-term Liabilities

During the year ended June 30, 2022, changes in long-term liabilities were as follows:

	<u>Balance</u> <u>July 1, 2021</u>	<u>Increases /</u> <u>Accretion</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2022</u>
Bonds payable:				
General obligation bonds	\$ 43,375,000	\$ -	\$ 3,935,000	\$ 39,440,000
Bond premium - 2014 Bonds	207,535	-	83,013	124,522
Bond premium - 2016 Bonds	1,543,830	-	237,512	1,306,318
Bond premium - 2017 Bonds	623,336	-	95,898	527,438
Bond premium - 2020 Bonds	2,749,174	-	323,432	2,425,742
	<u>48,498,875</u>	<u>-</u>	<u>4,674,855</u>	<u>43,824,020</u>
Lease liabilities	234,197	-	72,820	161,377
Health claims payable	3,668,031	24,638,144	24,490,933	3,815,242
Retirement incentive program	1,175,250	768,900	608,100	1,336,050
Compensated absences	289,956	920,565	979,876	230,645
TRS net pension liability	8,502,014	2,004,368	3,261,766	7,244,616
RHP total other postemployment benefit liability	12,881,163	1,178,031	748,747	13,310,447
THIS total other postemployment benefit liability	<u>87,549,114</u>	<u>2,816</u>	<u>16,743,263</u>	<u>70,808,667</u>
Total long-term liabilities - governmental activities	<u>\$ 162,798,600</u>	<u>\$ 29,512,824</u>	<u>\$ 51,580,360</u>	<u>\$ 140,731,064</u>

The obligations for future health claims, retirement incentive program, retiree health plan, and compensated absences will be repaid from the General Fund.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE E - LONG-TERM LIABILITIES (Continued)

1. Changes in General Long-term Liabilities (Continued)

At June 30, 2022, amounts due within one year on the outstanding long-term liabilities were as follows:

General obligation bonds	\$	4,360,000
Lease liabilities		75,786
Reserve for future health claims		3,815,242
Retirement incentive programs		590,750
Compensated absences		<u>230,645</u>
Total long-term liabilities due within one year - governmental activities	\$	<u><u>9,072,423</u></u>

2. General Obligation Bonds

The summary of activity in bonds payable for the year ended June 30, 2022 is as follows:

	Bonds Payable July 1, 2021	Debt Issued / Accretion	Debt Retired	Bonds Payable June 30, 2022
\$9,060,000 GO Limited Tax Refunding Bonds Series 2014; due December 1, 2023; interest at 5%.	\$ 8,930,000	\$ -	\$ 2,865,000	\$ 6,065,000
\$9,060,000 GO Limited Tax Bonds Series 2016; due December 1, 2023; interest at 5%.	13,915,000	-	300,000	13,615,000
\$8,725,000 GO Limited Tax Bonds Series 2017; due December 1, 2027; interest at 4%.	8,725,000	-	695,000	8,030,000
\$11,805,000 GO Limited Tax Bonds Series 2020; due December 1, 2029; interest at 3% - 5%.	<u>11,805,000</u>	<u>-</u>	<u>75,000</u>	<u>11,730,000</u>
	<u>\$ 43,375,000</u>	<u>\$ -</u>	<u>\$ 3,935,000</u>	<u>\$ 39,440,000</u>

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE E - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds (Continued)

At June 30, 2022, the District's future cash flow requirements for retirement of bond principal and interest was as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 4,360,000	\$ 1,608,050	\$ 5,968,050
2024	4,605,000	1,451,300	6,056,300
2025	4,860,000	1,252,200	6,112,200
2026	5,190,000	1,014,425	6,204,425
2027	5,175,000	775,875	5,950,875
2028-2030	15,250,000	869,800	16,119,800
Total	\$ 39,440,000	\$ 6,971,650	\$ 46,411,650

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$3,274,061 in the Debt Service Fund to service the outstanding bonds payable.

The District is subject to the Illinois School Code, which limits the bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2022, the statutory debt limit for the District was \$280,641,875, of which \$241,201,875 is fully available.

3. Lease Liabilities

The District entered into a lease for various copiers, printers and multi-functional devices. The lease agreements qualify as other than short-term leases under GASB 87 and therefore have been recorded at the present value of the future minimum lease payments upon implementation of GASB 87 as of July 1, 2021. The lease requires monthly payments of \$6,739, with 25 remaining payments as of June 30, 2022. The lease liabilities are measured at a stated interest rate of 4.00%. As a result of the lease, the District has recorded right to use assets with a net book value of \$152,456 as of June 30, 2022. The obligation for this loan will be repaid from the Debt Service Fund with transfer from General (Educational Account) Fund. The future cash flow requirements for the lease are as follows:

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE E - LONG-TERM LIABILITIES (Continued)

Year ending June 30,	Principal	Interest	Total
2023	\$ 75,786	\$ 5,076	\$ 80,862
2024	78,874	1,988	80,862
2025	<u>6,717</u>	<u>22</u>	<u>6,739</u>
Total	<u>\$ 161,377</u>	<u>\$ 7,086</u>	<u>\$ 168,463</u>

4. Early Retirement Incentive Benefits

As described in Note G, the District participates in a Retirement Incentive Option Plan ("RIOP") and Voluntary Separation Option Plan ("VSOP"). Annual benefits payable are as follows:

Year Ending June 30,	Amount
2023	\$ 590,750
2024	548,550
2025	<u>196,750</u>
Total	<u>\$ 1,336,050</u>

NOTE F - PENSION LIABILITIES

1. 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 nonannuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

General Information about the Pension Plan (Continued)

Plan Description (Continued)

TRS issues a publicly available financial report that can be obtained at www.trsil.org/financial/acfrs/fy2021; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

As a multi-employer cost sharing pension plan, TRS employs a methodology to allocate the pension liabilities to each individual district based off of the actual contributions a District makes to the plan in a fiscal year and is re-measured annually, and thus the timing of receipt of contribution payments from the District's or refunds made by TRS to the District can have a significant impact on the District's allocation of the net pension liability that may not be reflective of the District's portion of the total contractual contribution to the Plan. The net pension liability as a whole is a significant accounting estimate that takes into account several assumptions and allocations.

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 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest consecutive years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service.

Tier II members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the 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 percent increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier II annual increases will be the lesser of three percent of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

General Information about the Pension Plan (Continued)

Benefits Provided (Continued)

Public Act 100-0023, enacted in 2017, creates an optional Tier III hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2024. One program allows retiring Tier 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 are funded by bonds issued by the state of Illinois.

Contributions

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

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

On-behalf Contributions to TRS

The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2022, state of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenses of \$43,550,280 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$42,957,663 in the General Fund based on the current financial resources measurement basis.

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2022, were \$501,205, and are deferred because they were paid after the June 30, 2021 measurement date.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

General Information about the Pension Plan (Continued)

Contributions (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, 2022, the employer pension contribution was 10.31 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2022, salaries totaling \$2,880,338 were paid from federal and special trust funds that required employer contributions of \$296,963.

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

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2022, the District paid \$51,449 to TRS for employer contributions due on salary increases in excess of 6 percent and made no payments for sick leave days granted in excess of the normal annual allotment.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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 were as follows:

District's proportionate share of the net pension liability	\$ 7,244,616
State's proportionate share of the net pension liability associated with the District	<u>607,175,799</u>
Total	<u><u>\$ 614,420,415</u></u>

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020, and rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2021, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2021, the District's proportion was 0.0092866244 percent, which was a decrease of 0.0005747557 percent from its proportion measured as of June 30, 2020.

For the year ended June 30, 2022, the District recognized the following pension expense/expenditures and revenue for the support provided by the state pertaining to the District's employees:

	<u>Governmental Activities</u>	<u>General Fund</u>
State on-behalf contributions - revenue	\$ 43,550,280	\$ 42,957,663
and expense/expenditure		
District TRS pension expense/expenditure (benefit)	<u>(1,938,811)</u>	<u>501,205</u>
Total TRS expense/expenditure	<u><u>\$ 41,611,469</u></u>	<u><u>\$ 43,458,868</u></u>

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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

At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 41,559	\$ 29,870
Net difference between projected and actual earnings on pension plan investments	-	485,945
Change of assumptions	3,210	35,800
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>-</u>	<u>3,078,242</u>
Total deferred amounts to be recognized in pension expense in the future periods	<u>44,769</u>	<u>3,629,857</u>
District contributions subsequent to the measurement date	<u>501,205</u>	<u>-</u>
Total deferred amounts related to pensions	<u><u>\$ 545,974</u></u>	<u><u>\$ 3,629,857</u></u>

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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

The District reported \$501,205 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date, which will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

<u>Year ending June 30,</u>	<u>Net Deferred Inflows of Resources</u>
2023	\$ 1,915,691
2024	1,008,499
2025	308,482
2026	299,164
2027	<u>53,252</u>
Total	<u>\$ 3,585,088</u>

Actuarial Assumptions

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

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

In the June 30, 2021 actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2020. In the June 30, 2020 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2017.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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

Actuarial Assumptions (Continued)

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:

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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

Discount Rate

At June 30, 2021, the discount rate used to measure the total pension liability was 7.00 percent, which was the same as the June 30, 2020 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2021 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I's liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so 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 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
District's proportionate share of the net pension liability	\$ 8,972,307	\$ 7,244,616	\$ 5,809,538

TRS Fiduciary Net Position

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund

Plan Description

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

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

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Employees Covered by Benefit Terms

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

Retirees and beneficiaries currently receiving benefits	1,057
Inactive plan members entitled to but not yet receiving benefits	1,410
Active plan members	<u>721</u>
Total	<u><u>3,188</u></u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2021 was 10.45%. For the fiscal year ended June 30, 2022 the District contributed \$2,175,982 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability (Asset)

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

Actuarial Assumptions

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

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

Retirement Age	Experience-based table of rates, specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study from years 2017 to 2019.
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.
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, 2021:

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

Long-term Expected Rate of Return (Continued)	<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
	Domestic equities	39%	1.90%
	International equities	15%	3.15%
	Fixed income	25%	(0.60)%
	Real estate	10%	3.30%
	Alternative investments	10%	1.70% - 5.50%
	Cash equivalents	1%	(0.90)%
	Total	<u>100%</u>	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2021. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was 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:

- a. 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
- b. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

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

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Changes in Net Pension Liability (Asset)

The following table shows the components of the change in the District's net pension liability (asset) for the calendar year ended December 31, 2021:

	<u>Total Pension Liability (A)</u>	<u>Plan Fiduciary Net Position (B)</u>	<u>Net Pension Liability (Asset) (A) - (B)</u>
Balances at December 31, 2020	\$ 146,156,294	\$ 150,830,297	\$ (4,674,003)
Changes for the year:			
Service cost	2,066,746	-	2,066,746
Interest on the total pension liability	10,342,183	-	10,342,183
Difference between expected and actual experience of the total pension liability	2,247,689	-	2,247,689
Changes of assumptions	-	-	-
Contributions - employer	-	2,329,434	(2,329,434)
Contributions - employees	-	1,010,870	(1,010,870)
Net investment income	-	25,816,712	(25,816,712)
Benefit payments, including refunds of employee contributions	(9,077,724)	(9,077,724)	-
Other (net transfer)	-	(131,420)	131,420
Net changes	<u>5,578,894</u>	<u>19,947,872</u>	<u>(14,368,978)</u>
Balances at December 31, 2021	<u>\$ 151,735,188</u>	<u>\$ 170,778,169</u>	<u>\$ (19,042,981)</u>

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

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

	<u>1% Lower (6.25%)</u>	<u>Current Discount Rate (7.25%)</u>	<u>1% Higher (8.25%)</u>
Net pension liability (asset)	<u>\$ (3,418,790)</u>	<u>\$ (19,042,981)</u>	<u>\$ (31,779,703)</u>

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. **Illinois Municipal Retirement Fund** (Continued)

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

For the year ended June 30, 2021 the District recognized pension income of \$4,426,990. At June 30, 2022, the District reported, deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 1,177,787	\$ -
Change of assumptions	-	40,736
Net difference between projected and actual earnings on pension plan investments	<u>-</u>	<u>20,147,793</u>
Total deferred amounts to be recognized in pension expense in the future periods	<u>1,177,787</u>	<u>20,188,529</u>
Pension contributions made subsequent to the measurement date	<u>1,019,387</u>	<u>-</u>
Total deferred amounts related to pensions	<u><u>\$ 2,197,174</u></u>	<u><u>\$ 20,188,529</u></u>

The District reported \$1,019,387 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2023.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. **Illinois Municipal Retirement Fund** (Continued)

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

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:

<u>Year ending June 30,</u>	<u>Net Deferred Inflows of Resources</u>
2023	\$ 3,317,935
2024	7,727,272
2025	4,946,682
2026	<u>3,018,853</u>
Total	<u>\$ 19,010,742</u>

3. **Summary of Pension Items**

Below is a summary of the various pension items:

	<u>TRS</u>	<u>IMRF</u>	<u>Total</u>
Deferred outflows of resources:			
Employer contributions	\$ 501,205	\$ 1,019,387	\$ 1,520,592
Experience	41,559	1,177,787	1,219,346
Assumptions	3,210	-	3,210
	<u>\$ 545,974</u>	<u>\$ 2,197,174</u>	<u>\$ 2,743,148</u>
Net pension liability (asset)	<u>\$ 7,244,616</u>	<u>\$ (19,042,981)</u>	<u>\$ (11,798,365)</u>
Pension expense (income)	<u>\$ 41,611,469</u>	<u>\$ (4,426,990)</u>	<u>\$ 37,184,479</u>

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

3. Summary of Pension Items (Continued)

	<u>TRS</u>	<u>IMRF</u>	<u>Total</u>
Deferred inflows of resources:			
Experience	\$ 29,870	\$ -	\$ 29,870
Assumptions	35,800	40,736	76,536
Proportionate share	3,078,242	-	3,078,242
Investments	485,945	20,147,793	20,633,738
	<u>\$ 3,629,857</u>	<u>\$ 20,188,529</u>	<u>\$ 23,818,386</u>

4. Social Security/Medicare

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "nonparticipating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security/Medicare. The District paid the total required contribution for the current fiscal year.

