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**LAKE PARK HIGH SCHOOL  
DISTRICT NO. 108  
DUPAGE COUNTY, ILLINOIS**

**ANNUAL FINANCIAL REPORT**

**JUNE 30, 2019**

**eder, casella & co.**

LAKE PARK HIGH SCHOOL DISTRICT NO. 108

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## INDEPENDENT AUDITOR'S OPINION

To the Board of Education  
Lake Park High School District No. 108  
Roselle, Illinois

### Report on the Financial Statements

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

Lake Park High School District No. 108

as of and for the year ended June 30, 2019, and the related notes to the 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 accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District'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 District'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 financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Lake Park High School District No. 108 as of June 30, 2019, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and budgetary comparison information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lake Park High School District No. 108's basic financial statements. The supplemental information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The supplemental information 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, except for the average daily attendance figure included in the computation of operating expense per pupil and per capita tuition charges, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 1, 2019 on our consideration of Lake Park High School District No. 108'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 Lake Park High School District No. 108's internal control over financial reporting and compliance.

*Eder, Casella & Co.*  
EDER, CASELLA & CO.  
Certified Public Accountants

McHenry, Illinois  
November 1, 2019

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

To the Board of Education  
Lake Park High School District No. 108  
Roselle, Illinois

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

Lake Park High School District No. 108

as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Lake Park High School District No. 108's basic financial statements, and have issued our report thereon dated November 1, 2019.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Lake Park High School District No. 108'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 Lake Park High School District No. 108's internal control. Accordingly, we do not express an opinion on the effectiveness of Lake Park High School District No. 108's internal control.

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

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Lake Park High School District No. 108'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.

*Eder, Casella & Co.*  
EDER, CASELLA & CO.  
Certified Public Accountants

McHenry, Illinois  
November 1, 2019

REQUIRED SUPPLEMENTARY INFORMATION

# **LAKE PARK HIGH SCHOOL DISTRICT NO. 108**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

JUNE 30, 2019

The Management's Discussion and Analysis of Lake Park High School District No. 108's (District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2019. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

### **FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of resources of the District exceed its liabilities and deferred inflows of resources at June 30, 2019 by \$41,846,314 (net position).
- The District's total net position increased by \$22,664,591, which includes a net position adjustment of \$15,341,190.
- At June 30, 2019, the District reported combined ending fund balances of \$24,003,500, an increase of \$3,190,293 in comparison with the prior year.
- At June 30, 2019, the unassigned fund balance for the General Fund was \$17,235,317, or 31 percent of total General Fund expenditures.
- The District's total long-term debt decreased by \$5,339,413 during the year ended June 30, 2019 due to payments made on existing long-term debt and leases being canceled within the current year.

### **OVERVIEW OF FINANCIAL STATEMENTS**

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

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

This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

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

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

The government-wide financial statements can be found on pages 12 and 13 of this report.

**Fund financial statements** - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

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

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

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

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

The basic fund financial statements can be found on pages 14 through 18 and the required supplementary information can be found on pages 47 through 66 of this report.

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

The basic fiduciary fund financial statement can be found on page 19 of this report.

**Notes to the Financial Statements** - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 20 through 46 of this report.

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

Supplemental financial information can be found on pages 67 through 81 of this report.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$41,846,310 at June 30, 2019.

The following table presents a summary of the District's net position for the years ended June 30, 2019 and 2018:

Lake Park High School District No. 108's Net Position

	Governmental Activities	
	6/30/2019	6/30/2018
<b>Assets</b>		
Current and Other Assets	\$ 78,911,662	\$ 74,520,534
Capital Assets	80,385,381	80,886,815
<b>Total Assets</b>	<b>\$ 159,297,043</b>	<b>\$ 155,407,349</b>
<b>Deferred Outflows of Resources</b>	<b>\$ 7,895,419</b>	<b>\$ 5,339,443</b>
<b>Liabilities</b>		
Long-Term Liabilities Outstanding	\$ 64,312,244	\$ 79,380,810
Other Liabilities	4,834,114	4,843,024
<b>Total Liabilities</b>	<b>\$ 69,146,358</b>	<b>\$ 84,223,834</b>
<b>Deferred Inflows of Resources</b>	<b>\$ 56,199,790</b>	<b>\$ 57,341,235</b>
<b>Net Position</b>		
Net Investment in Capital Assets	\$ 58,349,075	\$ 53,156,441
Restricted	1,703,270	1,889,166
Unrestricted	(18,206,031)	(35,863,884)
<b>Total Net Position</b>	<b>\$ 41,846,314</b>	<b>\$ 19,181,723</b>

By far the largest portion of the District's net position (139 percent) reflects its investment in capital assets (e.g., land, buildings, equipment, etc.); less any related debt used to acquire those assets that is still outstanding. The District uses these assets to provide educational services and extracurricular activities for the students of the local community; consequently, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following table presents a summary of changes in net position for the years ended June 30, 2019 and 2018:

Lake Park High School District No. 108's Change in Net Position

	Governmental Activities	
	2019	2018
Revenues:		
Program Revenues:		
Charges for Services	\$ 3,418,632	\$ 3,031,237
Operating Grants and Contributions	18,325,184	16,720,359
Capital Grants and Contributions	271,061	210,203
General Revenues:		
Property Taxes	48,900,213	47,868,857
Other Payments in Lieu of Taxes	645,318	656,842
Grants and Contributions not Restricted to Specific Activities	2,062,548	2,059,189
Unrestricted Investment Earnings	1,098,408	578,746
Other	149,407	(22,700)
Total Revenues	<u>\$ 74,870,771</u>	<u>\$ 71,102,733</u>
Expenses:		
Instruction		
Regular Programs	\$ 14,717,546	\$ 14,905,156
Special Education Programs	3,547,670	3,536,090
Other Instructional Programs	5,965,167	6,081,649
Support Services		
Pupils	3,923,126	4,132,168
Instructional Staff	2,942,872	2,891,180
General Administration	1,514,516	1,392,068
School Administration	2,421,075	2,581,185
Business	1,139,778	1,163,494
Facilities Acquisition and Construction	1,411,050	1,177,441
Operations and Maintenance	5,648,339	5,341,193
Transportation	2,284,406	2,037,941
Food Services	1,458,949	1,449,490
Central	1,025,378	979,218
Other Support Services	9,000	1,840
Community Services	-	369
Payments to Other Districts and Governmental Units	1,895,554	1,753,481
Interest and Fees on Long-Term Debt	505,282	818,300
On-Behalf Retirement Contributions	16,483,855	14,759,169
Depreciation - Unallocated	653,807	666,169
Total Expenses	<u>\$ 67,547,370</u>	<u>\$ 65,667,601</u>
Change in Net Position	\$ 7,323,401	\$ 5,435,132
Net Position - Beginning of Fiscal Year	19,181,723	61,710,765
Net Position Adjustment	15,341,190	(47,964,174)
Net Position - End of Fiscal Year	<u>\$ 41,846,314</u>	<u>\$ 19,181,723</u>

The District's total revenues increased by \$3,768,038 (5 percent) compared to the prior year. The most significant factors of this increase were in operating grants and contributions and property tax revenues.

Overall expenses increased \$1,879,769 (3 percent) compared to the prior year. This increase is primarily attributable to an increase in on-behalf retirement contributions.

## FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

As of June 30, 2019, the District funds reported combined ending fund balances of \$24,003,500, an increase of \$3,190,293 in comparison with the prior year.

The General Fund is the chief operating fund of the District. At June 30, 2019, total fund balance was \$17,577,393. As a measure of the General Fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. Total fund balance represents 31 percent of total General Fund expenditures.

The Operations and Maintenance Fund's fund balance increased by \$577,365 in comparison with the prior year. Revenues increased by \$525,113 in comparison with prior year revenues.

The Capital Projects Fund's fund balance increased by \$215,840 in comparison with the prior year. This increase is due to fewer major projects being done during the year.

The remaining funds experienced net revenues and expenditures that remained relatively consistent with the prior year.

### GENERAL FUND BUDGETARY HIGHLIGHTS

Actual revenues exceeded budgeted revenues by \$567,627. The difference is largely due to higher than anticipated earnings on investments.

Budgeted expenditures exceeded actual expenditures by \$391,180. The difference is largely due to lower than expected On-Behalf Retirement Contributions and lower than expected Instruction expenditures.

### CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital assets** – The District's investment in capital assets as of June 30, 2019 amounts to \$80,385,381 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements other than buildings, and equipment.

Major capital asset events during the year ended June 30, 2019 include the following:

- Total equipment additions of \$1,214,544 from various projects at each campus.
- Total building additions of \$1,047,156 from various projects at each campus.

The following table presents a summary of capital assets for the years ended June 30, 2019 and 2018:

Lake Park High School District No. 108's Capital Assets (net of depreciation)

	Governmental Activities	
	2019	2018
Land	\$ 558,191	\$ 558,191
Construction in Progress	83,899	264,802
Buildings	68,707,998	68,969,649
Improvements Other than Buildings	3,629,955	3,854,828
Equipment	7,405,338	7,239,345
Total	<u>\$ 80,385,381</u>	<u>\$ 80,886,815</u>

Further detail of the District's capital assets can be found in Note 4 on page 26 of this report.

**Long-term debt** – At June 30, 2019, the District had total debt outstanding of \$21,287,786.

The following table presents a summary of outstanding debt for the years ended June 30, 2019 and 2018:

Lake Park High School District No. 108's Outstanding Debt

	Governmental Activities	
	2019	2018
General Obligation Bonds	\$ 18,360,000	\$ 23,445,000
Debt Certificates	2,225,000	2,700,000
Lease/Purchase Agreements	702,786	482,199
Total	<u>\$ 21,287,786</u>	<u>\$ 26,627,199</u>

Major debt transactions during the year ended June 30, 2019 include the following:

- Principal payments on all debt were \$5,706,449.

Further detail of the District's debt obligations can be found in Note 5 on page 27 of this report.

### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

Lake Park High School District No. 108's Board of Education continues to emphasize the importance of a balanced budget. The Board of Education has established a Finance Committee that meets on a monthly basis to discuss the curricular and financial status of the District.

### **REQUESTS FOR INFORMATION**

This financial report is designed to provide citizens, taxpayers, parents, students, investors, and creditors with a general overview of the District's finances and to demonstrate its accountability for the money it receives. If there are questions about this report or additional information is needed, please contact the District at the following address:

Lake Park High School District No. 108  
590 S. Medinah Road  
Roselle, IL 60172



## BASIC FINANCIAL STATEMENTS

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
GOVERNMENT-WIDE FINANCIAL STATEMENTS  
STATEMENT OF NET POSITION  
JUNE 30, 2019

	Governmental Activities
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 7,056,509
Investments, at Fair Value	45,824,056
Other Accounts Receivable, net of allowance of \$0	578,837
Property Taxes Receivable, net of allowance of \$219,568	24,654,526
Due from Other Governments, net of allowance of \$0	409,573
Prepaid Expenses	388,161
Capital Assets:	
Land	558,191
Construction in Progress	83,899
Depreciable Buildings, Property, and Equipment, net of depreciation	79,743,291
Total Assets	\$ 159,297,043
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Loss on Refunding, net of related amortization	\$ 558,052
Pension Expense/Revenue - Illinois Municipal Retirement Fund	5,688,760
Pension Expense/Revenue - Teachers' Retirement System	406,645
OPEB Expense/Revenue - IMRF/TRS	561,185
OPEB Expense/Revenue - THIS	680,777
Total Deferred Outflows of Resources	\$ 7,895,419
<b>LIABILITIES</b>	
Accounts Payable and Accrued Expenses	\$ 1,179,015
Accrued Payroll and Payroll Liabilities	3,295,670
Unearned Revenue - Registration Fees	359,429
Long-Term Liabilities	
Due Within One Year	6,298,156
Due in More Than One Year	58,014,088
Total Liabilities	\$ 69,146,358
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Unavailable Revenue - Property Taxes	\$ 49,913,261
Pension Expense/Revenue - Illinois Municipal Retirement Fund	2,441,437
Pension Expense/Revenue - Teachers' Retirement System	217,698
OPEB Expense/Revenue - THIS	3,616,975
OPEB Expense/Revenue - IMRF/TRS	10,419
Total Deferred Inflows of Resources	\$ 56,199,790
<b>NET POSITION</b>	
Net Investment in Capital Assets	\$ 58,349,075
Restricted for:	
Operations and Maintenance	780,439
Transportation	854,201
Retirement	68,630
Unrestricted/(Deficit)	(18,206,031)
Total Net Position	\$ 41,846,314

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
GOVERNMENT-WIDE FINANCIAL STATEMENTS  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2019

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities					
Instruction					
Regular Programs	\$ 14,717,546	\$ 1,425,941	\$ 282,378	\$ -	\$ (13,009,227)
Special Education Programs	3,547,670	269,146	489,652	-	(2,788,872)
Other Instructional Programs	5,965,167	198,500	89,867	-	(5,676,800)
Support Services					
Pupils	3,923,126	-	199,914	-	(3,723,212)
Instructional Staff	2,942,872	-	-	-	(2,942,872)
General Administration	1,514,516	-	-	-	(1,514,516)
School Administration	2,421,075	-	-	-	(2,421,075)
Business	1,139,778	-	-	-	(1,139,778)
Facilities Acquisition and Construction	1,411,050	-	-	-	(1,411,050)
Operations and Maintenance	5,648,339	398,538	-	271,061	(4,978,740)
Transportation	2,284,406	-	344,841	-	(1,939,565)
Food Services	1,458,949	1,126,507	1,773	-	(330,669)
Central	1,025,378	-	-	-	(1,025,378)
Other Support Services	9,000	-	-	-	(9,000)
Payments to Other Districts and Governmental Units	1,895,554	-	432,904	-	(1,462,650)
Interest and Fees on Long-Term Debt	505,282	-	-	-	(505,282)
On-Behalf Retirement Contributions	16,483,855	-	16,483,855	-	-
Depreciation - Unallocated	653,807	-	-	-	(653,807)
<b>Total Governmental Activities</b>	<b>\$ 67,547,370</b>	<b>\$ 3,418,632</b>	<b>\$ 18,325,184</b>	<b>\$ 271,061</b>	<b>\$ (45,532,493)</b>
General Revenues					
Taxes					
Property Taxes, Levied for General Purposes					\$ 42,892,038
Property Taxes, Levied for Debt Service					6,008,175
Other Payments in Lieu of Taxes					645,318
Grants and Contributions not Restricted to Specific Activities					2,062,548
Unrestricted Investment Earnings					1,098,408
Gain/(Loss) on Sale of Capital Assets					(50,666)
Miscellaneous Income					200,073
<b>Total General Revenues</b>					<b>\$ 52,855,894</b>
Change in Net Position					\$ 7,323,401
Net Position - July 1, 2018					19,181,723
Net Position Adjustment					15,341,190
<b>Net Position - June 30, 2019</b>					<b>\$ 41,846,314</b>

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 FUND FINANCIAL STATEMENTS  
 BALANCE SHEET  
 GOVERNMENTAL FUNDS  
 JUNE 30, 2019

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Total Governmental Funds
<b>ASSETS</b>							
Cash and Cash Equivalents	\$ 5,190,893	\$ 767,805	\$ 453,287	\$ 272,964	\$ 130,250	\$ 241,310	\$ 7,056,509
Investments, at Fair Value	33,708,993	4,986,026	2,943,587	1,772,593	845,824	1,567,033	45,824,056
Other Accounts Receivable, net of allowance of \$0	464,353	65,285	9,301	24,037	8,592	7,269	578,837
Property Taxes Receivable, net of allowance of \$219,568	17,404,717	2,688,349	2,961,174	909,057	691,229	-	24,654,526
Due from Other Governments, net of allowance of \$0	229,353	-	-	85,412	10,914	83,894	409,573
Prepaid Expenses	342,076	46,085	-	-	-	-	388,161
<b>Total Assets</b>	<b>\$ 57,340,385</b>	<b>\$ 8,553,550</b>	<b>\$ 6,367,349</b>	<b>\$ 3,064,063</b>	<b>\$ 1,686,809</b>	<b>\$ 1,899,506</b>	<b>\$ 78,911,662</b>
<b>LIABILITIES</b>							
Accounts Payable and Accrued Expenses	\$ 525,766	\$ 132,149	\$ -	\$ 69,013	\$ -	\$ 83,899	\$ 810,827
Accrued Payroll and Payroll Liabilities	3,193,490	25,205	-	-	76,975	-	3,295,670
Unearned Revenue - Registration Fees	358,196	-	-	1,233	-	-	359,429
<b>Total Liabilities</b>	<b>\$ 4,077,452</b>	<b>\$ 157,354</b>	<b>\$ -</b>	<b>\$ 70,246</b>	<b>\$ 76,975</b>	<b>\$ 83,899</b>	<b>\$ 4,465,926</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Unavailable Revenue - Property Taxes	\$ 35,235,972	\$ 5,442,582	\$ 5,994,917	\$ 1,840,392	\$ 1,399,398	\$ -	\$ 49,913,261
Unavailable Revenue - Grants	133,035	-	-	-	-	-	133,035
Unavailable Revenue - Interest	316,533	37,936	9,301	24,036	3,299	4,835	395,940
<b>Total Deferred Inflows of Resources</b>	<b>\$ 35,685,540</b>	<b>\$ 5,480,518</b>	<b>\$ 6,004,218</b>	<b>\$ 1,864,428</b>	<b>\$ 1,402,697</b>	<b>\$ 4,835</b>	<b>\$ 50,442,236</b>
<b>FUND BALANCE</b>							
<b>Nonspendable</b>							
Prepaid Expenses	\$ 342,076	\$ 46,085	\$ -	\$ -	\$ -	\$ -	\$ 388,161
<b>Restricted</b>							
Operations and Maintenance	-	780,439	-	-	-	-	780,439
Debt Service	-	-	139,910	-	-	-	139,910
Transportation	-	-	-	854,201	-	-	854,201
Retirement	-	-	-	-	284,907	-	284,907
<b>Assigned</b>							
Operations and Maintenance	-	2,089,154	-	-	-	-	2,089,154
Debt Service	-	-	223,221	-	-	-	223,221
Transportation	-	-	-	275,188	-	-	275,188
Capital Projects	-	-	-	-	-	1,810,772	1,810,772
Unassigned	17,235,317	-	-	-	(77,770)	-	17,157,547
<b>Total Fund Balance</b>	<b>\$ 17,577,393</b>	<b>\$ 2,915,678</b>	<b>\$ 363,131</b>	<b>\$ 1,129,389</b>	<b>\$ 207,137</b>	<b>\$ 1,810,772</b>	<b>\$ 24,003,500</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balance</b>	<b>\$ 57,340,385</b>	<b>\$ 8,553,550</b>	<b>\$ 6,367,349</b>	<b>\$ 3,064,063</b>	<b>\$ 1,686,809</b>	<b>\$ 1,899,506</b>	<b>\$ 78,911,662</b>

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 FUND FINANCIAL STATEMENTS  
 RECONCILIATION OF THE BALANCE SHEET  
 TO THE STATEMENT OF NET POSITION  
 JUNE 30, 2019

Total Fund Balances - Governmental Funds \$ 24,003,500

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

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

Capital Assets	\$ 117,994,382	
Accumulated Depreciation on Capital Assets	<u>(37,609,001)</u>	80,385,381

Other assets are not available to pay for current period expenditures and therefore are deferred inflows of resources in the funds.

