

**COAL CITY COMMUNITY
UNIT SCHOOL DISTRICT NO. 1
COAL CITY, ILLINOIS
ANNUAL FINANCIAL REPORT
JUNE 30, 2021**

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

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INDEPENDENT AUDITORS' REPORT



116 E. Washington Street
Suite One
Morris, Illinois 60450

Phone: (815) 942-3306
Fax: (815) 942-9430
www.mackcpas.com

TAWNYA R. MACK, CPA
LAURI POPE, CPA

CATE MOULTON, CPA
CHRIS CHRISTENSEN

CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

To the Board of Education
Coal City Community Unit School District No. 1
Coal City, Illinois

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Coal City Community Unit School District No. 1 as of and for the year ended June 30, 2021, and the related notes to the basic financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

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

Basis of Accounting

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

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Coal City Community Unit School District No. 1's basic financial statements. The other information, including notes to other information, and the supplemental information, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual fund financial statements, notes to other information, and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards and combining and individual non-major fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

The IMRF, TRS, and THIS data schedules, and the Schedule of Assessed Valuations, Tax Rates, Tax Extensions, and Tax Collections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Comparative Information

We previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Coal City Community Unit School District #1 for the year ended June 30, 2020, which are presented in summary for comparative purposes with the accompanying financial statements. In our report dated September 2, 2020, we expressed unmodified opinions on the respective financial statements of the governmental activities and each major fund.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 1, 2021, on our consideration of the Coal City Community Unit School District No. 1's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Coal City Community Unit School District No. 1's internal control over financial reporting and compliance.

Mack & Associates, P. C.

Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
September 1, 2021

BASIC FINANCIAL STATEMENTS

Government-wide Financial Statement
Statement of Net Position - Modified Cash Basis
June 30, 2021

	Governmental Activities	
	2021	2020
<u>Assets</u>		
Cash in bank	\$ 1,124,319	1,651,885
Investments	17,659,543	17,449,447
Capital Assets		
Land	6,457,620	6,457,620
Construction in Progress	14,625	-
Land Improvements	5,882,401	5,882,401
Building	82,564,404	80,986,179
Equipment	3,723,988	3,619,944
Cafeteria Equipment	485,245	485,245
Accumulated Depreciation	(41,787,152)	(39,309,879)
Total Assets	76,124,993	77,222,842
<u>Liabilities</u>		
Withholdings	232,797	297,271
Long-Term Liabilities:		
Due Within One Year	2,330,000	2,240,000
Due in More Than One Year	25,580,000	27,910,000
Total Liabilities	28,142,797	30,447,271
<u>Net Position</u>		
Net Investment in Capital Assets	29,431,131	27,971,510
Restricted	1,580,415	1,499,208
Unrestricted	16,970,650	17,304,853
Total Net Position	\$ 47,982,196	46,775,571

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

Government-wide Financial Statement
Statement of Activities - Modified Cash Basis
For the Year Ended June 30, 2021

Program Activities	Expenditures	Program Receipts			Net Expenditures, Receipts, and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
					2021	2020
Governmental Activities						
Instruction	\$ 18,625,321	138,976	1,141,954	-	(17,344,391)	(18,026,893)
Support Services	11,626,294	75,388	1,507,600	-	(10,043,306)	(9,340,894)
Community Services	-	-	-	-	-	(20)
Payments to Other Schools	723,723	-	-	-	(723,723)	(720,993)
On-Behalf Payments	1,664,748	-	1,664,748	-	-	-
Unallocated Interest	1,257,632	-	-	-	(1,257,632)	(1,343,832)
Total Governmental Activities	<u>\$ 33,897,718</u>	<u>214,364</u>	<u>4,314,302</u>	<u>-</u>	<u>(29,369,052)</u>	<u>(29,432,632)</u>
General Revenues						
Taxes:						
Property Taxes					\$ 26,060,049	25,668,266
Payment in Lieu of Taxes					355,422	404,730
Replacement Taxes					1,987,445	1,566,894
Grants and Entitlements not Restricted to Specific Programs					1,347,219	1,347,219
Refund of Prior Year Expenditures					29,195	28,452
Site Donations					14,306	48,236
Unrestricted Contributions and Donations					6,920	6,522
Interest on Investments					73,401	529,556
Miscellaneous					381,061	113,652
Total General Revenues					<u>30,255,018</u>	<u>29,713,527</u>
Change in Net Position					885,966	280,895
Net Position Beginning of Year					<u>46,775,571</u>	<u>46,494,676</u>
Adjustment to Include Student Activity Accounts					320,659	-
Net Position End of Year					<u>\$ 47,982,196</u>	<u>46,775,571</u>

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

Statement of Assets, Liabilities and Changes in Fund Balances

Modified Cash Basis- Governmental Funds

June 30, 2021

	General Fund	Special Revenue Fund Transportation Fund	Capital Projects Fund Site & Construction Fund	Debt Service Fund Bond & Interest Fund	Nonmajor Governmental Funds	Total Governmental Funds 2021	2020
<u>Assets</u>							
Cash	\$ 1,637,276	-	331,480	33,420	-	2,002,176	1,927,138
Investments	13,355,735	2,715,343	-	778	1,587,687	17,659,543	17,565,669
Total Assets	<u>\$ 14,993,011</u>	<u>2,715,343</u>	<u>331,480</u>	<u>34,198</u>	<u>1,587,687</u>	<u>19,661,719</u>	<u>19,492,807</u>
<u>Liabilities and Fund Balances</u>							
Liabilities:							
Overdraft Payable	\$ 476,906	143,823	-	-	257,128	877,857	391,475
Withholdings	226,687	-	-	-	6,110	232,797	297,271
Total Liabilities	<u>703,593</u>	<u>143,823</u>	<u>-</u>	<u>-</u>	<u>263,238</u>	<u>1,110,654</u>	<u>688,746</u>
Fund Balance:							
Restricted	124,868	-	-	34,198	1,421,349	1,580,415	1,499,208
Committed	1,273,428	-	331,480	-	-	1,604,908	1,897,033
Assigned	-	2,571,520	-	-	-	2,571,520	2,604,052
Unassigned	12,891,122	-	-	-	(96,900)	12,794,222	12,803,768
Total Fund Balances	<u>14,289,418</u>	<u>2,571,520</u>	<u>331,480</u>	<u>34,198</u>	<u>1,324,449</u>	<u>18,551,065</u>	<u>18,804,061</u>
Total Liabilities and Fund Balance	<u>\$ 14,993,011</u>	<u>2,715,343</u>	<u>331,480</u>	<u>34,198</u>	<u>1,587,687</u>		

Reconciliation to Statement of Net Position:

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

Capital assets used in governmental activities of \$99,128,283 (net of accumulated depreciation of \$41,787,152), are not financial resources and therefore are not reported in the funds.

\$ 57,341,131 58,121,510

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:

General Obligation Bonds

(27,910,000) (30,150,000)

Net Position of Governmental Activities

\$ 47,982,196 46,775,571

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

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balances

Governmental Funds

For the Year Ended June 30, 2021

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds	
		Transportation Fund	Site & Construction Fund	Bond & Interest Fund		2021	2020
Revenues Received:							
Local Sources	\$ 23,092,656	1,379,224	14,306	3,495,768	1,117,308	29,099,262	29,015,617
Flow Through	22,901	-	-	-	-	22,901	22,901
State Sources	1,768,077	839,142	-	-	-	2,607,219	2,600,850
Federal Sources	1,389,554	-	-	-	-	1,389,554	964,673
On Behalf Payments	1,664,748	-	-	-	-	1,664,748	1,702,504
Total Revenues Received	27,937,936	2,218,366	14,306	3,495,768	1,117,308	34,783,684	34,306,545
Expenditures Disbursed:							
Current:							
Instructional	16,173,747	-	-	-	295,595	16,469,342	16,173,780
Support	8,531,241	2,250,898	168,247	-	675,908	11,626,294	11,222,225
Community Service	-	-	-	-	-	-	20
Intergovernmental:							
Payments to Other Schools	723,723	-	-	-	-	723,723	720,993
On Behalf Payments	1,664,748	-	-	-	-	1,664,748	1,702,504
Capital Outlay	63,950	-	1,311,650	-	-	1,375,600	1,106,804
Debt Service:							
Interest & service charges	-	-	-	1,257,632	-	1,257,632	1,343,832
Principal	-	-	-	2,240,000	-	2,240,000	2,155,000
Total Expenditures Disbursed	27,157,409	2,250,898	1,479,897	3,497,632	971,503	35,357,339	34,425,158
Excess (Deficiency) of Revenues Received over (under) Expenditures Disbursed	780,527	(32,532)	(1,465,591)	(1,864)	145,805	(573,655)	(118,613)
Other Financing Sources (Uses):							
Transfers in (out)	(1,200,000)	-	1,200,000	-	-	-	-
Total Other Financing Sources (Uses)	(1,200,000)	-	1,200,000	-	-	-	-
Net Changes in Fund Balances	(419,473)	(32,532)	(265,591)	(1,864)	145,805	(573,655)	(118,613)
Fund Balance, Beginning of Year	14,388,232	2,604,052	597,071	36,062	1,178,644	18,804,061	18,922,674
Fund balance adjustment to include Student Activity Accounts	320,659	-	-	-	-	320,659	-
Fund Balance, End of Year	\$ 14,289,418	2,571,520	331,480	34,198	1,324,449	18,551,065	18,804,061

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

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2021

Reconciliation to the Statement of Activities:

Net Change in Fund Balances - governmental activities	\$	(573,655)	(118,613)
Amount reported for governmental activities in the Statement of Activities are different because:			
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position:			
Principal on Debt		2,240,000	2,155,000
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The change in fund balance must be increased by capital purchases and decreased by depreciation expense:			
Capital asset purchases		1,737,198	735,039
Capital asset dispositions, net of accumulated depreciation		(2,146)	(4,293)
Depreciation expense		(2,515,431)	(2,486,238)
Change in Net Position of Governmental Activities (Statement B)	\$	885,966	280,895

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

Statement of Fiduciary Net Position
 Custodial Funds
 June 30, 2021

		June 30,	
		2021	2020
	<u>Assets</u>		
Cash		\$ 572,833	517,661
	<u>Liabilities</u>		
Due to Memorial / Scholarship Funds		\$ 572,833	517,661

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

NOTES TO BASIC FINANCIAL STATEMENTS

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Coal City Community Unit School District No. 1, Illinois (the "District") is a public educational agency operating under the applicable laws and regulations of the State of Illinois. It is governed by a seven-member Board of Education (the "Board") elected by registered voters of the District. The financial statements of the District have been prepared on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Illinois, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the District's accounting policies are described below:

Reporting Entity

The District has developed criteria to determine whether outside agencies with activities which benefit the citizens of the District, including joint agreements, which serve pupils from numerous districts, should be included within its financial reporting entity. Oversight responsibility is derived from the governmental unit's authority and includes, but is not limited to, financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, accountability for fiscal matters, scope of public services, and special financing relationships. There are no component units as defined above that are included in the District's reporting entity. The District is not included in any other governmental "reporting entity."

A. Basis of Presentation

The District's basic financial statements consist of government-wide statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements. The Statement of Net Position and the Statement of Activities display information about the District as a whole. The statements include all funds of the reporting entity except for fiduciary funds. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

Notes to Basic Financial Statements
For the Year Ended June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

A. Basis of Presentation (Continued)

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

Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements. During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at a more detailed level. The focus of governmental financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. The fiduciary funds are reported by type.

B. Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are summarized by providing a separate set of self-balancing accounts which include its assets, liabilities, fund equity, revenues, and expenditures. The District maintains individual funds required by the State of Illinois. These funds are grouped as required for reports filed with the Illinois State Board of Education. District resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. An emphasis is placed on major funds within the governmental category.

