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

**ANNUAL FINANCIAL REPORT**

**JUNE 30, 2020**

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LAKE PARK HIGH SCHOOL DISTRICT NO. 108

TABLE OF CONTENTS

JUNE 30, 2020

	PAGE
INDEPENDENT AUDITOR'S OPINION	1
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	4
REQUIRED SUPPLEMENTARY INFORMATION	
Management's Discussion and Analysis	6
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Net Position	12
Statement of Activities	13
Fund Financial Statements	
Balance Sheet – Governmental Funds	14
Reconciliation of the Balance Sheet to the Statement of Net Position	15
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	18
Statement of Fiduciary Assets and Liabilities	19
Notes to Financial Statements	20
REQUIRED SUPPLEMENTARY INFORMATION	
Illinois Municipal Retirement Fund – Schedule of Changes in the Employer's Net Pension Liability and Related Ratios	48
Illinois Municipal Retirement Fund – Schedule of Employer Contribution	49
Teachers' Retirement System of the State of Illinois – Schedule of the Employer's Proportionate Share of the Net Pension Liability	50

LAKE PARK HIGH SCHOOL DISTRICT NO. 108

TABLE OF CONTENTS

JUNE 30, 2020

	PAGE
REQUIRED SUPPLEMENTARY INFORMATION (Continued)	
Teachers' Retirement System of the State of Illinois – Schedule of Employer Contribution	51
Teacher Health Insurance Security Fund of the State of Illinois – Schedule of the Employer's Proportionate Share of the Net OPEB Liability	52
Teacher Health Insurance Security Fund of the State of Illinois – Schedule of Employer Contribution	53
Other Post-Employment Benefit – Schedule of Changes in the Employer's Net OPEB Liability and Related Ratios	54
Other Post-Employment Benefit – Schedule of Employer Contribution	55
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund	56
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Operations and Maintenance Fund	62
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Transportation Fund	63
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Illinois Municipal Retirement/Social Security Fund	64
Notes to Required Supplementary Information	66
SUPPLEMENTAL FINANCIAL INFORMATION	
Combining Balance Sheet – General Fund	67
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances – General Fund	68
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund – Educational Fund	69
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund – Working Cash Fund	75
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Debt Services Fund	76

LAKE PARK HIGH SCHOOL DISTRICT NO. 108

TABLE OF CONTENTS

JUNE 30, 2020

	PAGE
SUPPLEMENTAL FINANCIAL INFORMATION (Continued)	
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Capital Projects Fund	77
Schedule of Changes in Fiduciary Assets and Liabilities – Agency Funds	78
Computation of Operating Expense Per Pupil and Per Capita Tuition Charge	79
Statement of Revenues, Expenditures, and Changes in Fund Balances and Reconciliation to Cash Basis Fund Balances – All Funds	80
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	81
Schedule of Expenditures of Federal Awards	83
Notes to the Schedule of Expenditures of Federal Awards	86
Schedule of Findings and Questioned Costs	87
Summary Schedule of Prior Audit Findings	90
Corrective Action Plan for Current Year Audit Findings	91



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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, 2020, 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.

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## **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, 2020, 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 required supplementary information as 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 the District's basic financial statements. The supplemental information as listed in the table of contents and the Schedule of Expenditures of Federal Awards, as required by 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, are presented for purposes of additional analysis and are 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 5, 2020 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 5, 2020



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

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, 2020, 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 5, 2020.

**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 District's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether 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

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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 District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

McHenry, Illinois  
November 5, 2020

REQUIRED SUPPLEMENTARY INFORMATION

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

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

JUNE 30, 2020

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, 2020. 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, 2020 by \$50,358,906 (net position).
- The District's total net position increased by \$8,512,592.
- At June 30, 2020, the District reported combined ending fund balances of \$25,111,115, an increase of \$1,107,615 in comparison with the prior year.
- At June 30, 2020, the unassigned fund balance for the General Fund was \$18,218,445, or 32% of total General Fund expenditures.
- The District's total long-term debt decreased by \$5,760,660 during the year ended June 30, 2020 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 48 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 47 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 80 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 \$50,538,906 at June 30, 2020.

The following table presents a summary of the District's net position for the years ended June 30, 2020 and 2019:

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

	Governmental Activities	
	6/30/2020	6/30/2019
Assets		
Current and Other Assets	\$ 82,393,371	\$ 78,911,662
Capital Assets	83,277,003	80,385,381
Total Assets	\$ 165,670,374	\$ 159,297,043
Deferred Outflows of Resources	\$ 6,134,786	\$ 7,895,419
Liabilities		
Long-Term Liabilities Outstanding	\$ 54,784,655	\$ 64,312,244
Other Liabilities	6,452,829	4,834,114
Total Liabilities	\$ 61,237,484	\$ 69,146,358
Deferred Inflows of Resources	\$ 60,208,770	\$ 56,199,790
Net Position		
Net Investment in Capital Assets	\$ 67,356,012	\$ 58,349,075
Restricted	2,229,757	1,703,270
Unrestricted	(19,226,863)	(18,206,031)
Total Net Position	\$ 50,358,906	\$ 41,846,314

By far the largest portion of the District's net position (134%) 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, 2020 and 2019:

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

	Governmental Activities	
	2020	2019
Revenues:		
Program Revenues:		
Charges for Services	\$ 3,375,209	\$ 3,418,632
Operating Grants and Contributions	19,001,640	18,325,184
Capital Grants and Contributions	219,011	271,061
General Revenues:		
Property Taxes	49,923,567	48,900,213
Other Payments in Lieu of Taxes	679,509	645,318
Grants and Contributions not Restricted to Specific Activities	2,065,861	2,062,548
Unrestricted Investment Earnings	1,098,486	1,098,408
Miscellaneous Income	187,129	149,407
Total Revenues	<u>\$ 76,550,412</u>	<u>\$ 74,870,771</u>
Expenses:		
Instruction		
Regular Programs	\$ 15,028,982	\$ 14,717,546
Special Education Programs	4,612,608	3,547,670
Other Instructional Programs	4,933,997	5,965,167
State Retirement Contributions	17,158,804	16,483,855
Support Services		
Pupils	4,048,798	3,923,126
Instructional Staff	2,925,297	2,942,872
General Administration	1,437,038	1,514,516
School Administration	2,579,334	2,421,075
Business	939,824	1,139,778
Facilities Acquisition and Construction	1,285,459	1,411,050
Operations and Maintenance	5,870,850	5,648,339
Transportation	1,928,719	2,284,406
Food Services	1,226,428	1,458,949
Internal Services	259,467	-
Central	1,129,939	1,025,378
Other Support Services	23,114	9,000
Payments to Other Districts and Governmental Units	1,738,022	1,895,554
Interest and Fees on Long-Term Debt	298,219	505,282
Depreciation - Unallocated	612,921	653,807
Total Expenses	<u>\$ 68,037,820</u>	<u>\$ 67,547,370</u>
Change in Net Position	\$ 8,512,592	\$ 7,323,401
Net Position - Beginning of Fiscal Year	41,846,314	19,181,723
Net Position Adjustment	-	15,341,190
Net Position - End of Fiscal Year	<u>\$ 50,358,906</u>	<u>\$ 41,846,314</u>

The District's total revenues increased by \$1,679,641 (2%) 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 \$490,450 (1%) compared to the prior year. This increase is primarily attributable to an increase in state 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, 2020, the District funds reported combined ending fund balances of \$25,111,115, an increase of \$1,107,615 in comparison with the prior year.

The General Fund is the chief operating fund of the District. At June 30, 2020, total fund balance was \$18,573,863. 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 33% of total General Fund expenditures.

The Operations and Maintenance Fund's fund balance increased by \$427,361 in comparison with the prior year. This was mainly due to reduced expenditures, mainly utilities, due to COVID 19.

The Transportation Fund's fund balance increased by \$432,175 in comparison with the prior year. This was also mainly due to reduced expenditures, mainly bus services, due to COVID 19.