5. 457(b) Retirement Plan

The Board of Education approved the establishment of various 457(b) Retirement Plan, which is are defined contribution plans, for District employees. The plans are held in a trust and administered by a third party serving as the plans' trustee. The number of employees participating in the plan on June 30, 2022 was 17. The plan allows for both employee and the District to make optional contributions to the plan. For the fiscal year ended June 30, 2022, the District did not make any contributions to the plan.

6. 403(b) Retirement Plan

The District also various 403(b) Salary Reduction plans, that also contains a Roth option, which are defined contribution plans, for District employees. The plans are held in a trust and administered by a third party serving as the plans' trustee. The number of employees participating in the plan on June 30, 2022 was 449. The plan allows for both employee and the District to make contributions to the plan. For the fiscal year ended June 30, 2022, the District did not make any contributions to the plan.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS

1. Teachers' Health Insurance Security (THIS)

General Information about the Other Postemployment Plan

Plan Description

The District participates in the Teacher Health Insurance Security Fund (THIS), 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 State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

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 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.

Contributions

On behalf contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the District. In the fund financial statements, the State contributions are intended to match contributions to the THIS Fund from active members, which were 0.90 percent of pay during the year ended June 30, 2022. In the government-wide financial statements, State of Illinois contributions also include a proportional allocation of the State's OPEB expense (based on the portion of the District's share of the expense compared to all School Districts in aggregate). For the year ended June 30, 2022, the District recognized revenue and expenses of \$2,594,634 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$777,732 in the General Fund based on the current financial resources measurement basis for State of Illinois contributions on behalf of the District's employees.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

General Information about the Other Postemployment Plan (Continued)

Contributions (Continued)

District contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.67 percent during the year ended June 30, 2022. For the year ended June 30, 2022, the District paid \$578,978 to the THIS Fund, which was 100 percent of the required contribution. These amounts are deferred because they were paid after the June 30, 2021 measurement date.

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

Other Postemployment Benefit (OPEB) Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

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 OPEB 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	\$ 70,808,667
State's estimated proportionate share of the net OPEB liability associated with the District*	<u>96,006,218</u>
Total	<u>\$ 166,814,885</u>

* The State's proportionate share of the net OPEB liability (NOL) associated with the District is not available in the actuarial report and therefore the amount reported above is an estimate calculated by allocating the State's total NOL for the entire plan (per the actuary) based on the District's proportionate share of the NOL to all the school districts participating in the Plan. Additionally, the amounts included below related to sensitivity of the healthcare rate, discount rate and amortization of deferred inflows and outflows are based on a similar allocation methodology.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. **Teachers' Health Insurance Security (THIS)** (Continued)

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

The net OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2020, and rolled forward to June 30, 2021. The 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, 2021, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2021, the District's proportion was 0.321049 percent, which was an decrease of 0.006410 percent from its proportion measured as of June 30, 2020.

For the year ended June 30, 2022, the District recognized the following for OPEB expense/expenditure and revenue pertaining to the District's employees:

	Governmental Activities	General Fund
State on-behalf contributions - OPEB revenue and expense/expenditure	\$ 2,594,634	\$ 777,732
District OPEB pension (income) expense	(1,441,061)	578,978
Total OPEB expense/expenditure	\$ 1,153,573	\$ 1,356,710

At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 3,312,341
Change of assumptions	24,445	26,514,655
Net difference between projected and actual earnings on OPEB plan investments	-	242
Changes in proportion and differences between District contributions and proportionate share of contributions	844	3,090,985
Total deferred amounts to be recognized in OPEB expense in future periods	25,289	32,918,223
District contributions subsequent to the measurement date	578,978	-
Total deferred amounts related to OPEB	\$ 604,267	\$ 32,918,223

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. **Teachers' Health Insurance Security (THIS)** (Continued)

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

The District reported \$578,978 as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date that will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2023. Other amounts reported as deferred inflows of resources and deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

<u>Year ending June 30:</u>	<u>Net Deferred Inflows of Resources</u>
2023	\$ 6,164,147
2024	6,163,670
2025	5,397,732
2026	4,143,086
2027	3,753,567
Thereafter	<u>7,270,732</u>
Total	<u>\$ 32,892,934</u>

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:

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB Liability
Contribution Policy	Benefits are financed on a pay-as-you basis. Contribution rates are defined by statute. For fiscal year end June 30, 2021, contribution rates are 1.24% of pay for active members, 0.92% of pay for school districts, and 1.24% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

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

Actuarial Assumptions (Continued)

Asset Valuation Method	Market value
Investment rate of return	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Inflation	2.50%
Salary increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2018, actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. Disabled Annuitants: RP-2014 Disabled Annuitant Table. Pre-Retirement: RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.
Healthcare Trend Rate	Trend for fiscal year ending 2022 based on expected increases used to develop average costs. For fiscal years on and after 2023, trend starts at 8.00% gradually decreases to an ultimate trend of 4.25%.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

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

Actuarial Assumptions (Continued)

Expenses

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

Discount Rate

The State, school districts and active members contribute 1.24 percent, 0.92 percent, 1.24 percent of pay, respectively for fiscal year 2021. Retirees contribute a percentage of the premium rate. The State also contributes an additional amount to cover plan costs in excess of contributions and investment income. Because plan benefits are financed on a pay-as-you-go basis, the single discount rate is based on a tax-exempt municipal bond rate index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. A single discount rate of 2.45 percent at June 30, 2020, and 1.92 percent at June 30, 2021, was used to measure the total OPEB liability. The decrease in the single discount rate, from 2.45 percent to 1.92 percent, caused the total OPEB liability to increase by approximately \$1,965 million as of June 30, 2021.

Investment Return

During plan year end June 30, 2021, the trust earned \$51,000 in interest, and the market value of assets at June 30, 2021, is \$313.2 million. The long-term investment return was assumed to be 2.75 percent.

Money-Weighted Rate of Return

The annual money-weighted rate of return was estimated based on monthly investment performance, net of investment expenses, adjusted for changing amounts actually invested. The annual money-weighted rate of return was 0.320% for plan year end June 30, 2021, and 1.732% for plan year end June 30, 2020.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. **Teachers' Health Insurance Security (THIS)** (Continued)

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

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 1.92 percent, 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 (0.92 percent) or 1-percentage-point higher (2.92 percent) than the current rate:

	<u>1% Decrease (0.92%)</u>	<u>Current Discount Rate (1.92%)</u>	<u>1% Increase (2.92%)</u>
District's proportionate share of the net OPEB liability	<u>\$ 85,062,061</u>	<u>\$ 70,808,667</u>	<u>\$ 59,510,914</u>

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

The following table shows the plan's net OPEB liability as of June 30, 2021, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower. The key trend rates are 8.00 percent in 2022 decreasing to an ultimate trend rate of 4.25 percent in 2038.

	<u>1% Decrease*</u>	<u>Current Healthcare Trend Rate</u>	<u>1% Increase **</u>
District's proportionate share of the net OPEB liability	<u>\$ 56,685,905</u>	<u>\$ 70,808,667</u>	<u>\$ 89,993,402</u>

*One percentage point decrease in healthcare trend rates are 7.00% in 2022 decreasing to an ultimate trend rate of 3.25% in 2038.

** One percentage point increase in healthcare trend rates are 9.00% in 2022 decreasing to an ultimate trend rate of 5.25% in 2038.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP)

Plan Description

The District administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The benefits, benefit levels, employee contributions and employer contributions are governed by the District and may be amended by the District through its employment contracts. The plan does not issue a separate financial report.

Benefits Provided

The plan provides the ability for retirees and their spouses to access the District's group health insurance plan during retirement, provided they are on the group health insurance plan at the time of retirement. Retirees are responsible to contribute a premium toward the cost of their insurance, which is determined by Board. Retirees may also access dental and life insurance benefits on a "direct pay" basis.

Funding Policy - Retirement Incentive Option Plan ("RIOP") Retirees

Retirees under RIOP are not eligible for retiree medical, dental, and vision benefits under the District's plan. In consideration thereof, the District shall make four annual benefit cash payments as a contribution toward the Teachers' Retirement Incentive Program or other non-District insurance following retirement in the amount of \$375/month for single and an additional \$250/month for a teacher's spouse. In lieu of monthly insurance contributions, the retiree may elect a cash payment made in a lump sum payment within 30 days following retirement, in the amounts of \$11,250 for single and \$7,500 for a teacher's spouse. This agreement covers employees who retire through June 30, 2022.

Funding Policy - Education Support Personnel Association ("ESPA") Retirees

Eligibility is based on a tiered IMRF eligibility as well as a minimum of 12 years of service with the District. Participants are eligible for a \$3,000 employee-only 3-year annual benefit. In addition to this benefit, participants are also eligible for lifetime medical, dental and vision benefits.

Funding Policy - Service Employees International Union ("SEIU") Retirees

Eligibility is based on a tiered IMRF eligibility. Participants are eligible for a \$3,000 employee-only 3-year annual benefit. In addition to this benefit participants are also eligible for lifetime medical, dental and vision benefits. IN the fiscal year 2020, the 3-year annual benefit was sunset.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

Benefits Provided (Continued)

Funding Policy - EXECS Retirees

Eligibility is based on a tiered IMRF eligibility. Participants are eligible for a \$3,000 employee-only 3-year annual benefit. In addition to this benefit participants are also eligible for lifetime medical, dental and vision benefits. In the fiscal year 2020, the 3-year annual benefit was sunset.