Notes to Basic Financial Statements
For the Year Ended June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

B. Fund Accounting (Continued)

A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

- a. total assets, liabilities, revenues, or expenditures of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. total assets, liabilities, revenues, or expenditures of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

There are two categories of funds utilized by the District: governmental and fiduciary.

Governmental Funds. Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. The following are the District's major governmental funds:

General Fund - The General Fund, which consists of the Educational Fund, the Operations and Maintenance Fund, and the Working Cash Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. The Special Education and Lease levies are included in these funds.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes. One special revenue fund is considered to be a major fund:

1. Transportation Fund - The Transportation Fund is used to account for expenditures related to transporting the students of the District. Main sources of revenue include property taxes and transportation state aid.

Capital Project Funds - Capital Project Funds are used to account for the accumulation of financial resources for, and the payment of maintenance/capital additions. The District has one capital project fund that is considered a major fund:

1. Site & Construction Fund - The Site & Construction Fund is used to account for expenditures related to maintenance/improvements of District property.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

B. Fund Accounting (Continued)

Debt Service Funds - Debt Service Funds are used to account for the accumulation of financial resources for, and the payment of, general long-term debt principal, interest and related costs. The District has one debt service fund that is considered a major fund.

1. Bond and Interest - The Bond and Interest Fund is used to account for principal and interest related to long-term debt issued by the District. The fund balance in this fund is restricted for debt service related expenditures.

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. With the implementation of GASB 84, the District determined the student activity funds in the amount of \$320,659, previously reported as fiduciary funds to be presented in the general fund. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. Custodial funds are custodial in nature (assets equal liabilities) and do not involve measurement of the results of operations. The District's only fiduciary funds are custodial funds which report resources that belong to various scholarship and memorial funds.

C. Measurement Focus and Basis of Accounting

Government-wide Financial Statements. The government-wide financial statements are prepared using the economic resources measurement focus and the modified cash basis of accounting. This means that only balances resulting from previous cash transactions are shown on the Statement of Net Position, with two modifications: capital assets net of related depreciation and long-term liabilities resulting from debt issuances are also included. The Statement of Activities presents increases (i.e. revenues) and decreases (i.e. expenditures) in total net position, with three modifications: capital acquisitions are not reported as expenditures but rather capitalized and shown as assets on the Statement of Net Position, depreciation expense is reported in the Statement of Activities, and long-term debt principal payments are shown as a reduction of long-term liabilities on the Statement of Net Position rather than as a disbursement on the Statement of Activities.

Fund Financial Statements. All governmental funds are accounted for using the current financial resources measurement focus and the cash basis of accounting. This means that only current assets, liabilities and fund balances resulting from previous cash transactions are shown on the Statement of Assets, Liabilities and Fund Balance Arising from Cash Transactions. The Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balances reports on the sources (i.e. revenues) and uses (i.e. expenditures).

Notes to Basic Financial Statements
For the Year Ended June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

Revenues are recognized when cash is received. Expenditures are recognized when checks are written. Allocations of cost, such as depreciation, are not recognized in governmental funds. This approach differs from the manner in which the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

D. Cash, Cash Equivalents and Investments

Cash and Cash Equivalents

For the purpose of financial reporting, "cash and cash equivalents" includes all demand and savings accounts and certificates of deposit or short-term investments with an original maturity of three months or less. Trust account investments in open-ended mutual funds are also considered cash equivalents.

To improve cash management, the District utilizes a pooled account. Monies for all funds, excluding fiduciary funds, are maintained in this pool. Individual fund integrity is maintained through District records. Interest in the pool is presented as "cash."

Investments

During the fiscal year, investments were limited to certificates of deposit, money market mutual funds, and the Illinois School District Liquid Asset Fund. Investments are stated at cost which approximates market value. Gains or losses on the sale of investments are recognized upon realization. The institutions in which investments are made must be approved by the Board of Education.

E. Capital Assets

In the government-wide financial statements, capital assets arising from cash transactions are accounted for as assets in the Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if the actual cost is unavailable. Estimated historical cost was used to value a majority of the assets acquired prior to July 1, 2004. Assets acquired since July 1, 2004, are recorded at cost.

Capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$2,500. Investments are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

Notes to Basic Financial Statements
For the Year Ended June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

E. Capital Assets (Continued)

Depreciation of exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	15-39 years
Equipment	3-10 years
Cafeteria Equipment	3-10 years

F. Compensated Absences

Each full-time teacher shall be granted twelve (12) sick leave days per school year without loss of pay. Each full-time teacher who has accumulated one hundred (100) unused sick days at the end of the previous year shall receive fourteen (14) sick days the next school year. Each full-time teacher who has accumulated one hundred fifty (150) unused sick days at the end of the previous year shall receive sixteen (16) days the next school year. Each full-time teacher who has accumulated two hundred (200) unused sick days at the end of the previous year shall receive (25) sick days the next school year.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

G. Net Position

In the government-wide financial statements net position represents the difference between assets and liabilities, and is displayed in three components:

1. Net Position invested in capital assets - consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of these assets. At June 30, 2021, net investment in capital assets consists of the following:

Capital assets, at cost	\$ 99,128,283
Less: Accumulated depreciation	<u>(41,787,152)</u>
Capital assets, net	57,341,131
Less:	
General obligation bonds	<u>(27,910,000)</u>
Net investment in capital assets	<u>\$ 29,431,131</u>

2. Restricted net position - consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
3. Unrestricted net position - all other net position that does not meet the definition of "restricted" or "net investment in capital assets."

H. Insurance Liability

The District's employees are covered by a health insurance policy under which the District's total premium is based on actual claims incurred. As of June 30, 2021, total premiums paid by District employees have exceeded claims incurred by \$226,687. This amount is included in the payroll withholdings liability reported in the Educational and Operations & Maintenance Funds on the accompanying financial statements.

I. Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

J. Reclassifications

Certain prior year balances may have been reclassified to conform to the current year presentation.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 2: DEPOSITS AND INVESTMENTS

The District is allowed to invest in securities as authorized by the School Code of Illinois, Chapter 85, Sections 902 and 906; and Chapter 122, Section 8-7 and is limited by its own local ordinance. The District has adopted a formal written investment and cash management policy. The institution in which investments are made must be approved by the Board of Education.

Deposits

Custodial Credit Risk - is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's custodial credit risk policy is included in a formal written investment and cash management policy.

The District's deposits and certificates of deposits are entirely covered by federal depository insurance (FDIC) or by securities held by the pledging financial institution. The FDIC currently insures the first \$250,000 of the District's deposits at each financial institution. Deposit balances over \$250,000 are collateralized with securities held by the pledging financial institution.

At June 30, 2021, the carrying amount of the District's deposits was \$1,124,319, and the bank balance was \$1,292,575. All of the District's deposits in excess of FDIC limits (\$738,573) are fully collateralized by securities held with the pledging financial institution.

Investments

Investments consist of the following:

	<u>Carrying Amount</u>	<u>Market Value</u>
Illinois School District Liquid Asset Fund	\$ 17,659,543	17,659,543
	<u>\$ 17,659,543</u>	<u>17,659,543</u>

The Illinois School District Liquid Asset Fund. The Illinois School District Liquid Asset Fund is an external investment pool sponsored by the Illinois Association of School Boards, the Illinois Association of School Administrators and the Illinois Association of School Business Officials. PMA Securities, Inc. administers the fund. A thirteen-member Board of Trustees oversees the actions of the Administrator and decides on general policies. The fund invests in high-quality, short-term debt instruments guaranteed by the full faith and credit of the United States, certain U.S. government agency obligations, commercial paper, bank obligations and other obligations permitted by Illinois law. The monies invested in the Illinois School District Liquid Asset Funds are reported at cost which represents market value.

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's investing activities are managed under the custody of the District Superintendent and Treasurer. Investing is performed in accordance with investment policies adopted by the Board of Education complying with the School Code of Illinois.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 2: DEPOSITS AND INVESTMENTS – (Continued)

Investments (Continued)

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The District's procedures provide that to the extent practicable, investments are matched with anticipated cash flows. Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer.

Concentration Risk is the risk that is a result of the Board placing no limit on the amount that can be invested with any single issuer.

NOTE 3: COMMON BANK ACCOUNT

Separate bank and investment accounts are not maintained for all District funds; instead, cash and investments of certain funds is combined in common bank and investment accounts. Individual accounting records are maintained showing the balances attributed to each fund. As of June 30, 2021, the funds participating in the common accounts had the following balances (overdrafts):

Fund	Pooled Checking	Pooled Investments	Total
General Fund:			
Educational Fund	\$ 1,636,672	10,133,771	11,770,443
Operations and Maint. Fund	(476,906)	2,818,262	2,341,356
Working Cash Fund	604	403,702	404,306
Total General Fund	1,160,370	13,355,735	14,516,105
Bond & Interest Fund	33,420	778	34,198
Transportation Fund	(143,823)	2,715,343	2,571,520
IMRF and Social Security Fund	(84,680)	501,787	417,107
Tort Fund	(59,343)	614,097	554,754
Life Safety Fund	(113,105)	471,803	358,698
Site and Construction Fund	331,480	-	331,480
Total	\$ 1,124,319	17,659,543	18,783,862

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 4: CAPITAL ASSETS

	July 1, 2020	Additions	Deletions	June 30, 2021
Capital Assets, not being depreciated:				
Land	\$ 6,457,620	-	-	6,457,620
Construction in Progress	-	14,625	-	14,625
Total Capital Assets, not being depreciated	6,457,620	14,625	-	6,472,245
Capital Assets, being depreciated:				
Land Improvements	5,882,401	-	-	5,882,401
Building	80,986,179	1,578,225	-	82,564,404
Equipment	3,619,944	144,348	(40,305)	3,723,988
Cafeteria Equipment	485,245	-	-	485,245
Total Capital Assets, being depreciated	90,973,769	1,722,573	(40,305)	92,656,038
Total Capital Assets	97,431,389	1,737,198	(40,305)	99,128,283
Less Accumulated Depreciation:				
Land Improvements	(4,803,955)	(153,804)	-	(4,957,759)
Building	(30,913,765)	(2,196,323)	-	(33,110,088)
Equipment	(3,165,276)	(143,880)	38,158	(3,270,998)
Cafeteria Equipment	(426,883)	(21,423)	-	(448,306)
Total Accumulated Depreciation	(39,309,879)	(2,515,430)	38,158	(41,787,152)
Total Capital Assets being depreciated, net	51,663,890	(792,857)	(2,147)	50,868,886
Governmental Activities Capital Assets, Net	<u>\$ 58,121,510</u>	<u>(778,232)</u>	<u>(2,147)</u>	<u>57,341,132</u>

Current year depreciation is allocated as follows:

Instructional Expenditures	\$ 2,433,345
Support Service Expenditures	<u>82,085</u>
Total Current Year Depreciation	<u>\$ 2,515,430</u>

The District's significant capital purchases during the fiscal year included:

Grade Plumbing and Piping	\$ 1,128,725
Masonry Improvements	449,500
2019 Ford F-250	37,448

Construction in progress during the current year included \$14,625 of mechanical improvements to be completed in fiscal year 2022.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 5: LONG-TERM OBLIGATIONS

The following is a summary of the District's general long-term obligations for the year ended June 30, 2021:

	Principal Outstanding 7/1/2020	Additions	Reductions	Principal Outstanding 6/30/2021	Amount Due in One Year
General Obligation Bonds:					
2010 4.00% \$3,680,000	\$ 345,000	-	-	345,000	-
2016 3.50-4.00% \$7,105,000	6,100,000	-	-	6,100,000	-
2017 3.50-4.00% \$19,625,000	16,530,000	-	1,675,000	14,855,000	1,855,000
2018 3.50-4.00% \$8,480,000	7,175,000	-	565,000	6,610,000	475,000
Total General Obligation Bonds	<u>\$ 30,150,000</u>	<u>-</u>	<u>2,240,000</u>	<u>27,910,000</u>	<u>2,330,000</u>

All of the District's debt service payments are made from the Bond and Interest Fund.