The Capital Projects Fund's fund balance decreased by \$824,580 in comparison with the prior year. This decrease is due to more 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**

The District amended the budget during the year ended June 30, 2020. Significant differences between the original and financial final budget were as follows:

- Earnings on Investment – Revenues were increased by \$451,500
- Food Services – Revenues were decreased by \$256,551
- Purchase Services – Executive Administrative Services increased by \$75,050
- Other Objects – Payments for Special Education Programs decreased by \$87,331
- Other Objects – Payments for Other Programs decreased by \$115,908

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

Actual revenues exceeded budgeted revenues by \$195,672. The difference is largely due to higher than anticipated state retirement contributions.

Budgeted expenditures exceeded actual expenditures by \$1,053,894. The difference is largely due to lower than expected Instruction expense for Regular Programs and CTE programs

### **CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital assets** – The District's investment in capital assets as of June 30, 2020 amounts to \$83,277,003 (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, 2020 include the following:

- Increased construction in progress of \$2,155,039, including various flooring projects, baseball and softball field turf and switch gear upgrade still in progress at year end.
- Total building additions of \$2,117,642 from various projects at each campus.

The following table presents a summary of capital assets for the years ended June 30, 2020 and 2019:

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

	Governmental Activities	
	2020	2019
Land	\$ 558,191	\$ 558,191
Construction in Progress	2,155,039	83,899
Buildings	69,463,099	68,707,998
Improvements Other than Buildings	3,982,677	3,629,955
Equipment	7,117,997	7,405,338
Total	<u>\$ 83,277,003</u>	<u>\$ 80,385,381</u>

Further detail of the District's capital assets can be found in Note 4 in the Notes to the Financial Statements.

**Long-term debt** – At June 30, 2020, the District had total debt outstanding of \$15,527,126.

The following table presents a summary of outstanding debt for the years ended June 30, 2020 and 2019:

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

	Governmental Activities	
	2020	2019
General Obligation Bonds	\$ 13,085,000	\$ 18,360,000
Debt Certificates	1,740,000	2,225,000
Lease/Purchase Agreements	702,126	702,786
Total	<u>\$ 15,527,126</u>	<u>\$ 21,287,786</u>

Major debt transactions during the year ended June 30, 2020 include the following:

- Principal payments on all debt were \$5,922,651.

Further detail of the District's debt obligations can be found in Note 5 in the Notes to the Financial Statements.

## **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.

Prior to the date of this report, the COVID-10 outbreak in the United States has created disruptions in various governments and will continue to impact these organizations. While the disruption is currently expected to be temporary, there is a considerable uncertainty around the duration of time. The extent of the impact on the District is uncertain and cannot be reasonably estimated at this time.

## **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, 2020

	Governmental Activities
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 29,275,120
Investments, at Fair Value	26,957,837
Other Accounts Receivable, net of allowance of \$0	288,530
Property Taxes Receivable, net of allowance of \$224,643	25,082,862
Due from Other Governments, net of allowance of \$0	390,035
Prepaid Items	398,987
Capital Assets:	
Land	558,191
Construction in Progress	2,155,039
Depreciable Buildings, Property, and Equipment, net of depreciation	80,563,773
Total Assets	\$ 165,670,374
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Loss on Refunding, net of related amortization	\$ 544,983
Pension Expense/Revenue - Illinois Municipal Retirement Fund	3,709,111
Pension Expense/Revenue - Teachers' Retirement System	287,479
OPEB Expense/Revenue - IMRF/TRS	891,521
OPEB Expense/Revenue - THIS	701,692
Total Deferred Outflows of Resources	\$ 6,134,786
<b>LIABILITIES</b>	
Accounts Payable and Accrued Expenses	\$ 2,394,391
Accrued Payroll and Payroll Liabilities	3,546,471
Unearned Revenue - Registration Fees	511,967
Long-Term Liabilities	
Due Within One Year	6,229,209
Due in More Than One Year	48,555,446
Total Liabilities	\$ 61,237,484
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Unavailable Revenue - Property Taxes	\$ 50,830,851
Unavailable Revenue - Interest	1,376
Pension Expense/Revenue - Illinois Municipal Retirement Fund	5,289,143
Pension Expense/Revenue - Teachers' Retirement System	445,346
OPEB Expense/Revenue - THIS	3,347,250
OPEB Expense/Revenue - IMRF/TRS	294,804
Total Deferred Inflows of Resources	\$ 60,208,770
<b>NET POSITION</b>	
Net Investment in Capital Assets	\$ 67,356,012
Restricted for:	
Operations and Maintenance	865,568
Transportation	1,223,392
Retirement	90,797
Future Capital Projects	50,000
Unrestricted/(Deficit)	(19,226,863)
Total Net Position	\$ 50,358,906

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, 2020

	Expenses	Program Revenues		Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions		Governmental Activities
Functions/Programs					
Governmental Activities					
Instruction					
Regular Programs	\$ 15,028,982	\$ 1,368,527	\$ 312,209	\$ -	\$ (13,348,246)
Special Education Programs	4,612,608	172,272	490,200	-	(3,950,136)
Other Instructional Programs	4,933,997	162,491	88,546	-	(4,682,960)
State Retirement Contributions	17,158,804	-	17,158,804	-	-
Support Services					
Pupil	4,048,798	-	164,869	-	(3,883,929)
Instructional Staff	2,925,297	-	-	-	(2,925,297)
General Administration	1,437,038	-	-	-	(1,437,038)
School Administration	2,579,334	-	-	-	(2,579,334)
Business	939,824	-	-	-	(939,824)
Facilities Acquisition and Construction Services	1,285,459	-	-	-	(1,285,459)
Operations and Maintenance	5,870,850	739,472	-	219,011	(4,912,367)
Transportation	1,928,719	-	443,355	-	(1,485,364)
Food Services	1,226,428	932,447	1,988	-	(291,993)
Internal Services	259,467	-	-	-	(259,467)
Central	1,129,939	-	-	-	(1,129,939)
Other Support Services	23,114	-	-	-	(23,114)
Debt Services					
Interest and Fees	298,219	-	-	-	(298,219)
Intergovernmental Payments					
Payments to Other Districts and Governmental Units	1,738,022	-	341,669	-	(1,396,353)
Depreciation - Unallocated	612,921	-	-	-	(612,921)
Total Governmental Activities	<u>\$ 68,037,820</u>	<u>\$ 3,375,209</u>	<u>\$ 19,001,640</u>	<u>\$ 219,011</u>	<u>\$ (45,441,960)</u>
General Revenues					
Taxes					
Property Taxes, Levied for General Purposes					\$ 43,927,382
Property Taxes, Levied for Debt Service					5,996,185
Other Payments in Lieu of Taxes					679,509
Grants and Contributions not Restricted to Specific Activities					2,065,861
Unrestricted Investment Earnings					1,098,486
Miscellaneous Income					187,129
Total General Revenues					<u>\$ 53,954,552</u>
Change in Net Position					\$ 8,512,592
Net Position - July 1, 2019					<u>41,846,314</u>
Net Position - June 30, 2020					<u>\$ 50,358,906</u>