Employees Covered by Benefit Terms

As of June 30, 2022 the following employees were covered by the benefit terms:

Active	1,481
Inactive currently receiving benefits	<u>160</u>
Total	<u><u>1,641</u></u>

Contributions

Retirees under the age of 65 contribute the full active employee equivalent rate. Retirees have the option of choosing from an HMO or PPO plan through the District. Premiums for the plan are set by the Board of Education. Currently, the District contributes 0 percent to 100 percent to postemployment benefits, which varies for different employee groups. For fiscal year 2022, the District contributed \$616,002 toward the cost of the postemployment benefits for retirees, which was 0.58% of covered payroll.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

Total OPEB Liability

The total OPEB liability was determined by an actuarial valuation performed as of July 1, 2021 using the following actuarial methods and assumptions:

Actuarial valuation date	July 1, 2021
Measurement date	June 30, 2021
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Inflation	2.50%
Discount rate	2.16%
Salary rate increase	0.00%
Healthcare trend rate	7.50% initial 4.50% ultimate (reached in 2042)
Mortality rates	Pub-2010 Public Retirement Plans General mortality table projected generationally with Scale MP-2021.
Election at Retirement	20% of active employees in ESPA, SEIU, EXECS and OTHER (IMRF) plans currently electing health coverage are assumed to elect health coverage upon retirement. 100% of active employees in RIOP (TRS) plan currently electing health coverage are assumed to elect a \$4,500/\$7,500 employee/employee plus spouse 4-year annuity. 100% of participants are assumed to elect an annuity in lieu of \$11,250/\$18,750 employee/employee plus spouse one-time lump sum payment.
Coverage Status	20% Employees are assumed to continue in their current plan into retirement if a District medical plan is selected. Active employees with HMO Plan C coverage are assumed to elect HMO Plan D at retirement.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

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

The following presents the plan's total OPEB liability, calculated using a Single Discount Rate of 2.16%, as well as what the plan's total OPEB 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 (1.16%)	Current Discount Rate (2.16%)	1% Higher (3.16%)
Total OPEB liability	\$ <u>15,226,803</u>	\$ <u>13,310,447</u>	\$ <u>11,754,574</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Trend Rate

The following presents the plan's net OPEB liability, calculated using a Healthcare Trend Rate range of 4.50%-7.50%, as well as what the plan's net OPEB liability would be if it were calculated using a Healthcare Trend Rate range that is 1% lower or 1% higher than the current range:

	1% Lower	Current Healthcare Rate	1% Higher
Total OPEB liability	\$ <u>12,145,107</u>	\$ <u>13,310,447</u>	\$ <u>14,833,968</u>

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

For the year ended June 30, 2022 the District recognized OPEB expense of \$1,008,209. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in OPEB Expense in Future Periods		
Differences between expected and actual experience	\$ -	\$ 1,345,805
Change of assumptions	<u>2,552,368</u>	<u>375,538</u>
Total deferred amounts to be recognized in OPEB expense in the future periods	\$ <u>2,552,368</u>	\$ <u>1,721,343</u>

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. **Retiree Health Plan (RHP)** (Continued)

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

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

Year Ended June 30,	Net Deferred Outflows of Resources
2023	\$ 102,492
2024	102,492
2025	102,492
2026	102,490
2027	196,375
Thereafter	224,684
Total	\$ 831,025

3. **Summary of OPEB Items**

Below is a summary of the various OPEB items at June 30, 2022:

	THIS	RHP	Total
Deferred outflows of resources:			
Employer contributions	\$ 578,978	\$ -	\$ 578,978
Assumptions	24,445	2,552,368	2,576,813
Proportionate share	844	-	844
	\$ 604,267	\$ 2,552,368	\$ 3,156,635
OPEB liability	\$ 70,808,667	\$ 13,310,447	\$ 84,119,114
OPEB expense	\$ 1,153,573	\$ 1,008,209	\$ 2,161,782

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

3. Summary of OPEB Items (Continued)

	<u>THIS</u>	<u>RHP</u>	<u>Total</u>
Deferred inflows of resources:			
Assumptions	\$ 26,514,655	\$ 375,538	\$ 26,890,193
Experience	3,312,341	1,345,805	4,658,146
Investments	242	-	242
Proportionate share	3,090,985	-	3,090,985
	<u>\$ 32,918,223</u>	<u>\$ 1,721,343</u>	<u>\$ 34,639,566</u>

NOTE H - INTERFUND TRANSFERS

The District transferred \$5,000,000 to the Capital Projects Fund from the Operations and Maintenance Fund. The amount transferred represents funding for payment of capital projects.

The District transferred \$1,000,000 to the Operations and Maintenance Fund from the General (Educational Account) Fund. The amount transferred represents funding for the transfer to the Capital Projects Fund.

The District transferred \$80,862 to the Debt Service Fund from the General Fund (Educational Account). The amount transferred represents payments for principal and interest on capital lease.

NOTE I - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The District purchases insurance from private insurance companies for general liability and other coverages not included below. Premiums have been recorded as expenditures in the appropriate funds. The District is self-insured for medical and dental, workers' compensation, and unemployment compensation coverage that is provided to District personnel. A third party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third party administrator for payment of employee health, worker's compensation, and unemployment compensation claims and administration fees. The District's liability will not exceed \$100,000 per employee for HMO plans and \$275,000 per employee for PPO medical coverage, as provided by stop-loss provisions incorporated into the plan. There is no aggregate stop-loss provision incorporated in the plan. The District's liability will not exceed \$300,000 per employee and \$1,000,000 in the aggregate for workers' compensation coverage, as provided by stop-loss provisions incorporated into the plan.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE I - RISK MANAGEMENT (Continued)

At June 30, 2022, total unpaid claims, including an estimate of claims that have been incurred but not reported (IBNRs) to the administrative agent, totaled \$5,997,357. These estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other nonincremental costs to the claims liability.

For the two fiscal years ended June 30, 2022 and 2021, changes in the liability for unpaid claims are as follows:

	<u>2022</u>	<u>2021</u>
Unpaid claims, beginning of fiscal year	\$ 5,937,507	\$ 5,802,006
Incurred claims (including IBNRs)	24,638,143	21,323,937
Claim payments	<u>(24,578,293)</u>	<u>(21,188,436)</u>
Unpaid claims, end of fiscal year	<u>\$ 5,997,357</u>	<u>\$ 5,937,507</u>

At June 30, 2022, this includes \$3,815,242 of estimated incurred but not reported claims and \$2,182,115 of known reported claims.

The District continues to carry commercial insurance for all other risks of loss, including torts and professional liability insurance. Settled claims have not exceeded commercial insurance coverage for the past three fiscal years.

NOTE J - CONTINGENCIES

1. Litigation

The District is a defendant in various tax appeal lawsuits and other litigation. With regards to the outstanding tax appeals, although the outcome of these lawsuits is not presently determinable, it is possible that the outcome could have an adverse effect on the financial condition of the District. With regard to other pending matters, the eventual outcome and related liability, if any are not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.

Community Consolidated School District 15

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE J - CONTINGENCIES (Continued)

2. COVID-19

The long-term direct and indirect impacts of the COVID-19 pandemic on the District's enrollment, vendors, operations, and financing arrangements are currently unknown, as is the duration and severity of any impacts that the District may experience. The District continues to monitor investment values and returns, tax revenues, and state and federal funding, which could be impacted. While the District's evaluation is ongoing, management is currently unable to quantify the full effects that the pandemic will have on its operations, cash flows, and financial position; however, they may be significant.

3. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be insignificant. In addition, From time to time, the District may receive revenues in excess of expenditures related to certain federal grant programs. This surplus will typically be drawn down by the District in the subsequent fiscal year. While the District believes it unlikely, the District may be required to remit surplus funds, which may be significant, back to the granting agency.

NOTE K - CONSTRUCTION COMMITMENTS

The District has contracts for construction projects which have been approved by the Board of Education at June 30, 2022. Future commitments under these contracts approximate \$6,097,000 at June 30, 2022.

NOTE L - SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 15, 2022, the date that these financial statements were available to be issued. Management has determined that no events or transactions, other than the event noted below, have occurred subsequent to the balance sheet date that require additional disclosure in the financial statements.

Subsequent to June 30, 2022, the Board of Education approved a resolution providing for the issuance of not to exceed \$50,000,000 General Obligation School Bonds, Series 2023, for the purpose of paying certain costs of capital projects approved by referendum at the November 8, 2022.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

Community Consolidated School District 15
MULTIYEAR SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET)
AND RELATED RATIOS
Illinois Municipal Retirement Fund
Eight Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total pension liability			
Service cost	\$ 2,066,746	\$ 2,327,881	\$ 2,258,064
Interest on the total pension liability	10,342,183	10,027,941	9,680,084
Difference between expected and actual experience of the total pension liability	2,247,689	1,727,450	703,365
Assumption changes	-	(981,508)	-
Benefit payments and refunds	<u>(9,077,724)</u>	<u>(8,195,917)</u>	<u>(7,560,865)</u>
Net change in total pension liability	5,578,894	4,905,847	5,080,648
Total pension liability, beginning	<u>146,156,294</u>	<u>141,250,447</u>	<u>136,169,799</u>
Total pension liability, ending	<u>\$ 151,735,188</u>	<u>\$ 146,156,294</u>	<u>\$ 141,250,447</u>
Plan fiduciary net position			
Contributions, employer	\$ 2,329,434	\$ 2,377,567	\$ 2,029,882
Contributions, employee	1,010,870	992,120	1,028,251
Net investment income	25,816,712	19,324,226	22,287,894
Benefit payments, including refunds of employee contributions	(9,077,724)	(8,195,917)	(7,560,865)
Other (net transfer)	<u>(131,420)</u>	<u>663,850</u>	<u>(44,957)</u>
Net change in plan fiduciary net position	19,947,872	15,161,846	17,740,205
Plan fiduciary net position, beginning	<u>150,830,297</u>	<u>135,668,451</u>	<u>117,928,246</u>
Plan fiduciary net position, ending	<u>\$ 170,778,169</u>	<u>\$ 150,830,297</u>	<u>\$ 135,668,451</u>
Net pension liability (asset)	<u>\$ (19,042,981)</u>	<u>\$ (4,674,003)</u>	<u>\$ 5,581,996</u>
Plan fiduciary net position as a percentage of the total pension liability	112.55 %	103.20 %	96.05 %
Covered valuation payroll	\$ 22,289,919	\$ 21,713,641	\$ 22,430,357
Net pension liability (asset) as a percentage of covered valuation payroll	(85.43) %	(21.53) %	24.89 %

Note: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015 and, therefore, 10 years of information is not available.

Note: Actuarial valuations are as of December 31, which is six months prior to the end of the fiscal year.

	2019	2018	2017	2016	2015
\$	2,146,836	\$ 2,365,295	\$ 2,391,445	\$ 2,480,476	\$ 2,592,705
	9,338,430	9,370,058	8,954,239	8,642,367	7,902,341
	1,349,426	(1,579,013)	382,859	(1,108,127)	(104,887)
	3,390,009	(3,760,868)	(417,042)	271,397	4,959,313
	(6,987,760)	(6,428,144)	(6,039,161)	(5,476,178)	(5,068,822)
	<u>9,236,941</u>	<u>(32,672)</u>	<u>5,272,340</u>	<u>4,809,935</u>	<u>10,280,650</u>
	<u>126,932,858</u>	<u>126,965,530</u>	<u>121,693,190</u>	<u>116,883,255</u>	<u>106,602,605</u>
\$	<u><u>136,169,799</u></u>	<u><u>126,932,858</u></u>	<u><u>126,965,530</u></u>	<u><u>121,693,190</u></u>	<u><u>116,883,255</u></u>
\$	2,485,545	\$ 2,408,418	\$ 2,515,329	\$ 2,523,412	\$ 2,609,683
	1,009,104	976,846	977,407	980,331	1,000,950
	(6,956,143)	19,836,871	7,263,321	537,963	6,234,662
	(6,987,760)	(6,428,144)	(6,039,161)	(5,476,178)	(5,068,822)
	<u>2,454,450</u>	<u>(3,000,058)</u>	<u>633,859</u>	<u>(366,048)</u>	<u>865,734</u>
	<u>(7,994,804)</u>	<u>13,793,933</u>	<u>5,350,755</u>	<u>(1,800,520)</u>	<u>5,642,207</u>
	<u>125,923,050</u>	<u>112,129,117</u>	<u>106,778,362</u>	<u>108,578,882</u>	<u>102,936,675</u>
\$	<u><u>117,928,246</u></u>	<u><u>125,923,050</u></u>	<u><u>112,129,117</u></u>	<u><u>106,778,362</u></u>	<u><u>108,578,882</u></u>
\$	<u><u>18,241,553</u></u>	<u><u>1,009,808</u></u>	<u><u>14,836,413</u></u>	<u><u>14,914,828</u></u>	<u><u>8,304,373</u></u>
	86.60 %	99.20 %	88.31 %	87.74 %	92.90 %
\$	21,659,433	\$ 21,196,007	\$ 21,434,510	\$ 21,350,975	\$ 21,864,600
	84.22 %	4.76 %	69.22 %	69.86 %	37.98 %

Community Consolidated School District 15
MULTIYEAR SCHEDULE OF CONTRIBUTIONS
 Illinois Municipal Retirement Fund
Eight Most Recent Fiscal Years

Year	Actuarially Determined Contribution	Actual Contribution	Contribution (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2022	\$ 2,329,297 *	\$ 2,329,434	\$ (137)	\$ 22,289,919	10.45 %
2021	2,358,101	2,377,567	(19,466)	21,713,641	10.95
2020	1,994,059	2,029,882	(35,823)	22,430,357	9.05
2019	2,469,175	2,485,545	(16,370)	21,659,433	11.48
2018	2,403,627	2,408,418	(4,791)	21,196,007	11.36
2017	2,503,551	2,515,329	(11,778)	21,434,510	11.73
2016	2,504,469	2,523,412	(18,943)	21,350,975	11.82
2015	2,599,701	2,609,683	(55,317)	21,864,600	11.94

* Estimated based on contribution rate of 10.45% and covered valuation payroll of \$22,289,919 (most recent information available).