Interest Receivable	\$ 395,940	
Due from Other Governments	<u>133,035</u>	528,975

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

Deferred Outflows - Illinois Municipal Retirement Fund	\$ 5,688,760	
Deferred Inflows - Illinois Municipal Retirement Fund	(2,441,437)	
Deferred Outflows - Teachers' Retirement System	406,645	
Deferred Inflows - Teachers' Retirement System	(217,698)	
OPEB Deferred Outflows - IMRF/TRS	561,185	
OPEB Deferred Inflows - IMRF/TRS	(10,419)	
OPEB Deferred Outflows - Teachers' Health Insurance Security Fund	680,777	
OPEB Deferred Inflows - Teachers' Health Insurance Security Fund	<u>(3,616,975)</u>	1,050,838

Deferred charges and credits for debt issue discounts or premiums are not financial resources and therefore are not reported in the funds.

Bond Premiums, net of related amortization	\$ (1,306,572)	
Deferred Loss on Refunding, net of related amortization	<u>558,052</u>	(748,520)

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

Bonds Payable	\$ (18,360,000)	
Net Pension Liability - Illinois Municipal Retirement Fund	(6,885,500)	
Net Pension Liability - Teachers' Retirement System	(2,523,105)	
Net OPEB Liability - IMRF/TRS	(8,149,984)	
Net OPEB Liability - Teachers' Health Insurance Security Fund	(23,609,095)	
Debt Certificates Payable	(2,225,000)	
Capital Leases Payable	(702,786)	
Accrued Interest on Long-Term Debt	(368,188)	
Compensated Absences	<u>(550,202)</u>	(63,373,860)

Net Position of Governmental Activities \$ 41,846,314

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 FUND FINANCIAL STATEMENTS  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 YEAR ENDED JUNE 30, 2019

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/Social Security Fund	Capital Projects Fund	Total Governmental Funds
<b>REVENUES</b>							
Property Taxes	\$ 34,358,601	\$ 5,314,922	\$ 6,008,175	\$ 1,796,624	\$ 1,421,891	\$ -	\$ 48,900,213
Payments in Lieu of Taxes	52,753	-	-	-	125,000	467,565	645,318
Tuition	53,983	-	-	-	-	-	53,983
Transportation Fees	-	-	-	14,260	-	-	14,260
Earnings on Investments	670,291	92,508	63,880	38,380	18,755	34,713	918,527
Food Service	1,110,180	-	-	-	-	-	1,110,180
District/School Activity Income	1,340,067	-	-	-	-	-	1,340,067
Textbooks	5,065	-	-	-	-	-	5,065
Other Local Sources	537,192	622,002	-	7,139	-	-	1,166,333
State Aid	2,080,583	-	-	428,725	-	555,000	3,064,308
Federal Aid	1,015,595	-	-	-	-	-	1,015,595
On-Behalf Payments	16,483,855	-	-	-	-	-	16,483,855
	<u>\$ 57,708,165</u>	<u>\$ 6,029,432</u>	<u>\$ 6,072,055</u>	<u>\$ 2,285,128</u>	<u>\$ 1,565,646</u>	<u>\$ 1,057,278</u>	<u>\$ 74,717,704</u>
<b>EXPENDITURES</b>							
Current							
Instruction							
Regular Programs	\$ 13,896,161	\$ -	\$ -	\$ -	\$ 192,609	\$ -	\$ 14,088,770
Special Education Programs	3,274,927	-	-	-	123,557	-	3,398,484
Other Instructional Programs	5,638,476	-	-	-	118,681	-	5,757,157
Support Services							
Pupils	3,631,053	-	-	-	127,950	-	3,759,003
Instructional Staff	2,620,533	-	-	-	119,251	-	2,739,784
General Administration	1,403,971	-	-	-	27,719	-	1,431,690
School Administration	2,184,326	-	-	-	106,675	-	2,291,001
Business	979,506	-	-	-	111,120	-	1,090,626
Facilities Acquisition and Construction	-	79,038	-	-	-	119,388	198,426
Operations and Maintenance	825,018	4,318,238	-	-	488,077	-	5,631,333
Transportation	-	-	-	2,215,891	-	-	2,215,891
Food Services	1,428,745	-	-	-	-	-	1,428,745
Central	837,764	-	-	-	93,499	-	931,263
Other Support Services	7,202	1,798	-	-	-	-	9,000
Payments to Other Districts and Governmental Units	1,888,934	-	-	6,620	-	-	1,895,554
Debt Service							
Principal	-	-	5,662,444	44,005	-	-	5,706,449
Interest and Fees	-	-	954,993	5,699	-	-	960,692
Capital Outlay	816,130	542,617	-	-	-	722,050	2,080,797
On-Behalf Payments	16,483,855	-	-	-	-	-	16,483,855
	<u>\$ 55,916,601</u>	<u>\$ 4,941,691</u>	<u>\$ 6,617,437</u>	<u>\$ 2,272,215</u>	<u>\$ 1,509,138</u>	<u>\$ 841,438</u>	<u>\$ 72,098,520</u>

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 FUND FINANCIAL STATEMENTS  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 YEAR ENDED JUNE 30, 2019

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Total Governmental Funds
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 1,791,564	\$ 1,087,741	\$ (545,382)	\$ 12,913	\$ 56,508	\$ 215,840	\$ 2,619,184
OTHER FINANCING SOURCES (USES)							
Interfund Transfers	\$ (132,187)	\$ (535,060)	\$ 667,247	\$ -	\$ -	\$ -	\$ -
Principal on Bonds Sold	544,425	22,684	-	-	-	-	567,109
Sale or Compensation for Fixed Assets	-	2,000	-	2,000	-	-	4,000
	<u>\$ 412,238</u>	<u>\$ (510,376)</u>	<u>\$ 667,247</u>	<u>\$ 2,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 571,109</u>
NET CHANGE IN FUND BALANCES	\$ 2,203,802	\$ 577,365	\$ 121,865	\$ 14,913	\$ 56,508	\$ 215,840	\$ 3,190,293
FUND BALANCES - JULY 1, 2018	15,373,591	2,338,313	241,266	1,114,476	150,629	1,594,932	20,813,207
FUND BALANCES - JUNE 30, 2019	<u>\$ 17,577,393</u>	<u>\$ 2,915,678</u>	<u>\$ 363,131</u>	<u>\$ 1,129,389</u>	<u>\$ 207,137</u>	<u>\$ 1,810,772</u>	<u>\$ 24,003,500</u>

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 FUND FINANCIAL STATEMENTS  
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
 YEAR ENDED JUNE 30, 2019

Net Change in Fund Balances - Total Governmental Funds		\$ 3,190,293
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.		
Depreciation Expense	\$ (2,527,565)	
Capital Outlays	<u>2,080,797</u>	(446,768)
In the Statement of Activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the undepreciated balance of the capital assets sold.		
Proceeds from Sale of Fixed Assets	\$ (4,000)	
Gain/(Loss) on Sale of Capital Assets	<u>(50,666)</u>	(54,666)
Some revenues reported in the Statement of Activities do not provide current financial resources and therefore are deferred in the governmental funds.		
Earnings on Investments	\$ 179,879	
State and Federal Aid	<u>(176,221)</u>	3,658
Long-term debt proceeds provide current financial resources to governmental funds and are therefore shown as revenue in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but issuing debt increases long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.		
Proceeds from Long-Term Debt		(567,109)
Employer Pension Contributions are expensed in the fund financial statements but are treated as a reduction in the Net Pension and OPEB Liability on the government-wide financial statements.		
Illinois Municipal Retirement Fund Contributions	\$ 676,389	
Teachers' Retirement System Contributions	132,507	
IMRF/TRS OPEB Contributions	840,476	
Teachers' Health Insurance Security Fund Contributions	<u>(60,570)</u>	1,588,802
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Accrued Interest on Long-Term Debt	\$ 100,755	
Compensated Absences	(131,246)	
Bond Premium - Amortization	367,724	
Pension Expense - Illinois Municipal Retirement Fund	(561,933)	
Pension Expense - Teachers' Retirement System	(111,943)	
OPEB Expense - IMRF/TRS	(605,666)	
OPEB Expense - Teachers' Health Insurance Security Fund	(1,341,957)	
Deferred Loss on Refunding - Amortization	<u>(13,069)</u>	(2,297,335)
Repayment of long-term debt requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.		
Repayment of Long-Term Debt	\$ 5,706,449	
Cancellation of Capital Lease	<u>200,073</u>	5,906,522
Change in Net Position of Governmental Activities		<u>\$ 7,323,397</u>

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



LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 FUND FINANCIAL STATEMENTS  
 STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 FIDUCIARY FUNDS  
 JUNE 30, 2019

	Agency Funds
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 539,982
Investments	283,187
Total Assets	\$ 823,169
<b>LIABILITIES</b>	
Due to Agency Funds	\$ 823,169
Total Liabilities	\$ 823,169

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2019

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Lake Park High School District No. 108's (District) accounting policies conform to generally accepted accounting principles as applicable to local education agencies.

The District's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant accounting policies established in GAAP used by the District are discussed below.

*A. Reporting Entity*

The accompanying financial statements comply with the provisions of GASB Statements in that the financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units. In addition, the District is not included as a component unit in any other governmental reporting entity as defined by GASB pronouncements.

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

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund (reporting the District's major funds) financial statements. Both the government-wide and fund financial statements categorize all of the primary activities of the District as governmental activities. The District does not have any business-type activities.

In the government-wide Statement of Net Position, the governmental activities column (a) is presented on a consolidated basis, and (b) is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions. The functions are also supported by general government revenues (property taxes, personal property replacement taxes, grants and contributions not restricted to specific activities, unrestricted investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function (regular programs, special education programs, payments to other districts and governmental units, etc.). Program revenues include charges to those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

## NOTES TO FINANCIAL STATEMENTS (Continued)

The net costs (by function) are normally covered by general revenues (property taxes, personal property replacement taxes, grants and contributions not restricted to specific activities, unrestricted investment earnings, etc.).

The District does not allocate indirect costs.

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

### C. *Basic Financial Statements – Fund Financial Statements*

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds. Nonmajor funds are summarized into a single column. GASB Statement No. 34 sets forth the minimum criteria (percentage of the assets, liabilities, revenues or expenditures of all governmental funds) for the determination of major funds. The District electively made all governmental funds major funds.

#### 1. Governmental Funds

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

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

Special Revenue Funds – The Special Revenue Funds (Operations and Maintenance Fund, Transportation Fund, Illinois Municipal Retirement/Social Security Fund) are used to account for the proceeds of specific revenue sources that are restricted, committed, or assigned to expenditures for specified purposes other than debt service or capital projects.

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

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

#### 2. Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net position. The following is a description of the fiduciary fund of the District:

Agency Funds – The Agency Funds (Student Activity Funds, Convenience Accounts, and Other Agency Funds) account for assets held by the District as an agent for the student organizations or as a convenience for its staff. These funds are custodial in nature and do not involve the measurement of the results of operations. The amounts due to each fund are equal to the assets.

## NOTES TO FINANCIAL STATEMENTS (Continued)

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

### D. *Basis of Accounting*

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

#### 1. Accrual

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

#### 2. Modified Accrual

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

### E. *Cash and Cash Equivalents and Investments*

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

No District fund had a cash overdraft at June 30, 2019.

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

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

### F. *Receivables*

All receivables are reported net of estimated uncollectible amounts.

## NOTES TO FINANCIAL STATEMENTS (Continued)

### G. *Prepaid Expenses*

Prepaid expenses are for payments made by the District in the current year for goods and services received in the subsequent fiscal year, and the reserve for prepaid expenses in the governmental funds has been recorded to signify that a portion of fund balance is not available for other subsequent expenditures.

### H. *Inventories*

No inventory accounts are maintained to reflect the values of resale or supply items on hand. Instead, the costs of such items are charged to expense when purchased. The value of the District's inventories is not deemed to be material.

### I. *Interfund Activity*

Interfund activity is reported either as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

### J. *Capital Assets*

Capital assets purchased or acquired with an original cost of \$1,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Building	50-75 years
Improvements Other than Buildings	20-35 years
Equipment	3-30 years

### K. *Deferred Outflows and Inflows of Resources*

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

### L. *Compensated Absences*

Vacation benefits are granted to employees in varying amounts to specified maximums depending on tenure with the District. The liability for unused compensated absences is reported in the government-wide financial statements. Sick leave is accumulated from year to year without limit but is not paid upon termination. Therefore, no compensated absence accrual is recorded for sick leave.

### M. *Long-Term Obligations*

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

## NOTES TO FINANCIAL STATEMENTS (Continued)

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

### N. *Government-Wide Net Position*

Government-wide net position is divided into three components:

- Net Investment in Capital Assets – consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted Net Position – consists of net position that is restricted by the District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted Net Position – the remaining net position is reported in this category.

### O. *Governmental Fund Balances*

Governmental fund balances are divided between and spendable.

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

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

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

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital projects or debt services fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the District itself.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

The District permits funds to be expended in the following order: Restricted, Committed, Assigned and Unassigned.

P. *Property Tax Calendar and Revenues*

Property taxes are levied each calendar year on all taxable real property located in the District on or before the last Tuesday in December. The 2018 tax levy was passed by the Board on November 26, 2018. The 2017 tax levy was passed by the Board on November 27, 2017. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are for and are payable in two installments early in June and early in September of the following calendar year. The District receives significant distributions of tax receipts within one month after these dates.

Q. *Estimates*

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

**NOTE 2 - DEPOSITS AND INVESTMENTS**

Deposits with financial institutions are fully insured or collateralized by securities held in the District's name.

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

*Investments*

As of June 30, 2019, the District had the following investments and maturities:

Investment	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	5-10	More Than 10
State Investment Pools	\$ 9,145,382	\$ 9,145,382	\$ -	\$ -	\$ -
	\$ 9,145,382	\$ 9,145,382	\$ -	\$ -	\$ -

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

*Interest Rate Risk.* The District's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Credit Risk.* State law limits investments based on credit risk. The District's investment policy further limits its investment choices to ensure that capital loss, whether from credit or market risk, is avoided. As of June 30, 2019, the District's investments were rated as follows:

Investments	Credit Rating	Rating Source
State Investment Pool	AAAm	Standard and Poor's

NOTES TO FINANCIAL STATEMENTS (Continued)

**NOTE 3 - FAIR VALUE MEASUREMENT**

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

The District has the following recurring fair value measurements as of June 30, 2019:

- Certificates of Deposit of \$45,674,056 are included in significant other observable items (Level 2 inputs)

**NOTE 4 - CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2019 was as follows:

	Balance July 1, 2018	Increases	Decreases	Balance June 30, 2019
<b>Governmental Activities</b>				
Capital Assets not being depreciated				
Land	\$ 558,191	\$ -	\$ -	\$ 558,191
Construction in Progress	264,802	83,899	264,802	83,899
Total Capital Assets not being depreciated	<u>\$ 822,993</u>	<u>\$ 83,899</u>	<u>\$ 264,802</u>	<u>\$ 642,090</u>
Other Capital Assets				
Buildings	\$ 94,330,763	\$ 1,047,156	\$ -	\$ 95,377,919
Improvements Other than Buildings	6,554,473	-	-	6,554,473
Equipment	14,838,923	1,214,544	633,567	15,419,900
Total Other Capital Assets at Historical Cost	<u>\$ 115,724,159</u>	<u>\$ 2,261,700</u>	<u>\$ 633,567</u>	<u>\$ 117,352,292</u>
Less Accumulated Depreciation for:				
Buildings	\$ 25,361,114	\$ 1,308,807	\$ -	\$ 26,669,921
Improvements Other than Buildings	2,699,645	224,873	-	2,924,518
Equipment	7,599,578	993,885	578,901	8,014,562
Total Accumulated Depreciation	<u>\$ 35,660,337</u>	<u>\$ 2,527,565</u>	<u>\$ 578,901</u>	<u>\$ 37,609,001</u>
Other Capital Assets, Net	<u>\$ 80,063,822</u>	<u>\$ (265,865)</u>	<u>\$ 54,666</u>	<u>\$ 79,743,291</u>
Governmental Activities Capital Assets, Net	<u>\$ 80,886,815</u>	<u>\$ (181,966)</u>	<u>\$ 319,468</u>	<u>\$ 80,385,381</u>

Depreciation expense was charged to functions as follows:

Governmental Activities	
Instruction	
Regular Programs	\$ 117,458
Special Education Programs	13,888
Other Instructional Programs	104,422
Support Services	
Pupils	17,392
Instructional Staff	119,816
General Administration	4,765
School Administration	13,233
Business	3,958
Facilities Acquisition and Construction	1,212,624
Operations and Maintenance	79,586
Transportation	68,515
Food Services	30,204
Central	87,897
Unallocated	653,807
Total Governmental Activities Depreciation Expense	<u>\$ 2,527,565</u>



NOTES TO FINANCIAL STATEMENTS (Continued)

**NOTE 5 - LONG-TERM LIABILITY ACTIVITY**

Long-term liability activity for the year ended June 30, 2019 was as follows:

	Balance July 1, 2018	Additions	Reductions	Adjustments	Balance June 30, 2019	Amounts Due Within One Year
Governmental Activities						
Long-Term Debt						
General Obligation Bonds	\$ 23,445,000	\$ -	\$ 5,085,000	\$ -	\$ 18,360,000	\$ 5,275,000
Debt Certificates	2,700,000	-	475,000	-	2,225,000	485,000
Lease/Purchase Agreements	482,199	567,109	146,449	(200,073)	702,786	170,432
Total Long-Term Debt	<u>\$ 26,627,199</u>	<u>\$ 567,109</u>	<u>\$ 5,706,449</u>	<u>\$ (200,073)</u>	<u>\$ 21,287,786</u>	<u>\$ 5,930,432</u>
Other Long-Term Liabilities						
Bond Premiums, net of amortization	\$ 1,674,296	\$ -	\$ 367,724	\$ -	\$ 1,306,572	\$ 367,724
Net Pension Liability - IMRF	1,941,048	6,817,094	1,872,642	-	6,885,500	-
Net Pension Liability - TRS	2,391,999	255,813	124,707	-	2,523,105	-
Net OPEB Liability - IMRF/TRS	8,409,902	-	259,918	-	8,149,984	-
Net OPEB Liability - THIS	37,917,410	270,304	14,578,619	-	23,609,095	-
Compensated Absences	418,956	131,246	-	-	550,202	-
Total Other Long-Term Liabilities	<u>\$ 52,753,611</u>	<u>\$ 7,474,457</u>	<u>\$ 17,203,610</u>	<u>\$ -</u>	<u>\$ 43,024,458</u>	<u>\$ 367,724</u>
Total Governmental Activities						
Long-Term Obligations	<u>\$ 79,380,810</u>	<u>\$ 8,041,566</u>	<u>\$ 22,910,059</u>	<u>\$ (200,073)</u>	<u>\$ 64,312,244</u>	<u>\$ 6,298,156</u>

Long-term debt consisted of the following at June 30, 2019:

	Maturity Date	Interest Rate	Face Amount	Carrying Amount
2012 General Obligation Refunding Bonds	1/1/2022	3%-4%	\$ 27,610,000	\$ 13,950,000
2014 General Obligation Limited Tax Refunding Debt Certificates	1/1/2020	0.7% - 1.5%	1,290,000	260,000
2016 General Obligation Limited Debt Certificates	1/1/2027	2%-3%	2,375,000	1,965,000
2016B General Obligation Refunding Bonds	1/1/2025	2.5%-3%	6,060,000	4,410,000
Lease/Purchase Agreement 7/16	7/6/2021	2.70%	316,372	187,129
Lease/Purchase Agreement 4/15	4/10/2020	4.25%	384,013	-
Lease/Purchase Agreement 12/15	12/16/2020	4.25%	210,474	-
Lease/Purchase Agreement 11/18	11/1/2023	4.25%	567,109	515,657

At June 30, 2019 the annual debt service requirements to cover all outstanding debt are:

Year Ending June 30	Principal	Interest	Total
2020	\$ 5,930,432	\$ 756,658	\$ 6,687,090
2021	5,877,097	545,419	6,422,516
2022	6,097,324	321,340	6,418,664
2023	1,240,657	88,692	1,329,349
2024	1,217,276	52,875	1,270,151
2025	400,000	19,950	419,950
2026	260,000	10,500	270,500
2027	265,000	5,300	270,300
	<u>\$ 21,287,786</u>	<u>\$ 1,800,734</u>	<u>\$ 23,088,520</u>

**NOTE 6 - INTERFUND LOANS**

There are no outstanding interfund loans at June 30, 2019.