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, 2020

	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	\$ 21,075,464	\$ 3,526,332	\$ 1,818,143	\$ 1,259,365	\$ 529,680	\$ 1,066,136	\$ 29,275,120
Investments, at Fair Value	19,407,230	3,247,203	1,674,227	1,159,679	487,753	981,745	26,957,837
Other Accounts Receivable, net of allowance of \$0	227,755	40,587	1,938	13,784	3,813	653	288,530
Property Taxes Receivable, net of allowance of \$224,643	17,676,213	2,741,278	2,959,121	926,661	779,589	-	25,082,862
Due from Other Governments, net of allowance of \$0	188,886	-	-	109,787	10,914	80,448	390,035
Prepaid Items	355,418	43,569	-	-	-	-	398,987
<b>Total Assets</b>	<b>\$ 58,930,966</b>	<b>\$ 9,598,969</b>	<b>\$ 6,453,429</b>	<b>\$ 3,469,276</b>	<b>\$ 1,811,749</b>	<b>\$ 2,128,982</b>	<b>\$ 82,393,371</b>
<b>LIABILITIES</b>							
Accounts Payable and Accrued Expenditures	\$ 425,104	\$ 643,761	\$ -	\$ 14,093	\$ -	\$ 1,048,033	\$ 2,130,991
Accrued Payroll and Payroll Liabilities	3,392,205	21,815	-	-	132,451	-	3,546,471
Unearned Revenue - Registration Fees	510,024	-	-	1,943	-	-	511,967
<b>Total Liabilities</b>	<b>\$ 4,327,333</b>	<b>\$ 665,576</b>	<b>\$ -</b>	<b>\$ 16,036</b>	<b>\$ 132,451</b>	<b>\$ 1,048,033</b>	<b>\$ 6,189,429</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Unavailable Revenue - Property Taxes	\$ 35,821,150	\$ 5,555,248	\$ 5,996,709	\$ 1,877,893	\$ 1,579,851	\$ -	\$ 50,830,851
Unavailable Revenue - Grants	42,047	-	-	-	-	-	42,047
Unavailable Revenue - Interest	166,573	35,106	-	13,783	3,814	653	219,929
<b>Total Deferred Inflows of Resources</b>	<b>\$ 36,029,770</b>	<b>\$ 5,590,354</b>	<b>\$ 5,996,709</b>	<b>\$ 1,891,676</b>	<b>\$ 1,583,665</b>	<b>\$ 653</b>	<b>\$ 51,092,827</b>
<b>FUND BALANCE</b>							
<b>Nonspendable</b>							
Prepaid Items	\$ 355,418	\$ 43,569	\$ -	\$ -	\$ -	\$ -	\$ 398,987
<b>Restricted</b>							
Operations and Maintenance	-	865,568	-	-	-	-	865,568
Debt Service	-	-	159,335	-	-	-	159,335
Transportation	-	-	-	1,223,392	-	-	1,223,392
Retirement	-	-	-	-	188,330	-	188,330
Capital Projects	-	-	-	-	-	50,000	50,000
<b>Assigned</b>							
Operations and Maintenance	-	2,433,902	-	-	-	-	2,433,902
Debt Service	-	-	297,385	-	-	-	297,385
Transportation	-	-	-	338,172	-	-	338,172
Capital Projects	-	-	-	-	-	1,030,296	1,030,296
Unassigned	18,218,445	-	-	-	(92,697)	-	18,125,748
<b>Total Fund Balance</b>	<b>\$ 18,573,863</b>	<b>\$ 3,343,039</b>	<b>\$ 456,720</b>	<b>\$ 1,561,564</b>	<b>\$ 95,633</b>	<b>\$ 1,080,296</b>	<b>\$ 25,111,115</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balance</b>	<b>\$ 58,930,966</b>	<b>\$ 9,598,969</b>	<b>\$ 6,453,429</b>	<b>\$ 3,469,276</b>	<b>\$ 1,811,749</b>	<b>\$ 2,128,982</b>	<b>\$ 82,393,371</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, 2020

Total Fund Balances - Governmental Funds \$ 25,111,115

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	\$ 123,105,291	
Accumulated Depreciation on Capital Assets	<u>(39,828,288)</u>	83,277,003

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

Interest Receivable	\$ 218,553	
Due from Other Governments	<u>42,047</u>	260,600

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	\$ 3,709,111	
Deferred Inflows - Illinois Municipal Retirement Fund	(5,289,143)	
Deferred Outflows - Teachers' Retirement System	287,479	
Deferred Inflows - Teachers' Retirement System	(445,346)	
OPEB Deferred Outflows - IMRF/TRS	891,521	
OPEB Deferred Inflows - IMRF/TRS	(294,804)	
OPEB Deferred Outflows - Teachers' Health Insurance Security Fund	701,692	
OPEB Deferred Inflows - Teachers' Health Insurance Security Fund	<u>(3,347,250)</u>	(3,786,740)

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	\$ (938,848)	
Deferred Loss on Refunding, net of related amortization	<u>544,983</u>	(393,865)

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

Bonds Payable	\$ (13,085,000)	
Net Pension Liability - Illinois Municipal Retirement Fund	(2,642,192)	
Net Pension Liability - Teachers' Retirement System	(2,184,931)	
Net OPEB Liability - IMRF/TRS	(8,066,568)	
Net OPEB Liability - Teachers' Health Insurance Security Fund	(24,900,235)	
Debt Certificates Payable	(1,740,000)	
Capital Leases Payable	(702,126)	
Accrued Interest on Long-Term Debt	(263,400)	
Compensated Absences	<u>(524,755)</u>	(54,109,207)

Net Position of Governmental Activities \$ 50,358,906

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, 2020

	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	\$ 35,243,216	\$ 5,443,699	\$ 5,996,185	\$ 1,840,775	\$ 1,399,692	\$ -	\$ 49,923,567
Payments in Lieu of Taxes	38,776	-	-	-	104,102	536,631	679,509
Tuition	35,695	-	-	-	-	-	35,695
Transportation Fees	-	-	-	7,126	-	-	7,126
Earnings on Investments	982,687	113,785	74,164	55,858	16,332	33,047	1,275,873
Food Services	916,321	-	-	-	-	-	916,321
District/School Activity Income	1,324,966	-	-	-	-	-	1,324,966
Textbooks	4,975	-	-	-	-	-	4,975
Other Local Sources	391,420	220,433	-	-	-	699,228	1,311,081
State Aid	405,341	-	-	443,355	-	2,115,861	2,964,557
Federal Aid	1,029,187	-	-	-	-	-	1,029,187
State Retirement Contributions	17,158,804	-	-	-	-	-	17,158,804
<b>Total Revenues</b>	<b>\$ 57,531,388</b>	<b>\$ 5,777,917</b>	<b>\$ 6,070,349</b>	<b>\$ 2,347,114</b>	<b>\$ 1,520,126</b>	<b>\$ 3,384,767</b>	<b>\$ 76,631,661</b>
<b>EXPENDITURES</b>							
<b>Current</b>							
<b>Instruction</b>							
Regular Programs	\$ 14,122,492	\$ -	\$ -	\$ -	\$ 197,138	\$ -	\$ 14,319,630
Special Education Programs	4,306,232	-	-	-	131,536	-	4,437,768
Other Instructional Programs	4,590,056	-	-	-	121,473	-	4,711,529
State Retirement Contributions	17,158,804	-	-	-	-	-	17,158,804
<b>Support Services</b>							
Pupil	3,727,891	-	-	-	134,078	-	3,861,969
Instructional Staff	2,541,560	-	-	-	125,103	-	2,666,663
General Administration	1,423,797	-	-	-	30,302	-	1,454,099
School Administration	2,361,451	-	-	-	111,604	-	2,473,055
Business	766,222	-	-	-	89,117	-	855,339
Facilities Acquisition and Construction Services	-	-	-	-	-	12,800	12,800
Operations and Maintenance	889,898	4,129,233	-	-	564,048	-	5,583,179
Transportation	-	-	-	1,853,654	-	-	1,853,654
Food Services	1,196,285	-	-	-	-	-	1,196,285
Internal Services	241,278	-	-	-	18,189	-	259,467
Central	843,014	-	-	-	109,042	-	952,056
Other Support Services	21,923	1,191	-	-	-	-	23,114
<b>Debt Services</b>							
Principal	-	-	5,866,237	56,414	-	-	5,922,651
Interest and Fees	-	-	757,662	-	-	-	757,662
Capital Outlay	405,046	695,562	-	349,120	-	4,196,547	5,646,275
<b>Intergovernmental Payments</b>							
Payments to Other Districts and Governmental Units	1,733,151	-	-	4,871	-	-	1,738,022
<b>Total Expenditures</b>	<b>\$ 56,329,100</b>	<b>\$ 4,825,986</b>	<b>\$ 6,623,899</b>	<b>\$ 2,264,059</b>	<b>\$ 1,631,630</b>	<b>\$ 4,209,347</b>	<b>\$ 75,884,021</b>