Note: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015 and, therefore, 10 years of information is not available.

Community Consolidated School District 15
MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
Teachers' Retirement System of the State of Illinois
Eight Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net pension liability	0.0092866244 %	0.0098613801 %	0.0103300097 %
District's proportionate share of the net pension liability	\$ 7,244,616	\$ 8,502,014	\$ 8,378,481
State's proportionate share of the net pension liability associated with the District	<u>607,175,799</u>	<u>665,921,910</u>	<u>596,287,372</u>
Total	<u>\$ 614,420,415</u>	<u>\$ 674,423,924</u>	<u>\$ 604,665,853</u>
District's covered-employee payroll	\$ 83,318,904	\$ 82,770,487	\$ 80,633,994
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	8.70 %	10.27 %	10.39 %
Plan fiduciary net position as a percentage of the total pension liability	45.10 %	37.80 %	39.60 %

Note 1: Actuarial valuations are as of June 30 for the fiscal year prior to the fiscal year in which the net pension liability is reported.

Note 2: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015 and, therefore, 10 years of information is not available.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.0109165059 %	0.0220112192 %	0.0271555926 %	0.0280300574 %	0.0254451721 %
\$ 8,508,853	\$ 16,816,162	\$ 21,435,551	\$ 18,362,511	\$ 15,485,492
<u>582,892,077</u>	<u>571,728,000</u>	<u>619,267,667</u>	<u>495,583,969</u>	<u>445,814,176</u>
<u>\$ 591,400,930</u>	<u>\$ 588,544,162</u>	<u>\$ 640,703,218</u>	<u>\$ 513,946,480</u>	<u>\$ 461,299,668</u>
\$ 78,216,900	\$ 77,096,168	\$ 79,091,122	\$ 76,909,767	\$ 74,922,034
10.88 %	21.81 %	27.10 %	23.88 %	20.67 %
40.00 %	39.30 %	36.40 %	41.50 %	43.00 %

Community Consolidated School District 15
MULTIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS
 Teachers' Retirement System of the State of Illinois
Eight Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 483,250	\$ 480,069	\$ 467,677
Contributions in relation to the contractually required contribution	<u>483,089</u>	<u>480,733</u>	<u>467,823</u>
Contribution deficiency (excess)	<u>\$ 161</u>	<u>\$ (664)</u>	<u>\$ (146)</u>
District's covered-employee payroll	\$ 86,414,644	\$ 83,318,904	\$ 82,770,487
Contributions as a percentage of covered-employee payroll	0.56 %	0.58 %	0.57 %

Note 1: Actuarial valuations are as of June 30 for the fiscal year prior to the fiscal year in which the net pension liability is reported.

Note 2: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015 and, therefore, 10 years of information is not available.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 453,658	\$ 905,705	\$ 1,056,048	\$ 986,480	\$ 907,871
<u>453,570</u>	<u>906,854</u>	<u>1,051,657</u>	<u>982,172</u>	<u>907,871</u>
\$ <u>88</u>	\$ <u>(1,149)</u>	\$ <u>4,391</u>	\$ <u>4,308</u>	\$ <u>-</u>
\$ 80,633,994	\$ 78,216,900	\$ 77,096,168	\$ 79,091,122	\$ 76,909,767
0.56 %	1.16 %	1.36 %	1.24 %	1.18 %

Community Consolidated School District 15
MULTIYEAR SCHEDULE OF CHANGES IN TOTAL OTHER POSTEMPLOYMENT
BENEFITS (OPEB) LIABILITY AND RELATED RATIOS
Retiree Health Plan
Five Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total OPEB liability			
Service cost	\$ 614,275	\$ 445,675	\$ 638,111
Interest on the total OPEB liability	291,442	385,681	440,855
Difference between expected and actual experience of the total OPEB liability	(132,745)	-	(1,456,661)
Employee contributions	-	-	-
Changes of assumptions	272,314	1,798,388	1,478,276
Benefit payments	(616,002)	(644,804)	(618,732)
Changes in plan provisions	-	-	(648,473)
Net change in total OPEB liability	<u>429,284</u>	<u>1,984,940</u>	<u>(166,624)</u>
Total OPEB liability, beginning	12,881,163	10,896,223	11,062,847
Total OPEB liability, ending	<u>\$ 13,310,447</u>	<u>\$ 12,881,163</u>	<u>\$ 10,896,223</u>
Plan fiduciary net position			
Contributions, employer	\$ 616,002	\$ 644,804	\$ 618,732
Contributions, active and inactive employees	-	-	-
Net investment income	-	-	-
Benefit payments	(616,002)	(644,804)	(618,732)
Other (net transfer)	-	-	-
Net change in plan fiduciary net position	-	-	-
Plan fiduciary net position, beginning	-	-	-
Plan fiduciary net position, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB liability	<u>\$ 13,310,447</u>	<u>\$ 12,881,163</u>	<u>\$ 10,896,223</u>
Plan fiduciary net position as a percentage of the total OPEB liability	0.00 %	0.00 %	0.00 %
Covered valuation payroll	\$ 106,718,159	\$ 106,360,324	\$ 102,361,382
Net OPEB liability as a percentage of covered valuation payroll	12.47 %	12.11 %	10.64 %

Note: The District implemented GASB 75 beginning with its fiscal year ended June 30, 2018 therefore 10 years of information is not available.

<u>2019</u>	<u>2018</u>
\$ 678,459	\$ 655,471
367,574	304,511
-	(581,892)
-	708,698
(751,074)	68,930
(594,437)	(1,351,198)
-	-
<u>(299,478)</u>	<u>(195,480)</u>
11,362,325	11,557,805
<u>\$ 11,062,847</u>	<u>\$ 11,362,325</u>
\$ 594,437	\$ 642,500
-	708,698
-	-
(594,437)	(1,351,198)
-	-
<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>
<u>\$ 11,062,847</u>	<u>\$ 11,362,325</u>
0.00 %	0.00 %
\$ 99,089,475	\$ 100,478,072
11.16 %	11.31 %

Community Consolidated School District 15
MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET OTHER POSTEMPLOYMENT BENEFIT (OPEB) LIABILITY
Teachers' Health Insurance Security Fund
Five Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net OPEB liability	0.3210490000 %	0.3274590000 %	0.3280250000 %
District's proportionate share of the net OPEB liability	\$ 70,808,667	\$ 87,549,114	\$ 90,788,912
State's proportionate share of the net OPEB liability associated with the District	<u>96,006,218</u>	<u>118,605,207</u>	<u>122,939,770</u>
Total	<u>\$ 166,814,885</u>	<u>\$ 206,154,321</u>	<u>\$ 213,728,682</u>
District's covered-employee payroll	\$ 83,318,904	\$ 82,770,487	\$ 80,633,994
District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	84.99%	105.77%	112.59%
Plan fiduciary net position as a percentage of the total OPEB liability	1.40%	0.70%	0.25%

Note 1: Actuarial valuations are as of June 30 for the fiscal year prior to the fiscal year in which the net OPEB liability is reported.

Note 2: The District implemented GASB 75 beginning with its fiscal year ended June 30, 2018 therefore 10 years of information is not available.

<u>2019</u>	<u>2018</u>
0.3300404000 %	0.3351630000 %
\$ 86,952,028	\$ 86,973,444
<u>116,757,822</u>	<u>114,217,743</u>
<u>\$ 203,709,850</u>	<u>\$ 201,191,187</u>
\$ 78,216,900	\$ 77,096,168
111.17%	112.81%
-0.07%	-0.17%

Community Consolidated School District 15
MULTIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS
 Teachers' Health Insurance Security Fund
Five Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 766,534	\$ 761,488	\$ 741,833
Contributions in relation to the contractually required contribution	<u>766,667</u>	<u>762,099</u>	<u>741,731</u>
Contribution excess	<u>\$ 133</u>	<u>\$ 611</u>	<u>\$ (102)</u>
District's covered-employee payroll	\$ 86,414,644	\$ 83,318,904	\$ 82,770,487
Contributions as a percentage of covered-employee payroll	0.89%	0.91%	0.90%

Note 1: Actuarial valuations are as of June 30 for the fiscal year prior to the fiscal year in which the net OPEB liability is reported.

Note 2: The District implemented GASB 75 beginning with its fiscal year ended June 30, 2018 therefore 10 years of information is not available.

<u>2019</u>	<u>2018</u>
\$ 688,309	\$ 647,608
<u>688,502</u>	<u>647,665</u>
<u>\$ 193</u>	<u>\$ 57</u>
\$ 80,633,994	\$ 78,216,900
0.85%	0.83%

Community Consolidated School District 15

General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues					
Local sources					
General levy	\$102,844,384	\$ 102,844,384	\$102,688,173	\$ (156,211)	\$ 98,337,612
Special education levy	1,229,080	1,229,080	1,270,441	41,361	1,101,264
Corporate personal property replacement taxes	1,000,000	1,000,000	4,081,790	3,081,790	1,986,943
Regular tuition from other sources - out of state	10,000	10,000	-	(10,000)	2,160
Special education tuition from other districts	40,000	40,000	5,399	(34,601)	38,341
Interest on investments	115,400	115,400	45,861	(69,539)	114,487
Sales to adults	10,000	10,000	1,903	(8,097)	376
Other food service	5,000	5,000	3,869	(1,131)	3,854
Admissions - athletic	50,000	50,000	-	(50,000)	-
Admissions - other	500	500	-	(500)	-
Fees	-	-	44,418	44,418	-
Student Activity Fund Revenues	956,944	956,944	445,969	(510,975)	714,417
Rentals - regular textbook	825,000	825,000	1,029,451	204,451	887,135
Rentals	3,000	3,000	350	(2,650)	665
Contributions and donations from private sources	-	-	5,000	5,000	-
Refund of prior years' expenditures	20,000	20,000	7,661	(12,339)	37,544
Payments of surplus moneys from TIF districts	-	-	725,188	725,188	-
Proceeds from vendors' contracts	482,113	482,113	423,284	(58,829)	127,934
Other local fees	14,000	14,000	16,549	2,549	13,446
Other	<u>150,000</u>	<u>150,000</u>	<u>144,315</u>	<u>(5,685)</u>	<u>714,232</u>
Total local sources	<u>107,755,421</u>	<u>107,755,421</u>	<u>110,939,621</u>	<u>3,184,200</u>	<u>104,080,410</u>
State sources					
Evidence Based Funding Formula	17,271,352	17,271,352	17,310,018	38,666	16,946,225
Special Education - Private Facility T	450,000	450,000	461,222	11,222	458,240
Special Education - Orphanage - Individual	270,000	270,000	270,217	217	415,202
Special Education - Orphanage - Summer Individual	5,000	5,000	14,455	9,455	2,288

(Continued)

Community Consolidated School District 15

General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
State sources (Continued)					
CTE - Secondary Program					
Improvement (CTEI)	\$ -	\$ -	\$ 10,623	\$ 10,623	\$ 10,339
State Free Lunch & Breakfast	25,000	25,000	132,620	107,620	16,940
Other restricted revenue from state sources	<u>17,000</u>	<u>17,000</u>	<u>10,916</u>	<u>(6,084)</u>	<u>17,330</u>
Total state sources	<u>18,038,352</u>	<u>18,038,352</u>	<u>18,210,071</u>	<u>171,719</u>	<u>17,866,564</u>
Federal sources					
National School Lunch Program	-	-	5,504,012	5,504,012	17,240
Special Milk Program	100	100	-	(100)	-
School Breakfast Program	10,000	10,000	1,168,108	1,158,108	10,281
Summer Food Service Program	4,000,000	4,000,000	326,891	(3,673,109)	4,682,762
Fresh Fruit and Vegetables	39,050	39,050	-	(39,050)	13,187
Title I - Low Income	1,936,696	1,936,696	1,256,768	(679,928)	1,079,334
Title I - Other	-	-	27,316	27,316	16,629
Title IV - 21st Century	-	-	215,121	215,121	8,161
Federal Special Education - Preschool Flow-Through	101,637	101,637	104,056	2,419	83,635
Federal Special Education - IDEA Flow Through	2,761,232	2,761,232	2,256,028	(505,204)	2,491,568
Federal Special Education - IDEA Room & Board	250,000	250,000	-	(250,000)	254,794
Title III - English Language Acquisition	300,000	300,000	263,703	(36,297)	315,174
Title II - Teacher Quality	400,000	400,000	572,443	172,443	203,757
Medicaid Matching Funds - Administrative Outreach	200,000	200,000	289,732	89,732	356,139
Medicaid Matching Funds - Fee-For-Service Program	1,000,000	1,000,000	1,348,339	348,339	993,260
Other Restricted Grants Received from Federal Government	<u>11,813,740</u>	<u>11,813,740</u>	<u>7,752,154</u>	<u>(4,061,586)</u>	<u>2,460,313</u>
Total federal sources	<u>22,812,455</u>	<u>22,812,455</u>	<u>21,084,671</u>	<u>(1,727,784)</u>	<u>12,986,234</u>
Total revenues	<u>148,606,228</u>	<u>148,606,228</u>	<u>150,234,363</u>	<u>1,628,135</u>	<u>134,933,208</u>