**NOTE 7 - DEFICIT FUND BALANCE**

At June 30, 2019 no fund had a deficit balance.

NOTES TO FINANCIAL STATEMENTS (Continued)

**NOTE 8 - PROPERTY TAXES**

Property taxes receivable and unavailable revenue recorded in these financial statements are from the 2018 tax levy. The unavailable revenue is 100% of the 2018 tax levy net of estimated uncollectible amounts. These taxes are unavailable as only a portion of the taxes are collected near the end of the fiscal year and the District does not consider the amounts to be available and does not budget for their use in fiscal year 2019. The District has determined that 100% of the amounts collected for the 2017 levy are allocable for use in fiscal year 2019. Therefore, 100% of the amounts collected for the 2017 and prior levies (\$48,900,213) are recorded in these financial statements as property tax revenue. A summary of assessed valuations, rates, and extensions for tax years 2018, 2017 and 2016 follows:

Tax Year	2018		2017		2016	
	Rates	Extensions	Rates	Extensions	Rates	Extensions
Assessed Valuation	\$2,192,749,347		\$2,087,279,069		\$1,945,609,947	
Educational	1.5640	\$ 34,294,600	1.6099	\$ 33,603,106	1.6937	\$ 32,952,796
Special Education	0.0500	1,096,375	0.0405	845,348	0.0350	680,963
Operations and Maintenance	0.2493	5,466,525	0.2553	5,328,823	0.2649	5,153,921
Debt Service	0.2746	6,021,290	0.2886	6,023,887	0.3096	6,023,608
Transportation	0.0843	1,848,488	0.0863	1,801,322	0.0933	1,815,254
Municipal Retirement	0.0289	633,705	0.0341	711,762	0.0366	712,093
Social Security	0.0352	771,848	0.0342	713,849	0.0367	714,039
	<u>2.2863</u>	<u>\$ 50,132,829</u>	<u>2.3489</u>	<u>\$ 49,028,098</u>	<u>2.4698</u>	<u>\$ 48,052,674</u>

**NOTE 9 - RETIREMENT FUND COMMITMENTS**

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

*General Information About the Pension Plan*

Plan Description

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and 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/fy2018>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Benefits Provided

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

## NOTES TO FINANCIAL STATEMENTS (Continued)

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

Essentially all Tier I retirees receive an annual 3% increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier II annual increases will be the lesser of 3% of the original benefit or ½% of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Public Act 100-0023, enacted in 2017, creates an optional Tier III hybrid retirement plan, but it has not yet gone into effect. The earliest possible implementation date is July 1, 2020. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2021. 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 will begin in 2019 and will be funded by bonds issued by the state of Illinois.

### Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2018 was 9.0% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2019, State of Illinois contributions recognized by the District were based on the State's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of \$16,232,834 in pension contributions from the State of Illinois.

2.2 Formula Contributions. Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2019, were \$128,145 and are deferred because they were paid after the June 30, 2018 measurement date.

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

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

For the year ended June 30, 2019, the District pension contribution was 9.85% of salaries paid from federal and special trust funds. For the year ended June 30, 2019, salaries totaling \$65,687 were paid from federal and special trust funds that required District contributions of \$6,470. These contributions are deferred because they were paid after the June 30, 2018 measurement date.

NOTES TO FINANCIAL STATEMENTS (Continued)

Employer Retirement Cost Contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members granted salary increases over 6% if those salaries are used to calculate a retiree’s final average salary. Additionally, beginning with the year ended June 30, 2019, employers will make a similar contribution for salary increases over 3 percent if members are not exempted by current collective bargaining agreements or contracts.

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, 2019, the District paid \$0 to TRS for employer contributions due on salary increases in excess of 6%, \$0 for salary increases in excess of 3 percent, and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2018, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The State’s support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related State support and the total portion of the net pension liability that was associated with the District follows below:

District's proportionate share of the net pension liability	\$ 2,523,105
State's proportionate share of the net pension liability associated with the District	172,843,290
Total Net Pension Liability	<u>\$ 175,366,395</u>

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017 and rolled forward to June 30, 2018. The employer’s proportion of the net pension liability was based on the District’s share of contributions to TRS for the measurement year ended June 30, 2018, relative to the contributions of all participating TRS employers and the State during that period. At June 30, 2018, the District’s proportion was 0.003237%, which was an increase of .000106% from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the District recognized pension expense of \$16,232,834 and revenue of \$16,232,834 for support provided by the State. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows of Resources
Difference between expected and actual experience	\$ 50,710	\$ (550)	\$ 50,160
Net difference between projected and actual earnings on pension investments	-	(7,725)	(7,725)
Changes of assumptions	110,662	(71,510)	39,152
Changes in proportion and differences between employer contributions and proportionate share of contributions	110,514	(137,913)	(27,399)
Employer contributions subsequent to the measurement date	134,759	-	134,759
	<u>\$ 406,645</u>	<u>\$ (217,698)</u>	<u>\$ 188,947</u>

\$134,759 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2020. Other amounts reported as deferred outflows of

## NOTES TO FINANCIAL STATEMENTS (Continued)

resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

<u>Year Ending June 30</u>		
2020	\$	32,877
2021		9,454
2022		(8,464)
2023		12,395
2024		7,926
	<u>\$</u>	<u>54,188</u>

### Actuarial Assumptions

The total pension liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

In the June 30, 2018 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2017. In the June 30, 2017 actuarial valuation, mortality rates were also based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2014.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. equities large cap	15.0%	6.70%
U.S. equities small/mid cap	2.0%	7.90%
International equities developed	13.6%	7.00%
Emerging market equities	3.4%	9.40%
U.S. bonds core	8.0%	2.20%
U.S. bonds high yield	4.2%	4.40%
International debt developed	2.2%	1.30%
Emerging international debt	2.6%	4.50%
Real estate	16.0%	5.40%
Commodities (real return)	4.0%	1.80%
Hedge funds (absolute return)	14.0%	3.90%
Private Equity	15.0%	10.20%
	<u>100.0%</u>	

### Discount Rate

At June 30, 2018, the discount rate used to measure total pension liability was 7.00%, which was the same as the June 30, 2017 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

NOTES TO FINANCIAL STATEMENTS (Continued)

Based on those assumptions, TRS’s fiduciary net position at June 30, 2018 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier I’s liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Employer’s proportionate share of the net pension liability	\$ 3,094,350	\$ 2,523,105	\$ 2,063,081

TRS Fiduciary Net Position

Detailed information about the TRS’s fiduciary net position as of June 30, 2018 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

B. *Illinois Municipal Retirement Fund*

Plan Description

The District’s defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District’s plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of 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](http://www.imrf.org).

Benefits Provided

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

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

## NOTES TO FINANCIAL STATEMENTS (Continued)

Final rate of earnings is the highest total earnings during any consecutive 48 months within the last ten years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

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

### Employees Covered by Benefit Terms

All appointed employees of a participating employer who are employed in a position normally requiring 600 hours (1,000 hours for certain employees hired after 1981) or more of work in a year are required to participate. As of December 31, 2018, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	158
Inactive plan members entitled to but not yet receiving benefits	159
Active plan members	132
Total	<u>449</u>

### Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2018 was 13.41%. For the fiscal year ended June 30, 2019, the District contributed \$701,485 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

### Net Pension Liability

The components of the net pension liability of the IMRF actuarial valuation performed as of December 31, 2018, and a measurement date as of December 31, 2018, calculated in accordance with GASB Statement No. 68, were as follows:

Total Pension Liability	\$ 40,971,384
IMRF Fiduciary Net Position	34,085,884
District's Net Pension Liability	6,885,500
IMRF Fiduciary Net Position as a Percentage of the Total Pension Liability	83.19%

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

NOTES TO FINANCIAL STATEMENTS (Continued)

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2018 using the following actuarial methods and assumptions:

Assumptions	
Inflation	2.50%
Salary Increases	3.39% - 14.25% including inflation
Interest Rate	7.25%
Asset Valuation Method	Market Value of assets
Projected Retirement Age	Experience-based Table of Rates, specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study for the period 2014-2016.

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.

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2018:

Asset Class	Target Allocation	Projected Return
Equities	37.00%	7.15%
International Equities	18.00%	7.25%
Fixed Income	28.00%	3.75%
Real Estate	9.00%	6.25%
Alternatives	7.00%	
Private Equity		8.50%
Hedge Funds		5.50%
Commodities		3.20%
Cash	1.00%	2.50%
	100.00%	

Single Discount Rate

The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and



NOTES TO FINANCIAL STATEMENTS (Continued)

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

For the purpose of this discount rate, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 3.71%; and resulting single discount rate is 7.25%.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balance at December 31, 2017	\$ 38,706,315	\$ 36,765,267	\$ 1,941,048
Changes for the year:			
Service Cost	\$ 541,875	\$ -	\$ 541,875
Interest on the Total Pension Liability	2,833,150	-	2,833,150
Differences Between Expected and Actual Experience of the Total Pension Liability	327,363	-	327,363
Changes of Assumptions	966,520	-	966,520
Contributions - Employer	-	736,636	(736,636)
Contributions - Employee	-	252,427	(252,427)
Net Investment Income	-	(2,148,186)	2,148,186
Benefit Payments, including Refunds of Employee Contributions	(2,403,839)	(2,403,839)	-
Other (Net Transfer)	-	883,579	(883,579)
Net Changes	\$ 2,265,069	\$ (2,679,383)	\$ 4,944,452
Balance at December 31, 2018	\$ 40,971,384	\$ 34,085,884	\$ 6,885,500

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

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

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability/(Asset)	\$ 11,210,952	\$ 6,885,500	\$ 3,250,215

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

For the year ended June 30, 2019, the District recognized pension expense of \$561,933. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>Expense in Future Periods</b>	Outflows of Resources	Inflows of Resources	Net Outflows of Resources
Differences between expected and actual experience	\$ 323,310	\$ -	\$ 323,310
Changes of assumptions	609,013	354,466	254,547
Net difference between projected and actual earnings on pension plan investments	4,421,681	2,086,971	2,334,710
Total deferred amounts to be recognized in pension expense in future periods	\$ 5,354,004	\$ 2,441,437	\$ 2,912,567
Pension contributions made subsequent to the measurement date	334,756	-	334,756
Total deferred amounts related to pensions	\$ 5,688,760	\$ 2,441,437	\$ 3,247,323

NOTES TO FINANCIAL STATEMENTS (Continued)

The deferred outflows of resources related to pensions resulting from the District’s contributions in fiscal year 2019 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows of Resources
2019	\$ 1,001,714
2020	652,245
2021	281,475
2022	977,133
2023	-
Thereafter	-
	\$ 2,912,567

C. *Social Security*

Employees not qualifying for coverage under the Teachers’ Retirement System of the State of Illinois or the Illinois Municipal Retirement Fund (IMRF) are considered “non-participating employees”. These employees, along with employees covered under IMRF, are covered under Social Security. The District paid the total required contribution for the current fiscal year.

**NOTE 10 - POST EMPLOYMENT BENEFIT COMMITMENTS**

A. *Teacher Health Insurance Security Fund (THIS)*

*General Information About the OPEB Plan*

Plan Description

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers’ Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

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

Benefits Provided

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

- Teachers’ Choice Health Plan (TCHP) benefit recipients can choose any physician or hospital for medical services; however, benefit recipients receive enhanced benefits, resulting in lower out-of-pocket costs, when receiving services from a TCHP in-network provider. TCHP has a nationwide network and includes CVS/Caremark for prescription drug benefits and Magellan Behavioral Health for behavioral health services.

## NOTES TO FINANCIAL STATEMENTS (Continued)

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

### Contributions

For the fiscal year ended June 30, 2019, the State Employees Group Insurance Act of 1971 (5 ILCS 375/6.6) requires that all active contributors of the THIS make contributions to the plan at a rate of 1.24% of salary and for every employer of a teacher to contribute an amount equal to .92% of each teacher's salary. For the fiscal year ended June 30, 2018, the employee contribution was 1.18% of salary and the employer contribution was .88% of each teacher's salary. The Department of Central Management Services determines, by rule, the percentage required, which each year shall not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. In addition, under the State Pension Funds Continuing Appropriations Act (40 ILCS 15/1.3), there is appropriated, on a continuing annual basis, from the General Revenue Fund, an account of the General Fund, to the State Comptroller for deposit in the Teachers' Health Insurance Security Fund (THISF), an amount equal to the amount certified by the Board of Trustees of THIS as the estimated total amount of contributions to be paid under 5 ILCS 376/6.6(a) in that fiscal year. The member contribution, which may be paid on behalf of employees by the employer, is submitted to THIS by the employer.

On-Behalf Contributions to THIS. The State of Illinois makes employer benefit contributions on behalf of the District. For the year ended June 30, 2019, State of Illinois contributions recognized by the District were based on the State's proportionate share of the collective net OPEB liability associated with the District, and the District recognized revenue and expenditures of \$251,021 in benefit contributions from the State of Illinois.

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

At June 30, 2018, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state benefit support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

District's proportionate share of the net pension liability	\$ 23,609,095
State's proportionate share of the net pension liability associated with the District	<u>31,701,880</u>
Total	<u>\$ 55,310,975</u>

The net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2017 and rolled forward to June 30, 2018. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2018, relative to the contributions of all participating THIS employers and the State during that period. At June 30, 2018, the District's proportion was 0.089612%, which was a decrease of 0.000327% from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the District recognized benefit expense of \$1,341,957 and on-behalf revenue/expense of \$251,021 for support provided by the State. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows of Resources
Differences between expected and actual experience	\$ -	\$ (84,710)	\$ (84,710)
Net difference between projected and actual earnings on pension plan investments	-	(725)	(725)
Changes of assumptions	-	(3,437,881)	(3,437,881)
Changes in proportion and differences between employee contributions and proportionate share of contributions	477,515	(93,659)	383,856
Employer contributions subsequent to the measurement date	<u>203,262</u>	<u>-</u>	<u>203,262</u>
	<u>\$ 680,777</u>	<u>\$ (3,616,975)</u>	<u>\$ (2,936,198)</u>

\$203,262 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

<u>Year Ending June 30</u>	
2020	\$ (1,904,812)
2021	(547,741)
2022	490,383
2023	(718,135)
2024	(459,155)
	<u>\$ (3,139,460)</u>

Actuarial Assumptions

The total OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%	
Salary Increases		Depends on service and ranges from 9.25% at 1 year of service to 3.25% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Investment Rate of Return		0%, net of OPEB plan investment expense, including inflation
Healthcare Cost Trend Costs		Actual trend used for fiscal year 2018. For fiscal years on and after 2019, trend starts at 8.00% and 9.00% for non-Medicare costs and post-Medicare costs, respectively, and gradually decrease to an ultimate trend of 4.5%. Additional trend rate of 0.36% is added to non-Medicare costs on and after 2022 to account for the Excise Tax.

NOTES TO FINANCIAL STATEMENTS (Continued)

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Annuitant Mortality Table, adjusted for THIS experience. For disabled annuitants, mortality rates were based on the RP-Disabled Annuitant Table. All tables reflect future improvements using Projection Scale MP-2014.

The actuarial assumptions that were used in the June 30, 2017 actuarial valuation were based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2014.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Illinois Public Treasurers' Investment Pool	100.0%	1.30%
	100.0%	

Discount Rate

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since TRIP (Teachers' Retirement Insurance Program) is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates are 3.65% as of June 30, 2017, and 3.62% as of June 30, 2018. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

Based on those assumptions, THIS's fiduciary net position at June 30, 2018 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on THIS investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

At June 30, 2018, the discount rate used to measure the total OPEB liability was 3.62%.

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

The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 3.62%, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.62%) or 1 percentage-point higher (4.62%) than the current rate.

	1% Decrease 2.62%	Current Discount Rate 3.62%	1% Increase 4.62%
Employer's proportionate share of the net OPEB liability	\$ 66,505,045	\$ 55,310,975	\$ 46,474,120

NOTES TO FINANCIAL STATEMENTS (Continued)

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

The following presents the total OPEB liability of the District, as well as what the District’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher. The key trend rates are 8.00% in 2019 decreasing to an ultimate trend rate of 4.86% in 2026, for non-Medicare coverage, and 9.00% in 2019 decreasing to an ultimate trend rate of 4.5% in 2028 for Medicare coverage.

	1% Decrease (a)	Healthcare Cost Valuation Rate	1% Increase (b)
Employer’s proportionate share of the net OPEB liability	\$ 44,848,217	\$ 55,310,975	\$ 69,406,745

- (a) One percentage point decrease in healthcare trend rates are 7.00% in 2019 decreasing to an ultimate trend rate of 3.86% in 2026, for non-Medicare coverage, and 8.00% in 2019 decreasing to an ultimate trend rate of 3.50% in 2028 for Medicare coverage.
- (b) One percentage point increase in healthcare trend rates are 9.00% in 2019 decreasing to an ultimate trend rate of 5.86% in 2026, for non-Medicare coverage, and 10.00% in 2019 decreasing to an ultimate trend rate of 5.50% in 2028 for Medicare coverage.

**B. Retiree Insurance Plan**

Plan Overview

In addition to the retirement plans described in Note 9, the District provides post-employment benefits other than pensions (“OPEB”) to employees who meet certain criteria. The Plan, a single-employer defined benefit plan, provides the following coverage:

Medical Coverage

*All Employees*

Increases in premiums after retirement are paid by the retiree. A retiree who discontinues coverage cannot reenroll in that coverage. A retiree who decreases coverage cannot at a later date, increase that coverage. District benefits cease after 10 years of coverage. After District benefits expire, retirees may continue coverage at their own expense. Health Reimbursement Accounts cannot be continued after 10 years. The District pays the amount of the employee’s benefit for retiree dental and vision insurance coverage in effect at the time of retirement. The District pays the amount of the employee’s benefit for an employer paid medical Health Reimbursement Account (“HRA”) in effect at the time of retirement.

*Retired on or before June 30, 2006*

The District pays the amount of the employee’s benefit for retiree medical and life insurance coverage in effect at the time of retirement. Retirees must enroll in Medicare upon attaining age 65.

*Retired after June 30, 2006 and on or before June 30, 2009*

The District pays the amount of the employee’s benefit for life insurance coverage in effect at the time of retirement. District payments for retiree medical are capped at \$340 per month for single coverage and \$680 per month for retiree plus-one-coverage. Retirees must enroll in Medicare upon attaining age 65.