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, 2020

	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	\$ 1,202,288	\$ 951,931	\$ (553,550)	\$ 83,055	\$ (111,504)	\$ (824,580)	\$ 747,640
OTHER FINANCING SOURCES (USES)							
Interfund Transfers	\$ (112,039)	\$ (535,100)	\$ 647,139	\$ -	\$ -	\$ -	\$ -
Proceeds on Capital Lease	-	-	-	349,120	-	-	349,120
Sale or Compensation for Fixed Assets	325	10,530	-	-	-	-	10,855
Total Other Financing Sources (Uses)	<u>\$ (111,714)</u>	<u>\$ (524,570)</u>	<u>\$ 647,139</u>	<u>\$ 349,120</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 359,975</u>
NET CHANGE IN FUND BALANCES	\$ 1,090,574	\$ 427,361	\$ 93,589	\$ 432,175	\$ (111,504)	\$ (824,580)	\$ 1,107,615
FUND BALANCE - JULY 1, 2019	17,577,393	2,915,678	363,131	1,129,389	207,137	1,810,772	24,003,500
FUND BALANCE ADJUSTMENT (Note 17)	(94,104)	-	-	-	-	94,104	-
FUND BALANCE - JUNE 30, 2020	<u>\$ 18,573,863</u>	<u>\$ 3,343,039</u>	<u>\$ 456,720</u>	<u>\$ 1,561,564</u>	<u>\$ 95,633</u>	<u>\$ 1,080,296</u>	<u>\$ 25,111,115</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  
 JUNE 30, 2020

Net Change in Fund Balances - Total Governmental Funds \$ 1,107,615

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	\$ (2,589,474)	
Capital Outlays	<u>5,646,275</u>	3,056,801

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	\$ (10,855)	
Gain/(Loss) on Sale of Capital Assets	<u>(154,324)</u>	(165,179)

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	\$ (177,387)	
State and Federal Aid	<u>(90,991)</u>	(268,378)

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		(349,120)
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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	\$ 747,203	
Teachers' Retirement System Contributions	117,561	
IMRF/TRS OPEB Contributions	749,414	
Teachers' Health Insurance Security Fund Contributions	<u>207,382</u>	1,821,560

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	\$ 104,788	
Compensated Absences	25,447	
Bond Premium - Amortization	367,724	
Pension Expense - Illinois Municipal Retirement Fund	(1,331,249)	
Pension Expense - Teachers' Retirement System	(126,198)	
OPEB Expense - IMRF/TRS	(620,047)	
OPEB Expense - Teachers' Health Insurance Security Fund	(1,207,883)	
Deferred Loss on Refunding - Amortization	<u>(13,069)</u>	(2,800,487)

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	\$ 5,922,651	
Cancellation of Capital Lease	<u>187,129</u>	6,109,780

Change in Net Position of Governmental Activities		<u>\$ 8,512,592</u>
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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, 2020

	Agency Funds
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 610,498
Investments	165,528
Total Assets	\$ 776,026
<b>LIABILITIES</b>	
Due to Agency Funds	\$ 776,026
Total Liabilities	\$ 776,026

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, 2020

**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.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

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, 2020.

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 Items*

Prepaid items 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 2019 tax levy was passed by the Board on November 25, 2019. The 2018 tax levy was passed by the Board on November 26, 2018. 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, 2020, 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	\$ 40,891,247	\$ 40,891,247	\$ -	\$ -	\$ -
	\$ 40,891,247	\$ 40,891,247	\$ -	\$ -	\$ -

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, 2020, 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, 2020:

	6/30/2020	Fair Value Measurements Using:	
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
<b>Investments by fair value level</b>			
Certificates of Deposit	\$ 15,435,057	\$ -	\$ 15,435,057
Treasury Notes	11,672,854	11,672,854	-
Total Investments by fair value level	<u>\$ 27,107,911</u>	<u>\$ 11,672,854</u>	<u>\$ 15,435,057</u>

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

**NOTE 4 - CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2020 was as follows:

	Balance July 1, 2019	Increases	Decreases	Balance June 30, 2020
<b>Governmental Activities</b>				
Capital Assets not being depreciated				
Land	\$ 558,191	\$ -	\$ -	\$ 558,191
Construction in Progress	83,899	2,155,039	83,899	2,155,039
Total Capital Assets not being depreciated	<u>\$ 642,090</u>	<u>\$ 2,155,039</u>	<u>\$ 83,899</u>	<u>\$ 2,713,230</u>
Other Capital Assets				
Buildings	\$ 95,377,919	\$ 2,117,642	\$ -	\$ 97,495,561
Improvements Other than Buildings	6,554,473	585,217	53,420	7,086,270
Equipment	15,419,900	872,276	481,946	15,810,230
Total Other Capital Assets at Historical Cost	<u>\$ 117,352,292</u>	<u>\$ 3,575,135</u>	<u>\$ 535,366</u>	<u>\$ 120,392,061</u>
Less Accumulated Depreciation for:				
Buildings	\$ 26,669,921	\$ 1,362,541	\$ -	\$ 28,032,462
Improvements Other than Buildings	2,924,518	232,368	53,293	3,103,593
Equipment	8,014,562	994,565	316,894	8,692,233
Total Accumulated Depreciation	<u>\$ 37,609,001</u>	<u>\$ 2,589,474</u>	<u>\$ 370,187</u>	<u>\$ 39,828,288</u>
Other Capital Assets, Net	<u>\$ 79,743,291</u>	<u>\$ 985,661</u>	<u>\$ 165,179</u>	<u>\$ 80,563,773</u>
Governmental Activities Capital Assets, Net	<u>\$ 80,385,381</u>	<u>\$ 3,140,700</u>	<u>\$ 249,078</u>	<u>\$ 83,277,003</u>

Depreciation expense was charged to functions as follows:



## NOTES TO FINANCIAL STATEMENTS (Continued)

### Governmental Activities

#### Instruction

Regular Programs	\$ 98,383
Special Education Programs	14,673
Other Instructional Programs	99,882

#### Support Services

Pupils	21,364
Instructional Staff	139,336
General Administration	6,091
School Administration	20,304
Business	4,866
Facilities Acquisition and Construction	1,272,659
Operations and Maintenance	85,848
Transportation	75,065
Food Services	30,143
Central	107,939
Unallocated	612,921

Total Governmental Activities Depreciation Expense \$ 2,589,474

## NOTE 5 - LONG-TERM LIABILITY ACTIVITY

Long-term liability activity for the year ended June 30, 2020 was as follows:

	Balance July 1, 2019	Additions	Reductions	Adjustments	Balance June 30, 2020	Amounts Due Within One Year
Governmental Activities						
Long-Term Debt						
General Obligation Bonds	\$ 18,360,000	\$ -	\$ 5,275,000	\$ -	\$ 13,085,000	\$ 5,475,000
Debt Certificates	2,225,000	-	485,000	-	1,740,000	230,000
Lease/Purchase Agreements	702,786	349,120	162,651	(187,129)	702,126	156,485
Total Long-Term Debt	<u>\$ 21,287,786</u>	<u>\$ 349,120</u>	<u>\$ 5,922,651</u>	<u>\$ (187,129)</u>	<u>\$ 15,527,126</u>	<u>\$ 5,861,485</u>
Other Long-Term Liabilities						
Bond Premiums, net of amortization	\$ 1,306,572	\$ -	\$ 367,724	\$ -	\$ 938,848	\$ 367,724
Net Pension Liability - IMRF	6,885,500	6,653,257	10,896,565	-	2,642,192	-
Net Pension Liability - TRS	2,523,105	126,198	464,372	-	2,184,931	-
Net OPEB Liability - IMRF/TRS	8,149,984	878,470	961,886	-	8,066,568	-
Net OPEB Liability - THIS	23,609,095	1,494,572	203,432	-	24,900,235	-
Compensated Absences	550,202	-	25,447	-	524,755	-
Total Other Long-Term Liabilities	<u>\$ 43,024,458</u>	<u>\$ 9,152,497</u>	<u>\$ 12,919,426</u>	<u>\$ -</u>	<u>\$ 39,257,529</u>	<u>\$ 367,724</u>
Total Governmental Activities						
Long-Term Obligations	<u>\$ 64,312,244</u>	<u>\$ 9,501,617</u>	<u>\$ 18,842,077</u>	<u>\$ (187,129)</u>	<u>\$ 54,784,655</u>	<u>\$ 6,229,209</u>