On September 8, 2010, the District issued \$3,680,000 in general obligation school bonds for the high school addition. In December 2012, the District authorized the provision for partial defeasance of \$3,335,000 of principal and \$708,279 of interest on these bonds prior to maturity. The outstanding 2010 bonds final maturity is February 1, 2030. Bond and interest payments are made from the Debt Service Fund. The District's payment schedule is shown in the following amortization schedule.

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	\$ -	13,800	13,800
2023	-	13,800	13,800
2024	-	13,800	13,800
2025	-	13,800	13,800
2026	-	13,800	13,800
2027	-	13,800	13,800
2028	-	13,800	13,800
2029	-	13,800	13,800
2030	345,000	13,800	358,800
Total	<u>\$ 345,000</u>	<u>124,200</u>	<u>469,200</u>

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 5: LONG-TERM OBLIGATIONS - (Continued)

On February 3, 2016, the District issued \$6,000,000 in general obligation working cash bonds for building renovations, plus \$1,105,000 in refunding bonds to partially refund the 2008 general obligation bonds, for a total issuance of \$7,105,000. The bonds' final maturity is February 1, 2036. Bond and interest payments are made from the Debt Service Fund. The District's payment schedule is shown in the amortization schedule below:

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	\$ -	227,906	227,906
2023	-	227,906	227,906
2024	-	227,906	227,906
2025	-	227,906	227,906
2026	-	227,906	227,906
2027	-	227,906	227,906
2028	-	227,906	227,906
2029	-	227,906	227,906
2030	695,000	227,906	922,906
2031	820,000	200,107	1,020,107
2032	1,205,000	167,306	1,372,306
2033	750,000	126,638	876,638
2034	775,000	101,326	876,326
2035	910,000	74,200	984,200
2036	945,000	37,800	982,800
Total	<u>\$ 6,100,000</u>	<u>2,758,531</u>	<u>8,858,531</u>

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1**Notes to Basic Financial Statements
For the Year Ended June 30, 2021****NOTE 5: LONG-TERM OBLIGATIONS - (Continued)**

On July 27, 2017, the District issued \$19,625,000 in general obligation refunding school bonds to partially refund the 2008 general obligation bonds. The bonds' final maturity is February 1, 2028. Bond and interest payments are made from the Debt Service Fund. The District's payment schedule is shown in the amortization schedule below:

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	\$ 1,855,000	651,500	2,506,500
2023	1,915,000	577,300	2,492,300
2024	2,015,000	481,550	2,496,550
2025	2,130,000	380,800	2,510,800
2026	2,195,000	274,300	2,469,300
2027	2,305,000	188,450	2,493,450
2028	2,440,000	73,200	2,513,200
Total	<u>\$ 14,855,000</u>	<u>2,627,100</u>	<u>17,482,100</u>

On June 6, 2018, the District issued \$8,480,000 in general obligation refunding school bonds to refund the remaining balance of the 2008 general obligation bonds. The bonds' final maturity is February 1, 2029. Bond and interest payments are made from the Debt Service Fund. The District's payment schedule is shown in the amortization schedule below:

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	\$ 475,000	272,926	747,926
2023	510,000	253,926	763,926
2024	520,000	238,626	758,626
2025	525,000	217,826	742,826
2026	590,000	196,826	786,826
2027	590,000	173,226	763,226
2028	550,000	149,626	699,626
2029	2,850,000	127,626	2,977,626
Total	<u>\$ 6,610,000</u>	<u>1,502,982</u>	<u>8,240,608</u>

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 6: PROPERTY TAXES

On the cash basis of accounting, property taxes are recognized as revenues when they are received. The 2020 levy, in the amount of \$28,466,920 reduced by statutory limitations to \$27,602,308, was passed by the Board on December 2, 2020 and will be received in the subsequent fiscal year. The 2019 levy in the amount of \$27,351,674, reduced by statutory limitations to \$26,367,080, was received during the current fiscal year. The property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments on June 1 and September 1 subsequent to the year of the levy. Taxes are remitted to the District in the month following the due dates. The District receives property tax revenues from both Grundy County and Will County.

Under current procedures, the County Treasurer distributes all property taxes received to the District, including amounts paid by taxpayers that have filed objections in the circuit court that such taxes are illegal and excessive. Any tax objections that are sustained in the subsequent legal proceedings are deducted from future property tax distributions that are due to the District.

Specific levies may result in a restricted fund balance within the General Fund:

Special Education. Revenue collected and the related expenditures paid from this restricted tax levy are accounted for in the Educational Fund. A total of \$320,053 was collected and all was spent, resulting in no restricted fund balance.

Lease. Revenue collected and the related expenditures paid from this restricted tax levy are accounted for in the Educational Fund. At the beginning of the year, the District has a restricted fund balance of \$99,605. A total of \$260,712 was collected and \$293,449 was spent, resulting in a restricted fund balance of \$66,868.

NOTE 7: RETIREMENT FUND COMMITMENTS

A. *Teachers' Retirement System of the State of Illinois*

General Information about the Plan

Plan Description

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

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

Notes to Basic Financial Statements
For the Year Ended June 30, 2021

NOTE 7: RETIREMENT FUND COMMITMENTS – (Continued)

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

Benefits Provided

TRS provides retirement, disability, and death benefits. Tier 1 members have TRS or reciprocal system service prior to January 1, 2011. Tier 1 members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last 10 years of creditable service and 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 2 members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the highest four. Disability provisions for Tier 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different from Tier 1.

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

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2024. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the state of Illinois.

Notes to Basic Financial Statements
For the Year Ended June 30, 2021

NOTE 7: RETIREMENT FUND COMMITMENTS – (Continued)

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

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2020, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On Behalf Contributions to TRS – The state of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2021, state of Illinois contributions recognized by the District were reported as revenue and expenditures of \$1,487,556 in pension contributions from the state of Illinois.

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, 2021, were \$82,880.

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

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

For the year ended June 30, 2021, the employer pension contribution was 10.41 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2021, salaries totaling \$108,880 were paid from federal and special trust funds that required employer contributions of \$11,334.

Employer Retirement Cost Contributions – Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The 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.

Notes to Basic Financial Statements
For the Year Ended June 30, 2021

NOTE 7: RETIREMENT FUND COMMITMENTS – (Continued)

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

Contributions (Continued)

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2021, the District paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent, \$0 for salary increases in excess of 3 percent, and \$0 for sick leave days granted in excess of the normal annual allotment.

B. Illinois Municipal Retirement Defined Benefit Pension Plan

IMRF Plan Description

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

Benefits Provided

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

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.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 7: RETIREMENT FUND COMMITMENTS – (Continued)

B. Illinois Municipal Retirement Defined Benefit Pension Plan (Continued)

Benefits Provided (Continued)

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.

Employees Covered by Benefit Terms

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

Retirees and beneficiaries	87
Inactive, non-retired members	49
Active members	102
Total	<u>238</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 and actual District contributions for calendar year 2020 and the fiscal year ended June 30, 2021 are summarized below. 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.

Plan member required contribution rate	4.50%
District required contribution rate for 2020	9.69%
District required contribution rate for 2021	9.30%
District actual contributions for 2020	\$ 300,210
District actual contributions for fiscal year 2021	\$ 278,774

Notes to Basic Financial Statements
For the Year Ended June 30, 2021

NOTE 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

A. Teachers' Health Insurance Security Fund

The District participates in the Teachers' Health Insurance Security (THIS) Fund of the State of Illinois. THIS is a cost-sharing, multiple-employer defined benefit post-employment healthcare plan (OPEB) established by the Illinois legislature for the benefit of eligible retired Illinois public school teachers employed outside the city of Chicago (members). All District employees receiving monthly benefits from the Teachers' Retirement System (TRS) who have at least eight years of creditable service with TRS, the survivor of an annuitant or benefit recipient who had at least eight years of creditable service or a recipient of a monthly disability benefit are eligible to enroll in THIS.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Plan 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. The publicly available financial report of the Plan may be found on the website of the Illinois Auditor General. The current reports are listed under "Central Management Services" (<http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>).

Benefits Provided. THIS provides medical, prescription, and behavioral health benefits for eligible retirees and their dependents, 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. The premiums charged reflect approximately a 75 percent subsidy for members that elect a managed care plan or elect the Teachers' Choice Health Plan (TCHP) if a managed care plan is either not available or only partially available. Members receive approximately a 50 percent subsidy if they elect the TCHP when a managed care plan is available. Medicare primary dependent beneficiaries enrolled in a managed care plan or in the TCHP when no managed care plan is available receive a premium subsidy.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) – (Continued)

A. Teachers' Health Insurance Security Fund (Continued)

Contributions. The State Employees Group Insurance Act of 1971 (5 ILCS 375/6) specifies the contribution requirements of the participating school districts and covered employees. For the year ended June 30, 2021, required contributions are as follows:

- Active members contribute 1.24 percent of covered payroll.
- Employers contribute 0.92 percent of covered payroll. 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. For the year ended June 30, 2021, the District paid \$131,465 to the THIS Fund, which was 100 percent of the required contribution.
- The State of Illinois makes contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members. The State contributed 1.24 percent of covered payroll. For the year ended June 30, 2021, State of Illinois contributions on behalf of the District's employees were \$177,192 and the District recognized revenue and expenditures for this on-behalf contribution amount during the year in the General Fund.
- Retired members contribute through premium payments based on the coverage elected, Medicare eligibility, and the age of the member and dependents. The premium for retired members is not permitted to increase by more than 5.0 percent by year by statute. The Federal Government provides a Medicare Part D subsidy.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 9: LEGAL DEBT MARGIN

Legal debt margin is the percent of the District's assessed valuation which is subject to debt limitation. The statutory debt limitation for the District is 13.8%. The District's legal debt margin limitation is as follows for the fiscal year ended June 30, 2021:

Assessed Valuation (2020)	<u>\$ 829,454,754</u>
Statutory debt limitation (13.8%)	\$ 114,464,756
Amount of debt applicable to debt limitation	<u>27,910,000</u>
Legal Debt Margin	<u>\$ 86,554,756</u>

NOTE 10: OTHER CONTRACTUAL COMMITMENTS

Teacher's contracts for services rendered during the school year for teachers electing twelve month pay schedules are recorded in the fiscal year when such checks are drawn. The amount of unpaid teacher's contracts totaled to \$964,828 due to TRS payroll being ran in June for services performed during the year ended June 30, 2021.

NOTE 11: LEASE COMMITMENTS

During the fiscal year, the District had the following lease agreements:

- American Capital – Chrome Books and carts with annual payments of \$64,974, with the final payment due in July 2020. Total payments of \$22,500 were made under this lease during the year ended June 30, 2021. This lease was not renewed.
- Apple Financial Services – 160 Macbooks with annual payments of \$76,764, with final payment due in October 2024. The payments of \$76,764 were made under this lease during the year ended June 30, 2021.
- American Capital – Technology equipment with annual payments of \$62,273, with final payment due in October 2024. Total payments of \$62,273 were made under this lease during the year ended June 30, 2021.
- Proven IT – 7 Canon Copiers with annual payments of \$30,096, with final payment due in June 2022. Total payments of \$30,096 were made under this lease during the year ended June 30, 2021.
- Trinity 3 Technology – Chromebooks with monthly payments of \$3,306 for 48 months, ending July, 2024. Total payments of \$76,296 were made under this lease during the year ended June 30, 2021.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 11: LEASE COMMITMENTS – (Continued)

- Midwest Bus Sales – 2016 Chevy/Thomas with annual payments of \$6,727, with final payment due in May 2021. Total payments of \$6,727 were made under this lease during the year ended June 30, 2021.
- Midwest Bus Sales – 2017 Chevy/Thomas with annual payments of \$8,421, with final payment due in May 2023. Total payments of \$8,421 were made under this lease during the year ended June 30, 2021.