(Continued)

Community Consolidated School District 15

General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Expenditures					
Instruction					
Regular programs					
Salaries	\$ 45,486,252	\$ 45,683,652	\$ 46,855,557	\$(1,171,905)	\$ 47,355,642
Employee benefits	8,632,509	8,632,509	9,431,701	(799,192)	8,602,203
Purchased services	375,149	375,149	591,316	(216,167)	785,319
Supplies and materials	3,023,659	3,023,659	1,916,541	1,107,118	3,675,208
Capital outlay	5,000	5,000	-	5,000	583,281
Other objects	21,212	21,212	16,591	4,621	-
Non-capitalized equipment	<u>73,740</u>	<u>73,740</u>	<u>2,251,480</u>	<u>(2,177,740)</u>	<u>103,019</u>
Total	<u>57,617,521</u>	<u>57,814,921</u>	<u>61,063,186</u>	<u>(3,248,265)</u>	<u>61,104,672</u>
Special education programs					
Salaries	12,511,278	12,549,278	13,446,215	(896,937)	12,585,293
Employee benefits	4,249,782	4,274,158	4,058,057	216,101	3,605,247
Purchased services	436,825	436,825	154,068	282,757	91,038
Supplies and materials	789,828	789,828	271,024	518,804	173,077
Capital outlay	40,000	40,000	-	40,000	6,962
Other objects	2,060,200	2,060,200	1,963,708	96,492	1,625,153
Non-capitalized equipment	<u>25,000</u>	<u>25,000</u>	<u>56,968</u>	<u>(31,968)</u>	<u>8,415</u>
Total	<u>20,112,913</u>	<u>20,175,289</u>	<u>19,950,040</u>	<u>225,249</u>	<u>18,095,185</u>
Remedial and Supplemental programs K-12					
Salaries	185,934	185,934	10,394	175,540	19,979
Employee benefits	14,448	14,448	1,109	13,339	306
Supplies and materials	<u>85,304</u>	<u>85,304</u>	<u>200,131</u>	<u>(114,827)</u>	<u>126,107</u>
Total	<u>285,686</u>	<u>285,686</u>	<u>211,634</u>	<u>74,052</u>	<u>146,392</u>

(Continued)

Community Consolidated School District 15

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		2021		
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Instruction (Continued)					
Interscholastic programs					
Salaries	\$ 874,129	\$ 874,129	\$ 681,107	\$ 193,022	\$ 128,631
Employee benefits	13,532	13,532	8,423	5,109	1,914
Purchased services	17,000	17,000	21,780	(4,780)	-
Supplies and materials	47,272	47,272	40,179	7,093	34,163
Other objects	1,940	1,940	1,851	89	780
Total	<u>953,873</u>	<u>953,873</u>	<u>753,340</u>	<u>200,533</u>	<u>165,488</u>
Summer school programs					
Salaries	-	-	441,874	(441,874)	205,552
Employee benefits	1,318	1,318	7,326	(6,008)	2,224
Supplies and materials	-	-	12,500	(12,500)	1,343
Total	<u>1,318</u>	<u>1,318</u>	<u>461,700</u>	<u>(460,382)</u>	<u>209,119</u>
Gifted programs					
Salaries	840,959	840,959	850,570	(9,611)	977,760
Employee benefits	161,223	161,223	162,470	(1,247)	159,918
Supplies and materials	21,000	21,000	6,194	14,806	4,450
Total	<u>1,023,182</u>	<u>1,023,182</u>	<u>1,019,234</u>	<u>3,948</u>	<u>1,142,128</u>
Bilingual programs					
Salaries	11,121,047	11,121,047	11,947,625	(826,578)	10,070,416
Employee benefits	2,363,838	2,363,838	2,504,940	(141,102)	2,013,249
Purchased services	215,300	215,300	112,166	103,134	38,910
Supplies and materials	577,700	577,700	482,239	95,461	524,027
Total	<u>14,277,885</u>	<u>14,277,885</u>	<u>15,046,970</u>	<u>(769,085)</u>	<u>12,646,602</u>
Student Activity Fund					
Expenditures	<u>934,659</u>	<u>934,659</u>	<u>626,928</u>	<u>307,731</u>	<u>2,002,961</u>
Total instruction	<u>95,207,037</u>	<u>95,466,813</u>	<u>99,133,032</u>	<u>(3,666,219)</u>	<u>95,512,547</u>

(Continued)

Community Consolidated School District 15

General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Support services					
Pupils					
Attendance and social work services					
Salaries	\$ 2,940,240	\$ 2,940,240	\$ 3,089,165	\$ (148,925)	\$ 3,034,413
Employee benefits	525,096	525,096	621,722	(96,626)	512,347
Purchased services	75,800	75,800	309,458	(233,658)	85,055
Supplies and materials	7,000	7,000	4,317	2,683	129
Other objects	300	300	-	300	-
Total	3,548,436	3,548,436	4,024,662	(476,226)	3,631,944
Guidance services					
Salaries	232,003	232,003	225,994	6,009	226,055
Employee benefits	37,454	37,454	41,835	(4,381)	44,938
Purchased services	-	-	176,087	(176,087)	-
Supplies and materials	150	150	3,242	(3,092)	126
Total	269,607	269,607	447,158	(177,551)	271,119
Health services					
Salaries	2,352,753	2,352,753	2,042,793	309,960	2,158,438
Employee benefits	546,236	546,236	463,544	82,692	501,141
Purchased services	551,700	551,700	1,009,332	(457,632)	756,675
Supplies and materials	25,400	25,400	94,010	(68,610)	97,359
Capital outlay	30,000	30,000	-	30,000	-
Other objects	900	900	489	411	-
Non-capitalized equipment	16,000	16,000	12,486	3,514	4,413
Total	3,522,989	3,522,989	3,622,654	(99,665)	3,518,026
Psychological services					
Salaries	1,349,019	1,349,019	1,340,670	8,349	1,221,179
Employee benefits	212,637	212,637	235,492	(22,855)	205,677
Purchased services	154,600	154,600	159,558	(4,958)	290,985
Supplies and materials	-	-	7,218	(7,218)	11,928
Other objects	200	200	700	(500)	700
Non-capitalized equipment	1,000	1,000	-	1,000	-
Total	1,717,456	1,717,456	1,743,638	(26,182)	1,730,469

(Continued)

Community Consolidated School District 15

General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Support services (Continued)					
Pupils (Continued)					
Speech pathology and audiology services					
Salaries	\$ 2,510,954	\$ 2,510,954	\$ 2,463,450	\$ 47,504	\$ 2,395,279
Employee benefits	448,226	448,226	426,869	21,357	381,740
Purchased services	105,900	105,900	275,858	(169,958)	124,437
Supplies and materials	8,000	8,000	6,976	1,024	34,731
Other objects	200	200	-	200	-
Non-capitalized equipment	-	-	-	-	5,085
Total	3,073,280	3,073,280	3,173,153	(99,873)	2,941,272
Other support services - pupils					
Purchased services	36,900	36,900	33,165	3,735	-
Total	36,900	36,900	33,165	3,735	-
Total pupils	12,168,668	12,168,668	13,044,430	(875,762)	12,092,830
Instructional staff					
Improvement of instruction services					
Salaries	4,026,184	5,040,997	3,307,243	1,733,754	3,315,355
Employee benefits	975,889	1,288,122	874,115	414,007	597,746
Purchased services	1,923,286	1,943,286	571,735	1,371,551	460,748
Supplies and materials	352,564	354,564	123,983	230,581	108,366
Other objects	-	4,500	824	3,676	-
Non-capitalized equipment	4,000	4,000	899	3,101	-
Total	7,281,923	8,635,469	4,878,799	3,756,670	4,482,215
Educational media services					
Salaries	2,339,127	2,339,127	2,550,227	(211,100)	1,176,264
Employee benefits	157,577	157,577	480,752	(323,175)	182,757
Purchased services	1,810,579	1,810,579	652,576	1,158,003	353,993
Supplies and materials	1,404,999	1,404,999	337,997	1,067,002	244,283
Capital outlay	200,000	200,000	1,083,776	(883,776)	94,133
Other objects	-	-	-	-	2,600
Non-capitalized equipment	3,972,595	3,972,595	135,315	3,837,280	1,439,901
Total	9,884,877	9,884,877	5,240,643	4,644,234	3,493,931

(Continued)

Community Consolidated School District 15

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Support services (Continued)					
Assessment and testing					
Salaries	\$ 166,703	\$ 166,703	\$ 20,892	\$ 145,811	\$ 212,718
Employee benefits	41,976	41,976	163	41,813	31,839
Purchased services	1,000	1,000	16,965	(15,965)	172,059
Supplies and materials	<u>5,500</u>	<u>5,500</u>	<u>16,929</u>	<u>(11,429)</u>	<u>15,010</u>
Total	<u>215,179</u>	<u>215,179</u>	<u>54,949</u>	<u>160,230</u>	<u>431,626</u>
Total instructional staff	<u>17,381,979</u>	<u>18,735,525</u>	<u>10,174,391</u>	<u>8,561,134</u>	<u>8,407,772</u>
General administration					
Board of education services					
Salaries	608,500	642,498	654,719	(12,221)	627,399
Employee benefits	89,055	98,348	165,254	(66,906)	50,044
Purchased services	550,000	550,000	750,932	(200,932)	528,366
Supplies and materials	10,000	10,000	5,729	4,271	65,297
Other objects	<u>20,000</u>	<u>20,000</u>	<u>18,181</u>	<u>1,819</u>	<u>33,042</u>
Total	<u>1,277,555</u>	<u>1,320,846</u>	<u>1,594,815</u>	<u>(273,969)</u>	<u>1,304,148</u>
Executive administration services					
Salaries	598,698	564,700	627,462	(62,762)	698,461
Employee benefits	135,930	126,637	151,151	(24,514)	91,076
Purchased services	102,000	102,000	103,814	(1,814)	117,286
Supplies and materials	25,000	25,000	32,490	(7,490)	14,867
Other objects	<u>4,500</u>	<u>4,500</u>	<u>2,711</u>	<u>1,789</u>	<u>3,675</u>
Total	<u>866,128</u>	<u>822,837</u>	<u>917,628</u>	<u>(94,791)</u>	<u>925,365</u>
Special area administrative services					
Salaries	1,250,213	-	501,084	(501,084)	829,357
Employee benefits	336,609	-	110,175	(110,175)	122,934
Purchased services	20,000	-	382	(382)	110
Supplies and materials	2,000	-	869	(869)	-
Other objects	<u>4,500</u>	<u>-</u>	<u>370</u>	<u>(370)</u>	<u>2,160</u>
Total	<u>1,613,322</u>	<u>-</u>	<u>612,880</u>	<u>(612,880)</u>	<u>954,561</u>
Total general administration	<u>3,757,005</u>	<u>2,143,683</u>	<u>3,125,323</u>	<u>(981,640)</u>	<u>3,184,074</u>

(Continued)