Long-term debt consisted of the following at June 30, 2020:

	Maturity Date	Interest Rate	Face Amount	Carrying Amount
2012 General Obligation Refunding Bonds	1/1/2022	3%-4%	\$ 27,610,000	\$ 9,480,000
2014 General Obligation Limited Tax Refunding Debt Certificates	1/1/2020	0.7% - 1.5%	1,290,000	-
2016 General Obligation Limited Debt Certificates	1/1/2027	2%-3%	2,375,000	1,740,000
2016B General Obligation Refunding Bonds	1/1/2025	2.5%-3%	6,060,000	3,605,000
Lease/Purchase Agreement 11/18	11/1/2023	4.25%	567,109	409,420
Lease/Purchase Agreement 8/19	7/15/2024	3.50%	349,120	292,706

At June 30, 2020 the annual debt service requirements to cover all outstanding debt are:

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ending June 30	Principal	Interest	Total
2021	\$ 5,861,485	\$ 552,830	\$ 6,414,315
2022	6,082,967	328,746	6,411,713
2023	1,306,502	96,042	1,402,544
2024	1,285,544	57,802	1,343,346
2025	465,628	22,366	487,994
2026	260,000	10,500	270,500
2027	265,000	5,300	270,300
	<u>\$ 15,527,126</u>	<u>\$ 1,073,586</u>	<u>\$ 16,600,712</u>

**NOTE 6 - INTERFUND LOANS**

There are no outstanding interfund loans at June 30, 2020.

**NOTE 7 - DEFICIT FUND BALANCE**

At June 30, 2020 no fund had a deficit balance.

**NOTE 8 - PROPERTY TAXES**

Property taxes receivable and unavailable revenue recorded in these financial statements are from the 2019 tax levy. The unavailable revenue is 100% of the 2019 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 2020. The District has determined that 100% of the amounts collected for the 2018 levy are allocable for use in fiscal year 2020. Therefore, 100% of the amounts collected for the 2018 and prior levies (\$49,923,567) are recorded in these financial statements as property tax revenue. A summary of assessed valuations, rates, and extensions for tax years 2019, 2018 and 2017 follows:

Tax Year	2019		2018		2017	
	Rates	Extensions	Rates	Extensions	Rates	Extensions
Assessed Valuation	\$2,250,826,325		\$2,192,749,347		\$2,087,279,069	
Educational	1.5385	\$ 34,628,963	1.5640	\$ 34,294,600	1.6099	\$ 33,603,106
Special Education	0.0600	1,350,496	0.0500	1,096,375	0.0405	845,348
Operations and Maintenance	0.2479	5,579,799	0.2493	5,466,525	0.2553	5,328,823
Debt Service	0.2676	6,023,211	0.2746	6,021,290	0.2886	6,023,887
Transportation	0.0838	1,886,192	0.0843	1,848,488	0.0863	1,801,322
Municipal Retirement	0.0353	794,542	0.0289	633,705	0.0341	711,762
Social Security	0.0352	792,291	0.0352	771,848	0.0342	713,849
	<u>2.2683</u>	<u>\$ 51,055,495</u>	<u>2.2863</u>	<u>\$ 50,132,829</u>	<u>2.3489</u>	<u>\$ 49,028,098</u>

**NOTE 9 - EXCESS OF EXPENDITURES OVER BUDGET**

For the year ended June 30, 2020 the following funds had expenditures that exceeded the budget:

Fund	Budget	Actual	Excess of Actual Over Budget
Operations & Maintenance Fund	\$ 4,692,518	\$ 4,825,986	\$ (133,468)
Transportation Fund	2,014,638	2,264,059	(249,421)
Capital Projects Fund	3,424,199	4,209,347	(785,148)

The over expenditures were covered by available fund balances.

## NOTES TO FINANCIAL STATEMENTS (Continued)

### NOTE 10 - 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/fy2019>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

##### Benefits Provided

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

Tier II members qualify for retirement benefits at age 67 with ten years of service, or a discounted annuity can be paid at age 62 with ten years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the 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. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout program that expire on June 30, 2021. One program allows retiring Tier I members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier I and II members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and 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.

NOTES TO FINANCIAL STATEMENTS (Continued)

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, 2019 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, 2020, State of Illinois contributions recognized by the District were based on the State's proportionate share of the pension expense associated with the District, and the District recognized revenue and expenditures of \$16,883,332 in pension contributions from the State of Illinois.

2.2 Formula Contributions. District's 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, 2020, were \$130,320 and are deferred because they were paid after the June 30, 2019 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, 2020, the District pension contribution was 10.66% of salaries paid from federal and special trust funds. For the year ended June 30, 2020, salaries totaling \$71,920 were paid from federal and special trust funds that required District contributions of \$7,667.

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

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2020, the District paid \$0 to TRS for employer contributions due on salary increases in excess of 6% and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2019, 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	\$	2,184,931
State's proportionate share of the net pension liability associated with the District		155,499,166
Total Net Pension Liability	\$	<u>157,684,097</u>

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018 and rolled forward to June 30, 2019. 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, 2019, relative to the contributions of all participating TRS employers and the State during that period. At June 30, 2019, the District's

NOTES TO FINANCIAL STATEMENTS (Continued)

proportion was 0.0026939%, which was a decrease of 0.0005431% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized pension expense of \$16,883,332 and revenue of \$16,883,332 for support provided by the State. At June 30, 2020, 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	\$ 35,827	\$ -	\$ 35,827
Net difference between projected and actual earnings on pension investments	3,461	-	3,461
Changes of assumptions	48,957	(41,939)	7,018
Changes in proportion and differences between employer contributions and proportionate share of contributions	68,914	(403,407)	(334,493)
Employer contributions subsequent to the measurement date	130,320	-	130,320
	<u>\$ 287,479</u>	<u>\$ (445,346)</u>	<u>\$ (157,867)</u>

\$130,320 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

<u>Year Ending June 30</u>	
2021	\$ (66,319)
2022	(73,653)
2023	(55,634)
2024	(60,854)
2025	(31,727)
	<u>\$ (288,187)</u>

Actuarial Assumptions

The total pension liability in the June 30, 2019 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, 2019 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, 2018 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

NOTES TO FINANCIAL STATEMENTS (Continued)

target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	15.0%	6.30%
U.S. equities small/mid cap	2.0%	7.70%
International equities developed	13.6%	7.00%
Emerging market equities	3.4%	9.50%
U.S. bonds core	8.0%	2.20%
U.S. bonds high yield	4.2%	4.00%
International debt developed	2.2%	1.10%
Emerging international debt	2.6%	4.40%
Real estate	16.0%	5.20%
Commodities (real return)	4.0%	1.80%
Hedge funds (absolute return)	14.0%	4.10%
Private Equity	15.0%	9.70%
	100.0%	

Discount Rate

At June 30, 2019, the discount rate used to measure total pension liability was 7.00%, which was the same as the June 30, 2018 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS’s fiduciary net position at June 30, 2019 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	\$ 2,668,702	\$ 2,184,931	\$ 1,787,175

TRS Fiduciary Net Position

Detailed information about the TRS’s fiduciary net position as of June 30, 2019 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

NOTES TO FINANCIAL STATEMENTS (Continued)

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. 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, 2019, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	156
Inactive plan members entitled to but not yet receiving benefits	157
Active plan members	135
Total	<u><u>448</u></u>

## NOTES TO FINANCIAL STATEMENTS (Continued)

### 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 2019 was 11.46%. For the fiscal year ended June 30, 2020, the District contributed \$744,501 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, 2019, and a measurement date as of December 31, 2019, calculated in accordance with GASB Statement No. 68, were as follows:

Total Pension Liability	\$	41,046,163
IMRF Fiduciary Net Position		38,403,971
District's Net Pension Liability		2,642,192
IMRF Fiduciary Net Position as a Percentage of the Total Pension Liability		93.56%

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.

### Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2019 using the following actuarial methods and assumptions:

Assumptions	
Inflation	2.50%
Salary Increases	3.35% - 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



## NOTES TO FINANCIAL STATEMENTS (Continued)

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, 2019:

Asset Class	Target Allocation	Projected Return
Equities	37.00%	5.75%
International Equities	18.00%	6.50%
Fixed Income	28.00%	3.25%
Real Estate	9.00%	5.20%
Alternatives	7.00%	
Private Equity		7.60%
Hedge Funds		N/A
Commodities		3.60%
Cash	1.00%	1.85%
	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
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 2.75%; and resulting single discount rate is 7.25%. The prior year single discount rate was 7.25% and increased 0.00% to the current year single discount rate.

### Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balance at December 31, 2018	\$ 40,971,384	\$ 34,085,884	\$ 6,885,500
Changes for the year:			
Service Cost	\$ 606,200	\$ -	\$ 606,200
Interest on the Total Pension Liability	2,902,370	-	2,902,370
Differences Between Expected and Actual Experience of the Total Pension Liability	(950,189)	-	(950,189)
Contributions - Employer	-	675,014	(675,014)
Contributions - Employee	-	263,189	(263,189)
Net Investment Income	-	6,524,571	(6,524,571)
Benefit Payments, including Refunds of Employee Contributions	(2,483,602)	(2,483,602)	-
Other (Net Transfer)	-	(661,085)	661,085
Net Changes	\$ 74,779	\$ 4,318,087	\$ (4,243,308)
Balance at December 31, 2019	\$ 41,046,163	\$ 38,403,971	\$ 2,642,192

NOTES TO FINANCIAL STATEMENTS (Continued)

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)	\$ 6,914,316	\$ 2,642,192	\$ (958,971)

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

For the year ended June 30, 2020, the District recognized pension expense of \$1,331,249. At June 30, 2020, 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	\$ 85,185	\$ 591,166	\$ (505,981)
Changes of assumptions	251,506	-	251,506
Net difference between projected and actual earnings on pension plan investments	2,965,476	4,697,977	(1,732,501)
Total deferred amounts to be recognized in pension expense in future periods	\$ 3,302,167	\$ 5,289,143	\$ (1,986,976)
Pension contributions made subsequent to the measurement date	406,945	-	406,945
Total deferred amounts related to pensions	<u>\$ 3,709,112</u>	<u>\$ 5,289,143</u>	<u>\$ (1,580,031)</u>

\$406,945 reported as deferred outflows of resources related to pensions resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2021. 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
2020	\$ (533,444)
2021	(777,334)
2022	150,467
2023	(826,665)
	<u>\$ (1,986,976)</u>

C. *Social Security*

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

**NOTE 11 - 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.
- 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.

NOTES TO FINANCIAL STATEMENTS (Continued)

Contributions

For the fiscal year ended June 30, 2020, 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 0.92% of each teacher's salary. For the fiscal year ended June 30, 2019, the employee contribution was 1.24% of salary and the employer contribution was 0.92% 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, 2020, 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 \$275,472 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, 2019, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state benefit support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ 24,900,235
State's proportionate share of the net pension liability associated with the District	33,718,106
Total	<u>\$ 58,618,341</u>

The net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018 and rolled forward to June 30, 2019. 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, 2019, relative to the contributions of all participating THIS employers and the State during that period. At June 30, 2019, the District's proportion was 0.089966 which was an increase of 0.000354% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized benefit expense of \$1,207,882 and on-behalf revenue/expense of \$275,472 for support provided by the State. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

## NOTES TO FINANCIAL STATEMENTS (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows of Resources
Differences between expected and actual experience	\$ -	\$ (413,200)	\$ (413,200)
Net difference between projected and actual earnings on pension plan investments	-	(815)	(815)
Changes of assumptions	9,440	(2,854,378)	(2,844,938)
Changes in proportion and differences between employee contributions and proportionate share of contributions	485,040	(78,857)	406,183
Employer contributions subsequent to the measurement date	207,212	-	207,212
	<u>\$ 701,692</u>	<u>\$ (3,347,250)</u>	<u>\$ (2,645,558)</u>

\$207,212 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, 2020. 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>	
2021	\$ (656,493)
2022	(729,093)
2023	(550,722)
2024	(602,395)
2025	(314,067)
	<u>\$ (2,852,770)</u>

### Actuarial Assumptions

The total OPEB 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	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Investment Rate of Return	0%, net of OPEB plan investment expense, including inflation
Healthcare Cost Trend Costs	Actual trend used for fiscal year 2019. For fiscal years on and after 2020, 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 0.31% is added to non-Medicare costs on and after 2022 to account for the Excise Tax.

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-2014 Disabled Annuitant Table. Mortality rates pre-retirement were based on the RP-2014 White Collar Table. All tables reflect future improvements using Projection Scale MP-2017.

The actuarial assumptions that were used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2017.

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:

NOTES TO FINANCIAL STATEMENTS (Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Illinois Public Treasurers' Investment Pool	100.0%	2.04%
	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 3.62% as of June 30, 2018, and 3.13% as of June 30, 2019. 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, 2019 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, 2019, the discount rate used to measure the total OPEB liability was 3.13%.

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 3.13%, 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 (2.13%) or 1 percentage-point higher (4.13%) than the current rate.

	1% Decrease 2.13%	Current Discount Rate 3.13%	1% Increase 4.13%
Employer's proportionate share of the net OPEB liability	\$ 29,939,129	\$ 24,900,235	\$ 20,920,603

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 2020 decreasing to an ultimate trend rate of 4.81% in 2027, for non-Medicare coverage, and 9.00% in 2020 decreasing to an ultimate trend rate of 4.5% in 2027 for Medicare coverage.

	1% Decrease (a)	Healthcare Cost Valuation Rate	1% Increase (b)
Employer's proportionate share of the net OPEB liability	\$ 20,117,365	\$ 24,900,235	\$ 31,360,123

(a) One percentage point decrease in healthcare trend rates are 7.00% in 2020 decreasing to an ultimate trend rate of 3.81% in 2027, for non-Medicare coverage, and 8.00% in 2020 decreasing to an ultimate trend rate of 3.50% in 2027 for Medicare coverage.

## NOTES TO FINANCIAL STATEMENTS (Continued)

- (b) One percentage point increase in healthcare trend rates are 9.00% in 2020 decreasing to an ultimate trend rate of 5.81% in 2027, for non-Medicare coverage, and 10.00% in 2020 decreasing to an ultimate trend rate of 5.50% in 2027 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:

##### *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	323
Inactive employees entitled to but not yet receiving benefits	-
Inactive employees currently receiving benefits	186
Total	<u>509</u>

NOTES TO FINANCIAL STATEMENTS (Continued)

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 30, 2020, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2020.

Actuarial Assumptions

The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Discount rate	2.66%
Salary Rate Increase	4.00%
Expected long-term investment rate of return	N/A
Health Care Trend	

Fiscal Year Trends

Period	PPO	HMO	Dental	Vision
(1) Known rate				
FY20-FY21	4.70%	3.30%	0.00%	0.00%
FY21-FY22	5.00%	4.50%	2.00%	2.00%
FY22-FY23	4.96%	4.50%	2.00%	2.00%
FY23-FY24	4.92%	4.50%	2.00%	2.00%
FY24-FY25	4.88%	4.50%	2.00%	2.00%
FY25-FY26	4.85%	4.50%	2.00%	2.00%
FY26-FY27	4.81%	4.50%	2.00%	2.00%
FY27-FY28	4.77%	4.50%	2.00%	2.00%
FY28-FY29	4.73%	4.50%	2.00%	2.00%
FY29-FY30	4.69%	4.50%	2.00%	2.00%
FY30-FY31	4.65%	4.50%	2.00%	2.00%
FY31-FY32	4.62%	4.50%	2.00%	2.00%
FY32-FY33	4.58%	4.50%	2.00%	2.00%
FY33-FY34	4.54%	4.50%	2.00%	2.00%
FY34-FY35	4.50%	4.50%	2.00%	2.00%
Subsequent	4.50%	4.50%	2.00%	2.00%

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, 2019 IMRF Actuarial Valuation Report

TRS Employees and Retirees: Rates from the June 30, 2019 Teachers' Retirement System Actuarial Valuation Report

Retirement, Withdrawal and Disability Rates

IMRF Employees: Rates from the December 31, 2019 IMRF Actuarial Valuation Report. No Early Retirement Rates Assumed. TRS Employees: Rates from the June 30, 2019 Teachers' Retirement System Actuarial Valuation Report.