Future minimum lease payments until expiration are as follows:

June 30, 2022	\$260,578
June 30, 2023	177,087
June 30, 2024	<u>146,990</u>
Total	<u>\$584,665</u>

The District owns farmland, which it leases to John Trotter Farms. The lease, which began February 28, 2018, states the District will receive 2 bi-annual payments of \$15,005 each year for five years. During the fiscal year ending June 30, 2021, the District received \$30,010 from this agreement.

NOTE 12: TRANSFERS

The District made the following transfers among funds during the year ended June 30, 2021, to cover expenditures related to school renovations:

Fund	Transfer In	Transfer Out
General Fund:		
Working Cash Fund	\$ -	542,000
Education Fund		658,000
Site & Construction Fund	<u>1,200,000</u>	<u>-</u>
Totals	<u>\$ 1,200,000</u>	<u>1,200,000</u>

NOTE 13: GRANTS

The District has received funding from state and federal grants which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the granting agencies. Any disallowed claims resulting from such audits could become a liability of the District. In the opinion of the District, any such disallowed claims will not have a material adverse effect on the overall financial position of the District.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 14: RISK MANAGEMENT- CLAIMS AND JUDGMENTS

The District's risk management activities are recorded in the Tort Fund. No liability has been recorded in the books for future expenses related to risk management. These expenditures are reported as the payments are made.

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

NOTE 15: FUND BALANCE – GASB 54 PRESENTATION

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

	General Fund	Trans. Fund	SS & IMRF Fund	Site & Const.	Tort Fund	Life Safety Fund	Bond & Interest Fund	Total Fund Balance
Restricted for:								
IMRF	\$ -	-	507,897	-	-	-	-	507,897
Tort-related insurance	-	-	-	-	554,754	-	-	554,754
Debt service reserve	-	-	-	-	-	-	34,198	34,198
Leases	66,868	-	-	-	-	-	-	66,868
Library	58,000	-	-	-	-	-	-	58,000
Life safety	-	-	-	-	-	358,698	-	358,698
Committed to:								
Unpaid teachers contracts	964,828	-	-	-	-	-	-	964,828
Insurance reserve	308,600	-	-	-	-	-	-	308,600
Construction projects	-	-	-	331,480	-	-	-	331,480
Assigned to:								
Transportation	-	2,571,520	-	-	-	-	-	2,571,520
Unassigned:								
Social Security & Medicare deficit	-	-	(96,900)	-	-	-	-	(96,900)
Working Cash	404,306	-	-	-	-	-	-	404,306
Building maintenance	2,275,393	-	-	-	-	-	-	2,275,393
Education Fund	10,211,423	-	-	-	-	-	-	10,211,423
Total fund balance	\$ 14,289,418	2,571,520	410,997	331,480	554,754	358,698	34,198	18,551,065

A. *Nonspendable Fund Balance*

The Nonspendable Fund Balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. Due to the cash basis nature of the District all such items are expensed at the time of purchase, so there is nothing to report for this classification.

Notes to Basic Financial Statements
For the Year Ended June 30, 2021

NOTE 15: FUND BALANCE – GASB 54 PRESENTATION – (Continued)

B. Restricted Fund Balance

The Restricted Fund Balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Restrictions may be imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes.

The District has revenue sources received within different funds that also fall into these categories:

1. Special Education – Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Educational Fund. Expenditures disbursed exceeded revenues received for this purpose, resulting in no restricted fund balance.
2. Lease – Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Educational Fund. Revenues received exceeded expenditures disbursed for this purpose, resulting in a restricted fund balance of \$66,868.
3. Local Grants – Library – Proceeds from local grants have been included in the Operation and Maintenance Fund. No expenditures have been incurred during the fiscal year, resulting in a restricted fund balance of \$58,000 as of June 30, 2021.
4. State Grants – Proceeds from state grants and the related expenditures have been included in the Educational and Transportation Funds. Expenditures disbursed exceeded revenue received from state grants, resulting in no restricted balances.
5. Federal Grants – Proceeds from federal grants and the related expenditures have been included in the Educational Fund. Expenditures disbursed from federal grants exceeded revenues received for those specific purposes in the Educational Fund, resulting in no restricted balances.
6. IMRF – Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the IMRF and Social Security Fund. Revenue received exceeded expenditures disbursed for IMRF, resulting in a restricted fund balance at year-end.
7. Tort Immunity – Revenue collected and the related expenses paid of this restricted tax levy are accounted for in the Tort Fund. Revenues received exceeded expenditures disbursed, resulting in a restricted fund balance at year-end.
8. Debt Service – Cash disbursed and related cash receipts of this restricted tax levy are accounted for in the Bond & Interest Fund. Revenue received exceeded expenditures disbursed for this purpose, resulting in a restricted fund balance of \$34,198

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 15: FUND BALANCE – GASB 54 PRESENTATION – (Continued)

C. Committed Fund Balance

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

The School Board commits fund balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balances also incorporate contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

The District has committed \$308,600 insurance reserve in the Educational Fund. The entire balance of the Site & Construction Fund is committed for future capital projects.

D. Assigned Fund Balance

The Assigned Fund Balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the School Board itself or (b) the finance committee or by the Superintendent when the School Board has delegated the authority to assign amounts to be used for specific purposes. The District's Transportation Fund balance is assigned for the purpose of purchasing/leasing buses for student transportation.

E. Unassigned Fund Balance

The Unassigned Fund Balance classification is the residual classification for amounts in the General Operating Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds. Unassigned fund balance amounts are shown in the financial statements as Unassigned fund balances in the Educational, Operations & Maintenance, and Working Cash Funds. The expenditures disbursed did not exceed revenues received from the Social Security tax levy, which has resulted in an unassigned deficit of \$96,900 in the Social Security & IMRF Fund.

F. Expenditures of Fund Balance

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

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Basic Financial Statements For the Year Ended June 30, 2021

NOTE 16: INTERGOVERNMENTAL AGREEMENTS

The District entered into an agreement with Reed-Custer Community Unit School District No. 255U and Wilmington Community School District No. 209U. The Districts have agreed to jointly purchase certain pieces of equipment for use by the Districts in the day-to-day operations of the schools. The superintendents of the Districts work together on the bidding process and the selection and purchase of the desired equipment. The Districts agree to cooperate with each other in scheduling the use of the equipment after purchase.

NOTE 17: TAX ABATEMENTS

The District has entered into an agreement with Grundy County, Goose Lake Township, Goose Lake Road District, Joliet Junior College, Coal City Public Library District, Coal City Fire Protection District, the Grundy County Treasurer and the Grundy County Supervisor of Assessments to rebate incremental taxes from the existing Economic Development Project Area #1 to CPV Three Rivers, LLC. CPV intends to construct and operate an electric generator facility in the EDPA #1.

Under the agreement, the County will declare an annual surplus, based upon an agreed-upon payment schedule, for 20 years. This surplus will be distributed to the participating taxing bodies on or before September 30, each year. The District's share of the surplus is 64.08%. The County will also rebate CPV annually for the amount by which incremental taxes paid by CPV exceed the agreed-upon surplus payment schedule.

The rebates are anticipated to begin in 2021, and the agreement will run through 2041.

NOTE 18: SUBSEQUENT EVENTS

Management evaluated subsequent events through September 1, 2021, the date the financial statements were available to be issued. Other than the information described above, no amounts were required to be recorded or disclosed in the financial statements as of June 30, 2021, as a result of events occurring between July 1, 2021 and September 1, 2021.

OTHER INFORMATION

Combining Statement of Assets, Liabilities and Fund Balances
Arising from Cash Transactions
June 30, 2021

	Educational Fund	Operations & Maintenance Fund	Working Cash Fund	Total
<u>Assets</u>				
Cash in bank	\$ 1,636,672	-	604	1,637,276
Investments	10,133,771	2,818,262	403,702	13,355,735
Total Assets	<u>\$ 11,770,443</u>	<u>2,818,262</u>	<u>404,306</u>	<u>14,993,011</u>
<u>Liabilities and Fund Balance</u>				
Liabilities:				
Overdrafts payable	\$ -	476,906	-	476,906
Withholdings	218,724	7,963	-	226,687
Total Liabilities	<u>218,724</u>	<u>484,869</u>	<u>-</u>	<u>703,593</u>
Fund Balance:				
Committed	1,273,428	-	-	1,273,428
Restricted	66,868	58,000	-	124,868
Unassigned	10,211,423	2,275,393	404,306	12,891,122
Total Fund Balance	<u>11,551,719</u>	<u>2,333,393</u>	<u>404,306</u>	<u>14,289,418</u>
Total Liabilities and Fund Balance	<u>\$ 11,770,443</u>	<u>2,818,262</u>	<u>404,306</u>	<u>14,993,011</u>

Combining Statement of Revenues Received , Expenditures Disbursed, and Changes in Fund Balances
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Educational Fund	Operations & Maintenance Fund	Working Cash Fund	Total General Fund Year Ended June 30,	
				2021	2020
Revenues Received:					
Local Revenues	\$ 19,272,530	3,716,076	104,050	23,092,656	23,113,461
Flow Through Revenues	22,901	-	-	22,901	22,901
State Revenues	1,768,077	-	-	1,768,077	1,671,170
Federal Revenues	1,389,554	-	-	1,389,554	964,673
On Behalf Payments	1,664,748	-	-	1,664,748	1,702,504
Total Revenues Received	24,117,810	3,716,076	104,050	27,937,936	27,474,709
Expenditures Disbursed:					
Instruction	16,133,556	-	-	16,133,556	15,868,720
Support Services	5,747,154	2,888,228	-	8,635,382	9,110,167
Payments to Other Schools	527,106	196,617	-	723,723	720,993
Community Service	-	-	-	-	20
On Behalf Payments	1,664,748	-	-	1,664,748	1,702,504
Total Expenditures Disbursed	24,072,564	3,084,845	-	27,157,409	27,402,404
Excess (Deficiency) of Revenues Received Over (Under) Expenditures Disbursed	45,246	631,231	104,050	780,527	72,305
Other Financing Sources (Uses):					
Transfers (to) from Other Funds	(658,000)	-	(542,000)	(1,200,000)	(500,000)
Total Other Financing Sources (Uses)	(658,000)	-	(542,000)	(1,200,000)	(500,000)
Net Change in Fund Balance	(612,754)	631,231	(437,950)	(419,473)	(427,695)
Fund Balance, Beginning of Year	11,843,814	1,702,162	842,256	14,388,232	14,815,927
Fund Balance Adjustment to Include Student Activity Accounts	320,659	-	-	320,659	-
Fund Balance, End of Year	\$ 11,551,719	2,333,393	404,306	14,289,418	14,388,232

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
GENERAL FUND

Schedule A-3

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Original and Final Appropriations	Year Ended June 30,	
		2021	2020
<u>Educational Fund:</u>			
Revenues Received:			
Local Sources:			
Property Taxes:			
General	\$ 16,272,997	15,823,241	15,532,230
Leasing	-	260,712	394,242
Special Education	323,821	320,053	315,238
Replacement Taxes	1,200,000	1,926,286	1,507,615
Other Payment in Lieu of Taxes	20,000	314,713	404,730
Tuition:			
Regular	23,000	-	16,699
Summer School - Pupils	2,500	4,140	1,680
Summer School - Other	12,000	13,565	5,615
Interest on Investments	250,000	73,401	529,556
Food Service:			
Pupils - Lunch	495,000	11,758	396,798
Pupils - Other	5,000	-	-
Sales to Adults	13,000	14,133	6,811
Other	5,000	1,276	4,772
District Activities:			
Admissions - Athletic	48,000	9,850	32,600
Admissions - Other	20,000	-	33,128
Fees	5,000	8,845	6,180
Other	-	-	390
Textbook Rentals/Resale	72,000	81,814	45,810
Donations	5,000	6,920	6,522
Sale of Equipment	-	333	30,215
Refund of Prior Year Expenditures	-	-	28,452
Driver's Education Fees	25,000	20,762	12,203
Local Fees	61,500	-	-
Other Local Revenues	70,000	201,759	83,437
Student Activity Fund Revenues	400,000	178,969	-
Total Local Sources	19,328,818	19,272,530	19,394,923
Flow-Through Revenues Received:			
From State Sources	16,000	22,901	22,901
From Federal Sources	100,000	-	-
Total Flow-Through Revenues Received	\$ 116,000	22,901	22,901