*Retired after June 30, 2009*

Life insurance coverage is not available to any employee retiring after June 30, 2009. District payments for retiree medical are capped at \$340 per month for single coverage and \$680 per month for retiree plus-one-coverage. TRS retirees must enroll in medical coverage through the Teacher’s Retirement Insurance Program (“TRIP”). Retirees must enroll in Medicare upon attaining age 65.

The plan does not issue a stand-alone financial report.

Eligibility

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

NOTES TO FINANCIAL STATEMENTS (Continued)

Eligibility Provisions  
*Certified Employees*

Employees are eligible for retiree health care coverage if they satisfy the following requirements.

- Eligible to retire under the Teachers' Retirement System ("TRS").
- Complete at least 20 years of service with the District; Administrators – Complete 5 years of service with the District

*Non-Certified Employees*

Employees are eligible for retiree health care coverage if they satisfy the following requirements:

- Eligible to retire under the Illinois Municipal Retirement Fund ("IMRF").
- Complete at least 20 years of service with the District; Administrators – Complete 5 years of service with the District

Membership in the Plan consisted of the following at July 2018 (the date of the latest actuarial valuation):

Active employees	313
Inactive employees entitled to but not yet receiving benefits	-
Inactive employees currently receiving benefits	192
Total	505

Contribution

The required contribution is based on projected pay-as-you-go financing requirements. Employees are not required to contribute to the plan.

Total OPEB Liability

The District's total OPEB liability was measured as of June 29, 2018, and the total OPEB liability was determined by an actuarial valuation as of July 1, 2017.

Actuarial Assumptions

The total OPEB liability in the July 1, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Discount rate	2.79%
Salary Rate Increase	4.00%
Expected long-term investment rate of return	N/A
Health Care Trend	

Fiscal Year Trends

(1) Known rate	Period	PPO	HMO	Dental	Vision
	FY17-FY18	-0.10%	-5.00%	0.00%	0.00%
	FY18-FY19	6.00%	5.00%	2.50%	2.00%
	FY19-FY20	5.88%	5.00%	2.50%	2.00%
	FY20-FY21	5.75%	5.00%	2.50%	2.00%
	FY21-FY22	5.63%	5.00%	2.50%	2.00%
	FY22-FY23	5.50%	5.00%	2.50%	2.00%
	FY23-FY24	5.38%	5.00%	2.50%	2.00%
	FY24-FY25	5.25%	5.00%	2.50%	2.00%
	FY25-FY26	5.13%	5.00%	2.50%	2.00%
	FY26-FY27	5.00%	5.00%	2.50%	2.00%
	Subsequent	5.00%	5.00%	2.50%	2.00%

Life Insurance: 0.00% for all years

District Benefit Payments: 0.00% for all years

Retiree Contribution Trend Same as Health Care Trend

Mortality IMRF Employees and Retirees: Rates from the December 31, 2017 IMRF Actuarial Valuation Report

TRS Employees and Retirees: Rates from the June 30, 2017 Teachers' Retirement System Actuarial Valuation Report

Retirement, Withdrawal and Disability Rates IMRF Employees: Rates from the December 31, 2017 IMRF Actuarial Valuation Report.

No Early Retirement Rates Assumed. TRS Employees: Rates from the June 30, 2017 Teachers' Retirement System Actuarial Valuation Report.

NOTES TO FINANCIAL STATEMENTS (Continued)

Starting Per Capita Costs

HMO plan			PPO Plan		
Age	Retiree	Spouse	Age	Retiree	Spouse
55 - 85+	\$11,695 - \$8,294	\$19,041 - \$8,300	55 - 85+	\$13,985 - \$8,823	\$19,231 - \$8,823
Dental Plan (all ages)	\$ 432	\$ 644	Dental Plan (all ages)	\$ 432	\$ 644
Vision Plan (all ages)	\$ 41	\$ 80	Vision Plan (all ages)	\$ 41	\$ 80
Pre-Medicare			Medicare Eligible		
	Retiree	Spouse		Retiree	Spouse
PPO Plan	\$ 9,006	\$ 12,384	PPO Plan	\$ 6,754	\$ 6,754
HMO Plan	7,531	12,261	HMO Plan	6,349	6,354
Dental Plan	432	644	Dental Plan	432	644
Vision Plan	41	80	Vision Plan	41	80

Retiree Contributions

Morbidity

Age	Rate Per Age
Under 65	4.50%
65 - 69	3.00%
70 - 74	2.50%
75 - 85	2.00%
86 & Older	0.00%

Coverage Status

Active employees are assumed to continue into retirement in their current plan and coverage level

Election at Retirement

100% of active employees are assumed to elect coverage at retirement

Marital Status

60% of active employees electing retiree coverage are assumed to elect spousal coverage with males three years older than females. Actual spouse data is used for current retirees.

The actuarial assumptions used in the July 1, 2017 valuation were based on procedures that conform to the Alternative Measurement Method and generally accepted actuarial principles and practices.

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

Discount Rate

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

A rate of 2.79% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2019.

Changes in the Total OPEB Liability

	Increase/(Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances at June 30, 2018	\$ 8,409,903	\$ -	\$ 8,409,903
Changes for the year:			
Service Cost	\$ 256,196	\$ -	\$ 256,196
Interest on Total OPEB Liability	238,092	-	238,092
Assumption Changes	94,545	-	94,545
Benefit Payments	(840,476)	-	(840,476)
Other Changes	(8,276)	-	(8,276)
Net Changes	\$ (259,919)	\$ -	\$ (259,919)
Balances at June 30, 2019	\$ 8,149,984	\$ -	\$ 8,149,984



NOTES TO FINANCIAL STATEMENTS (Continued)

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

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

Plan's Total OPEB Liability/(Asset)		
Discount		
1% Increase	Valuation Rate	1% Decrease
\$ 7,668,806	\$ 8,149,984	\$ 8,672,425

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

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

Plan's Total OPEB Liability/(Asset)		
Healthcare		
Trend Valuation		
1% Increase	Rate	1% Decrease
\$ 8,381,389	\$ 8,149,984	\$ 7,953,742

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

For the fiscal year ended June 30, 2019, the District recognized OPEB expense of \$605,666. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Inflows of Resources
Differences Between Expected and Actual Experience	\$ 170,923	\$ -	\$ 170,923
Changes of Assumptions	390,262	10,419	379,843
Total	<u>\$ 561,185</u>	<u>\$ 10,419</u>	<u>\$ 550,766</u>

Changes in total OPEB liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in OPEB expense over the expected remaining service life of all employees (6.82 years, active and retired) in the postretirement plan.

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

Year ending June 30	Outflows	Inflows
2020	\$ 113,286	\$ 1,908
2021	113,286	1,908
2022	113,286	1,908
2023	113,286	1,908
2024	96,674	1,792
2025	11,367	995
	<u>\$ 561,185</u>	<u>\$ 10,419</u>

**NOTE 11 - INTERFUND TRANSFERS**

Interfund transfers during the year ended June 30, 2019 were as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

Transfer From	Transfer To	Amount
General Fund	Debt Services Fund	\$ 132,187
Operations and Maintenance Fund	Debt Services Fund	535,060

The transfers from the General and Operations and Maintenance Funds to the Debt Services Fund were for principal and interest payments on debt.

**NOTE 12 - JOINT VENTURES**

*A. North DuPage Special Education Cooperative (NDSEC)*

The District and eight other districts within DuPage County have entered into a joint agreement to provide special education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the management council.

A summary of financial condition (modified cash basis) of NDSEC at June 30, 2018 (most recent information available) is as follows:

Assets	\$ 6,297,082
Liabilities	\$ 780,826
Net Position	5,516,256
	<u>\$ 6,297,082</u>
Revenues Received	\$ 17,490,706
Expenditures Disbursed	16,221,130
Net Increase/(Decrease) in Net Position	<u>\$ 1,269,576</u>

Complete financial statements for NDSEC can be obtained from the Administrative Offices at 132 E. Pine Avenue, Roselle, Illinois 60172.

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

The District and thirteen other districts within the DuPage County area have entered into a joint agreement to provide vocational programs for member districts that are not offering these services individually. Each member district has a financial responsibility for annual and special assessments as established by the management council.

A summary of the Statement of Net Position of DAOES at June 30, 2018 (most recent information available) is as follows:

Assets	\$ 18,239,532
Deferred Outflows	586,410
	<u>\$ 18,825,942</u>
Liabilities	\$ 3,854,506
Deferred Inflows	1,664,601
Net Position	13,306,835
	<u>\$ 18,825,942</u>
Revenues	\$ 10,743,901
Expenditures	10,630,669
Net Increase/(Decrease) in Net Position	<u>\$ 113,232</u>

Complete financial statements for DAOES can be obtained from the Administrative Offices at 301 S. Swift Road, Addison, Illinois 60101.

NOTES TO FINANCIAL STATEMENTS (Continued)

**NOTE 13 - RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases commercial insurance to handle these risks of loss. During fiscal year 2019 there was no significant reduction in insurance coverage for any category. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The District is a member of the Collective Liability Insurance Cooperative (CLIC), a joint risk management pool of school districts through which property, general liability, automobile liability, crime, excess property, excess liability, and boiler and machinery coverage is provided in excess of specified limits for the members, acting as a single insurable unit.

The relationship between the District and CLIC is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The District is contractually obligated to make all annual and supplementary contributions for CLIC, to report claims on a timely basis, cooperate with CLIC, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by CLIC. Members have a contractual obligation to fund any deficit of CLIC attributable to a membership year during which they were members.

CLIC is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Board of Directors. CLIC also provides its members with risk management services, including the defense and settlement of claims, and establishes reasonable and necessary loss of reduction and prevention procedures to be followed by the members.

The District is insured under a retrospectively-rated policy for workers' compensation coverage, whereas the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended June 30, 2019, there were no significant adjustments in premiums based on actual experience.

The District has a self-insured plan that provides its employees' dental and vision care benefits. A third party administrator is contracted to manage the plan and all related claims. See Note 14 for more information.

**NOTE 14 - SELF INSURANCE**

The District self-insures the dental and vision portion of its employees' health care benefits. A third party administrator has been contracted to manage the plan. Stop loss insurance has been obtained for losses in excess of certain limitations. At June 30, 2019, the liability for unpaid claims was \$43,253 and \$2,332 for dental and vision claims, respectively. A reconciliation of changes in the aggregate liabilities for claims for the last three years is as follows:

	Fiscal Year Ended June 30, 2019	Fiscal Year Ended June 30, 2018	Fiscal Year Ended June 30, 2017
Claims Liabilities - Beginning of the Year	\$ 37,055	\$ 46,077	\$ 48,674
Incurred Claims	389,344	360,097	373,798
Payment on Claims	(380,814)	(369,119)	(376,395)
Claims Liabilities - End of the Year	<u>\$ 45,585</u>	<u>\$ 37,055</u>	<u>\$ 46,077</u>

**NOTE 15 - CONSTRUCTION COMMITMENTS**

The District has multiple on-going construction projects which are anticipated to be completed in the following fiscal year. There will be additional costs to complete each of these projects.

NOTES TO FINANCIAL STATEMENTS (Continued)

**NOTE 16 - LEGAL DEBT LIMITATION**

The Illinois School Code limits the amount of indebtedness to 6.9% of the most recent available equalized assessed valuation (EAV) of the District. The District's legal debt limitation is as follows:

2018 EAV	\$ 2,192,749,347
Rate	<u>6.90%</u>
Debt Margin	\$ 151,299,705
Current Debt	<u>21,287,786</u>
Remaining Debt Margin	<u>\$ 130,011,919</u>

**NOTE 17 - NET POSITION ADJUSTMENT**

The District had the following net position adjustments related to the revised THIS actuarial report for the prior year:

	<u>Net Position</u>
Adjustment for:	
Prior year revised THIS actuarial report	<u>\$ 15,341,190</u>
Total change in Net Position	<u>\$ 15,341,190</u>

REQUIRED SUPPLEMENTARY INFORMATION

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
ILLINOIS MUNICIPAL RETIREMENT FUND  
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION  
LIABILITY AND RELATED RATIOS  
JUNE 30, 2019

	6/30/2019 *	6/30/2018 *	6/30/2017 *	6/30/2016 *	6/30/2015 *
<b>TOTAL PENSION LIABILITY</b>					
Service Cost	\$ 541,875	\$ 582,449	\$ 590,879	\$ 604,588	\$ 642,799
Interest on the Total Pension Liability	2,833,150	2,817,066	2,704,959	2,576,198	2,368,115
Differences Between Expected and Actual Experience	327,363	415,518	305,172	534,107	44,782
Changes of Assumptions	966,520	(1,258,484)	(159,862)	115,679	1,502,563
Benefit Payments, Including Refunds of Member Contributions	(2,403,839)	(2,239,768)	(2,031,358)	(1,887,395)	(1,550,327)
Net Change in Total Pension Liability	<u>\$ 2,265,069</u>	<u>\$ 316,781</u>	<u>\$ 1,409,790</u>	<u>\$ 1,943,177</u>	<u>\$ 3,007,932</u>
Total Pension Liability - Beginning	<u>38,706,315</u>	<u>38,389,534</u>	<u>36,979,744</u>	<u>35,036,567</u>	<u>32,028,635</u>
Total Pension Liability - Ending	<u>\$ 40,971,384</u>	<u>\$ 38,706,315</u>	<u>\$ 38,389,534</u>	<u>\$ 36,979,744</u>	<u>\$ 35,036,567</u>
<b>PLAN FIDUCIARY NET POSITION</b>					
Contributions - Employer	\$ 736,636	\$ 747,026	\$ 709,496	\$ 748,864	\$ 705,638
Contributions - Member	252,427	239,778	251,388	297,764	247,222
Net Investment Income	(2,148,186)	5,870,571	2,167,377	158,433	1,860,616
Benefit Payments, Including Refunds of Member Contributions	(2,403,839)	(2,239,768)	(2,031,358)	(1,887,395)	(1,550,327)
Other (Net Transfers)	883,579	(751,929)	194,108	183,909	43,219
Net Change in Plan Fiduciary Net Position	<u>\$ (2,679,383)</u>	<u>\$ 3,865,678</u>	<u>\$ 1,291,011</u>	<u>\$ (498,425)</u>	<u>\$ 1,306,368</u>
Plan Net Position - Beginning	<u>36,765,267</u>	<u>32,899,589</u>	<u>31,608,578</u>	<u>32,107,003</u>	<u>30,800,635</u>
Plan Net Position - Ending	<u>\$ 34,085,884</u>	<u>\$ 36,765,267</u>	<u>\$ 32,899,589</u>	<u>\$ 31,608,578</u>	<u>\$ 32,107,003</u>
District's Net Pension Liability	<u>\$ 6,885,500</u>	<u>\$ 1,941,048</u>	<u>\$ 5,489,945</u>	<u>\$ 5,371,166</u>	<u>\$ 2,929,564</u>
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	83.19%	94.99%	85.70%	85.48%	91.64%
Covered-Valuation Payroll	\$ 5,435,984	\$ 5,308,209	\$ 5,340,686	\$ 5,435,323	\$ 5,470,062
Employer's Net Pension Liability as a percentage of Covered-Valuation Payroll	126.67%	36.57%	102.79%	98.82%	53.56%

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

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

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
ILLINOIS MUNICIPAL RETIREMENT FUND  
SCHEDULE OF EMPLOYER CONTRIBUTION  
JUNE 30, 2019

	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>	<u>6/30/2017 *</u>	<u>6/30/2016 *</u>	<u>6/30/2015 *</u>
Actuarially-Determined Contribution	\$ 728,845	\$ 687,944	\$ 687,880	\$ 677,785	\$ 705,638
Contributions in relation to Actuarially-Determined Contribution	<u>736,636</u>	<u>747,026</u>	<u>709,496</u>	<u>748,864</u>	<u>705,638</u>
Contribution deficiency/(excess)	<u>\$ (7,791)</u>	<u>\$ (59,082)</u>	<u>\$ (21,616)</u>	<u>\$ (71,079)</u>	<u>\$ -</u>
Covered-Valuation Payroll	\$ 5,649,135	\$ 5,261,010	\$ 5,340,686	\$ 5,435,323	\$ 5,470,062
Contributions as a percentage of Covered-Valuation Payroll	13.04%	14.20%	13.28%	13.78%	12.90%

**Notes to Schedule:**

***Actuarial Method and Assumptions Used on the Calculation of the 2018 Contribution Rate \****

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

**Actuarial Cost Method:** Aggregate entry age = normal

**Amortization Method:** Level percentage of payroll, closed

**Remaining Amortization Period:** 25-year closed period

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

**Wage Growth:** 3.5%

**Price Inflation:** 2.75%, approximate; No explicit price inflation assumption is used in this valuation.

**Salary Increases:** 3.75% to 14.50%, including inflation

**Investment Rate of Return:** 7.50%

**Retirement Age:** Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.

**Mortality:** For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). 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-2014 (base year 2012). 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-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

\*Based on Valuation Assumptions used in the December 31, 2016 actuarial valuation; note two year lag between valuation and rate setting.

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

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS  
SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE  
OF THE NET PENSION LIABILITY  
JUNE 30, 2019

	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>	<u>6/30/2017 *</u>	<u>6/30/2016 *</u>	<u>6/30/2015 *</u>
Employer's proportion of the Net Pension Liability	0.0032370%	0.0031310%	0.0030615%	0.0035151%	0.0033648%
Employer's proportionate share of the Net Pension Liability	\$ 2,523,105	\$ 2,391,999	\$ 2,416,600	\$ 2,302,724	\$ 2,047,786
State's proportionate share of the Net Pension Liability associated with the employer	<u>172,843,290</u>	<u>146,565,865</u>	<u>162,254,928</u>	<u>128,151,310</u>	<u>118,466,381</u>
Total	<u>\$ 175,366,395</u>	<u>\$ 148,957,864</u>	<u>\$ 164,671,528</u>	<u>\$ 130,454,034</u>	<u>\$ 120,514,167</u>
Employer's Covered-Employee Payroll	\$ 21,261,698	\$ 20,675,999	\$ 20,446,541	\$ 19,818,720	\$ 19,288,273
Employer's proportionate share of the Net Pension Liability as a percentage of Covered-Employee Payroll	11.87%	11.57%	11.82%	11.62%	10.62%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	40.00%	36.40%	36.40%	41.50%	43.00%

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

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

**Changes of Assumptions:**

For the 2018, 2017 and 2016 measurement year, the assumed investment rate of return was of 7.0%, including an inflation rate of 2.5% and a real return of 4.5%. 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%, including an inflation rate of 3.0% and a real return of 4.5%. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

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

See Accompanying Independent Auditor's Opinion



LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS  
 SCHEDULE OF EMPLOYER CONTRIBUTION  
 JUNE 30, 2019

	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>	<u>6/30/2017 *</u>	<u>6/30/2016 *</u>	<u>6/30/2015 *</u>
Statutorily-Required Contribution	\$ 135,160	\$ 128,995	\$ 118,562	\$ 123,168	\$ 120,056
Contributions in relation to the Statutorily-Required Contribution	<u>135,160</u>	<u>128,995</u>	<u>118,562</u>	<u>123,168</u>	<u>120,056</u>
Contribution deficiency/(excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's Covered-Employee Payroll	\$ 22,093,745	\$ 21,249,526	\$ 20,446,541	\$ 19,818,720	\$ 19,288,273
Contributions as a percentage of Covered-Employee Payroll	0.61%	0.61%	0.58%	0.62%	0.62%

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

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

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS  
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE  
 OF THE NET OPEB LIABILITY  
 JUNE 30, 2019

	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>
Employer's proportion of the Net OPEB Liability	0.0896120%	0.0899390%
Employer's proportionate share of the Net OPEB Liability	\$ 23,609,095	\$ 23,338,791
State's proportionate share of the Net OPEB Liability associated with the employer	<u>31,701,880</u>	<u>41,291,429</u>
Total	<u>\$ 55,310,975</u>	<u>\$ 64,630,220</u>
Employer's Covered Payroll	\$ 21,321,384	\$ 20,675,999
Employer's proportionate share of the Net OPEB Liability as a percentage of Covered Payroll	110.73%	112.88%
OPEB Plan Net Position as a percentage of the Total OPEB Liability	-0.07%	-0.17%

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

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

**Changes of Assumptions:**

For the 2018 measurement year, the assumed investment rate of return was 0%, including an inflation rate of 2.75%, and the healthcare cost trend rates used the actual trend. Salary increases include a 3.25% wage inflation.