Starting Per Capita Costs

HMO plan			PPO Plan		
Age	Retiree	Spouse	Age	Retiree	Spouse
55 - 85+	\$110,876 - \$8,063	\$17,708 - \$8,063	55 - 85+	\$13,744 - \$9,061	\$18,900 - \$9,061
Dental Plan (all ages)	\$ 432	\$ 644	Dental Plan (all ages)	\$ 432	\$ 644
Vision Plan (all ages)	\$ 41	\$ 80	Vision Plan (all ages)	\$ 41	\$ 80

Retiree Contributions

Pre-Medicare			Medicare Eligible		
	Retiree	Spouse		Retiree	Spouse
PPO Plan	\$ 9,248	\$ 12,718	PPO Plan	\$ 6,936	\$ 6,936
HMO Plan	7,319	11,916	HMO Plan	6,173	6,173
Dental Plan	432	644	Dental Plan	432	432
Vision Plan	41	80	Vision Plan	41	41

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%



NOTES TO FINANCIAL STATEMENTS (Continued)

The actuarial assumptions used in the June 30, 2020 valuation were based on recent experience in health care trend rates, while other assumptions were based on the most recent IMRF and TRS Pension Fund valuation reports.

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 2.66% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2020.

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, 2019	\$ 8,149,984	\$ -	\$ 8,149,984
Changes for the year:			
Service Cost	\$ 269,116	\$ -	\$ 269,116
Interest on Total OPEB Liability	216,930	-	216,930
Actuarial Experience	(212,471)	-	(212,471)
Assumption Changes	366,767	-	366,767
Benefit Payments	(749,414)	-	(749,414)
Other Changes	25,656	-	25,656
Net Changes	\$ (83,416)	\$ -	\$ (83,416)
Balances at June 30, 2020	\$ 8,066,568	\$ -	\$ 8,066,568

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
\$ 7,548,454	\$ 8,066,568	\$ 8,629,315

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
\$ 8,314,884	\$ 8,066,568	\$ 7,854,595

NOTES TO FINANCIAL STATEMENTS (Continued)

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

For the fiscal year ended June 30, 2020, the District recognized OPEB expense of \$620,047. At June 30, 2020, 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	\$ 135,557	\$ 182,474	\$ (46,917)
Changes of Assumptions	755,964	112,330	643,634
Total	<u>\$ 891,521</u>	<u>\$ 294,804</u>	<u>\$ 596,717</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)
2021	\$ 137,241
2022	137,241
2023	137,241
2024	120,745
2025	36,235
2026	25,863
2027	2,151
	<u>\$ 596,717</u>

**NOTE 12 - INTERFUND TRANSFERS**

Interfund transfers during the year ended June 30, 2020 were as follows:

Transfer From	Transfer To	Amount
General Fund	Debt Services Fund	\$ 112,039
Operations and Maintenance Fund	Debt Services Fund	535,100

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

**NOTE 13 - 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, 2019 (most recent information available) is as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

Assets	\$ 4,937,614
Liabilities	\$ 758,198
Net Position	4,179,416
	<u>\$ 4,937,614</u>
Revenues Received	\$ 17,460,124
Expenditures Disbursed	18,796,964
Net Increase/(Decrease) in Net Position	<u>\$ (1,336,840)</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, 2019 (most recent information available) is as follows:

Assets	\$ 18,265,272
Deferred Outflows	748,489
	<u>\$ 19,013,761</u>
Liabilities	\$ 4,185,010
Deferred Inflows	1,476,982
Net Position	13,351,769
	<u>\$ 19,013,761</u>
Revenues	\$ 11,329,054
Expenditures	11,284,120
Net Increase/(Decrease) in Net Position	<u>\$ 44,934</u>

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

**NOTE 14 - 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 2020 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.

NOTES TO FINANCIAL STATEMENTS (Continued)

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, 2020, 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 15 for more information.

**NOTE 15 - 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, 2020, the liability for unpaid claims was \$40,552 and \$3,170 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, 2020	Fiscal Year Ended June 30, 2019	Fiscal Year Ended June 30, 2018
Claims Liabilities - Beginning of the Year	\$ 45,585	\$ 37,055	\$ 46,077
Incurred Claims	349,584	389,344	360,097
Payment on Claims	(351,447)	(380,814)	(369,119)
Claims Liabilities - End of the Year	<u>\$ 43,722</u>	<u>\$ 45,585</u>	<u>\$ 37,055</u>

**NOTE 16 - 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.

**NOTE 17 - FUND BALANCE ADJUSTMENT**

The District had the following fund balance adjustments in the general fund and capital project fund to correct cash variance between funds:

	Net Position
Adjustment for:	
Correct Cash Variance - Education Fund	\$ 94,104
Correct Cash Variance - Capital Projects Fund	(94,104)
Total change in Net Position	<u>\$ -</u>

**NOTE 18 - 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:

2019 EAV	\$ 2,250,826,325
Rate	<u>6.90%</u>
Debt Margin	\$ 155,307,016
Current Debt	<u>15,527,126</u>
Remaining Debt Margin	<u>\$ 139,779,890</u>

**NOTE 19 - SUBSEQUENT EVENTS**

Prior to the date of this report, the COVID-19 outbreak in the United States has created disruptions in various governments and will continue to impact these organizations. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of time. The extent of the impact on the District, is uncertain and cannot be reasonably estimated at this time.

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, 2020

	<u>6/30/2020 *</u>	<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>
<b>TOTAL PENSION LIABILITY</b>						
Service Cost	\$ 606,200	\$ 541,875	\$ 582,449	\$ 590,879	\$ 604,588	\$ 642,799
Interest on the Total Pension Liability	2,902,370	2,833,150	2,817,066	2,704,959	2,576,198	2,368,115
Differences Between Expected and Actual Experience	(950,189)	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	<u>(2,483,602)</u>	<u>(2,403,839)</u>	<u>(2,239,768)</u>	<u>(2,031,358)</u>	<u>(1,887,395)</u>	<u>(1,550,327)</u>
Net Change in Total Pension Liability	<u>\$ 74,779</u>	<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>40,971,384</u>	<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>\$ 41,046,163</u>	<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	\$ 675,014	\$ 736,636	\$ 747,026	\$ 709,496	\$ 748,864	\$ 705,638
Contributions - Member	263,189	252,427	239,778	251,388	297,764	247,222
Net Investment Income	6,524,571	(2,148,186)	5,870,571	2,167,377	158,433	1,860,616
Benefit Payments, Including Refunds of Member Contributions	(2,483,602)	(2,403,839)	(2,239,768)	(2,031,358)	(1,887,395)	(1,550,327)
Other (Net Transfers)	<u>(661,085)</u>	<u>883,579</u>	<u>(751,929)</u>	<u>194,108</u>	<u>183,909</u>	<u>43,219</u>
Net Change in Plan Fiduciary Net Position	<u>\$ 4,318,087</u>	<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>34,085,884</u>	<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>\$ 38,403,971</u>	<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>\$ 2,642,192</u>	<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	93.56%	83.19%	94.99%	85.70%	85.48%	91.64%
Covered-Valuation Payroll	\$ 5,820,608	\$ 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	45.39%	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, 2020

	<u>6/30/2020 *</u>	<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	\$ 667,465	\$ 728,845	\$ 687,944	\$ 687,880	\$ 677,785	\$ 705,638
Contributions in relation to Actuarially-Determined Contribution	<u>675,014</u>	<u>736,636</u>	<u>747,026</u>	<u>709,496</u>	<u>748,864</u>	<u>705,638</u>
Contribution deficiency/(excess)	<u>\$ (7,549)</u>	<u>\$ (7,791)</u>	<u>\$ (59,082)</u>	<u>\$ (21,616)</u>	<u>\$ (71,079)</u>	<u>\$ -</u>
Covered-Valuation Payroll	\$ 6,030,762	\$ 5,649,135	\$ 5,261,010	\$ 5,340,686	\$ 5,435,323	\$ 5,470,062
Contributions as a percentage of Covered-Valuation Payroll	11.19%	13.04%	14.20%	13.28%	13.78%	12.90%

**Notes to Schedule:**

**Actuarial Method and Assumptions Used on the Calculation of the 2019 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:** 24-year closed period

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

**Wage Growth:** 3.25%

**Price Inflation:** 2.50%, approximate; No explicit price inflation assumption is used in this valuation.

**Salary Increases:** 3.35% to 14.25%, 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 2017 valuation pursuant to an experience study of the period 2014 to 2016.