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
GENERAL FUND

Schedule A-3
(Continued)

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget & Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Original and Final Appropriations	Year Ended June 30, 2021	2020
<u>Educational Fund (continued):</u>			
Revenues Received (continued):			
State Programs:			
Evidence based funding	\$ 1,300,000	1,347,219	1,347,219
Special Education:			
Private Facility Tuition	50,000	134,203	110,130
Orphanage - Individual	-	54,179	12,286
Summer School	-	7,572	-
State Free Lunch & Breakfast	5,000	6,166	3,120
Drivers Education	-	20,560	22,444
Early Childhood Education	190,000	196,649	175,971
Other State Programs	50,000	1,529	-
Total State Programs	1,595,000	1,768,077	1,671,170
Federal Programs:			
National School Lunch Program	250,000	333,198	201,411
Special Milk Program	-	-	2,386
School Breakfast Program	-	53,020	23,353
ISBE Commodities	-	29,728	43,583
DoD Fruits & Vegetables	-	29,956	17,398
Title I - Low Income	250,000	231,593	183,694
Federal Special Education:			
Preschool Flow-through	-	10,541	8,317
I.D.E.A. Flow-through	425,000	481,554	342,036
Title IV - Student Support and Academic Enrichment Grant	10,000	5,103	-
ESSER	-	147,991	-
Medicaid Matching - Fee for Service Program	152,000	66,870	142,492
McKinney-Vento Supply Closet Grant	-	-	3
Total Federal Programs	1,087,000	1,389,554	964,673
On Behalf Payments	1,600,000	1,664,748	1,702,504
Total Revenues Received	23,726,818	24,117,810	23,756,171
Expenditures Disbursed:			
Instructional:			
Regular Programs:			
Salaries	8,372,204	8,379,616	8,338,476
Benefits	2,139,118	2,060,924	2,007,411
Purchased Services	56,600	100,529	70,477
Teaching Supplies	82,400	111,847	160,114
Capital Outlay	26,000	1,300	27,737
Other Objects	500	-	-
Total Regular Programs	10,676,822	10,654,216	10,604,215
Tuition Payments to Charter Schools:			
Purchased Services	\$ 31,500	-	-

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
GENERAL FUND

Schedule A-3
(Continued)

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget & Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Original and Final Appropriations	Year Ended June 30, 2021	2020
<u>Educational Fund (continued):</u>			
Expenditures Disbursed (continued):			
Instructional (continued):			
Special Education Programs:			
Salaries	\$ 2,287,050	2,123,013	2,133,790
Benefits	469,800	471,374	451,507
Purchased Services	64,000	151,965	65,218
Supplies	37,000	25,460	54,738
Capital Outlay	15,000	2,711	5,889
Other Objects - Tuition	350,000	388,408	383,431
Total Special Education Programs	3,222,850	3,162,931	3,094,573
Special Education Programs Pre-K:			
Salaries	250,013	229,675	232,576
Benefits	50,938	50,248	53,379
Supplies & Materials	3,500	29,686	4,300
Total Special Education Programs Pre-K	304,451	309,609	290,255
Remedial Programs K-12:			
Salaries	90,000	52,953	82,762
Benefits	-	-	5
Purchased Services	2,500	12,977	2,598
Supplies	125,000	113,646	101,661
Capital Outlay	75,000	69,254	4,668
Total Remedial Programs K-12	292,500	248,830	191,694
Remedial Pre-K:			
Salaries	159,000	187,078	199,112
Benefits	76,950	60,990	69,738
Supplies & Materials	2,000	-	-
Total Remedial Pre-K	237,950	248,068	268,850
CTE Programs:			
Salaries	336,736	343,161	351,401
Benefits	78,652	70,457	70,873
Purchased Services	4,500	-	488
Supplies	54,500	36,254	18,211
Capital Outlay	10,000	9,311	6,711
Total CTE Programs	484,388	459,183	447,684
Interscholastic Programs:			
Salaries	607,046	554,762	601,328
Benefits	134,794	140,290	131,380
Purchased Services	110,500	54,891	79,735
Supplies	31,000	27,712	53,126
Capital Outlay	48,500	38,118	31,798
Other Objects	33,400	12,816	26,843
Total Interscholastic Programs	\$ 965,240	828,589	924,210

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
GENERAL FUND

Schedule A-3
(Continued)

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget & Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Original and Final Appropriations	Year Ended June 30, 2021	2020
<u>Educational Fund (continued):</u>			
Expenditures Disbursed (continued):			
Instructional (continued):			
Summer School Programs:			
Salaries	\$ 35,000	38,773	33,307
Benefits	4,800	6,709	6,668
Purchased services	2,000	-	418
Supplies	15,000	51	6,846
Total Summer School Programs	56,800	45,533	47,239
Student Activity Fund Expenditures	400,000	176,597	-
Total Instructional	16,672,501	16,133,556	15,868,720
Support:			
Attendance & Social Work Services:			
Salaries	309,190	311,720	301,043
Benefits	90,056	81,632	75,418
Supplies	-	-	1,424
Total Attendance & Social Work Services	399,246	393,352	377,885
Guidance Services:			
Salaries	197,576	195,580	197,571
Benefits	58,805	58,308	53,553
Purchased Services	-	-	224
Total Guidance Services	256,381	253,888	251,348
Health Services:			
Salaries	146,000	137,747	105,373
Benefits	28,300	27,870	23,516
Purchased Services	1,000	120	68
Supplies	7,250	2,541	3,310
Capital Outlay	2,000	-	949
Total Health Services	184,550	168,278	133,216
Psychological Services:			
Salaries	141,836	141,591	130,795
Benefits	35,550	32,049	29,128
Purchased Services	-	-	14
Total Psychological Services	177,386	173,640	159,937
Speech Pathology & Audiology Services:			
Salaries	262,095	245,627	253,748
Benefits	37,549	35,946	35,570
Total Speech Pathology & Audiology Services	\$ 299,644	281,573	289,318

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
GENERAL FUND

Schedule A-3
(Continued)

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget & Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Original and Final Appropriations	Year Ended June 30, 2021	2020
<u>Educational Fund (continued):</u>			
Expenditures Disbursed (continued):			
Support (continued):			
Other Support Services - Pupils:			
Salaries	\$ 112,504	112,793	107,144
Benefits	32,327	28,508	30,019
Purchased Services	191,900	84,468	81,122
Supplies	7,400	1,305	6,368
Other Objects	-	400	-
Total Other Support Services - Pupils	344,131	227,474	224,653
Improvement of Instruction Services:			
Salaries	220,500	208,321	178,922
Benefits	50,000	67,907	56,039
Purchased Services	154,500	37,993	61,535
Supplies	22,500	18,649	1,290
Capital Outlay	3,000	803	-
Other Objects	1,200	288	288
Total Improvement of Instruction Services	451,700	333,961	298,074
Educational Media/Tech Services:			
Salaries	317,305	336,298	358,711
Benefits	72,163	67,026	73,248
Purchased Services	546,500	506,982	454,286
Supplies	42,730	41,861	31,034
Capital Outlay	101,500	96,398	140,482
Total Educational Media/Tech Services	1,080,198	1,048,565	1,057,761
Assessment & Testing:			
Purchased Services	23,000	1,384	3,222
Supplies	80,500	21,084	52,954
Capital Outlay	5,000	-	-
Total Assessment & Testing	108,500	22,468	56,176
Board of Education Services:			
Salaries	50,000	-	1,100
Purchased Services	348,500	352,939	307,041
Supplies	11,000	19,378	6,019
Capital Outlay	6,000	-	-
Other Objects	18,000	24,104	32,646
Total Board of Education Services	433,500	396,421	346,806
Executive Administration Services			
Salaries	230,000	232,767	236,967
Benefits	55,950	74,632	68,917
Purchased Services	3,500	225	2,608
Supplies	500	329	1,146
Other Objects	2,500	8,344	5,940
Total Executive Administration Services	\$ 292,450	316,297	315,578

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
GENERAL FUND

Schedule A-3
(Continued)

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget & Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Original and Final Appropriations	Year Ended June 30, 2021	2020
<u>Educational Fund (continued):</u>			
Expenditures Disbursed (continued):			
Support (continued):			
Principal Services:			
Salaries	\$ 919,112	919,546	899,435
Benefits	246,425	287,283	261,856
Purchased Services	9,300	6,940	4,535
Supplies	34,300	25,473	21,532
Capital Outlay	-	-	2,317
Other Objects	3,100	1,889	2,586
Total Principal Services	1,212,237	1,241,131	1,192,261
Other Support Services - School Administration:			
Purchased Services	3,000	960	1,600
Total Other Support Services - School Administration	3,000	960	1,600
Direction of Business Support Services:			
Salaries	65,000	79,000	77,000
Benefits	18,600	24,100	23,425
Purchased Services	12,000	635	1,842
Supplies	-	379	1,354
Other Objects	1,000	1,411	980
Total Direction of Business Support Services	96,600	105,525	104,601
Fiscal Services:			
Salaries	151,000	111,772	121,145
Benefits	55,325	23,695	24,807
Purchased Services	5,000	973	11,597
Supplies	21,000	17,447	26,374
Capital Outlay	1,000	3,042	1,826
Other Objects	7,000	556	2,434
Total Fiscal Services	240,325	157,485	188,183
Operation & Maintenance of Plant Services:			
Supplies	5,000	541	3,216
Total Operation & Maintenance of Plant Services	\$ 5,000	541	3,216

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
GENERAL FUND

Schedule A-3
(Continued)

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget & Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Original and Final Appropriations	Year Ended June 30, 2021	2020
<u>Educational Fund (continued):</u>			
Expenditures Disbursed (continued):			
Support (continued):			
Food Services:			
Salaries	\$ 357,500	265,945	341,302
Benefits	60,970	57,710	61,825
Purchased Services	24,950	4,865	9,246
Supplies	423,000	245,742	366,584
Capital Outlay	15,000	13,906	17,919
Other Objects	18,000	-	-
Total Food Services	899,420	588,168	796,876
Internal Services:			
Purchased Services	-	37,252	-
Total Internal Services	-	37,252	-
Information Services:			
Purchased Services	-	-	709
Total Information Services	-	-	709
Other Support Services:			
Supplies	2,500	175	617
Capital Outlay	-	-	271,200
Total Other Support Services	2,500	175	271,817
Total Support	6,486,768	5,747,154	6,070,015
Community Services:			
Supplies	10,700	-	20
Total Community Services	10,700	-	20
Payments to Other Schools:			
Assessments:			
Regular Programs	25,000	12,423	7,094
Special Education Programs	50,000	7,503	33,128
Tuition:			
Special Education Programs	25,000	-	-
Continuing & Technical Education Programs	460,000	507,180	453,743
Total Payments to Other Schools	560,000	527,106	493,965
On Behalf Payments	1,600,000	1,664,748	1,702,504
Total Expenditures Disbursed	\$ 25,329,969	24,072,564	24,135,224

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
GENERAL FUND

Schedule A-3
(Continued)