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS  
 SCHEDULE OF EMPLOYER CONTRIBUTION  
 JUNE 30, 2019

	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>
Statutorily-Required Contribution	\$ 186,941	\$ 307,497
Contributions in relation to the Statutorily-Required Contribution	<u>187,102</u>	<u>307,497</u>
Contribution deficiency/(excess)	<u>\$ (161)</u>	<u>\$ -</u>
Employer's Covered Payroll	\$ 22,159,433	\$ 21,249,526
Contributions as a percentage of Covered Payroll	0.84%	1.45%

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

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
OTHER POST-EMPLOYMENT BENEFIT  
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET OPEB  
LIABILITY AND RELATED RATIOS  
JUNE 30, 2019

	<u>6/30/2019</u>	<u>6/30/2018</u>
TOTAL OPEB LIABILITY		
Service Cost	\$ 256,196	\$ 244,004
Interest	238,092	235,223
Differences Between Expected and Actual Experience	-	241,655
Benefit Payments	(840,476)	(1,033,044)
Changes in Assumptions	94,545	248,978
Other Changes	(8,276)	183,970
Net Change in Total OPEB Liability	<u>\$ (259,919)</u>	<u>\$ 120,786</u>
 Total OPEB Liability - Beginning	 <u>8,409,903</u>	 <u>8,289,117</u>
 Total OPEB Liability - Ending	 <u>\$ 8,149,984</u>	 <u>\$ 8,409,903</u>
 OPEB PLAN FIDUCIARY NET POSITION		
Net Change in OPEB Plan Net Position	\$ -	\$ -
 OPEB Plan Net Position - Beginning	 <u>-</u>	 <u>-</u>
 OPEB Net Position - Ending	 <u>\$ -</u>	 <u>\$ -</u>
 District's Net OPEB Plan Liability	 <u>\$ 8,149,984</u>	 <u>\$ 8,409,903</u>
 OPEB Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	 0.00%	 0.00%
 Covered-Employee Payroll	 \$ 27,742,880	 \$ 24,521,685
 Employer's Net OPEB Liability as a Percentage of Covered-Valuation Payroll	 29.38%	 34.30%

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 OTHER POST-EMPLOYMENT BENEFIT  
 SCHEDULE OF EMPLOYER CONTRIBUTION  
 JUNE 30, 2019

	6/30/2019	6/30/2018
Actuarially-Determined Contribution	N/A	N/A
Contributions in relation to Actuarially-Determined Contribution	-	-
Contribution deficiency/(excess)	N/A	N/A
Covered-Employee Payroll	\$ 27,742,880	\$ 26,559,108
Contributions as a percentage of Covered-Employee Payroll	0.00%	0.00%

**Notes to Schedule:**

There is no ADC or employer contribution in relation to the ADC, as the total OPEB liabilities are currently an unfunded obligation.

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
<b>REVENUES</b>			
Property Taxes	\$ 34,316,823	\$ 34,316,823	\$ 34,358,601
Payments in Lieu of Taxes	50,000	50,000	52,753
Tuition	31,500	31,500	53,983
Earnings on Investments	390,000	390,000	670,291
Food Service	1,086,502	1,086,502	1,110,180
District/School Activity Income	1,346,950	1,346,950	1,340,067
Textbooks	7,500	7,500	5,065
Other Local Sources	407,041	407,041	537,192
State Aid			
General State Aid	1,500,000	1,500,000	1,507,548
Special Education	192,266	192,266	376,933
Career and Technical Education	40,825	40,825	40,622
State Free Lunch and Breakfast	3,000	3,000	2,625
Driver Education	95,500	95,500	67,254
Other State Aid	30,594	30,594	85,601
Federal Aid			
Title I	256,915	256,915	225,387
Title IV	23,650	23,650	27,615
Federal Special Education	622,229	639,652	606,705
CTE - Perkins	27,232	27,232	27,007
Title II - Teacher Quality	49,485	49,485	56,991
Medicaid Matching Funds - Administrative Outreach	27,103	27,103	35,788
Medicaid Matching Funds - Fee-for-Service Program	30,000	30,000	36,102
On-Behalf Payments	16,588,000	16,588,000	16,483,855
<b>Total Revenues</b>	<b>\$ 57,123,115</b>	<b>\$ 57,140,538</b>	<b>\$ 57,708,165</b>
<b>EXPENDITURES</b>			
Instruction			
Regular Programs			
Salaries	\$ 11,449,878	\$ 11,449,878	\$ 11,405,339
Employee Benefits	1,874,556	1,874,556	1,881,153
Purchased Services	92,866	92,866	90,812
Supplies and Materials	595,239	595,239	466,265
Other Objects	19,275	19,275	16,453
Non-Capitalized Equipment	7,621	7,621	36,139
	<b>\$ 14,039,435</b>	<b>\$ 14,039,435</b>	<b>\$ 13,896,161</b>
Special Education Programs			
Salaries	\$ 2,643,895	\$ 2,643,895	\$ 2,652,460
Employee Benefits	563,449	563,449	554,631
Purchased Services	22,961	22,961	13,124
Supplies and Materials	46,740	46,740	20,923
Other Objects	540	540	574
Non-Capitalized Equipment	43,331	43,331	33,215
	<b>\$ 3,320,916</b>	<b>\$ 3,320,916</b>	<b>\$ 3,274,927</b>
Remedial and Supplemental Programs K-12			
Salaries	\$ 436,398	\$ 436,398	\$ 420,998
Employee Benefits	109,215	109,215	109,724
Purchased Services	30,250	30,250	32,536
Supplies and Materials	17,144	17,144	21,747
	<b>\$ 593,007</b>	<b>\$ 593,007</b>	<b>\$ 585,005</b>
CTE Programs			
Salaries	\$ 1,449,850	\$ 1,449,850	\$ 1,464,530
Employee Benefits	245,856	245,856	250,798
Purchased Services	10,378	10,378	7,379
Supplies and Materials	109,365	109,365	122,791
Other Objects	508	508	-
Non-Capitalized Equipment	28,750	28,750	29,739
	<b>\$ 1,844,707</b>	<b>\$ 1,844,707</b>	<b>\$ 1,875,237</b>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Instruction (Continued)			
Interscholastic Programs			
Salaries	\$ 1,397,773	\$ 1,397,773	\$ 1,307,438
Employee Benefits	12,382	12,382	13,041
Purchased Services	328,591	328,591	347,483
Supplies and Materials	144,139	144,139	191,743
Other Objects	62,396	62,396	70,520
Non-Capitalized Equipment	25,000	25,000	22,029
	<u>\$ 1,970,281</u>	<u>\$ 1,970,281</u>	<u>\$ 1,952,254</u>
Summer School Programs			
Salaries	\$ 64,321	\$ 64,321	\$ 56,000
Employee Benefits	2,416	2,416	840
Supplies and Materials	220	220	220
Other Objects	6,805	6,805	2,555
	<u>\$ 73,762</u>	<u>\$ 73,762</u>	<u>\$ 59,615</u>
Driver's Education Programs			
Salaries	\$ 284,762	\$ 284,762	\$ 281,006
Employee Benefits	47,930	47,930	47,679
Purchased Services	18,135	18,135	7,146
Supplies and Materials	4,937	4,937	5,356
Other Objects	775	775	529
	<u>\$ 356,539</u>	<u>\$ 356,539</u>	<u>\$ 341,716</u>
Bilingual Programs			
Salaries	\$ 127,757	\$ 127,757	\$ 140,678
Employee Benefits	19,208	19,208	21,412
Purchased Services	4,000	4,000	-
Supplies and Materials	253	253	-
	<u>\$ 151,218</u>	<u>\$ 151,218</u>	<u>\$ 162,090</u>
Private Tuition - Other Objects			
Regular K-12 Programs	\$ 5,150	\$ 5,150	\$ 9,395
Special Education Programs K-12	1,180,439	1,180,439	653,164
	<u>\$ 1,185,589</u>	<u>\$ 1,185,589</u>	<u>\$ 662,559</u>
Total Instruction	<u>\$ 23,535,454</u>	<u>\$ 23,535,454</u>	<u>\$ 22,809,564</u>
Support Services			
Pupils			
Attendance and Social Work Services			
Salaries	\$ 1,030,213	\$ 1,030,213	\$ 1,007,308
Employee Benefits	244,697	244,697	246,432
Purchased Services	15,105	15,105	14,772
Supplies and Materials	27,475	27,475	25,427
Other Objects	1,008	1,008	155
Non-Capitalized Equipment	-	-	2,916
	<u>\$ 1,318,498</u>	<u>\$ 1,318,498</u>	<u>\$ 1,297,010</u>
Guidance Services			
Salaries	\$ 1,318,375	\$ 1,318,375	\$ 1,325,454
Employee Benefits	229,337	229,337	226,506
Purchased Services	10,927	10,927	7,307
Supplies and Materials	1,837	1,837	2,370
Non-Capitalized Equipment	500	500	7,082
	<u>\$ 1,560,976</u>	<u>\$ 1,560,976</u>	<u>\$ 1,568,719</u>
Health Services			
Salaries	\$ 197,578	\$ 197,578	\$ 200,533
Employee Benefits	61,522	61,522	61,275
Purchased Services	105,113	105,113	85,169
Supplies and Materials	4,379	4,379	2,675
Non-Capitalized Equipment	-	-	2,916
	<u>\$ 368,592</u>	<u>\$ 368,592</u>	<u>\$ 352,568</u>

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LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Pupils (Continued)			
Psychological Services			
Salaries	\$ 167,947	\$ 167,947	\$ 172,082
Employee Benefits	29,841	29,841	32,387
Purchased Services	1,350	1,350	864
Supplies and Materials	650	650	121
Non-Capitalized Equipment	-	-	729
	<u>\$ 199,788</u>	<u>\$ 199,788</u>	<u>\$ 206,183</u>
Speech Pathology and Audiology Services			
Salaries	\$ 88,995	\$ 88,995	\$ 89,596
Employee Benefits	23,270	23,270	21,961
Purchased Services	225	225	182
Supplies and Materials	784	784	753
	<u>\$ 113,274</u>	<u>\$ 113,274</u>	<u>\$ 112,492</u>
Other Support Services - Pupils			
Salaries	\$ 9,181	\$ 9,181	\$ 7,576
Employee Benefits	14	14	8
Purchased Services	42,300	42,300	45,077
Supplies and Materials	39,153	39,153	41,420
Non-Capitalized Equipment	1,500	1,500	-
	<u>\$ 92,148</u>	<u>\$ 92,148</u>	<u>\$ 94,081</u>
Total Support Services - Pupils	<u>\$ 3,653,276</u>	<u>\$ 3,653,276</u>	<u>\$ 3,631,053</u>
Instructional Staff			
Improvement of Instruction Services			
Salaries	\$ 840,236	\$ 840,236	\$ 856,165
Employee Benefits	106,188	106,188	102,940
Purchased Services	144,033	144,033	123,294
Supplies and Materials	12,500	12,500	581
Other Objects	450	450	239
Non-Capitalized Equipment	2,326	2,326	676
	<u>\$ 1,105,733</u>	<u>\$ 1,105,733</u>	<u>\$ 1,083,895</u>
Educational Media Services			
Salaries	\$ 828,087	\$ 828,087	\$ 840,782
Employee Benefits	239,343	239,343	232,798
Purchased Services	155,870	155,870	163,997
Supplies and Materials	75,493	75,493	61,919
Other Objects	150	150	200
Non-Capitalized Equipment	71,141	71,141	48,181
	<u>\$ 1,370,084</u>	<u>\$ 1,370,084</u>	<u>\$ 1,347,877</u>
Assessment and Testing			
Salaries	\$ 10,436	\$ 10,436	\$ 14,578
Employee Benefits	48	48	39
Purchased Services	161,225	161,225	173,273
Supplies and Materials	1,500	1,500	871
	<u>\$ 173,209</u>	<u>\$ 173,209</u>	<u>\$ 188,761</u>
Total Support Services - Instructional Staff	<u>\$ 2,649,026</u>	<u>\$ 2,649,026</u>	<u>\$ 2,620,533</u>
General Administration			
Board of Education Services			
Employee Benefits	\$ 9,000	\$ 9,000	\$ 8,384
Purchased Services	197,361	284,861	289,483
Supplies and Materials	9,272	9,272	8,299
Other Objects	22,633	22,633	21,260
	<u>\$ 238,266</u>	<u>\$ 325,766</u>	<u>\$ 327,426</u>

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LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services			
General Administration (Continued)			
Executive Administration Services			
Salaries	\$ 508,313	\$ 508,313	\$ 507,958
Employee Benefits	87,437	87,437	111,137
Purchased Services	15,105	15,105	6,983
Supplies and Materials	1,728	1,728	246
Other Objects	5,040	5,040	5,714
Non-Capitalized Equipment	12,700	12,700	2,660
	<u>\$ 630,323</u>	<u>\$ 630,323</u>	<u>\$ 634,698</u>
Special Area Administration Services			
Salaries	\$ 40,106	\$ 40,106	\$ 40,082
Employee Benefits	5,251	5,251	5,696
	<u>\$ 45,357</u>	<u>\$ 45,357</u>	<u>\$ 45,778</u>
Tort Immunity Services			
Purchased Services	\$ 352,500	\$ 352,500	\$ 351,069
Other Objects	-	45,000	45,000
	<u>\$ 352,500</u>	<u>\$ 397,500</u>	<u>\$ 396,069</u>
 Total Support Services - General Administration	 <u>\$ 1,266,446</u>	 <u>\$ 1,398,946</u>	 <u>\$ 1,403,971</u>
 School Administration			
Office of the Principal Services			
Salaries	\$ 1,066,743	\$ 1,066,743	\$ 1,059,200
Employee Benefits	216,296	216,296	220,800
Purchased Services	18,318	18,318	13,354
Supplies and Materials	4,654	4,654	2,704
Other Objects	3,679	3,679	1,638
Non-Capitalized Equipment	500	500	3,180
Termination Benefits	2,730	2,730	2,730
	<u>\$ 1,312,920</u>	<u>\$ 1,312,920</u>	<u>\$ 1,303,606</u>
Other Support Services - School Administration			
Salaries	\$ 722,855	\$ 722,855	\$ 727,500
Employee Benefits	143,417	143,417	151,762
Non-Capitalized Equipment	-	-	1,458
	<u>\$ 866,272</u>	<u>\$ 866,272</u>	<u>\$ 880,720</u>
 Total Support Services - School Administration	 <u>\$ 2,179,192</u>	 <u>\$ 2,179,192</u>	 <u>\$ 2,184,326</u>
 Business			
Direction of Business Support Services			
Salaries	\$ 296,941	\$ 296,941	\$ 296,770
Employee Benefits	47,283	47,283	51,299
Purchased Services	10,800	10,800	9,374
Supplies and Materials	400	400	636
Other Objects	1,000	1,000	855
Non-Capitalized Equipment	1,338	1,338	1,338
	<u>\$ 357,762</u>	<u>\$ 357,762</u>	<u>\$ 360,272</u>
Fiscal Services			
Salaries	\$ 309,478	\$ 309,478	\$ 307,948
Employee Benefits	66,786	66,786	66,606
Purchased Services	12,991	12,991	10,159
Supplies and Materials	4,793	4,793	1,570
Non-Capitalized Equipment	3,322	3,322	3,321
	<u>\$ 397,370</u>	<u>\$ 397,370</u>	<u>\$ 389,604</u>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Business (Continued)			
Internal Services			
Salaries	\$ 115,249	\$ 115,249	\$ 104,451
Employee Benefits	44,558	44,558	48,250
Purchased Services	86,060	86,060	51,222
Supplies and Materials	31,693	31,693	20,005
Non-Capitalized Equipment	800	800	-
Termination Benefits	-	-	5,702
	<u>\$ 278,360</u>	<u>\$ 278,360</u>	<u>\$ 229,630</u>
Total Support Services - Business	<u>\$ 1,033,492</u>	<u>\$ 1,033,492</u>	<u>\$ 979,506</u>
Operations and Maintenance			
Salaries	\$ 417,943	\$ 417,943	\$ 445,000
Employee Benefits	128,052	128,052	119,490
Purchased Services	254,324	254,324	246,798
Supplies and Materials	5,137	5,137	4,775
Non-Capitalized Equipment	6,274	6,274	8,955
Total Support Services - Operations and Maintenance	<u>\$ 811,730</u>	<u>\$ 811,730</u>	<u>\$ 825,018</u>
Food Services			
Purchased Services	\$ 1,442,616	\$ 1,442,616	\$ 1,413,758
Supplies and Materials	8,172	8,172	12,586
Other Objects	1,902	1,902	2,401
Non-Capitalized Equipment	6,147	6,147	-
Total Support Services - Food Services	<u>\$ 1,458,837</u>	<u>\$ 1,458,837</u>	<u>\$ 1,428,745</u>
Central			
Planning, Research, Development and Evaluation Services			
Salaries	\$ 64,335	\$ 64,335	\$ 62,831
Employee Benefits	16,679	16,679	16,619
Purchased Services	273	273	322
Supplies and Materials	200	200	-
	<u>\$ 81,487</u>	<u>\$ 81,487</u>	<u>\$ 79,772</u>
Information Services			
Salaries	\$ 129,411	\$ 129,411	\$ 129,387
Employee Benefits	8,225	8,225	8,206
Purchased Services	39,100	39,100	14,239
Supplies and Materials	2,250	2,250	96
Other Objects	1,800	1,800	1,644
Non-Capitalized Equipment	1,338	1,338	2,067
	<u>\$ 182,124</u>	<u>\$ 182,124</u>	<u>\$ 155,639</u>
Staff Services			
Salaries	\$ 202,756	\$ 202,756	\$ 193,273
Employee Benefits	58,919	58,919	53,536
Purchased Services	28,905	28,905	32,463
Supplies and Materials	9,268	9,268	6,379
Non-Capitalized Equipment	1,338	1,338	2,652
Termination Benefits	4,270	4,270	1,890
	<u>\$ 305,456</u>	<u>\$ 305,456</u>	<u>\$ 290,193</u>
Data Processing Services			
Salaries	\$ 113,665	\$ 113,665	\$ 100,692
Employee Benefits	17,290	17,290	11,196
Purchased Services	98,449	185,188	188,605
Supplies and Materials	8,480	8,480	1,294
Other Objects	200	200	-
Non-Capitalized Equipment	-	-	1,820
Termination Benefits	-	-	8,553
	<u>\$ 238,084</u>	<u>\$ 324,823</u>	<u>\$ 312,160</u>
Total Support Services - Central	<u>\$ 807,151</u>	<u>\$ 893,890</u>	<u>\$ 837,764</u>