Community Consolidated School District 15

General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Support services (Continued)					
School administration					
Office of the principal services					
Salaries	\$ 6,562,079	\$ 6,562,079	\$ 6,587,017	\$ (24,938)	\$ 6,601,284
Employee benefits	2,349,893	2,349,893	2,182,024	167,869	1,486,893
Purchased services	20,630	20,630	16,414	4,216	27,037
Supplies and materials	27,035	27,035	119,375	(92,340)	54,305
Other objects	-	-	-	-	89
Non-capitalized equipment	<u>64,000</u>	<u>64,000</u>	<u>11,423</u>	<u>52,577</u>	<u>-</u>
Total	<u>9,023,637</u>	<u>9,023,637</u>	<u>8,916,253</u>	<u>107,384</u>	<u>8,169,608</u>
Total school administration	<u>9,023,637</u>	<u>9,023,637</u>	<u>8,916,253</u>	<u>107,384</u>	<u>8,169,608</u>
Business					
Direction of business support services					
Salaries	-	242,764	-	242,764	-
Employee benefits	47,380	65,334	1,658	63,676	-
Purchased services	<u>-</u>	<u>-</u>	<u>1,802</u>	<u>(1,802)</u>	<u>-</u>
Total	<u>47,380</u>	<u>308,098</u>	<u>3,460</u>	<u>304,638</u>	<u>-</u>
Fiscal services					
Salaries	817,421	574,657	811,147	(236,490)	782,693
Employee benefits	90,209	72,255	182,896	(110,641)	111,212
Purchased services	476,061	476,061	229,652	246,409	129,774
Supplies and materials	18,500	18,500	17,951	549	59,176
Capital outlay	100,000	100,000	-	100,000	-
Other objects	3,000	3,000	204,824	(201,824)	2,075
Non-capitalized equipment	<u>100,000</u>	<u>100,000</u>	<u>7,309</u>	<u>92,691</u>	<u>1,085</u>
Total	<u>1,605,191</u>	<u>1,344,473</u>	<u>1,453,779</u>	<u>(109,306)</u>	<u>1,086,015</u>

(Continued)

Community Consolidated School District 15

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Support services (Continued)					
Business (Continued)					
Food services					
Salaries	\$ 1,583,428	\$ 1,583,428	\$ 1,355,517	\$ 227,911	\$ 1,356,842
Employee benefits	724,320	724,320	706,590	17,730	663,709
Purchased services	94,515	94,515	90,579	3,936	231,251
Supplies and materials	2,135,924	2,135,924	2,248,252	(112,328)	1,830,704
Capital outlay	85,000	85,000	132,422	(47,422)	8,705
Other objects	2,000	2,000	1,648	352	976
Non-capitalized equipment	-	-	2,661	(2,661)	11,700
Total	4,625,187	4,625,187	4,537,669	87,518	4,103,887
Internal services					
Salaries	181,570	98,102	171,021	(72,919)	196,118
Employee benefits	34,702	18,105	54,293	(36,188)	43,817
Purchased services	118,624	118,624	41,892	76,732	57,942
Supplies and materials	-	-	46,602	(46,602)	39,591
Total	334,896	234,831	313,808	(78,977)	337,468
Total business	6,612,654	6,512,589	6,308,716	203,873	5,527,370
Central					
Planning, research, development and evaluation services					
Salaries	1,000	1,000	31	969	3,243
Employee benefits	8	8	-	8	1
Total	1,008	1,008	31	977	3,244
Information services					
Salaries	212,646	212,646	211,940	706	199,677
Employee benefits	18,314	18,314	21,527	(3,213)	22,441
Purchased services	73,700	73,700	68,071	5,629	5,213
Supplies and materials	7,500	7,500	16,784	(9,284)	63,749
Other objects	600	600	985	(385)	1,625
Non-capitalized equipment	1,500	1,500	-	1,500	-
Total	314,260	314,260	319,307	(5,047)	292,705

(Continued)

Community Consolidated School District 15

General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance		2021
	Original Budget	Final Budget	Actual	From Final Budget	Actual
Support services (Continued)					
Central (Continued)					
Staff services					
Salaries	\$ 703,288	\$ 703,288	\$ 713,086	\$ (9,798)	\$ 701,689
Employee benefits	157,943	157,943	177,173	(19,230)	125,610
Purchased services	162,000	162,000	134,509	27,491	26,963
Supplies and materials	30,000	30,000	17,790	12,210	75,841
Other objects	3,000	3,000	1,969	1,031	1,987
Non-capitalized equipment	5,000	5,000	-	5,000	-
Total	1,061,231	1,061,231	1,044,527	16,704	932,090
Data processing services					
Salaries	378,891	378,891	388,837	(9,946)	375,820
Employee benefits	51,030	51,030	60,456	(9,426)	54,536
Purchased services	257,000	257,000	235,797	21,203	21,747
Supplies and materials	1,000	1,000	2,685	(1,685)	151,733
Total	687,921	687,921	687,775	146	603,836
Total central	2,064,420	2,064,420	2,051,640	12,780	1,831,875
Other supporting services					
Salaries	-	-	40,132	(40,132)	-
Employee benefits	-	-	281,685	(281,685)	-
Purchased services	2,000	2,000	-	2,000	52
Supplies and materials	2,000	2,000	-	2,000	-
Total	4,000	4,000	321,817	(317,817)	52
Total support services	51,012,363	50,652,522	43,942,570	6,709,952	39,213,581
Community services					
Salaries	17,990	17,990	39,673	(21,683)	185,556
Employee benefits	2,000	2,000	5,118	(3,118)	23,123
Purchased services	47,903	47,903	216,976	(169,073)	194,606
Supplies and materials	62,062	62,062	11,001	51,061	12,820
Non-capitalized equipment	-	-	37,286	(37,286)	19,484
Total	129,955	129,955	310,054	(180,099)	435,589

(Continued)

Community Consolidated School District 15

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Payments to other districts and government units					
Payments for regular programs					
Purchased services	\$ 423,000	\$ 423,000	\$ 898,366	\$ (475,366)	\$ 511,778
Total payments to other districts and other government units	<u>423,000</u>	<u>423,000</u>	<u>898,366</u>	<u>(475,366)</u>	<u>511,778</u>
Total expenditures	<u>146,772,355</u>	<u>146,672,290</u>	<u>144,284,022</u>	<u>2,388,268</u>	<u>135,673,495</u>
Excess (deficiency) of revenues over expenditures	<u>1,833,873</u>	<u>1,933,938</u>	<u>5,950,341</u>	<u>4,016,403</u>	<u>(740,287)</u>
Other financing uses					
Permanent transfer among funds	(1,000,000)	(1,000,000)	(1,000,000)	-	(2,500,000)
Transfer to debt service fund for principal on capital leases	(69,969)	(69,969)	(72,820)	(2,851)	(69,969)
Transfer to debt service fund for interest on capital leases	<u>(10,893)</u>	<u>(10,893)</u>	<u>(8,042)</u>	<u>2,851</u>	<u>(10,893)</u>
Total other financing uses	<u>(1,080,862)</u>	<u>(1,080,862)</u>	<u>(1,080,862)</u>	<u>-</u>	<u>(2,580,862)</u>
Net change to fund balance	<u>\$ 753,011</u>	<u>\$ 853,076</u>	4,869,479	<u>\$ 4,016,403</u>	(3,321,149)
Fund balance, beginning of year			<u>44,299,919</u>		<u>47,621,068</u>
Fund balance, end of year			<u>\$ 49,169,398</u>		<u>\$ 44,299,919</u>

(Concluded)

Community Consolidated School District 15
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues					
Local sources					
General levy	\$ 16,618,194	\$ 16,618,194	\$ 17,186,210	\$ 568,016	\$ 15,528,518
Corporate personal property replacement taxes	1,000,000	1,000,000	1,000,000	-	342,430
Interest on investments	15,000	15,000	6,374	(8,626)	16,455
Rentals	25,000	25,000	146,077	121,077	4,275
Refund of prior years' expenditures	-	-	135	135	4,358
Proceeds from vendors' contracts	2,000	2,000	-	(2,000)	1,910
Other	<u>227,668</u>	<u>227,668</u>	<u>360,764</u>	<u>133,096</u>	<u>195,368</u>
Total local sources	<u>17,887,862</u>	<u>17,887,862</u>	<u>18,699,560</u>	<u>811,698</u>	<u>16,093,314</u>
Federal sources					
Other Restricted Grants Received from Federal Government					
	<u>1,365,587</u>	<u>1,365,587</u>	<u>-</u>	<u>(1,365,587)</u>	<u>-</u>
Total federal sources	<u>1,365,587</u>	<u>1,365,587</u>	<u>-</u>	<u>(1,365,587)</u>	<u>-</u>
Total revenues	<u>19,253,449</u>	<u>19,253,449</u>	<u>18,699,560</u>	<u>(553,889)</u>	<u>16,093,314</u>
Expenditures					
Support services					
Facilities acquisition and construction services					
Purchased services	-	-	-	-	8
Capital outlay	<u>-</u>	<u>-</u>	<u>7,000</u>	<u>(7,000)</u>	<u>20,740</u>
Total	<u>-</u>	<u>-</u>	<u>7,000</u>	<u>(7,000)</u>	<u>20,748</u>

(Continued)

Operation and maintenance

Community Consolidated School District 15
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
of plant services					
Salaries	\$ 5,559,558	\$ 5,643,026	\$ 5,184,574	\$ 458,452	\$ 4,984,884
Employee benefits	1,136,431	1,153,028	1,131,283	21,745	1,037,681
Purchased services	2,043,486	2,043,486	2,246,533	(203,047)	1,733,912
Supplies and materials	3,625,640	3,625,640	3,343,085	282,555	3,159,726
Capital outlay	1,730,000	1,730,000	465,053	1,264,947	308,235
Other objects	2,500	2,500	564	1,936	1,946
Non-capitalized equipment	<u>165,000</u>	<u>165,000</u>	<u>186,422</u>	<u>(21,422)</u>	<u>138,344</u>
 Total	 <u>14,262,615</u>	 <u>14,362,680</u>	 <u>12,557,514</u>	 <u>1,805,166</u>	 <u>11,364,728</u>
 Total expenditures	 <u>14,262,615</u>	 <u>14,362,680</u>	 <u>12,564,514</u>	 <u>1,798,166</u>	 <u>11,385,476</u>
 Excess of revenues over expenditures	 <u>4,990,834</u>	 <u>4,890,769</u>	 <u>6,135,046</u>	 <u>1,244,277</u>	 <u>4,707,838</u>
 Other financing sources (uses)					
Permanent transfer among funds	1,000,000	1,000,000	1,000,000	-	2,500,000
Transfer to capital projects fund	<u>(5,000,000)</u>	<u>(5,000,000)</u>	<u>(5,000,000)</u>	<u>-</u>	<u>(6,500,000)</u>
 Total other financing sources (uses)	 <u>(4,000,000)</u>	 <u>(4,000,000)</u>	 <u>(4,000,000)</u>	 <u>-</u>	 <u>(4,000,000)</u>
 Net change in fund balance	 <u>\$ 990,834</u>	 <u>\$ 890,769</u>	 2,135,046	 <u>\$ 1,244,277</u>	 707,838
 Fund balance, beginning of year			 <u>6,072,306</u>		 <u>5,364,468</u>
 Fund balance, end of year			 <u>\$ 8,207,352</u>		 <u>\$ 6,072,306</u>

(Concluded)

Community Consolidated School District 15
Tort Immunity and Judgment Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues					
Local sources					
General levy	\$ 1,741,198	\$ 1,741,198	\$ 1,799,195	\$ 57,997	\$ 1,626,713
Interest on investments	-	-	476	476	20
Refund of prior years' expenditures	-	-	11,892	11,892	90,405
Other	-	-	3,093	3,093	82
Total local sources	<u>1,741,198</u>	<u>1,741,198</u>	<u>1,814,656</u>	<u>73,458</u>	<u>1,717,220</u>
Total revenues	<u>1,741,198</u>	<u>1,741,198</u>	<u>1,814,656</u>	<u>73,458</u>	<u>1,717,220</u>
Expenditures					
Tort immunity services					
Purchased services	<u>1,444,498</u>	<u>1,444,498</u>	<u>1,565,209</u>	<u>(120,711)</u>	<u>1,428,267</u>
Total expenditures	<u>1,444,498</u>	<u>1,444,498</u>	<u>1,565,209</u>	<u>(120,711)</u>	<u>1,428,267</u>
Excess of revenues over expenditures	<u>\$ 296,700</u>	<u>\$ 296,700</u>	249,447	<u>\$ (47,253)</u>	288,953
Fund balance, beginning of year			<u>405,690</u>		<u>116,737</u>
Fund balance, end of year			<u>\$ 655,137</u>		<u>\$ 405,690</u>