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget & Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Original and Final Appropriations	Year Ended June 30, 2021	2020
<u>Educational Fund (continued):</u>			
Excess (Deficiency) of Revenues Received Over (Under) Expenditures Disbursed	\$ (1,603,151)	45,246	(379,053)
Other Financing Sources (Uses): Transfers to other funds	(658,000)	(658,000)	-
Total Other Financing Sources (Uses)	(658,000)	(658,000)	-
Net Change in Fund Balance	<u>\$ (2,261,151)</u>	(612,754)	(379,053)
Fund Balance, Beginning of Year		11,843,814	12,222,867
Fund Balance Adjustments to Include Student Activity Accounts		320,659	-
Fund Balance, End of Year		<u>\$ 11,551,719</u>	<u>11,843,814</u>

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
GENERAL FUND

Schedule A-3
(Continued)

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Original and Final Appropriations	Year Ended June 30, 2021	2020
<u>Operations & Maintenance Fund:</u>			
Revenues Received:			
Local Sources:			
Property Taxes	\$ 3,723,946	3,680,537	3,349,235
Rental income	15,000	6,344	20,495
Donations	-	-	59,521
Other revenue	-	29,195	-
Total Local sources	3,738,946	3,716,076	3,429,251
State sources			
Maintenance grant	-	-	50,000
Total Revenues Received	3,738,946	3,716,076	3,479,251
Expenditures Disbursed:			
Support Services:			
Facilities Acquisition & Construction Services:			
Purchased Services	50,000	103,901	67,386
Total Facilities Acquisition & Construction Services	50,000	103,901	67,386
Operation & Maintenance of Plant Services:			
Salaries	1,292,000	1,154,655	1,124,067
Benefits	259,300	265,585	245,466
Purchased Services	562,950	410,890	472,244
Supplies	937,500	858,117	874,304
Capital Outlay	155,000	94,821	256,645
Other Objects	-	259	40
Total Operation & Maintenance of Plant Services	3,206,750	2,784,327	2,972,766
Total Support Services	3,256,750	2,888,228	3,040,152
Payments to Other Districts:			
Payments for CTE Programs	200,000	196,617	227,028
Total Payments to Other Districts	200,000	196,617	227,028
Provision for Contingencies	-	-	-
Total Expenditures Disbursed	3,456,750	3,084,845	3,267,180
Excess (Deficiency) of Revenues Received Over (Under) Expenditures Disbursed)	\$ 282,196	631,231	212,071
Fund Balance, Beginning of Year		1,702,162	1,490,091
Fund Balance, End of Year		\$ 2,333,393	1,702,162

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
GENERAL FUND

Schedule A-3
(Continued)

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Original and Final Appropriations	Year Ended June 30, 2021	2020
<u>Working Cash Fund:</u>			
Revenues Received:			
Local Sources:			
Property Taxes	\$ 105,241	104,050	239,286
Total Revenues Received	105,241	104,050	239,286
Expenditures Disbursed	-	-	-
Excess (Deficiency) of Revenues Received Over (Under) Expenditures Disbursed	105,241	104,050	239,286
Other Financing Sources (Uses):			
Abatement of Working Cash Fund	(542,000)	(542,000)	(500,000)
Total Other Financing Sources (Uses)	(542,000)	(542,000)	(500,000)
Net Change in Fund Balance	<u>\$ (436,759)</u>	(437,950)	(260,714)
Fund balance, Beginning of Year		842,256	1,102,970
Fund balance, End of Year		<u>\$ 404,306</u>	<u>842,256</u>

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
TRANSPORTATION FUND

Schedule B-1

Statement of Assets, Liabilities and Fund Balance
Arising from Cash Transactions
June 30, 2021

<u>Assets</u>	
Investments	\$ 2,715,343
Total Assets	<u>\$ 2,715,343</u>
<u>Liabilities and Fund Balance</u>	
Liabilities	
Overdrafts payable	\$ 143,823
Fund Balance:	
Assigned Fund Balance	2,571,520
Total Liabilities and Fund Balance	<u>\$ 2,715,343</u>

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

Schedule B-2

	Original and Final Appropriations	Year Ended June 30,	
		2021	2020
Revenues Received:			
Local Sources:			
Property Taxes	\$ 1,376,241	1,360,248	1,435,352
Fees from other Districts	5,000	18,976	6,607
Total Local Sources	<u>1,381,241</u>	<u>1,379,224</u>	<u>1,441,959</u>
State Sources:			
Regular/Vocational Transportation	200,000	376,148	409,414
Special Education	400,000	462,994	470,266
Total State Sources	<u>600,000</u>	<u>839,142</u>	<u>879,680</u>
Total Revenues Received	<u>1,981,241</u>	<u>2,218,366</u>	<u>2,321,639</u>
Expenditures Disbursed:			
Pupil Transportation Services:			
Purchased Services	2,221,500	2,250,523	2,096,262
Supplies	2,500	375	686
Total Pupil Transportation Services	<u>2,224,000</u>	<u>2,250,898</u>	<u>2,096,948</u>
Provision for Contingencies	-	-	-
Total Expenditures Disbursed	<u>2,224,000</u>	<u>2,250,898</u>	<u>2,096,948</u>
Excess (Deficiency) of Revenues over Over (Under) Expenditures Disbursed	<u>\$ (242,759)</u>	(32,532)	224,691
Fund Balance, Beginning of Year		2,604,052	2,379,361
Fund Balance, End of Year		<u>\$ 2,571,520</u>	<u>2,604,052</u>

NOTES TO OTHER INFORMATION

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to Other Information For the Year Ended June 30, 2021

NOTE 1: BUDGETARY BASIS OF ACCOUNTING

The District's budget for all governmental funds is prepared using the modified cash basis of accounting (Non-GAAP) which is the same basis that is used in fund financial statements. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with Chapter 122, Paragraph 17.1 of the Illinois Revised Statutes.

For each fund, total fund expenses paid may not legally exceed the budgeted amounts. The budget lapses at the end of the fiscal year. The District follows these procedures in establishing the budgetary data reflected in the financial statements:

Prior to July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures and the means of financing them. The proposed operating budget is placed on file and a public hearing is held to obtain comments from the community.

Prior to October 1, the budget is legally adopted by the Board of Education through passage of a resolution. Formal budgetary integration is employed as a management control device at the function/object level during the year.

The Board of Education may make transfers between the various items in any fund not exceeding in the aggregate 10 percent of the total of such fund as set forth in the budget.

The Board of Education may amend the budget by performing the same procedures required of its original adoption.

The District's budget was adopted on September 30, 2020 and was not amended.

NOTE 2: BUDGETARY COMPARISON INFORMATION

The table below includes budgetary comparisons for the District's major funds.

Description	Budget	Actual	Variance	Percent Variance
Educational Expenditures Disbursed	\$25,329,696	24,072,564	1,257,132	4.96%
Operations & Maintenance Expenditures Disbursed	3,456,750	3,084,845	371,905	12.06%
Working Cash Expenditures Disbursed	-	-	-	N/A
Total General Fund	28,786,446	27,157,409	1,629,037	6.00%
Transportation Expenditures Disbursed	2,224,000	2,250,898	(26,898)	-1.19%
Site & Construction Expenditures Disbursed	1,750,000	1,479,897	270,103	18.25%
Bond & Interest Expenditures Disbursed	3,498,231	3,497,632	599	0.02%

SUPPLEMENTAL INFORMATION

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
SITE & CONSTRUCTION FUND

Schedule C-1

Statement of Assets, Liabilities and Fund Balance
Arising from Cash Transactions
June 30, 2021

<u>Assets</u>	
Cash	\$ 331,480
Total Assets	<u>\$ 331,480</u>
<u>Fund Balance</u>	
Committed Fund Balance	\$ 331,480
Total Fund Balance	<u>\$ 331,480</u>

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

Schedule C-2

	Original and Final Appropriations	Year Ended June 30, 2021	2020
Revenues Received:			
Local Sources:			
Impact Fees	\$ 30,000	14,306	48,236
Total Revenues Received	<u>30,000</u>	<u>14,306</u>	<u>48,236</u>
Expenditures Disbursed:			
Facilities Acquisition & Construction Services:			
Purchased Services	150,000	168,247	69,889
Renovations	<u>1,600,000</u>	<u>1,311,650</u>	<u>517,978</u>
Total Expenditures Disbursed	<u>1,750,000</u>	<u>1,479,897</u>	<u>587,867</u>
Excess (Deficiency) of Revenues Received Over (Under) Expenditures Disbursed	<u>(1,720,000)</u>	<u>(1,465,591)</u>	<u>(539,631)</u>
Other Financing Sources (Uses):			
Transfers In	<u>1,200,000</u>	<u>1,200,000</u>	<u>500,000</u>
Total Other Financing Sources (Uses)	<u>1,200,000</u>	<u>1,200,000</u>	<u>500,000</u>
Net Change in Fund Balance	<u>\$ (520,000)</u>	<u>(265,591)</u>	<u>(39,631)</u>
Fund balance, Beginning of Year		<u>597,071</u>	<u>636,702</u>
Fund balance, End of Year		<u>\$ 331,480</u>	<u>597,071</u>

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
BOND AND INTEREST FUND

Schedule C-3

Statement of Assets, Liabilities and Fund Balance
Arising from Cash Transactions
June 30, 2021

<u>Assets</u>	
Cash	\$ 33,420
Investments	778
Total Assets	<u>\$ 34,198</u>
<u>Fund Balance</u>	
Fund Balance	
Restricted Fund Balance	\$ 34,198
Total Fund Balance	<u>\$ 34,198</u>

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

Schedule C-4

	Original and Final Appropriations	Year Ended June 30, 2021	2020
Revenues Received:			
Local Sources:			
Property Taxes	\$ 3,495,733	3,455,059	3,445,758
Other Payment in Lieu of Taxes	-	40,709	-
Total Revenues Received	<u>3,495,733</u>	<u>3,495,768</u>	<u>3,445,758</u>
Expenditures Disbursed:			
Debt Service:			
Interest on Long-Term Debt	1,255,731	1,255,731	1,341,931
Principal on Long-Term Debt	2,240,000	2,240,000	2,155,000
Other	2,500	1,901	1,901
Total Expenditures Disbursed	<u>3,498,231</u>	<u>3,497,632</u>	<u>3,498,832</u>
Excess (Deficiency) of Revenues Received Over (Under) Expenditures Disbursed	<u>\$ (2,498)</u>	(1,864)	(53,074)
Fund Balance, Beginning of Year		<u>36,062</u>	<u>89,136</u>
Fund Balance, End of Year		<u>\$ 34,198</u>	<u>36,062</u>

Combining Statement of Assets, Liabilities and Fund Balances Arising From Cash Transactions
June 30, 2021

	Special Revenue Funds			Total Nonmajor Governmental Funds	
	Life Safety Fund	Social Security and IMRF Fund	Tort Immunity and Judgment Fund	June 30,	
				2021	2020
<u>Assets</u>					
Cash	\$ -	-	-	-	28,074
Investments	471,803	501,787	614,097	1,587,687	1,167,686
Total Assets	<u>\$ 471,803</u>	<u>501,787</u>	<u>614,097</u>	<u>1,587,687</u>	<u>1,195,760</u>
<u>Liabilities and Fund Balance</u>					
Liabilities:					
Overdrafts Payable	\$ 113,105	84,680	59,343	257,128	17,116
Payroll Liabilities	-	6,110	-	6,110	-
Total Liabilities	<u>113,105</u>	<u>90,790</u>	<u>59,343</u>	<u>263,238</u>	<u>17,116</u>
Fund Balances:					
Unassigned	-	(96,900)	-	(96,900)	(126,897)
Restricted	358,698	507,897	554,754	1,421,349	1,305,541
Total Fund Balances	<u>358,698</u>	<u>410,997</u>	<u>554,754</u>	<u>1,324,449</u>	<u>1,178,644</u>
Total Liabilities and Fund Balance	<u>\$ 471,803</u>	<u>501,787</u>	<u>614,097</u>	<u>1,587,687</u>	<u>1,195,760</u>