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LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Other Support Services			
Supplies and Materials	\$ -	\$ -	\$ 5,040
Non-Capitalized Equipment	-	-	2,162
Total Other Support Services	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,202</u>
Total Support Services	<u>\$ 13,859,150</u>	<u>\$ 14,078,389</u>	<u>\$ 13,918,118</u>
Community Services			
Purchased Services	\$ 1,047	\$ 1,047	\$ -
Supplies and Materials	350	350	-
Other Objects	1,000	1,000	-
Total Community Services	<u>\$ 2,397</u>	<u>\$ 2,397</u>	<u>\$ -</u>
Payments to Other Districts and Governmental Units			
Payments to Other Districts and Governmental Units (In-State)			
Payments for Regular Programs			
Purchased Services	\$ 3,000	\$ 3,000	\$ -
	<u>\$ 3,000</u>	<u>\$ 3,000</u>	<u>\$ -</u>
Payments for Special Education Programs			
Purchased Services	\$ 7,000	\$ 7,000	\$ 15,979
	<u>\$ 7,000</u>	<u>\$ 7,000</u>	<u>\$ 15,979</u>
Other Payments to In-State Governmental Units			
Other Objects	\$ -	\$ -	\$ 8,440
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,440</u>
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 24,419</u>
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Regular Programs			
Other Objects	\$ 5,950	\$ 5,950	\$ 21,010
Payments for Special Education Programs			
Other Objects	1,314,227	1,358,382	1,460,500
Payment for CTE Programs			
Other Objects	422,308	422,308	383,005
Payments for Other Programs			
Other Objects	1,600	1,600	-
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 1,744,085</u>	<u>\$ 1,788,240</u>	<u>\$ 1,864,515</u>
Total Payments to Other Districts and Governmental Units	<u>\$ 1,754,085</u>	<u>\$ 1,798,240</u>	<u>\$ 1,888,934</u>
Capital Outlay			
Instruction			
Regular Programs	\$ 71,865	\$ 71,865	\$ 32,529
Special Education Programs	12,500	12,500	11,342
Other Instructional Programs	62,888	62,888	51,669
Support Services			
Pupils	4,346	4,346	34,027
Instructional Staff	142,394	142,394	310,183
School Administration	-	-	45,369
Business	4,708	4,708	317,581
Operations and Maintenance	2,000	2,000	-
Central	4,600	4,600	13,430
Total Capital Outlay	<u>\$ 305,301</u>	<u>\$ 305,301</u>	<u>\$ 816,130</u>
On-Behalf Payments	<u>\$ 16,588,000</u>	<u>\$ 16,588,000</u>	<u>\$ 16,483,855</u>
Total Expenditures	<u>\$ 56,044,387</u>	<u>\$ 56,307,781</u>	<u>\$ 55,916,601</u>

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LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 1,078,728	\$ 832,757	\$ 1,791,564
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	\$ (132,187)	\$ (132,187)	\$ (132,187)
Principal on Bonds Sold	-	-	544,425
	<u>\$ (132,187)</u>	<u>\$ (132,187)</u>	<u>\$ 412,238</u>
NET CHANGE IN FUND BALANCE	<u>\$ 946,541</u>	<u>\$ 700,570</u>	\$ 2,203,802
FUND BALANCE - JULY 1, 2018			<u>15,373,591</u>
FUND BALANCE - JUNE 30, 2019			<u>\$ 17,577,393</u>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
SPECIAL REVENUE FUND - OPERATIONS AND MAINTENANCE FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
<b>REVENUES</b>			
Property Taxes	\$ 5,308,458	\$ 5,308,458	\$ 5,314,922
Earnings on Investments	40,000	40,000	92,508
Other Local Sources	348,147	622,885	622,002
<b>Total Revenues</b>	<b>\$ 5,696,605</b>	<b>\$ 5,971,343</b>	<b>\$ 6,029,432</b>
<b>EXPENDITURES</b>			
Support Services			
Facilities Acquisition and Construction			
Purchased Services	\$ 1,110	\$ 80,148	\$ 79,038
<b>Total Support Services - Facilities Acquisition and Construction</b>	<b>\$ 1,110</b>	<b>\$ 80,148</b>	<b>\$ 79,038</b>
Operations and Maintenance			
Salaries	\$ 2,101,438	\$ 2,101,438	\$ 2,049,310
Employee Benefits	562,099	562,099	543,547
Purchased Services	942,607	942,607	790,606
Supplies and Materials	1,119,271	1,119,271	928,023
Other Objects	2,000	2,000	1,017
Non-Capitalized Equipment	5,101	5,101	5,735
Termination Benefits	5,000	5,000	-
<b>Total Support Services - Operations and Maintenance</b>	<b>\$ 4,737,516</b>	<b>\$ 4,737,516</b>	<b>\$ 4,318,238</b>
Food Services			
Non-Capitalized Equipment	\$ 500	\$ 500	\$ -
<b>Total Support Services - Food Services</b>	<b>\$ 500</b>	<b>\$ 500</b>	<b>\$ -</b>
Other Support Services			
Purchased Services	\$ 1,600	\$ 1,600	\$ 1,798
<b>Total Support Services - Other Support Services</b>	<b>\$ 1,600</b>	<b>\$ 1,600</b>	<b>\$ 1,798</b>
<b>Total Support Services</b>	<b>\$ 4,740,726</b>	<b>\$ 4,819,764</b>	<b>\$ 4,399,074</b>
Capital Outlay			
Support Services			
Facilities Acquisition and Construction			
Operations and Maintenance	\$ -	\$ 310,632	\$ 310,632
Food Services	189,371	189,371	231,985
<b>Total Capital Outlay</b>	<b>\$ 16,000</b>	<b>\$ 16,000</b>	<b>\$ -</b>
<b>Total Expenditures</b>	<b>\$ 4,946,097</b>	<b>\$ 5,335,767</b>	<b>\$ 4,941,691</b>
<b>EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>\$ 750,508</b>	<b>\$ 635,576</b>	<b>\$ 1,087,741</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Interfund Transfers	\$ (535,060)	\$ (535,060)	\$ (535,060)
Principal on Bonds Sold	-	-	22,684
Sale or Compensation for Fixed Assets	-	-	2,000
<b>Total Other Financing Sources</b>	<b>\$ (535,060)</b>	<b>\$ (535,060)</b>	<b>\$ (510,376)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 215,448</b>	<b>\$ 100,516</b>	<b>\$ 577,365</b>
<b>FUND BALANCE - JULY 1, 2018</b>			<b>2,338,313</b>
<b>FUND BALANCE - JUNE 30, 2019</b>			<b>\$ 2,915,678</b>

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LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
SPECIAL REVENUE FUND - TRANSPORTATION FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts Original and Final	Actual Amounts
REVENUES		
Property Taxes	\$ 1,794,444	\$ 1,796,624
Transportation Fees	15,295	14,260
Earnings on Investments	25,000	38,380
Other Local Sources	-	7,139
State Aid		
Transportation	334,600	428,725
Total Revenues	\$ 2,169,339	\$ 2,285,128
EXPENDITURES		
Support Services		
Transportation		
Purchased Services	\$ 2,227,477	\$ 2,215,063
Other Objects	1,500	828
Total Support Services - Transportation	\$ 2,228,977	\$ 2,215,891
Total Support Services	\$ 2,228,977	\$ 2,215,891
Payments to Other Districts and Governmental Units		
Payments to Other Districts Governmental Units (In-State)		
Payments for Special Education Programs		
Purchased Services	\$ -	\$ 6,620
	\$ -	\$ 6,620
Total Payments to Other Governmental Units (In-State)	\$ -	\$ 6,620
Total Payments to Other Districts and Governmental Units	\$ -	\$ 6,620
Debt Services		
Interest		
Interest on Long-Term Debt		
Other Objects	\$ -	\$ 5,699
Payments of Principal on Long-Term Debt		
Other Objects	-	44,005
Total Debt Services	\$ -	\$ 49,704
Total Expenditures	\$ 2,228,977	\$ 2,272,215
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (59,638)	\$ 12,913
OTHER FINANCING SOURCES (USES)		
Sale or Compensation for Fixed Assets	-	2,000
NET CHANGE IN FUND BALANCE	\$ (59,638)	\$ 14,913
FUND BALANCE - JULY 1, 2018		1,114,476
FUND BALANCE - JUNE 30, 2019		\$ 1,129,389

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND  
YEAR ENDED JUNE 30, 2019

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
<b>REVENUES</b>		
Property Taxes	\$ 709,045	\$ 709,905
FICA/Medicare Only Purposes Levies	711,124	711,986
Payments in Lieu of Taxes	125,000	125,000
Earnings on Investments	10,050	18,755
<b>Total Revenues</b>	<u>\$ 1,555,219</u>	<u>\$ 1,565,646</u>
<b>EXPENDITURES</b>		
Instruction		
Regular Programs		
Employee Benefits	\$ 194,359	\$ 192,609
Special Education Programs		
Employee Benefits	129,803	123,557
Remedial and Supplemental Programs - K-12		
Employee Benefits	28,564	27,848
CTE Programs		
Employee Benefits	20,085	20,396
Interscholastic Programs		
Employee Benefits	63,925	59,599
Summer School Programs		
Employee Benefits	1,428	794
Driver's Education Programs		
Employee Benefits	4,029	3,983
Bilingual Programs		
Employee Benefits	3,866	6,061
	<u>\$ 446,059</u>	<u>\$ 434,847</u>
Support Services		
Pupils		
Attendance and Social Work Services		
Employee Benefits	\$ 49,226	\$ 47,373
Guidance Services		
Employee Benefits	63,335	62,934
Health Services		
Employee Benefits	12,555	12,632
Psychological Services		
Employee Benefits	2,344	2,398
Speech Pathology and Audiology Services		
Employee Benefits	1,225	1,230
Other Support Services - Pupils		
Employee Benefits	1,985	1,383
	<u>\$ 130,670</u>	<u>\$ 127,950</u>
Instructional Staff		
Improvement of Instruction Services		
Employee Benefits	\$ 12,298	\$ 12,185
Educational Media Services		
Employee Benefits	105,310	106,220
Assessment and Testing		
Employee Benefits	1,821	846
	<u>\$ 119,429</u>	<u>\$ 119,251</u>
General Administration		
Executive Administration Services		
Employee Benefits	\$ 34,670	\$ 27,139
Special Area Administrative Services		
Employee Benefits	579	580
	<u>\$ 35,249</u>	<u>\$ 27,719</u>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND  
YEAR ENDED JUNE 30, 2019

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
EXPENDITURES (Continued)		
Support Services (Continued)		
School Administration		
Office of the Principal Services		
Employee Benefits	\$ 68,738	\$ 66,849
Other Support Services - School Administration		
Employee Benefits	38,841	39,826
	\$ 107,579	\$ 106,675
Business		
Direction of Business Support Services		
Employee Benefits	\$ 17,690	\$ 17,701
Fiscal Services		
Employee Benefits	67,930	67,637
Internal Services		
Employee Benefits	21,991	25,782
	\$ 107,611	\$ 111,120
Operations and Maintenance		
Employee Benefits	\$ 488,273	\$ 488,077
	\$ 488,273	\$ 488,077
Central		
Planning, Research, Development and Evaluation Services		
Employee Benefits	\$ 12,077	\$ 11,902
Information Services		
Employee Benefits	25,943	25,943
Staff Services		
Employee Benefits	27,796	27,928
Data Processing Services		
Employee Benefits	28,251	27,726
	\$ 94,067	\$ 93,499
Total Support Services	\$ 1,082,878	\$ 1,074,291
Provision for Contingencies	\$ 50,000	\$ -
Total Expenditures	\$ 1,578,937	\$ 1,509,138
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (23,718)	\$ 56,508
OTHER FINANCING SOURCES (USES)	-	-
NET CHANGE IN FUND BALANCE	\$ (23,718)	\$ 56,508
FUND BALANCE - JULY 1, 2018		150,629
FUND BALANCE - JUNE 30, 2019		\$ 207,137

See Accompanying Independent Auditor's Opinion



LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2019

**NOTE 1 - BUDGETARY PROCESS**

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The budget was passed on September 24, 2018 and was amended on May 20, 2019. The modified accrual basis budgeted amounts in this report are the result of full compliance with the following procedures:

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

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

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

SUPPLEMENTAL FINANCIAL INFORMATION

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 COMBINING BALANCE SHEET  
 GENERAL FUND  
 YEAR ENDED JUNE 30, 2019

	Educational Fund	Working Cash Fund	General Fund Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 4,491,264	\$ 699,629	\$ 5,190,893
Investments, at Fair Value	29,165,690	4,543,303	33,708,993
Other Accounts Receivable, net of allowance of \$0	389,584	74,769	464,353
Property Taxes Receivable, net of allowance of \$154,697	17,404,717	-	17,404,717
Due from Other Governments, net of allowance of \$0	229,353	-	229,353
Prepaid Expenses	342,076	-	342,076
<b>Total Assets</b>	<b>\$ 52,022,684</b>	<b>\$ 5,317,701</b>	<b>\$ 57,340,385</b>
<b>LIABILITIES</b>			
Accounts Payable and Accrued Expenses	\$ 525,766	\$ -	\$ 525,766
Accrued Payroll and Payroll Liabilities	3,193,490	-	3,193,490
Unearned Revenue - Registration Fees	358,196	-	358,196
<b>Total Liabilities</b>	<b>\$ 4,077,452</b>	<b>\$ -</b>	<b>\$ 4,077,452</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable Revenue - Property Taxes	\$ 35,235,972	\$ -	\$ 35,235,972
Unavailable Revenue - Grants	133,035	-	133,035
Unavailable Revenue - Interest	243,647	72,886	316,533
<b>Total Deferred Inflows of Resources</b>	<b>\$ 35,612,654</b>	<b>\$ 72,886</b>	<b>\$ 35,685,540</b>
<b>FUND BALANCE</b>			
Nonspendable			
Prepaid Expenses	\$ 342,076	\$ -	\$ 342,076
Unassigned	11,990,502	5,244,815	17,235,317
<b>Total Fund Balance</b>	<b>\$ 12,332,578</b>	<b>\$ 5,244,815</b>	<b>\$ 17,577,393</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balance</b>	<b>\$ 52,022,684</b>	<b>\$ 5,317,701</b>	<b>\$ 57,340,385</b>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES  
 GENERAL FUND  
 YEAR ENDED JUNE 30, 2019