Community Consolidated School District 15
Transportation Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues					
Local sources					
General levy	\$ 4,609,053	\$ 4,609,053	\$ 4,766,502	\$ 157,449	\$ 4,207,737
Regular transportation fees from pupils or parents - in state	10,000	10,000	7,110	(2,890)	(750)
Regular transportation fees from other districts - in state	-	-	30,827	30,827	-
Regular transportation fees from other sources - in state	40,000	40,000	5,310	(34,690)	2,123
Regular transportation fees from co-curricular activities - in state	15,000	15,000	-	(15,000)	-
Special education transportation fees from other districts - in state	-	-	-	-	512
Interest on investments	14,000	14,000	7,016	(6,984)	13,461
Refund of prior years' expenditures	-	-	213	213	-
Other	5,000	5,000	194	(4,806)	8,395
Total local sources	<u>4,693,053</u>	<u>4,693,053</u>	<u>4,817,172</u>	<u>124,119</u>	<u>4,231,478</u>
State sources					
Transportation - Regular and Vocational	2,182,357	2,182,357	2,940,745	758,388	3,855,342
Transportation - Special Education	<u>1,517,186</u>	<u>1,517,186</u>	<u>1,873,068</u>	<u>355,882</u>	<u>1,721,188</u>
Total state sources	<u>3,699,543</u>	<u>3,699,543</u>	<u>4,813,813</u>	<u>1,114,270</u>	<u>5,576,530</u>
Federal sources					
Other Restricted Grants Received from Federal Gove	<u>260,000</u>	<u>260,000</u>	<u>-</u>	<u>(260,000)</u>	<u>-</u>
Total federal sources	<u>260,000</u>	<u>260,000</u>	<u>-</u>	<u>(260,000)</u>	<u>-</u>
Total revenues	<u>8,652,596</u>	<u>8,652,596</u>	<u>9,630,985</u>	<u>978,389</u>	<u>9,808,008</u>

(Continued)

Community Consolidated School District 15

Transportation Fund

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Expenditures					
Support services					
Business					
Pupil transportation services					
Salaries	\$ 5,067,896	\$ 5,067,896	\$ 4,398,603	\$ 669,293	\$ 4,092,162
Employee benefits	2,000,578	2,000,578	1,575,259	425,319	1,683,638
Purchased services	1,508,354	1,508,354	1,286,874	221,480	379,204
Supplies and materials	1,020,000	1,020,000	1,270,525	(250,525)	731,351
Capital outlay	25,000	25,000	22,698	2,302	1,091,902
Non-capitalized equipment	4,000	4,000	115,952	(111,952)	17,347
Total	<u>9,625,828</u>	<u>9,625,828</u>	<u>8,669,911</u>	<u>955,917</u>	<u>7,995,604</u>
Total support services	<u>9,625,828</u>	<u>9,625,828</u>	<u>8,669,911</u>	<u>955,917</u>	<u>7,995,604</u>
Total expenditures	<u>9,625,828</u>	<u>9,625,828</u>	<u>8,669,911</u>	<u>955,917</u>	<u>7,995,604</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (973,232)</u>	<u>\$ (973,232)</u>	961,074	<u>\$ 1,934,306</u>	1,812,404
Fund balance, beginning of year			<u>8,250,304</u>		<u>6,437,900</u>
Fund balance, end of year			<u>\$ 9,211,378</u>		<u>\$ 8,250,304</u>

(Concluded)

Community Consolidated School District 15
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues					
Local sources					
General levy	\$ 2,560,585	\$ 2,560,585	\$ 2,647,478	\$ 86,893	\$ 2,363,300
Social security/Medicare only levy	2,970,278	2,970,278	3,071,952	101,674	2,757,257
Corporate personal property replacement taxes	225,000	225,000	225,000	-	125,000
Interest on investments	<u>9,000</u>	<u>9,000</u>	<u>3,218</u>	<u>(5,782)</u>	<u>8,749</u>
Total revenues	<u>5,764,863</u>	<u>5,764,863</u>	<u>5,947,648</u>	<u>182,785</u>	<u>5,254,306</u>
Expenditures					
Instruction					
Regular programs	854,679	854,679	891,567	(36,888)	916,386
Special education programs	642,983	642,983	778,701	(135,718)	725,091
Remedial and supplemental programs K-12	-	-	70	(70)	283
Interscholastic programs	12,657	12,657	9,976	2,681	2,205
Summer school programs	1,233	1,233	17,062	(15,829)	13,052
Gifted programs	14,827	14,827	11,780	3,047	13,541
Bilingual programs	<u>304,266</u>	<u>304,266</u>	<u>215,164</u>	<u>89,102</u>	<u>189,182</u>
Total instruction	<u>1,830,645</u>	<u>1,830,645</u>	<u>1,924,320</u>	<u>(93,675)</u>	<u>1,859,740</u>
Support services					
Pupils					
Attendance and social work services	47,057	47,057	43,596	3,461	43,281
Guidance services	3,389	3,398	3,249	149	3,237
Health services	379,361	379,361	316,062	63,299	343,223
Psychological services	18,361	18,361	24,015	(5,654)	20,613
Speech pathology and audiology services	<u>39,551</u>	<u>39,551</u>	<u>34,633</u>	<u>4,918</u>	<u>33,631</u>
Total pupils	<u>487,719</u>	<u>487,728</u>	<u>421,555</u>	<u>66,173</u>	<u>443,985</u>

(Continued)

Community Consolidated School District 15
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Support services (Continued)					
Instructional staff					
Improvement of instruction services	\$ 99,740	\$ 99,731	\$ 118,964	\$ (19,233)	\$ 112,507
Educational media services	120,844	120,844	155,765	(34,921)	138,308
Assessment and testing	<u>319</u>	<u>319</u>	<u>375</u>	<u>(56)</u>	<u>3,206</u>
Total instructional staff	<u>220,903</u>	<u>220,894</u>	<u>275,104</u>	<u>(54,210)</u>	<u>254,021</u>
General administration					
Support services	-	-	892	(892)	-
Board of education services	19,122	19,122	20,677	(1,555)	23,130
Executive administration services	31,292	31,292	30,986	306	40,572
Special area administrative services	<u>20,230</u>	<u>20,230</u>	<u>8,912</u>	<u>11,318</u>	<u>43,185</u>
Total general administration	<u>70,644</u>	<u>70,644</u>	<u>61,467</u>	<u>9,177</u>	<u>106,887</u>
School administration					
Office of the principal services	<u>370,058</u>	<u>370,058</u>	<u>331,387</u>	<u>38,671</u>	<u>317,636</u>
Total school administration	<u>370,058</u>	<u>370,058</u>	<u>331,387</u>	<u>38,671</u>	<u>317,636</u>
Business					
Fiscal services	93,751	93,751	92,536	1,215	87,563
Operation and maintenance of plant services	943,718	943,718	878,372	65,346	891,982
Pupil transportation services	876,493	876,493	739,121	137,372	758,253
Food services	273,763	273,763	220,710	53,053	230,005
Internal services	<u>31,403</u>	<u>31,403</u>	<u>28,509</u>	<u>2,894</u>	<u>35,930</u>
Total business	<u>2,219,128</u>	<u>2,219,128</u>	<u>1,959,248</u>	<u>259,880</u>	<u>2,003,733</u>

(Continued)

Community Consolidated School District 15
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Support services (Continued)					
Central					
Planning, research, development and evaluation services	\$ 94	\$ 94	\$ -	\$ 94	\$ 47
Information services	36,777	36,777	36,272	505	35,478
Staff services	75,310	75,310	75,029	281	72,564
Data processing services	<u>66,000</u>	<u>66,000</u>	<u>62,441</u>	<u>3,559</u>	<u>64,183</u>
Total central	<u>178,181</u>	<u>178,181</u>	<u>173,742</u>	<u>4,439</u>	<u>172,272</u>
Other support services	<u>-</u>	<u>-</u>	<u>40,624</u>	<u>(40,624)</u>	<u>-</u>
Total support services	<u>3,546,633</u>	<u>3,546,633</u>	<u>3,263,127</u>	<u>283,506</u>	<u>3,298,534</u>
Community services	<u>-</u>	<u>-</u>	<u>803</u>	<u>(803)</u>	<u>21,899</u>
Total expenditures	<u>5,377,278</u>	<u>5,377,278</u>	<u>5,188,250</u>	<u>189,028</u>	<u>5,180,173</u>
Excess of revenues over expenditures	<u>\$ 387,585</u>	<u>\$ 387,585</u>	759,398	<u>\$ 371,813</u>	74,133
Fund balance, beginning of year			<u>3,111,012</u>		<u>3,036,879</u>
Fund balance, end of year			<u>\$ 3,870,410</u>		<u>\$ 3,111,012</u>

(Concluded)

Community Consolidated School District 15

Notes to Required Supplementary Information

June 30, 2022

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

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

- a) The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December each year, a tax levy resolution is filed with the county clerk to obtain tax revenues.
- d) Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
- e) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- f) The budget amounts shown in the financial statements are as originally adopted by the Board of Education on September 8, 2021, and as amended by the Board of Education on February 11, 2022.
- g) All budgets lapse at the end of the fiscal year.

2. EXPENDITURES IN EXCESS OF BUDGETS

The following funds had expenditures in excess of budgets at June 30, 2022:

<u>Fund</u>	<u>Amount</u>
Tort Immunity and Judgment	\$ 120,711

Community Consolidated School District 15

Notes to Required Supplementary Information

June 30, 2022

3. BUDGET RECONCILIATION

The Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds (GAAP basis) includes "on-behalf" payments received and made for the amounts contributed by the state of Illinois for the employer's share of the Teachers' Retirement System pension and the Teachers' Health Insurance Security Fund pension. The District does not budget for these amounts. The differences between the budget and GAAP basis are as follows:

	<u>Revenues</u>	<u>Expenditures</u>
General fund - budgetary basis	\$ 150,234,363	\$ 144,284,022
On-behalf payments received	43,735,395	-
On-behalf payments made	<u>-</u>	<u>43,735,395</u>
General fund - GAAP basis	<u>\$ 193,969,758</u>	<u>\$ 188,019,417</u>

4. CHANGES OF ASSUMPTIONS - TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

For the 2020 - 2021 measurement year, the assumed investment rate of return was 7.00 percent, including an inflation rate of 2.25 percent and a real return of 4.75 percent. Salary increases were assumed to vary by service credit and were consistent in 2020 and 2021. These actuarial assumptions were based on an experience study dated September 30, 2021.

For the 2020 - 2016 measurement years, the assumed investment rate of return was 7.00 percent, including an inflation rate of 2.50 percent and a real return of 4.50 percent. Salary increases were assumed to vary by service credit. The assumptions used for the 2020 - 2018 and 2017 - 2016 measurement years were based on an experience study dated September 30, 2018 and August 13, 2015, respectively.

For the 2015 measurement year, the assumed investment rate of return was 7.50 percent, including an inflation rate of 3.00 percent and real return of 4.50 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2021 IMRF CONTRIBUTION RATE*

Valuation Date:

Notes

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

Community Consolidated School District 15

Notes to Required Supplementary Information

June 30, 2022

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2021 IMRF CONTRIBUTION RATE* (Continued)

Methods and Assumptions Used to Determine the 2021 Contribution Rate:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, and ECO groups): 22-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 17 years for most employers (five employers were financed over 18 years; one employer was financed over 19 years; two employers were financed over 20 years; three employers were financed over 26 years; four employers were financed over 27 years and one employer was financed over 28 years).
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	3.25%
Price Inflation	2.50%
Salary Increases	3.35% to 14.25%, including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality rates were used with fully generational projections scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Community Consolidated School District 15

Notes to Required Supplementary Information

June 30, 2022

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2021 IMRF CONTRIBUTION RATE* (Continued)

Other Information:

Notes There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2019 actuarial valuation.

Change in Assumptions:

For the 2021, 2020, 2019 and 2018 measurement years, the assumed investment rate of return was 7.25 percent, including an inflation rate of 2.50 percent and a real return of 4.75 percent.

For the 2017, 2016, 2015 and 2014 measurement years, the assumed investment rate of return was 7.50 percent, including an inflation rate of 2.50 percent and a real return of 5.00 percent.

6. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2021 THIS CONTRIBUTION RATE

Valuation Date:

Notes	Actuarially determined contribution rates are calculated as of June 30 each year, 12 months prior to the fiscal year in which contributions are reported.
Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Fiscal Year End	June 30, 2022

Methods and Assumptions Used to Determine the 2021 Contribution Rate:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market value
Investment Rate of Return	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Single equivalent discount rate	1.92%
Price Inflation	2.50%
Salary Increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.