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
NON-MAJOR GOVERNMENTAL FUNDS

Schedule D-2

Combining Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balances
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

	Life Safety Fund	Social Security and IMRF Fund	Tort Immunity and Judgment Fund	Total Nonmajor Governmental Funds June 30,	
				2021	2020
Revenues Received:					
Local Sources:					
Property Taxes	\$ 80,003	760,106	216,040	1,056,149	956,925
Replacement Tax	-	61,159	-	61,159	59,279
Total Revenues Received	80,003	821,265	216,040	1,117,308	1,016,204
Expenditures Disbursed:					
Instructional	-	295,595	-	295,595	305,060
Support	119,529	399,343	157,036	675,908	534,047
Total Expenditures Disbursed	119,529	694,938	157,036	971,503	839,107
Excess (Deficiency) of Revenues Received Over (Under) Expenditures Disbursed	(39,526)	126,327	59,004	145,805	177,097
Fund Balance, Beginning of Year	398,224	284,670	495,750	1,178,644	1,001,547
Fund Balance, End of Year	\$ 358,698	410,997	554,754	1,324,449	1,178,644

**Statement of Assets, Liabilities and Fund Balance
Arising from Cash Transactions
June 30, 2021**

<u>Assets</u>	
Investments	\$ 471,803
Total Assets	<u>\$ 471,803</u>
<u>Liabilities and Fund Balance</u>	
Liabilities	
Overdraft Payable	\$ 113,105
Restricted Fund Balance	358,698
Total Liabilities and Fund Balance	<u>\$ 471,803</u>

**Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)**

Schedule D-4

	Original and Final Appropriations	Year Ended June 30, 2021	2020
Revenues Received:			
Local Sources:			
Property Taxes	\$ 80,955	80,003	39,870
Total Revenues Received	<u>80,955</u>	<u>80,003</u>	<u>39,870</u>
Expenditures Disbursed:			
Facilities Acquisition & Construction Services:			
Purchased Services	20,000	-	600
Capital Outlay	180,000	119,529	-
Total Expenditures Disbursed	<u>200,000</u>	<u>119,529</u>	<u>600</u>
Excess (Deficiency) of Revenues Received Over (Under) Expenditures Disbursed	<u>\$ (119,045)</u>	(39,526)	39,270
Fund Balance, Beginning of Year		<u>398,224</u>	<u>358,954</u>
Fund Balance, End of Year		<u>\$ 358,698</u>	<u>398,224</u>

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
SOCIAL SECURITY AND IMRF FUND

Schedule D-5

Statement of Assets, Liabilities and Fund Balance
Arising from Cash Transactions
June 30, 2021

<u>Assets</u>	
Investments	\$ 501,787
Total Assets	<u>\$ 501,787</u>
<u>Liabilities and Fund Balance</u>	
Liabilities	
Overdraft payable	\$ 84,680
Payroll liabilities	<u>6,110</u>
Total Liabilities	90,790
Fund Balance	
Unassigned (FICA deficit)	(96,900)
Restricted for IMRF	<u>507,897</u>
Total Fund Balance	<u>410,997</u>
Total Liabilities and Fund Balance	<u>\$ 501,787</u>

Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget & Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)

Schedule D-6

	Original and Final Appropriations	Year Ended June 30, 2021	2020
Revenues Received:			
Local Sources:			
Property Taxes:			
IMRF	\$ 323,821	320,053	318,943
FICA	445,254	440,053	358,820
Replacement Taxes	<u>50,000</u>	<u>61,159</u>	<u>59,279</u>
Total Revenues Received	<u>819,075</u>	<u>821,265</u>	<u>737,042</u>
Expenditures Disbursed:			
Instructional Benefits	316,250	295,595	305,060
Supporting Services Benefits	<u>441,000</u>	<u>399,343</u>	<u>385,673</u>
Total Expenditures Disbursed	<u>757,250</u>	<u>694,938</u>	<u>690,733</u>
Excess (Deficiency) of Revenues Received Over (Under) Expenditures Disbursed	<u>\$ 61,825</u>	126,327	46,309
Fund Balance, Beginning of Year		<u>284,670</u>	<u>238,361</u>
Fund Balance, End of Year		<u>\$ 410,997</u>	<u>284,670</u>

**Statement of Assets, Liabilities and Fund Balance
Arising from Cash Transactions
June 30, 2021**

<u>Assets</u>	
Investments	\$ 614,097
Total Assets	<u>\$ 614,097</u>
<u>Liabilities and Fund Balance</u>	
Liabilities	
Overdraft Payable	\$ 59,343
Restricted Fund Balance	554,754
Total Liabilities and Fund Balance	<u>\$ 614,097</u>

**Statement of Revenues Received, Expenditures Disbursed and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021
(With Comparative Figures for 2020)**

Schedule D-8

	Original and Final Appropriations	Year Ended June 30, 2021	2020
Revenues Received:			
Local Sources:			
Property taxes	\$ 218,579	216,040	239,292
Total Revenues Received	<u>218,579</u>	<u>216,040</u>	<u>239,292</u>
Expenditures Disbursed:			
Support Services (General Administration):			
Insurance Payments	110,000	92,045	81,047
Risk Management and Claims Services Payments	116,000	60,000	60,000
Educational Services Related to Loss Prevention	-	4,991	6,727
Total Expenditures Disbursed	<u>226,000</u>	<u>157,036</u>	<u>147,774</u>
Excess (Deficiency) of Revenues Received Over (Under) Expenditures Disbursed	<u>\$ (7,421)</u>	59,004	91,518
Fund Balance, Beginning of Year		<u>495,750</u>	<u>404,232</u>
Fund Balance, End of Year		<u>\$ 554,754</u>	<u>495,750</u>

**Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2021**

	June 30, 2020	Additions	Deductions	June 30, 2021
Memorial Custodial Funds:				
High School Memorial	\$ 921	-	120	801
Kaplan Scholarship Fund	338,302	63,403	11,171	390,534
Freeman Trotter Scholarship Fund	1,712	22	-	1,734
Rashke Memorial	5,528	82	500	5,110
VFW Scholarship	2,112	29	-	2,141
Anderson Memorial Fund	169,086	3,427	-	172,513
Total Memorial Custodial Funds	517,661	66,963	11,791	572,833
Total Custodial Accounts	\$ 517,661	66,963	11,791	572,833

Illinois Municipal Retirement Fund
Schedule of Changes in Net Pension Liability and Related Ratios

Calendar Year Ending December 31,	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Total Pension Liability										
Service Cost	\$ 303,347	290,923	266,703	267,926	282,795	268,527	285,875	-	-	-
Interest on the Total Pension Liability	876,175	842,339	805,215	812,544	793,540	755,471	687,092	-	-	-
Benefit Changes	-	-	-	-	-	-	-	-	-	-
Difference between Expected and Actual Experience	1,299,073	129,010	229,212	(90,041)	(115,211)	100,252	67,844	-	-	-
Assumption Changes	(128,148)	-	319,009	(359,934)	(38,935)	13,151	422,960	-	-	-
Benefit Payments and Refunds	(847,592)	(755,980)	(743,989)	(711,220)	(696,489)	(546,300)	(486,563)	-	-	-
Net Change in Total Pension Liability	1,502,855	506,292	876,150	(80,725)	225,700	591,101	977,208	-	-	-
Total Pension Liability - Beginning	12,357,290	11,850,998	10,974,848	11,055,573	10,829,873	10,238,772	9,261,564	-	-	-
Total Pension Liability - Ending	<u>\$ 13,860,145</u>	<u>12,357,290</u>	<u>11,850,998</u>	<u>10,974,848</u>	<u>11,055,573</u>	<u>10,829,873</u>	<u>10,238,772</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan Fiduciary Net Position										
Contributions - Employer	\$ 300,210	236,943	301,614	324,629	322,044	328,818	318,304	-	-	-
Contributions - Employee	212,907	130,666	121,728	111,349	105,167	108,561	105,243	-	-	-
Pension Plan Net Investment Income	1,664,718	1,954,831	(649,805)	1,722,264	606,190	44,640	514,079	-	-	-
Benefit Payments and Refunds	(847,592)	(755,980)	(743,989)	(711,220)	(696,489)	(546,300)	(486,563)	-	-	-
Other	213,997	65,140	238,556	(198,799)	151,565	114,630	72,373	-	-	-
Net Change in Plan Fiduciary Net Position	1,544,240	1,631,600	(731,896)	1,248,223	488,477	50,349	523,436	-	-	-
Plan Fiduciary Net Position - Beginning	11,669,217	10,037,617	10,769,513	9,521,290	9,032,813	8,982,464	8,459,028	-	-	-
Plan Fiduciary Net Position - Ending	<u>\$ 13,213,457</u>	<u>11,669,217</u>	<u>10,037,617</u>	<u>10,769,513</u>	<u>9,521,290</u>	<u>9,032,813</u>	<u>8,982,464</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Pension Liability (Asset)	<u>\$ 646,688</u>	<u>688,073</u>	<u>1,813,381</u>	<u>205,335</u>	<u>1,534,283</u>	<u>1,797,060</u>	<u>1,256,308</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	95.33%	94.43%	84.70%	98.13%	86.12%	83.41%	87.73%	N/A	N/A	N/A
Covered Valuation Payroll	\$ 2,951,081	2,903,691	2,705,062	2,455,589	2,337,037	2,412,458	2,317,996	N/A	N/A	N/A
Net Pension Liability as a Percentage of the Covered Valuation Payroll	21.91%	23.70%	67.04%	8.36%	65.65%	74.49%	54.20%	N/A	N/A	N/A

*This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available

**Illinois Municipal Retirement Fund
Schedule of Contributions**

Calendar Year Ending	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
12/31/2020	\$ 285,960	300,210	(14,250)	2,951,081	10.17%
12/31/2019	236,941	236,943	(2)	2,903,691	8.16%
12/31/2018	301,614	301,614	-	2,705,062	11.15%
12/31/2017	324,629	324,629	-	2,455,589	13.22%
12/31/2016	322,044	322,044	-	2,337,037	13.78%
12/31/2015	328,818	328,818	-	2,412,458	13.63%
12/31/2014	315,479	318,304	(2,825)	2,317,996	13.73%

Notes to Schedule: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 fiscal year in which contributions are reported.

Methods and Assumptions used to Determine 2020 Contribution Rate:

<i>Actuarial Cost Method</i>	Aggregate Entry Age Normal
<i>Amortization Method</i>	Level Percentage of Payroll, Closed
<i>Remaining Amortization Period</i>	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, and ECO groups): 23-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 year selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 18 years for most employers (two employers were financed over 27 years and four others were financed over 28 years).
<i>Asset Valuation Method</i>	5-Year smoothed market; 20% corridor
<i>Wage Growth</i>	3.25%
<i>Price Inflation</i>	2.50%
<i>Salary Increases</i>	3.35% to 14.25% including inflation
<i>Investment Rate of Return</i>	7.25%
<i>Retirement Age</i>	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.

<i>Mortality</i>	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
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Other Information:*Notes*

There were no benefit changes during the year.