	Educational Fund	Working Cash Fund	General Fund Total
<b>REVENUES</b>			
Property Taxes	\$ 34,358,601	\$ -	\$ 34,358,601
Payments in Lieu of Taxes	52,753	-	52,753
Tuition	53,983	-	53,983
Earnings on Investments	591,494	78,797	670,291
Food Service	1,110,180	-	1,110,180
District/School Activity Income	1,340,067	-	1,340,067
Textbooks	5,065	-	5,065
Other Local Sources	537,192	-	537,192
State Aid	2,080,583	-	2,080,583
Federal Aid	1,015,595	-	1,015,595
On-Behalf Payments	16,483,855	-	16,483,855
	<u>\$ 57,629,368</u>	<u>\$ 78,797</u>	<u>\$ 57,708,165</u>
<b>EXPENDITURES</b>			
Current			
Instruction			
Regular Programs	\$ 13,896,161	\$ -	\$ 13,896,161
Special Education Programs	3,274,927	-	3,274,927
Other Instructional Programs	5,638,476	-	5,638,476
Support Services			
Pupils	3,631,053	-	3,631,053
Instructional Staff	2,620,533	-	2,620,533
General Administration	1,403,971	-	1,403,971
School Administration	2,184,326	-	2,184,326
Business	979,506	-	979,506
Operations and Maintenance	825,018	-	825,018
Food Services	1,428,745	-	1,428,745
Central	837,764	-	837,764
Other Support Services	7,202	-	7,202
Payments to Other Districts and Governmental Units	1,888,934	-	1,888,934
Capital Outlay	816,130	-	816,130
On-Behalf Payments	16,483,855	-	16,483,855
	<u>\$ 55,916,601</u>	<u>\$ -</u>	<u>\$ 55,916,601</u>
<b>EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>\$ 1,712,767</u>	<u>\$ 78,797</u>	<u>\$ 1,791,564</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Interfund Transfers	\$ (132,187)	\$ -	\$ (132,187)
Principal on Bonds Sold	544,425	-	544,425
	<u>\$ 412,238</u>	<u>\$ -</u>	<u>\$ 412,238</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ 2,125,005</u>	<u>\$ 78,797</u>	<u>\$ 2,203,802</u>
<b>FUND BALANCES - JULY 1, 2018</b>	<u>10,207,573</u>	<u>5,166,018</u>	<u>15,373,591</u>
<b>FUND BALANCES - JUNE 30, 2019</b>	<u>\$ 12,332,578</u>	<u>\$ 5,244,815</u>	<u>\$ 17,577,393</u>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - EDUCATIONAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
<b>REVENUES</b>			
Property Taxes	\$ 34,316,823	\$ 34,316,823	\$ 34,358,601
Payments in Lieu of Taxes	50,000	50,000	52,753
Tuition	31,500	31,500	53,983
Earnings on Investments	300,000	300,000	591,494
Food Service	1,086,502	1,086,502	1,110,180
District/School Activity Income	1,346,950	1,346,950	1,340,067
Textbooks	7,500	7,500	5,065
Other Local Sources	407,041	407,041	537,192
State Aid			
General State Aid	1,500,000	1,500,000	1,507,548
Special Education	192,266	192,266	376,933
Career and Technical Education	40,825	40,825	40,622
State Free Lunch and Breakfast	3,000	3,000	2,625
Driver Education	95,500	95,500	67,254
Other State Aid	30,594	30,594	85,601
Federal Aid			
Title I	256,915	256,915	225,387
Title IV	23,650	23,650	27,615
Federal Special Education	622,229	639,652	606,705
CTE - Perkins	27,232	27,232	27,007
Title II - Teacher Quality	49,485	49,485	56,991
Medicaid Matching Funds - Administrative Outreach	27,103	27,103	35,788
Medicaid Matching Funds - Fee-for-Service Program	30,000	30,000	36,102
On-Behalf Payments	16,588,000	16,588,000	16,483,855
<b>Total Revenues</b>	<b>\$ 57,033,115</b>	<b>\$ 57,050,538</b>	<b>\$ 57,629,368</b>
<b>EXPENDITURES</b>			
Instruction			
Regular Programs			
Salaries	\$ 11,449,878	\$ 11,449,878	\$ 11,405,339
Employee Benefits	1,874,556	1,874,556	1,881,153
Purchased Services	92,866	92,866	90,812
Supplies and Materials	595,239	595,239	466,265
Other Objects	19,275	19,275	16,453
Non-Capitalized Equipment	7,621	7,621	36,139
	<b>\$ 14,039,435</b>	<b>\$ 14,039,435</b>	<b>\$ 13,896,161</b>
Special Education Programs			
Salaries	\$ 2,643,895	\$ 2,643,895	\$ 2,652,460
Employee Benefits	563,449	563,449	554,631
Purchased Services	22,961	22,961	13,124
Supplies and Materials	46,740	46,740	20,923
Other Objects	540	540	574
Non-Capitalized Equipment	43,331	43,331	33,215
	<b>\$ 3,320,916</b>	<b>\$ 3,320,916</b>	<b>\$ 3,274,927</b>
Remedial and Supplemental Programs K-12			
Salaries	\$ 436,398	\$ 436,398	\$ 420,998
Employee Benefits	109,215	109,215	109,724
Purchased Services	30,250	30,250	32,536
Supplies and Materials	17,144	17,144	21,747
	<b>\$ 593,007</b>	<b>\$ 593,007</b>	<b>\$ 585,005</b>
CTE Programs			
Salaries	\$ 1,449,850	\$ 1,449,850	\$ 1,464,530
Employee Benefits	245,856	245,856	250,798
Purchased Services	10,378	10,378	7,379
Supplies and Materials	109,365	109,365	122,791
Other Objects	508	508	-
Non-Capitalized Equipment	28,750	28,750	29,739
	<b>\$ 1,844,707</b>	<b>\$ 1,844,707</b>	<b>\$ 1,875,237</b>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - EDUCATIONAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Instruction (Continued)			
Interscholastic Programs			
Salaries	\$ 1,397,773	\$ 1,397,773	\$ 1,307,438
Employee Benefits	12,382	12,382	13,041
Purchased Services	328,591	328,591	347,483
Supplies and Materials	144,139	144,139	191,743
Other Objects	62,396	62,396	70,520
Non-Capitalized Equipment	25,000	25,000	22,029
	<u>\$ 1,970,281</u>	<u>\$ 1,970,281</u>	<u>\$ 1,952,254</u>
Summer School Programs			
Salaries	\$ 64,321	\$ 64,321	\$ 56,000
Employee Benefits	2,416	2,416	840
Supplies and Materials	220	220	220
Other Objects	6,805	6,805	2,555
	<u>\$ 73,762</u>	<u>\$ 73,762</u>	<u>\$ 59,615</u>
Driver's Education Programs			
Salaries	\$ 284,762	\$ 284,762	\$ 281,006
Employee Benefits	47,930	47,930	47,679
Purchased Services	18,135	18,135	7,146
Supplies and Materials	4,937	4,937	5,356
Other Objects	775	775	529
	<u>\$ 356,539</u>	<u>\$ 356,539</u>	<u>\$ 341,716</u>
Bilingual Programs			
Salaries	\$ 127,757	\$ 127,757	\$ 140,678
Employee Benefits	19,208	19,208	21,412
Purchased Services	4,000	4,000	-
Supplies and Materials	253	253	-
	<u>\$ 151,218</u>	<u>\$ 151,218</u>	<u>\$ 162,090</u>
Private Tuition - Other Objects			
Regular K-12 Programs	\$ 5,150	\$ 5,150	\$ 9,395
Special Education Programs K-12	1,180,439	1,180,439	653,164
	<u>\$ 1,185,589</u>	<u>\$ 1,185,589</u>	<u>\$ 662,559</u>
Total Instruction	<u>\$ 23,535,454</u>	<u>\$ 23,535,454</u>	<u>\$ 22,809,564</u>
Support Services			
Pupils			
Attendance and Social Work Services			
Salaries	\$ 1,030,213	\$ 1,030,213	\$ 1,007,308
Employee Benefits	244,697	244,697	246,432
Purchased Services	15,105	15,105	14,772
Supplies and Materials	27,475	27,475	25,427
Other Objects	1,008	1,008	155
Non-Capitalized Equipment	-	-	2,916
	<u>\$ 1,318,498</u>	<u>\$ 1,318,498</u>	<u>\$ 1,297,010</u>
Guidance Services			
Salaries	\$ 1,318,375	\$ 1,318,375	\$ 1,325,454
Employee Benefits	229,337	229,337	226,506
Purchased Services	10,927	10,927	7,307
Supplies and Materials	1,837	1,837	2,370
Non-Capitalized Equipment	500	500	7,082
	<u>\$ 1,560,976</u>	<u>\$ 1,560,976</u>	<u>\$ 1,568,719</u>
Health Services			
Salaries	\$ 197,578	\$ 197,578	\$ 200,533
Employee Benefits	61,522	61,522	61,275
Purchased Services	105,113	105,113	85,169
Supplies and Materials	4,379	4,379	2,675
Non-Capitalized Equipment	-	-	2,916
	<u>\$ 368,592</u>	<u>\$ 368,592</u>	<u>\$ 352,568</u>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - EDUCATIONAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Pupils (Continued)			
Psychological Services			
Salaries	\$ 167,947	\$ 167,947	\$ 172,082
Employee Benefits	29,841	29,841	32,387
Purchased Services	1,350	1,350	864
Supplies and Materials	650	650	121
Non-Capitalized Equipment	-	-	729
	<u>\$ 199,788</u>	<u>\$ 199,788</u>	<u>\$ 206,183</u>
Speech Pathology and Audiology Services			
Salaries	\$ 88,995	\$ 88,995	\$ 89,596
Employee Benefits	23,270	23,270	21,961
Purchased Services	225	225	182
Supplies and Materials	784	784	753
	<u>\$ 113,274</u>	<u>\$ 113,274</u>	<u>\$ 112,492</u>
Other Support Services - Pupils			
Salaries	\$ 9,181	\$ 9,181	\$ 7,576
Employee Benefits	14	14	8
Purchased Services	42,300	42,300	45,077
Supplies and Materials	39,153	39,153	41,420
Non-Capitalized Equipment	1,500	1,500	-
	<u>\$ 92,148</u>	<u>\$ 92,148</u>	<u>\$ 94,081</u>
Total Support Services - Pupils	<u>\$ 3,653,276</u>	<u>\$ 3,653,276</u>	<u>\$ 3,631,053</u>
Instructional Staff			
Improvement of Instruction Services			
Salaries	\$ 840,236	\$ 840,236	\$ 856,165
Employee Benefits	106,188	106,188	102,940
Purchased Services	144,033	144,033	123,294
Supplies and Materials	12,500	12,500	581
Other Objects	450	450	239
Non-Capitalized Equipment	2,326	2,326	676
	<u>\$ 1,105,733</u>	<u>\$ 1,105,733</u>	<u>\$ 1,083,895</u>
Educational Media Services			
Salaries	\$ 828,087	\$ 828,087	\$ 840,782
Employee Benefits	239,343	239,343	232,798
Purchased Services	155,870	155,870	163,997
Supplies and Materials	75,493	75,493	61,919
Other Objects	150	150	200
Non-Capitalized Equipment	71,141	71,141	48,181
	<u>\$ 1,370,084</u>	<u>\$ 1,370,084</u>	<u>\$ 1,347,877</u>
Assessment and Testing			
Salaries	\$ 10,436	\$ 10,436	\$ 14,578
Employee Benefits	48	48	39
Purchased Services	161,225	161,225	173,273
Supplies and Materials	1,500	1,500	871
	<u>\$ 173,209</u>	<u>\$ 173,209</u>	<u>\$ 188,761</u>
Total Support Services - Instructional Staff	<u>\$ 2,649,026</u>	<u>\$ 2,649,026</u>	<u>\$ 2,620,533</u>
General Administration			
Board of Education Services			
Employee Benefits	\$ 9,000	\$ 9,000	\$ 8,384
Purchased Services	197,361	284,861	289,483
Supplies and Materials	9,272	9,272	8,299
Other Objects	22,633	22,633	21,260
	<u>\$ 238,266</u>	<u>\$ 325,766</u>	<u>\$ 327,426</u>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - EDUCATIONAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
General Administration (Continued)			
Executive Administration Services			
Salaries	\$ 508,313	\$ 508,313	\$ 507,958
Employee Benefits	87,437	87,437	111,137
Purchased Services	15,105	15,105	6,983
Supplies and Materials	1,728	1,728	246
Other Objects	5,040	5,040	5,714
Non-Capitalized Equipment	12,700	12,700	2,660
	<u>\$ 630,323</u>	<u>\$ 630,323</u>	<u>\$ 634,698</u>
Special Area Administration Services			
Salaries	\$ 40,106	\$ 40,106	\$ 40,082
Employee Benefits	5,251	5,251	5,696
	<u>\$ 45,357</u>	<u>\$ 45,357</u>	<u>\$ 45,778</u>
Tort Immunity Services			
Purchased Services	\$ 352,500	\$ 352,500	\$ 351,069
Other Objects	-	45,000	45,000
	<u>\$ 352,500</u>	<u>\$ 397,500</u>	<u>\$ 396,069</u>
 Total Support Services - General Administration	 <u>\$ 1,266,446</u>	 <u>\$ 1,398,946</u>	 <u>\$ 1,403,971</u>
 School Administration			
Office of the Principal Services			
Salaries	\$ 1,066,743	\$ 1,066,743	\$ 1,059,200
Employee Benefits	216,296	216,296	220,800
Purchased Services	18,318	18,318	13,354
Supplies and Materials	4,654	4,654	2,704
Other Objects	3,679	3,679	1,638
Non-Capitalized Equipment	500	500	3,180
Termination Benefits	2,730	2,730	2,730
	<u>\$ 1,312,920</u>	<u>\$ 1,312,920</u>	<u>\$ 1,303,606</u>
Other Support Services - School Administration			
Salaries	\$ 722,855	\$ 722,855	\$ 727,500
Employee Benefits	143,417	143,417	151,762
Non-Capitalized Equipment	-	-	1,458
	<u>\$ 866,272</u>	<u>\$ 866,272</u>	<u>\$ 880,720</u>
 Total Support Services - School Administration	 <u>\$ 2,179,192</u>	 <u>\$ 2,179,192</u>	 <u>\$ 2,184,326</u>
 Business			
Direction of Business Support Services			
Salaries	\$ 296,941	\$ 296,941	\$ 296,770
Employee Benefits	47,283	47,283	51,299
Purchased Services	10,800	10,800	9,374
Supplies and Materials	400	400	636
Other Objects	1,000	1,000	855
Non-Capitalized Equipment	1,338	1,338	1,338
	<u>\$ 357,762</u>	<u>\$ 357,762</u>	<u>\$ 360,272</u>
Fiscal Services			
Salaries	\$ 309,478	\$ 309,478	\$ 307,948
Employee Benefits	66,786	66,786	66,606
Purchased Services	12,991	12,991	10,159
Supplies and Materials	4,793	4,793	1,570
Non-Capitalized Equipment	3,322	3,322	3,321
	<u>\$ 397,370</u>	<u>\$ 397,370</u>	<u>\$ 389,604</u>

See Accompanying Independent Auditor's Opinion



LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - EDUCATIONAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Business (Continued)			
Internal Services			
Salaries	\$ 115,249	\$ 115,249	\$ 104,451
Employee Benefits	44,558	44,558	48,250
Purchased Services	86,060	86,060	51,222
Supplies and Materials	31,693	31,693	20,005
Non-Capitalized Equipment	800	800	-
Termination Benefits	-	-	5,702
	<u>\$ 278,360</u>	<u>\$ 278,360</u>	<u>\$ 229,630</u>
Total Support Services - Business	<u>\$ 1,033,492</u>	<u>\$ 1,033,492</u>	<u>\$ 979,506</u>
Operations and Maintenance			
Salaries	\$ 417,943	\$ 417,943	\$ 445,000
Employee Benefits	128,052	128,052	119,490
Purchased Services	254,324	254,324	246,798
Supplies and Materials	5,137	5,137	4,775
Non-Capitalized Equipment	6,274	6,274	8,955
Total Support Services - Operations and Maintenance	<u>\$ 811,730</u>	<u>\$ 811,730</u>	<u>\$ 825,018</u>
Food Services			
Purchased Services	\$ 1,442,616	\$ 1,442,616	\$ 1,413,758
Supplies and Materials	8,172	8,172	12,586
Other Objects	1,902	1,902	2,401
Non-Capitalized Equipment	6,147	6,147	-
Total Support Services - Food Services	<u>\$ 1,458,837</u>	<u>\$ 1,458,837</u>	<u>\$ 1,428,745</u>
Central			
Planning, Research, Development and Evaluation Services			
Salaries	\$ 64,335	\$ 64,335	\$ 62,831
Employee Benefits	16,679	16,679	16,619
Purchased Services	273	273	322
Supplies and Materials	200	200	-
	<u>\$ 81,487</u>	<u>\$ 81,487</u>	<u>\$ 79,772</u>
Information Services			
Salaries	\$ 129,411	\$ 129,411	\$ 129,387
Employee Benefits	8,225	8,225	8,206
Purchased Services	39,100	39,100	14,239
Supplies and Materials	2,250	2,250	96
Other Objects	1,800	1,800	1,644
Non-Capitalized Equipment	1,338	1,338	2,067
	<u>\$ 182,124</u>	<u>\$ 182,124</u>	<u>\$ 155,639</u>
Staff Services			
Salaries	\$ 202,756	\$ 202,756	\$ 193,273
Employee Benefits	58,919	58,919	53,536
Purchased Services	28,905	28,905	32,463
Supplies and Materials	9,268	9,268	6,379
Non-Capitalized Equipment	1,338	1,338	2,652
Termination Benefits	4,270	4,270	1,890
	<u>\$ 305,456</u>	<u>\$ 305,456</u>	<u>\$ 290,193</u>
Data Processing Services			
Salaries	\$ 113,665	\$ 113,665	\$ 100,692
Employee Benefits	17,290	17,290	11,196
Purchased Services	98,449	185,188	188,605
Supplies and Materials	8,480	8,480	1,294
Other Objects	200	200	-
Non-Capitalized Equipment	-	-	1,820
Termination Benefits	-	-	8,553
	<u>\$ 238,084</u>	<u>\$ 324,823</u>	<u>\$ 312,160</u>
Total Support Services - Central	<u>\$ 807,151</u>	<u>\$ 893,890</u>	<u>\$ 837,764</u>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCES - BUDGET AND ACTUAL  
 GENERAL FUND - EDUCATIONAL FUND  
 YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Other Support Services			
Supplies and Materials	\$ -	\$ -	\$ 5,040
Non-Capitalized Equipment	-	-	2,162
Total Other Support Services	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,202</u>
Total Support Services	<u>\$ 13,859,150</u>	<u>\$ 14,078,389</u>	<u>\$ 13,918,118</u>
Community Services			
Purchased Services	1,047	\$ 1,047	\$ -
Supplies and Materials	\$ 350	350	-
Other Objects	1,000	1,000	-
Total Community Services	<u>\$ 2,397</u>	<u>\$ 2,397</u>	<u>\$ -</u>
Payments to Other Districts and Governmental Units			
Payments to Other Districts and Governmental Units (In-State)			
Payments for Regular Programs			
Purchased Services	\$ 3,000	\$ 3,000	\$ -
	<u>\$ 3,000</u>	<u>\$ 3,000</u>	<u>\$ -</u>
Payments for Special Education Programs			
Purchased Services	\$ 7,000	\$ 7,000	\$ 15,979
	<u>\$ 7,000</u>	<u>\$ 7,000</u>	<u>\$ 15,979</u>
Other Payments to In-State Governmental Units			
Other Objects	\$ -	\$ -	\$ 8,440
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,440</u>
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 24,419</u>
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Regular Programs			
Other Objects	\$ 5,950	\$ 5,950	\$ 21,010
Payments for Special Education Programs			
Other Objects	1,314,227	1,358,382	1,460,500
Payment for CTE Programs			
Other Objects	422,308	422,308	383,005
Payments for Other Programs			
Other Objects	1,600	1,600	-
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 1,744,085</u>	<u>\$ 1,788,240</u>	<u>\$ 1,864,515</u>
Total Payments to Other Districts and Governmental Units	<u>\$ 1,754,085</u>	<u>\$ 1,798,240</u>	<u>\$ 1,888,934</u>
Capital Outlay			
Instruction			
Regular Programs	\$ 71,865	\$ 71,865	\$ 32,529
Special Education Programs	12,500	12,500	11,342
Other Instructional Programs	62,888	62,888	51,669
Support Services			
Pupils	4,346	4,346	34,027
Instructional Staff	142,394	142,394	310,183
School Administration	-	-	45,369
Business	4,708	4,708	317,581
Operations and Maintenance	2,000	2,000	-
Central	4,600	4,600	13,430
Total Capital Outlay	<u>\$ 305,301</u>	<u>\$ 305,301</u>	<u>\$ 816,130</u>
On-Behalf Payments	<u>\$ 16,588,000</u>	<u>\$ 16,588,000</u>	<u>\$ 16,483,855</u>
Total Expenditures	<u>\$ 56,044,387</u>	<u>\$ 56,307,781</u>	<u>\$ 55,916,601</u>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND - EDUCATIONAL FUND  
YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 988,728	\$ 742,757	\$ 1,712,767
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	\$ (132,187)	\$ (132,187)	\$ (132,187)
Principal on Bonds Sold	-	-	544,425
	<u>\$ (132,187)</u>	<u>\$ (132,187)</u>	<u>\$ 412,238</u>
NET CHANGE IN FUND BALANCE	<u>\$ 856,541</u>	<u>\$ 610,570</u>	\$ 2,125,005
FUND BALANCE - JULY 1, 2018			<u>10,207,573</u>
FUND BALANCE - JUNE 30, 2019			<u>\$ 12,332,578</u>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCES - BUDGET AND ACTUAL  
 GENERAL FUND - WORKING CASH FUND  
 YEAR ENDED JUNE 30, 2019

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Earnings on Investments	\$ 90,000	\$ 78,797
Total Revenues	\$ 90,000	\$ 78,797
EXPENDITURES	\$ -	\$ -
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 90,000	\$ 78,797
OTHER FINANCING SOURCES (USES)	-	-
NET CHANGE IN FUND BALANCE	\$ 90,000	\$ 78,797
FUND BALANCE - JULY 1, 2018		5,166,018
FUND BALANCE - JUNE 30, 2019		\$ 5,244,815

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
DEBT SERVICES FUND  
YEAR ENDED JUNE 30, 2019

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
<b>REVENUES</b>		
Property Taxes	\$ 6,001,008	\$ 6,008,175
Earnings on Investments	35,000	63,880
Total Revenues	\$ 6,036,008	\$ 6,072,055
<b>EXPENDITURES</b>		
Debt Services		
Interest		
Other Interest on Long-Term Debt		
Other Objects	\$ 946,160	\$ 953,568
Total Debt Services - Interest	\$ 946,160	\$ 953,568
Debt Services - Payment of Principal on Long-Term Debt		
Other Objects	\$ 5,683,912	\$ 5,662,444
Total Debt Services - Payment of Principal on Long-Term Debt	\$ 5,683,912	\$ 5,662,444
Debt Services - Other		
Other Objects	\$ 1,500	\$ 1,425
Total Debt Services - Debt Services - Other	\$ 1,500	\$ 1,425
Total Debt Services	\$ 6,631,572	\$ 6,617,437
Total Expenditures	\$ 6,631,572	\$ 6,617,437
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (595,564)	\$ (545,382)
<b>OTHER FINANCING SOURCES (USES)</b>		
Interfund Transfers	667,247	667,247
NET CHANGE IN FUND BALANCE	\$ 71,683	\$ 121,865
FUND BALANCE - JULY 1, 2018		241,266
FUND BALANCE - JUNE 30, 2019		\$ 363,131

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL  
CAPITAL PROJECTS FUND  
YEAR ENDED JUNE 30, 2019

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
<b>REVENUES</b>		
Payments in Lieu of Taxes	\$ 380,949	\$ 467,565
Earnings on Investments	50,000	34,713
State Aid		
General State Aid	555,000	555,000
Total Revenues	<u>\$ 985,949</u>	<u>\$ 1,057,278</u>
<b>EXPENDITURES</b>		
Support Services		
Facilities Acquisition and Construction		
Purchased Services	\$ 19,148	\$ 119,388
Total Support Services - Facilities Acquisition and Construction	<u>\$ 19,148</u>	<u>\$ 119,388</u>
Total Support Services	<u>\$ 19,148</u>	<u>\$ 119,388</u>
Capital Outlay		
Support Services		
Facilities Acquisition and Construction	\$ 1,221,000	\$ 722,050
Total Capital Outlay	<u>\$ 1,221,000</u>	<u>\$ 722,050</u>
Total Expenditures	<u>\$ 1,240,148</u>	<u>\$ 841,438</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (254,199)	\$ 215,840
OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (254,199)</u>	\$ 215,840
FUND BALANCE - JULY 1, 2018		<u>1,594,932</u>
FUND BALANCE - JUNE 30, 2019		<u>\$ 1,810,772</u>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2019