Community Consolidated School District 15

Notes to Required Supplementary Information

June 30, 2022

6. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2021 THIS CONTRIBUTION RATE (Continued)

Methods and Assumptions Used to Determine the 2021 Contribution Rate: (Continued)

Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2018, actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. Disabled Annuitants: RP-2014 Disabled Annuitant Table. Pre-Retirement: RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.
Healthcare Cost Trend Rates	Trend for fiscal year 2022 based on expected increases used to develop average costs. For fiscal years ending on and after 2023, trend starts at 8.00% gradually decreases to an ultimate trend of 4.25%.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

Change in Assumptions:

The Discount Rate was changed from 2.45% used in the Fiscal Year 2021 valuation to 1.92%, which is the Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

The Discount Rate was changed from 3.13% used in the Fiscal Year 2020 valuation to 2.45%, which is the Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

The Discount Rate was changed from 3.62% used in the Fiscal Year 2019 valuation to 3.13%, which is the Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

SUPPLEMENTARY FINANCIAL INFORMATION

Community Consolidated School District 15

General Fund
COMBINING BALANCE SHEET
June 30, 2022

	Educational Account	Working Cash Account	Total
ASSETS			
Cash and investments	\$ 59,230,258	\$ 118,080	\$ 59,348,338
Receivables (net of allowance for uncollectibles):			
Property taxes	49,927,463	-	49,927,463
Replacement taxes	869,457	-	869,457
Accounts	7,372	-	7,372
Intergovernmental	<u>4,726,293</u>	<u>-</u>	<u>4,726,293</u>
Total assets	<u>\$ 114,760,843</u>	<u>\$ 118,080</u>	<u>\$ 114,878,923</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 1,300,556	\$ -	\$ 1,300,556
Salaries and wages payable	12,229,953	-	12,229,953
Payroll deductions payable	290,065	-	290,065
Claims payable	<u>2,182,115</u>	<u>-</u>	<u>2,182,115</u>
Total liabilities	<u>16,002,689</u>	<u>-</u>	<u>16,002,689</u>
DEFERRED INFLOWS			
Property taxes levied for a future period	<u>49,706,836</u>	<u>-</u>	<u>49,706,836</u>
Total deferred inflows	<u>49,706,836</u>	<u>-</u>	<u>49,706,836</u>
FUND BALANCES			
Assigned	4,921,566	-	4,921,566
Unassigned	<u>44,129,752</u>	<u>118,080</u>	<u>44,247,832</u>
Total fund balance	<u>49,051,318</u>	<u>118,080</u>	<u>49,169,398</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 114,760,843</u>	<u>\$ 118,080</u>	<u>\$ 114,878,923</u>

Community Consolidated School District 15

General Fund

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2022

	Educational Account	Working Cash Account	Total
Revenues			
Property taxes	\$ 103,958,614	\$ -	\$ 103,958,614
Replacement taxes	4,081,790	-	4,081,790
State aid	61,945,466	-	61,945,466
Federal aid	21,084,671	-	21,084,671
Interest	45,764	97	45,861
Other	2,853,356	-	2,853,356
Total revenues	193,969,661	97	193,969,758
Expenditures			
Current:			
Instruction:			
Regular programs	61,063,186	-	61,063,186
Special programs	20,161,674	-	20,161,674
Other instructional programs	17,908,172	-	17,908,172
State retirement contributions	43,735,395	-	43,735,395
Support services:			
Pupils	13,044,430	-	13,044,430
Instructional staff	9,090,615	-	9,090,615
General administration	3,125,323	-	3,125,323
School administration	8,916,253	-	8,916,253
Business	6,176,294	-	6,176,294
Central	2,051,640	-	2,051,640
Other supporting services	321,817	-	321,817
Community services	310,054	-	310,054
Nonprogrammed charges	898,366	-	898,366
Capital outlay	1,216,198	-	1,216,198
Total expenditures	188,019,417	-	188,019,417
Excess of revenues over expenditures	5,950,244	97	5,950,341
Other financing uses			
Transfers (out)	(1,080,862)	-	(1,080,862)
Total other financing uses	(1,080,862)	-	(1,080,862)
Net change in fund balance	4,869,382	97	4,869,479
Fund balance, beginning of year	44,181,936	117,983	44,299,919
Fund balance, end of year	\$ 49,051,318	\$ 118,080	\$ 49,169,398

Community Consolidated School District 15

Debt Service Fund

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues					
Local sources					
General levy	\$ 5,988,240	\$ 5,988,240	\$ 6,172,769	\$ 184,529	\$ 5,838,891
Interest on investments	9,000	9,000	2,495	(6,505)	7,020
Other	-	-	-	-	383
Total revenues	<u>5,997,240</u>	<u>5,997,240</u>	<u>6,175,264</u>	<u>178,024</u>	<u>5,846,294</u>
Expenditures					
Debt service					
Bonds and other - interest	<u>1,779,443</u>	<u>1,779,443</u>	<u>1,774,092</u>	<u>5,351</u>	<u>1,731,881</u>
Principal payments on long-term debt	<u>4,004,969</u>	<u>4,004,969</u>	<u>4,007,820</u>	<u>2,851</u>	<u>4,564,969</u>
Other debt service					
Other objects	<u>-</u>	<u>-</u>	<u>3,730</u>	<u>(3,730)</u>	<u>1,426</u>
Total expenditures	<u>5,784,412</u>	<u>5,784,412</u>	<u>5,785,642</u>	<u>(1,230)</u>	<u>6,298,276</u>
Excess (deficiency) of revenues over expenditures	<u>212,828</u>	<u>212,828</u>	<u>389,622</u>	<u>176,794</u>	<u>(451,982)</u>
Other financing sources					
Transfer to pay principal on capital leases	69,969	69,969	72,820	(2,851)	69,969
Transfer to pay interest on capital leases	<u>10,893</u>	<u>10,893</u>	<u>8,042</u>	<u>2,851</u>	<u>10,893</u>
Total other financing sources	<u>80,862</u>	<u>80,862</u>	<u>80,862</u>	<u>-</u>	<u>80,862</u>

(Continued)

Community Consolidated School District 15

Debt Service Fund

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**

For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Net change in fund balance	<u>\$ 293,690</u>	<u>\$ 293,690</u>	470,484	<u>\$ 176,794</u>	(371,120)
Fund balance, beginning of year			<u>2,803,577</u>		<u>3,174,697</u>
Fund balance, end of year			<u>\$ 3,274,061</u>		<u>\$ 2,803,577</u>

(Concluded)

Community Consolidated School District 15
 Capital Projects Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues					
Local sources					
Interest on investments	\$ 500	\$ 500	\$ 3,450	\$ 2,950	\$ 338
Contributions and donations from private sources	-	-	90,000	90,000	15,000
Impact fees from municipal or county governments	100,000	100,000	40,686	(59,314)	187,670
Payments of surplus moneys from TIF districts	787,500	787,500	787,500	-	979,142
Other	<u>600,000</u>	<u>600,000</u>	<u>633,741</u>	<u>33,741</u>	<u>50,000</u>
Total local sources	<u>1,488,000</u>	<u>1,488,000</u>	<u>1,555,377</u>	<u>67,377</u>	<u>1,232,150</u>
State sources					
School Infrastructure - Maintenance Projects	-	-	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>
Total state sources	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>
Total revenues	<u>1,488,000</u>	<u>1,488,000</u>	<u>1,605,377</u>	<u>117,377</u>	<u>1,282,150</u>
Expenditures					
Facilities acquisition and construction services					
Purchased services	-	-	6,335	(6,335)	53,691
Supplies and materials	-	-	18,868	(18,868)	-
Capital outlay	6,488,000	6,488,000	3,868,691	2,619,309	7,094,907
Non-capitalized equipment	<u>-</u>	<u>-</u>	<u>23,027</u>	<u>(23,027)</u>	<u>-</u>
Total expenditures	<u>6,488,000</u>	<u>6,488,000</u>	<u>3,916,921</u>	<u>2,571,079</u>	<u>7,148,598</u>
Deficiency of revenues over expenditures	<u>(5,000,000)</u>	<u>(5,000,000)</u>	<u>(2,311,544)</u>	<u>2,688,456</u>	<u>(5,866,448)</u>

(Continued)

Community Consolidated School District 15
 Capital Projects Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Final Budget	Actual	Variance From Final Budget	2021 Actual
Other financing sources					
Permanent transfer to capital projects fund	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ -	\$ 6,500,000
Total other financing sources	<u>5,000,000</u>	<u>5,000,000</u>	<u>5,000,000</u>	<u>-</u>	<u>6,500,000</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	2,688,456	<u>\$ 2,688,456</u>	633,552
Fund balance, beginning of year			<u>1,004,949</u>		<u>371,397</u>
Fund balance, end of year			<u>\$ 3,693,405</u>		<u>\$ 1,004,949</u>

(Concluded)

Community Consolidated School District 15
Fire Prevention and Safety Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022			Variance From Final Budget	2021 Actual
	Original Budget	Final Budget	Actual		
Revenues					
Local sources					
Interest on investments	\$ 2,000	\$ 2,000	\$ 2,713	\$ 713	\$ 4,041
Total revenues	<u>2,000</u>	<u>2,000</u>	<u>2,713</u>	<u>713</u>	<u>4,041</u>
Expenditures					
Facilities acquisition and construction services					
Purchased services	1,075,060	1,075,060	-	1,075,060	66,201
Capital outlay	<u>6,323,242</u>	<u>6,323,242</u>	<u>6,436,525</u>	<u>(113,283)</u>	<u>8,029,294</u>
Total	<u>7,398,302</u>	<u>7,398,302</u>	<u>6,436,525</u>	<u>961,777</u>	<u>8,095,495</u>
Other support services					
Other objects	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>144,509</u>
Total expenditures	<u>7,398,302</u>	<u>7,398,302</u>	<u>6,436,525</u>	<u>961,777</u>	<u>8,240,004</u>
Deficiency of revenues over expenditures	<u>(7,396,302)</u>	<u>(7,396,302)</u>	<u>(6,433,812)</u>	<u>962,490</u>	<u>(8,235,963)</u>
Other financing sources					
Principal on bonds sold	-	-	-	-	11,805,000
Premium on bonds sold	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,910,890</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,715,890</u>
Net change in fund balance	<u>\$ (7,396,302)</u>	<u>\$ (7,396,302)</u>	(6,433,812)	<u>\$ 962,490</u>	6,479,927
Fund balance, beginning of year			<u>6,499,257</u>		<u>19,330</u>
Fund balance, end of year			<u>\$ 65,445</u>		<u>\$ 6,499,257</u>

Community Consolidated School District 15
GENERAL LONG-TERM DEBT
SCHEDULE OF GENERAL OBLIGATION BONDS PAYABLE
Year Ended June 30, 2022

Maturity As Follows For The Year Ended June 30	General Obligation, Refunding Series 2014			Limited Tax General Obligation Life Safety School Bonds Series 2016			Limited Tax General Obligation Life Safety Bonds School Series 2017			Limited Tax General Obligation Life Safety Bonds School Series 2020			Total
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	
2023	\$ 2,990,000	\$ 137,100	\$ 3,127,100	\$ 420,000	\$ 670,250	\$ 1,090,250	\$ 670,000	\$ 307,800	\$ 977,800	\$ 280,000	\$ 492,900	\$ 772,900	\$ 5,968,050
2024	3,075,000	46,125	3,121,125	555,000	645,875	1,200,875	675,000	280,900	955,900	300,000	478,400	778,400	6,056,300
2025	-	-	-	3,865,000	535,375	4,400,375	680,000	253,800	933,800	315,000	463,025	778,025	6,112,200
2026	-	-	-	2,840,000	367,750	3,207,750	2,015,000	199,900	2,214,900	335,000	446,775	781,775	6,204,425
2027	-	-	-	3,075,000	219,875	3,294,875	2,100,000	117,600	2,217,600	-	438,400	438,400	5,950,875
2028	-	-	-	2,860,000	71,500	2,931,500	1,890,000	37,800	1,927,800	540,000	424,900	964,900	5,824,200
2029	-	-	-	-	-	-	-	-	-	5,630,000	270,650	5,900,650	5,900,650
2030	-	-	-	-	-	-	-	-	-	4,330,000	64,950	4,394,950	4,394,950
	<u>\$ 6,065,000</u>	<u>\$ 183,225</u>	<u>\$ 6,248,225</u>	<u>\$ 13,615,000</u>	<u>\$ 2,510,625</u>	<u>\$ 16,125,625</u>	<u>\$ 8,030,000</u>	<u>\$ 1,197,800</u>	<u>\$ 9,227,800</u>	<u>\$ 11,730,000</u>	<u>\$ 3,080,000</u>	<u>\$ 14,810,000</u>	<u>\$ 46,411,650</u>