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

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Supplemental Information
Teachers' Retirement System of the State of Illinois

Schedule 3						
Schedule of District's Share of the Net Pension Liability						
	Fiscal Year*					
	2020	2019	2018	2017	2016	2015
District's Proportion of the Net Pension Liability	0.0017%	0.0017%	0.0018%	0.0022%	0.0019%	0.0024%
District's Proportionate Share of the Net Pension Liability	\$ 1,488,591	1,400,084	1,424,088	1,684,283	1,469,467	1,571,991
State's Proportionate Share of the Net Pension Liability Associated with District	116,594,148	99,642,471	97,556,028	94,802,326	92,681,240	78,896,869
Total	\$ 118,082,739	101,042,555	98,980,116	96,486,609	94,150,707	80,468,860
District's Covered-Employee Payroll	\$ 14,306,760	13,895,871	13,267,494	12,355,210	11,953,384	11,925,986
District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	10.40%	10.08%	10.73%	13.63%	12.29%	13.18%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	37.80%	39.60%	40.00%	39.30%	36.40%	41.50%

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

Schedule 4						
Schedule of Contributions						
	Fiscal Year					
	2021	2020	2019	2018	2017	2016
Statutorily Required Contribution	\$ 82,880	82,979	80,596	76,951	71,660	69,330
Contributions in Relation to the Statutorily-Required Contribution	82,880	82,979	80,596	76,951	71,660	69,330
Contribution Deficiency (Excess)	\$ -	-	-	-	-	-
District's Covered-Employee Payroll	\$ 14,289,683	14,306,760	13,895,871	13,267,494	12,355,210	11,953,384
Contributions as a Percentage of Covered-Employee Payroll	0.58%	0.58%	0.58%	0.58%	0.58%	0.58%

For the 2020, 2019, 2018, 2017 and 2016 measurement years, the assumed investment rate was 7.0 percent, including an inflation rate of 2.5 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit, but the rates of increase in the 2018 measurement year were slightly higher

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

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

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Supplemental Information

Teachers' Health Insurance Security Fund of the State of Illinois

Schedule 5

Schedule of District's Share of the Net OPEB Liability

	Fiscal Year*			
	2020	2019	2018	2017
District's Proportion of the Net OPEB Liability	0.0562%	0.0569%	0.0552%	0.0549%
District's Proportionate Share of the Net OPEB Liability	\$ 15,019,900	15,740,272	14,540,889	14,236,147
State's Proportionate Share of the Net OPEB Liability Associated with District	15,019,843	15,722,536	19,525,214	18,258,407
Total	<u>\$ 30,039,743</u>	<u>31,462,808</u>	<u>34,066,103</u>	<u>32,494,554</u>
District's Covered-Employee Payroll	\$ 14,306,760	13,895,871	13,267,494	12,355,210
District's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	104.98%	113.27%	109.60%	115.22%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	0.70%	0.25%	-0.07%	-0.23%

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

Schedule 6

Schedule of Contributions

	Fiscal Year			
	2021	2020	2019	2018
Statutorily Required Contribution	\$ 131,465	131,622	127,842	116,754
Contributions in Relation to the Statutorily-Required Contribution	131,465	131,622	127,842	116,754
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's Covered-Employee Payroll	\$ 14,289,683	14,306,760	13,895,871	13,267,494
Contributions as a Percentage of Covered-Employee Payroll	0.92%	0.92%	0.92%	0.88%

**Assessed Valuations, Tax Rates, Tax Extensions
and Tax Collections**

	Tax Year				
	2016	2017	2018	2019	2020
Assessed Valuations	\$ 776,330,866	786,052,900	799,807,127	809,561,545	829,454,754
Tax Rates:					
Educational	1.9874	1.9874	1.9708	1.9775	1.9775
Building	0.4227	0.4229	0.4250	0.4600	0.4700
Bond & Interest	0.4433	0.4501	0.4372	0.4318	0.4215
Transportation	0.1591	0.1799	0.1821	0.1700	0.1850
IMRF	0.0388	0.0400	0.0405	0.0400	0.0400
Working Cash	0.0199	0.0285	0.0304	0.0130	0.0404
Tort Immunity	0.0298	0.0284	0.0304	0.0270	0.0475
Special Education	0.0398	0.0398	0.0400	0.0400	0.0400
Social Security	0.0438	0.0450	0.0455	0.0550	0.0550
Lease PBC	0.0300	0.0300	0.0500	0.0326	0.0459
Fire Prevention/Safety	0.0100	0.0050	0.0051	0.0100	0.0050
Totals	3.2246	3.2569	3.2569	3.2569	3.3278
Tax Extensions:					
Educational	\$ 15,428,955	15,621,919	15,762,898	16,009,542	16,402,607
Building	3,281,628	3,323,932	3,399,049	3,724,012	3,898,466
Bond & Interest	3,441,785	3,538,134	3,496,948	3,495,799	3,496,183
Transportation	1,235,453	1,414,437	1,456,702	1,376,268	1,534,504
IMRF	301,139	314,346	323,685	323,828	331,785
Working Cash	154,490	224,027	242,823	105,245	335,102
Tort Immunity	231,657	223,241	242,823	218,584	393,993
Special Education	308,902	312,695	319,926	323,828	331,785
Social Security	339,800	353,648	364,155	445,262	456,203
Lease PBC	233,210	235,739	399,906	263,757	380,722
Fire Prevention/Safety	77,245	39,303	40,470	80,956	40,958
Totals	\$ 25,034,264	25,601,420	26,049,385	26,367,080	27,602,308
Tax Collections	\$ 24,736,364	25,594,974	25,668,266	26,060,049	-

OTHER REQUIRED REPORTING



116 E. Washington Street
Suite One
Morris, Illinois 60450

Phone: (815) 942-3306
Fax: (815) 942-9430
www.mackcpas.com

TAWNYA R. MACK, CPA
LAURI POPE, CPA

CATE MOULTON, CPA
CHRIS CHRISTENSEN

CERTIFIED PUBLIC ACCOUNTANTS

**Independent Auditors' Report on Internal Control over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed In Accordance with Government Auditing Standards**

To the Board of Education
Coal City Community Unit School District No. 1
Coal City, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Coal City Community Unit School District No. 1, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Coal City Community Unit School District No. 1's basic financial statements, and have issued our report thereon dated September 1, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Coal City Community Unit School District No. 1's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Coal City Community Unit School District No. 1's internal control. Accordingly, we do not express an opinion on the effectiveness of Coal City Community Unit School District No. 1's internal control.

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

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

We noted certain matters that we reported to management of Coal City Community Unit School District No. 1, Illinois in a separate letter dated September 1, 2021.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Coal City Community Unit School District No. 1's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Mack & Associates, P.C.

Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
September 1, 2021

SINGLE AUDIT SECTION



116 E. Washington Street
Suite One
Morris, Illinois 60450

Phone: (815) 942-3306
Fax: (815) 942-9430
www.mackcpas.com

TAWNYA R. MACK, CPA
LAURI POPE, CPA

CATE MOULTON, CPA
CHRIS CHRISTENSEN

CERTIFIED PUBLIC ACCOUNTANTS

**Independent Auditors' Report on Compliance
for Each Major Program and On Internal
Control over Compliance Required by the Uniform Guidance**

To the Board of Education
Coal City Community Unit
School District No. 1
Coal City, Illinois

Report on Compliance for Each Major Federal Program

We have audited Coal City Community Unit School District No. 1's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Coal City Community Unit School District No. 1's major federal programs for the year ended June 30, 2021. Coal City Community Unit School District No. 1's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements, laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Coal City Community Unit School District No. 1's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Coal City Community Unit School District No. 1's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Coal City Community Unit School District No. 1's compliance.

Opinion on Each Major Federal Program

In our opinion, Coal City Community Unit School District No. 1 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of Coal City Community Unit School District No. 1 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Coal City Community Unit School District No. 1's internal control over compliance with the types requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Coal City Community Unit School District No. 1's internal control over compliance.

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

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

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

Mack & Associates, P.C.

Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
September 1, 2021

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1
**Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021**

<i>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Federal Expenditures</i>
Child Nutrition Cluster		
<i>United States Department of Agriculture:</i>		
Passed-through Illinois State Board of Education:		
National School Lunch Program:	10.555*	
National School Lunch Program 2020 - 4210-2020		\$ 29,172
National School Lunch Program 2021 - 4210-2021		300,702
Lanter Commodities		29,728
DoD Fruits & Vegetables		29,956
Total National School Lunch Program		389,558
National School Breakfast Program:	10.553*	
National School Breakfast Program - 2020 - 4220-2020		5,149
National School Breakfast Program - 2021 - 4220-2021		45,770
Total Special Milk Program		50,919
Total Passed Through Illinois State Board of Education		440,477
<i>Total United States Department of Agriculture</i>		440,477
Total Child Nutrition Cluster		440,477
Special Education Cluster		
<i>United States Department of Education:</i>		
Passed-through Illinois State Board of Education:		
IDEA - Special Education Grants		
IDEA Flow-through - 2021 - 4620-2021	84.027	428,925
Special Education Preschool Grants		
IDEA Preschool Flow-through - 2020 - 4600-2020	84.173	11,819
Total Passed Through Illinois State Board of Education		440,744
<i>Total United States Department of Education</i>		440,744
Total Special Education Cluster		440,744
Other Programs:		
<i>United States Department of Education:</i>		
Passed-through Illinois State Board of Education:		
Title I Grants to Local Educational Agencies	84.01	
Title I - 2021 - 4300-2021		188,473
Title I Grants to Local Educational Agencies	84.424	
Title I - 2021 - 4300-2021		5,103
Education Stabilization Funds	84.425D*	
Elementary and Secondary School Emergency Relief - 2020 - 4998-2020		90,771
Elementary and Secondary School Emergency Relief - 2021 - 4998-2021		596,226
Total Education Stabilization Funds		686,997
Total Passed Through Illinois State Board of Education		880,573
<i>Total United States Department of Education</i>		880,573
Total Other Programs		880,573
Total Expenditures of Federal Awards		\$ 1,761,794

*Denotes major program

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2021

NOTE A: BASIS OF PRESENTATION AND ACCOUNTING

Basis of Presentation

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Coal City Community Unit School District No. 1 and is presented on the modified cash basis of accounting. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget Uniform Administrative Requirements, Cost Principles, and Audit requirements of Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the Basic Financial Statements.

Basis of Accounting

Under the modified cash basis of accounting, revenues are recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash.

NOTE B: INDIRECT FACILITIES & ADMINISTRATION COSTS

Coal City Community Unit School District No. 1 did not elect to use the 10% de minimis cost rate.

NOTE C: SUB RECIPIENTS

Coal City Community Unit School District No. 1, Illinois did not provide federal awards to sub recipients.

NOTE D: NON-CASH AWARDS

The amount of commodities reported on the schedule (\$59,684) is the value of commodities distributed by the Lanter Delivery System during the current year and priced as prescribed by the U.S. Department of Agriculture (CFDA 10.555).

NOTE E: OTHER DISCLOSURES

Amount of federal insurance, loans, and loan guarantees in effect during the year - None.

Federal Grants requiring matching expenditures - Yes.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

Schedule of Findings and Questioned Costs For the Year Ended June 30, 2021

A. SUMMARY OF AUDITORS' RESULTS

1. The Auditors' Report expresses an unmodified opinion on the financial statements of Coal City Community Unit School District No. 1.
2. No significant deficiencies or material weaknesses relating to the audit of the financial statements are reported in the Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of Coal City Community Unit School District No. 1 were disclosed during the audit.
4. No significant deficiencies or material weaknesses relating to the audit of the major federal award programs are reported in the Independent Auditors' Report on Compliance for Each Major Program and On Internal Control over Compliance Required by the Uniform Guidance.
5. The Auditors' Report on Compliance for the major federal award programs for Coal City Community Unit School District No. 1 expresses an unmodified opinion on all major federal programs.
6. Audit findings relative to the major federal award programs for the Coal City Community Unit School District No. 1 are reported in Part C of this schedule.
7. The program tested as the major program was the ESSER I & II – CFDA #84.425D.
8. Total federal expenditures for the year ended June 30, 2021 were \$1,761,794, and 40.88% of that total was tested as major programs.
9. The threshold for distinguishing Types A and B programs was \$750,000.
10. Coal City Community Unit School District No. 1 was not determined to be a low-risk auditee.

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

**Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

None

COAL CITY COMMUNITY UNIT SCHOOL DISTRICT NO. 1

**Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021**

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

None.