ASSETS	<u>BALANCE JULY 1, 2018</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE JUNE 30, 2019</u>
Cash and Cash Equivalents	\$ 492,201	\$ 1,728,917	\$ 1,681,136	\$ 539,982
Investments	230,855	52,332	-	283,187
	<u>\$ 723,056</u>	<u>\$ 1,781,249</u>	<u>\$ 1,681,136</u>	<u>\$ 823,169</u>
 LIABILITIES				
Due to:				
Lake Park High School	<u>\$ 723,056</u>	<u>\$ 1,781,249</u>	<u>\$ 1,681,136</u>	<u>\$ 823,169</u>
	<u>\$ 723,056</u>	<u>\$ 1,781,249</u>	<u>\$ 1,681,136</u>	<u>\$ 823,169</u>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 COMPUTATION OF OPERATING EXPENSE PER PUPIL  
 AND PER CAPITA TUITION CHARGE  
 YEAR ENDED JUNE 30, 2019

<b>OPERATING EXPENSE PER PUPIL</b>			
<b>EXPENDITURES:</b>			
ED	Total Expenditures		\$ 39,432,746
O&M	Total Expenditures		4,941,691
DS	Total Expenditures		6,617,437
TR	Total Expenditures		2,272,215
MR/SS	Total Expenditures		1,509,138
	<b>Total Expenditures</b>		<b>\$ 54,773,227</b>

**LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM:**

TR	1421	Summer Sch - Transp. Fees from Pupils or Parents (In State)	\$ 5,078
ED	1600	Summer School Programs	59,615
ED	1911	Regular K-12 Programs - Private Tuition	9,395
ED	1912	Special Education Programs K-12 - Private Tuition	653,164
ED	4000	Total Payments to Other Govt Units	1,888,934
ED	-	Capital Outlay	816,130
ED	-	Non-Capitalized Equipment	213,235
O&M	-	Capital Outlay	542,617
O&M	-	Non-Capitalized Equipment	5,735
DS	5300	Debt Service - Payments of Principal on Long-Term Debt	5,662,444
TR	4000	Total Payments to Other Govt Units	6,620
TR	5300	Debt Service - Payments of Principal on Long-Term Debt	44,005
MR/SS	1600	Summer School Programs	794
		<b>Total Deductions for OEPP Computation (Sum of Lines 18 - 74)</b>	<b>\$ 9,907,766</b>
		<b>Total Operating Expenses Regular K-12 (Line 14 minus Line 76)</b>	<b>44,865,461</b>
		<b>9 Month ADA from District Average Daily Attendance/Prior General State Aid Inquiry 2017-2018</b>	<b>2,344.50</b>
		<b>Estimated OEPP (Line 77 divided by Line 78)</b>	<b>\$ 19,136.47</b>

<b>PER CAPITA TUITION CHARGE</b>			
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**LESS OFFSETTING RECEIPTS/REVENUES:**

TR	1411	Regular -Transp Fees from Pupils or Parents (In State)	\$ 9,182
ED	1600	Total Food Service	1,110,180
ED-O&M	1700	Total District/School Activity Income	1,340,067
ED	1829	Sales - Other (Describe & Itemize)	1,608
ED-O&M	1910	Rentals	127,439
ED-O&M-DS-TR-MR/SS	1991	Payment from Other Districts	6,895
ED	1993	Other Local Fees (Describe & Itemize)	7,369
ED-O&M-TR	3100	Total Special Education	376,933
ED-O&M-MR/SS	3200	Total Career and Technical Education	40,622
ED	3360	State Free Lunch & Breakfast	2,625
ED-O&M	3370	Driver Education	67,254
ED-O&M-TR-MR/SS	3500	Total Transportation	428,725
ED-O&M-DS-TR-MR/SS-Tort	3999	Other Restricted Revenue from State Sources	85,601
ED-O&M-TR-MR/SS	4300	Total Title I	225,387
ED-O&M-TR-MR/SS	4400	Total Title IV	27,615
ED-O&M-TR-MR/SS	4620	Fed - Spec Education - IDEA - Flow Through	489,652
ED-O&M-TR-MR/SS	4625	Fed - Spec Education - IDEA - Room & Board	117,053
ED-O&M-MR/SS	4700	Total CTE - Perkins	27,007
ED-O&M-TR-MR/SS	4932	Title II - Teacher Quality	56,991
ED-O&M-TR-MR/SS	4991	Medicaid Matching Funds - Administrative Outreach	35,788
ED-O&M-TR-MR/SS	4992	Medicaid Matching Funds - Fee-for-Service Program	36,102
ED-TR-MR/SS	3100	Special Education Contributions from EBF Funds **	672,817
ED-MR/SS	3300	English Learning (Bilingual) Contributions from EBF Funds ***	7,447
		<b>Total Deductions for PCTC Computation Line 84 through Line 174</b>	<b>\$ 5,300,359</b>
		<b>Net Operating Expense for Tuition Computation (Line 77 minus Line 176)</b>	<b>39,565,102</b>
		<b>Total Depreciation Allowance (from page 26, Line 18, Col I)</b>	<b>2,549,462</b>
		<b>Total Allowance for PCTC Computation (Line 177 plus Line 178)</b>	<b>42,114,564</b>
		<b>9 Month ADA from District Average Daily Attendance/Prior General State Aid Inquiry 2017-2018</b>	<b>2,344.50</b>
		<b>Total Estimated PCTC (Line 179 divided by Line 180) *</b>	<b>\$ 17,963.13</b>

\* The total OEPP/PCTC may change based on the data provided. The final amounts will be calculated by ISBE

Unaudited



LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 FUND FINANCIAL STATEMENTS  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 AND RECONCILIATION TO CASH BASIS FUND BALANCES - ALL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2019

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Total Governmental Funds
Revenues							
Property Taxes	\$ 34,358,601	\$ 5,314,922	\$ 6,008,175	\$ 1,796,624	\$ 1,421,891	\$ -	\$ 48,900,213
Payments in Lieu of Taxes	52,753	-	-	-	125,000	467,565	645,318
Tuition	53,983	-	-	-	-	-	53,983
Transportation Fees	-	-	-	14,260	-	-	14,260
Earnings on Investments	670,291	92,508	63,880	38,380	18,755	34,713	918,527
Food Service	1,110,180	-	-	-	-	-	1,110,180
District/School Activity Income	1,340,067	-	-	-	-	-	1,340,067
Textbooks	5,065	-	-	-	-	-	5,065
Other Local Sources	537,192	622,002	-	7,139	-	-	1,166,333
State Aid	2,080,583	-	-	428,725	-	555,000	3,064,308
Federal Aid	1,015,595	-	-	-	-	-	1,015,595
On-Behalf Payments	16,483,855	-	-	-	-	-	16,483,855
Total Revenues	<u>\$ 57,708,165</u>	<u>\$ 6,029,432</u>	<u>\$ 6,072,055</u>	<u>\$ 2,285,128</u>	<u>\$ 1,565,646</u>	<u>\$ 1,057,278</u>	<u>\$ 74,717,704</u>
Expenditures	\$ 55,916,601	\$ 4,941,691	\$ 6,617,437	\$ 2,272,215	\$ 1,509,138	\$ 841,438	\$ 72,098,520
Excess/(Deficiency) of Revenues over Expenditures	\$ 1,791,564	\$ 1,087,741	\$ (545,382)	\$ 12,913	\$ 56,508	\$ 215,840	\$ 2,619,184
Other Financing Sources/(Uses)	412,238	(510,376)	667,247	2,000	-	-	571,109
Net Change in Fund Balances	\$ 2,203,802	\$ 577,365	\$ 121,865	\$ 14,913	\$ 56,508	\$ 215,840	\$ 3,190,293
Modified Accrual Fund Balances - July 1, 2018	15,373,591	2,338,313	241,266	1,114,476	150,629	1,594,932	20,813,207
Modified Accrual Fund Balances - June 30, 2019	<u>\$ 17,577,393</u>	<u>\$ 2,915,678</u>	<u>\$ 363,131</u>	<u>\$ 1,129,389</u>	<u>\$ 207,137</u>	<u>\$ 1,810,772</u>	<u>\$ 24,003,500</u>
Add:							
Accounts Payable and Accrued Expenses	\$ 525,766	\$ 132,149	\$ -	\$ 69,013	\$ -	\$ 83,899	\$ 810,827
Accrued Payroll and Payroll Liabilities	3,193,490	25,205	-	-	76,975	-	3,295,670
Deferred Revenue	358,196	-	-	1,233	-	-	359,429
Unavailable Revenue - Property Taxes	35,235,972	5,442,582	5,994,917	1,840,392	1,399,398	-	49,913,261
Unavailable Revenue - Grants	133,035	-	-	-	-	-	133,035
Unavailable Revenue - Interest	316,533	37,936	9,301	24,036	3,299	4,835	395,940
Subtract:							
Other Accounts Receivable, net of allowance of \$0	464,353	65,285	9,301	24,037	8,592	7,269	578,837
Property Taxes Receivable, net of allowance of \$219,568	17,404,717	2,688,349	2,961,174	909,057	691,229	-	24,654,526
Due from Other Governments, net of allowance of \$0	229,353	-	-	85,412	10,914	83,894	409,573
Prepaid Expenses	342,076	46,085	-	-	-	-	388,161
Cash Basis Fund Balance, End of Year	<u>\$ 38,899,886</u>	<u>\$ 5,753,831</u>	<u>\$ 3,396,874</u>	<u>\$ 2,045,557</u>	<u>\$ 976,074</u>	<u>\$ 1,808,343</u>	<u>\$ 52,880,565</u>

See Accompanying Independent Auditor's Opinion

ANNUAL FEDERAL FINANCIAL COMPLIANCE SECTION

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

To the Board of Education  
Lake Park High School District No. 108  
Roselle, Illinois

**Report on Compliance for Each Major Federal Program**

We have audited

Lake Park High School District No. 108'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 Lake Park High School District No. 108's major federal programs for the year ended June 30, 2019. Lake Park High School District No. 108's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

**Management's Responsibility**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Lake Park High School District No. 108'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 Lake Park High School District No. 108'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 Lake Park High School District No. 108's compliance.

**Opinion on Each Major Federal Program**

In our opinion, Lake Park High School District No. 108 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, 2019.

## Report on Internal Control Over Compliance

Management of Lake Park High School District No. 108 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 Lake Park High School District No. 108's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Lake Park High School District No. 108's internal control over compliance.

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

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

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

*Eder, Casella & Co.*  
EDER, CASELLA & CO.  
Certified Public Accountants

McHenry, Illinois  
November 1, 2019

**LAKE PARK HIGH SCHOOL DISTRICT NO. 108**  
**19-022-1080-16**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2019**

Federal Grantor/Pass-Through Grantor  Program or Cluster Title and Major Program Designation	CFDA Number <sup>2</sup> (A)	ISBE Project #  (1st 8 digits) or Contract # <sup>3</sup> (B)	Receipts/Revenues			Expenditure/Disbursements <sup>4</sup>			Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget  (I)
			Year 7/1/17-6/30/18 (C)	Year 7/1/18-6/30/19 (D)	Year 7/1/17-6/30/18 (E)	Year 7/1/17-6/30/18 Pass through to Subrecipients	Year 7/1/18-6/30/19 (F)	Year 7/1/18-6/30/19 Pass through to Subrecipients			
U.S. Department of Education											
Passed Through Illinois State Board of Education:											
Special Education - IDEA Room & Board*	84.027A	18-4625-00	106,770	55,983	133,683		29,070		162,753	N/A	
Special Education - IDEA Room & Board*	84.027A	18-4625-XC		34,184			34,184		34,184	N/A	
Special Education - IDEA Room & Board*	84.027A	19-4625-00		26,886			26,886		26,886	N/A	
Passed Through North Dupage Special Education Cooperative:											
Special Education - IDEA - Flow- Through	84.027A	19-4620-00		489,652			489,652		489,652	489,652	
Total Special Education Cluster			106,770	606,705	133,683	0	579,792	0	713,475		
Passed Through Illinois State Board of Education:											
Title I - Low Income* (M)	84.010	18-4300-00	229,215	37,549	229,215		37,549		266,764	334,205	
Title I - Low Income* (M)	84.010	19-4300-00		187,838			187,838		187,838	322,936	
Title II - Teacher Quality*	84.367	19-4932-00		56,991			56,991		56,991	66,649	
Title IV - Student Support & Academic Enrichment*	84.424	18-4400-00	14,500	1,483	14,500		1,483		15,983	25,000	
Title IV - Student Support & Academic Enrichment*	84.424	19-4400-00		26,132			26,132		26,132	30,857	

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

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

The accompanying notes are an integral part of this schedule.

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

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

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

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

**LAKE PARK HIGH SCHOOL DISTRICT NO. 108**  
**19-022-1080-16**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2019**

Federal Grantor/Pass-Through Grantor  Program or Cluster Title and Major Program Designation	CFDA Number <sup>2</sup> (A)	ISBE Project #  (1st 8 digits) or Contract # <sup>3</sup> (B)	Receipts/Revenues		Expenditure/Disbursements <sup>4</sup>			Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget  (I)
			Year 7/1/17-6/30/18 (C)	Year 7/1/18-6/30/19 (D)	Year 7/1/17-6/30/18 (E)	Year 7/1/17-6/30/18 Pass through to Subrecipients	Year 7/1/18-6/30/19 (F)			
U.S. Department of Education Passed Through DuPage Area Occupational Education System:										
Perkins - Title III	84.048	19-4799-00		27,007			27,007		27,007	27,007
Total CFDA "84"			350,485	943,705	377,398	0	916,792	0	0	1,294,190
U.S. Department of Health and Human Services										
Passed Through Illinois Department of Healthcare and Family Services Passed Through North DuPage Special Education Cooperative:										
Medicaid Admin Outreach	93.778	18-4991-00	25,515		25,515				25,515	N/A
Medicaid Admin Outreach	93.778	19-4991-00		37,279			44,676		44,676	N/A
Total CFDA "93"			25,515	37,279	25,515	0	44,676	0	0	70,191
Total Federal Assistance			376,000	980,984	402,913	0	961,468	0	0	1,364,381
* Project year Ends 8/31										

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

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

The accompanying notes are an integral part of this schedule.

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

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

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

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2019

**NOTE 1 - BASIS OF PRESENTATION**

The Schedule of Expenditures of Federal Awards includes the federal award activity of Lake Park High School District No. 108 under programs of the federal government for the year ended June 30, 2019. The information in this Schedule is presented in accordance with requirements of the Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the schedule may differ from amounts presented in, and used in the preparation of, the basic financial statements.

**NOTE 2 - SUMMARY OF ACCOUNTING POLICIES**

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

**NOTE 3 - 10% DE MINIMIS INDIRECT COST RATE**

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

**NOTE 4 - SUBRECIPIENTS**

The District did not provide federal awards to subrecipients during the year ended June 30, 2019.

**NOTE 5 - FEDERAL LOANS**

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2019

- 1) Summary of auditor's results:
  - a) The auditor's report expresses an unmodified opinion on whether the financial statements of Lake Park High School District No. 108 were prepared in accordance with GAAP.
  - b) No significant deficiencies are reported during the audit of the financial statements. No material weaknesses are reported.
  - c) No instances of noncompliance material to the financial statements of Lake Park High School District No. 108, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
  - d) No significant deficiencies in internal control over major federal award programs are reported during the audit of the financial statements. No material weaknesses in internal control over major federal award programs are reported.
  - e) The auditor's report on compliance for the major federal award programs for Lake Park High School District No. 108 expresses an unmodified opinion on all major federal programs.
  - f) There are no audit findings that are required to be reported in accordance with Uniform Guidance 2 CFR section 200.516(a).
  - g) The major program identified was the Title I – Low Income - CFDA #84.010.
  - h) The threshold used for distinguishing between Type A and Type B programs was \$750,000.
  - i) Lake Park High School District No. 108 was determined to be a low-risk auditee.
- 2) There were no findings relating to the financial statements which are required to be reported.
- 3) There were no findings and questioned costs for federal awards which are required to be reported.



**LAKE PARK HIGH SCHOOL DISTRICT NO. 108**  
**19-022-1080-16**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ending June 30, 2019**

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**SECTION II - FINANCIAL STATEMENT FINDINGS**

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1. FINDING NL      2019- N/A      2. THIS FINDING IS:  New       Repeat from Prior Year?  
Year originally reported? \_\_\_\_\_

---

3. Criteria or specific requirement

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4. Condition

---

5. Context<sup>12</sup>

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6. Effect

---

7. Cause

---

8. Recommendation

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9. Management's response<sup>13</sup>

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<sup>11</sup> A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year 2018 would be assigned a reference number of 2018-001, 2018-002, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

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

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

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
19-022-1080-16  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ending June 30, 2019

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**SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

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1. FINDING NUMBER:<sup>14</sup>                      2019- N/A                      2. THIS FINDING IS:                       New                       Repeat from Prior year?  
Year originally reported? \_\_\_\_\_

3. Federal Program Name and Year: \_\_\_\_\_

4. Project No.: \_\_\_\_\_                      5. CFDA No.: \_\_\_\_\_

6. Passed Through: \_\_\_\_\_

7. Federal Agency: \_\_\_\_\_

8. Criteria or specific requirement (including statutory, regulatory, or other citation)

9. Condition<sup>15</sup>

10. Questioned Costs<sup>16</sup>

11. Context<sup>17</sup>

12. Effect

13. Cause

14. Recommendation

15. Management's response<sup>18</sup>

<b>For ISBE Review</b>	
Date: _____	Resolution Criteria Code Number _____
Initials: _____	Disposition of Questioned Costs Code Letter _____

<sup>14</sup> See footnote 11.  
<sup>15</sup> Include facts that support the deficiency identified on the audit finding (§200.516 (b)(3)).  
<sup>16</sup> Identify questioned costs as required by §200.516 (a)(3 - 4).  
<sup>17</sup> See footnote 12.  
<sup>18</sup> To the extent practical, indicate when management does not agree with the finding, questioned cost, or both.

**LAKE PARK HIGH SCHOOL DISTRICT NO. 108**  
**19-022-1080-16**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS<sup>19</sup>**  
**Year Ending June 30, 2019**

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

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u> <sup>20</sup>
NONE		

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

<sup>19</sup> Explanation of this schedule - §200.511 (b)

<sup>20</sup> Current Status should include one of the following:

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



LAKE PARK HIGH SCHOOL DISTRICT 108  
590 S. MEDINAH ROAD, ROSELLE, IL 60172-1978  
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**LAKE PARK**

[WWW.LPHS.ORG](http://WWW.LPHS.ORG)

**19-022-1080-16**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS<sup>21</sup>**  
**Year Ending June 30, 2019**

**Corrective Action Plan**

Finding No.: **2019- N/A**

Condition:

Plan:

Anticipated Date of Completion:

Name of Contact Person: [Name and Title of person responsible for implementation]

Management Response: [If applicable, an explanation giving specific reasons if the district officials do not agree with the finding and believe that corrective action is unnecessary.]

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<sup>21</sup> Must address **each** audit finding - §200.511 ( c )