**Mortality:** 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.

\*Based on Valuation Assumptions used in the December 31, 2017 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, 2020

	<u>6/30/2020 *</u>	<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	0.0026939%	0.0032370%	0.0031310%	0.0030615%	0.0035151%	0.0033648%
Employer's proportionate share of the Net Pension Liability	\$ 2,184,931	\$ 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>155,499,166</u>	<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>\$ 157,684,097</u>	<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	\$ 22,093,745	\$ 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	9.89%	11.87%	11.57%	11.82%	11.62%	10.62%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	39.60%	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 2019, 2018, 2017 and 2016 measurement years, 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.

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, 2020

	<u>6/30/2020 *</u>	<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	\$ 121,998	\$ 135,160	\$ 128,995	\$ 118,562	\$ 123,168	\$ 120,056
Contributions in relation to the Statutorily-Required Contribution	<u>128,206</u>	<u>135,160</u>	<u>128,995</u>	<u>118,562</u>	<u>123,168</u>	<u>120,056</u>
Contribution deficiency/(excess)	<u>\$ (6,208)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's Covered-Employee Payroll	\$ 22,523,070	\$ 22,093,745	\$ 21,249,526	\$ 20,446,541	\$ 19,818,720	\$ 19,288,273
Contributions as a percentage of Covered-Employee Payroll	0.54%	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, 2020

	<u>6/30/2020 *</u>	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>
Employer's proportion of the Net OPEB Liability	0.0899650%	0.0896120%	0.0899390%
Employer's proportionate share of the Net OPEB Liability	\$ 24,900,235	\$ 23,609,095	\$ 23,338,791
State's proportionate share of the Net OPEB Liability associated with the employer	<u>33,718,106</u>	<u>31,701,880</u>	<u>41,291,429</u>
Total	<u>\$ 58,618,341</u>	<u>\$ 55,310,975</u>	<u>\$ 64,630,220</u>
Employer's Covered Payroll	\$ 22,093,745	\$ 21,321,384	\$ 20,675,999
Employer's proportionate share of the Net OPEB Liability as a percentage of Covered Payroll	112.70%	110.73%	112.88%
OPEB Plan Net Position as a percentage of the Total OPEB Liability	0.25%	-0.07%	-0.17%

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

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

**Changes of Assumptions:**

For the 2019 measurement year, the assumed investment rate of return was 0%, including an inflation rate of 2.50%, and the healthcare cost trend rates used the actual trend. Salary increases include a 3.25% wage inflation.

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 EMPLOYER CONTRIBUTION  
 JUNE 30, 2020

	<u>6/30/2020 *</u>	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>
Statutorily-Required Contribution	\$ 203,431	\$ 186,941	\$ 307,497
Contributions in relation to the Statutorily-Required Contribution	<u>203,262</u>	<u>187,102</u>	<u>307,497</u>
Contribution deficiency/(excess)	<u>\$ 169</u>	<u>\$ (161)</u>	<u>\$ -</u>
Employer's Covered Payroll	\$ 22,523,070	\$ 22,159,433	\$ 21,249,526
Contributions as a percentage of Covered Payroll	0.90%	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, 2020

	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>
TOTAL OPEB LIABILITY			
Service Cost	\$ 269,116	\$ 256,196	\$ 244,004
Interest	216,930	238,092	235,223
Differences Between Expected and Actual Experience	(212,471)	-	241,655
Benefit Payments	(749,414)	(840,476)	(1,033,044)
Changes in Assumptions	366,767	94,545	248,978
Other Changes	25,656	(8,276)	183,970
Net Change in Total OPEB Liability	<u>\$ (83,416)</u>	<u>\$ (259,919)</u>	<u>\$ 120,786</u>
Total OPEB Liability - Beginning	<u>8,149,984</u>	<u>8,409,903</u>	<u>8,289,117</u>
Total OPEB Liability - Ending	<u>\$ 8,066,568</u>	<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>	<u>-</u>
OPEB Net Position - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Net OPEB Plan Liability	<u>\$ 8,066,568</u>	<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%	0.00%
Covered-Employee Payroll	\$ 26,894,045	\$ 27,742,880	\$ 24,521,685
Employer's Net OPEB Liability as a Percentage of Covered-Valuation Payroll	29.99%	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.

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 OTHER POST-EMPLOYMENT BENEFIT  
 SCHEDULE OF EMPLOYER CONTRIBUTION  
 JUNE 30, 2020

	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>
Actuarially-Determined Contribution	N/A	N/A	N/A
Contributions in relation to Actuarially-Determined Contribution	<u>-</u>	<u>-</u>	<u>-</u>
Contribution deficiency/(excess)	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Covered-Employee Payroll	\$ 26,894,045	\$ 27,742,880	\$ 26,559,108
Contributions as a percentage of Covered-Employee Payroll	0.00%	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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
<b>REVENUES</b>			
Property Taxes	\$ 35,287,513	\$ 35,243,148	\$ 35,243,216
Payments in Lieu of Taxes	50,000	50,000	38,776
Tuition	31,000	31,000	35,695
Earnings on Investments	608,000	1,059,500	982,687
Food Services	1,109,393	852,842	916,321
District/School Activity Income	1,417,730	1,407,101	1,324,966
Textbooks	4,300	4,300	4,975
Other Local Sources	408,221	397,297	391,420
State Aid			
General State Aid	1,510,777	-	-
Special Education	260,000	291,450	263,466
Career and Technical Education	44,908	44,908	44,790
State Free Lunch and Breakfast	2,500	2,500	1,473
Driver Education	92,000	92,000	63,719
Other Restricted Revenue from State Sources	95,000	30,000	31,893
Federal Aid			
Title I	211,636	211,636	264,115
Title IV	14,210	14,210	23,284
Federal Special Education	592,229	610,200	594,467
CTE - Perkins	24,727	24,727	24,727
Title II - Teacher Quality	44,397	44,397	48,094
Medicaid Matching Funds - Administrative Outreach	36,000	36,000	39,209
Medicaid Matching Funds - Fee-for-Service Program	30,000	30,000	35,291
State Retirement Contributions	17,000,000	17,000,000	17,158,804
<b>Total Revenues</b>	<b>\$ 58,874,541</b>	<b>\$ 57,477,216</b>	<b>\$ 57,531,388</b>
<b>EXPENDITURES</b>			
Instruction			
Regular Programs			
Salaries	\$ 11,707,908	\$ 11,707,908	\$ 11,584,409
Employee Benefits	1,889,811	1,889,871	1,909,254
Purchased Services	106,653	106,653	68,771
Supplies and Materials	679,577	679,577	507,921
Other Objects	19,275	19,275	20,763
Non-Capitalized Equipment	44,621	44,621	2,434
	<u>\$ 14,447,845</u>	<u>\$ 14,447,905</u>	<u>\$ 14,093,552</u>
Special Education Programs			
Salaries	\$ 2,774,492	\$ 2,774,492	\$ 2,733,261
Employee Benefits	578,211	578,211	587,034
Purchased Services	22,961	22,961	7,882
Supplies and Materials	46,740	46,740	20,963
Other Objects	840	840	763
Non-Capitalized Equipment	1,958	1,958	5,717
	<u>\$ 3,425,202</u>	<u>\$ 3,425,202</u>	<u>\$ 3,355,620</u>
Remedial and Supplemental Programs K-12			
Salaries	\$ 424,353	\$ 424,353	\$ 412,868
Employee Benefits	103,921	103,921	102,741
Purchased Services	13,850	13,850	25,563
Supplies and Materials	11,500	11,500	7,474
	<u>\$ 553,624</u>	<u>\$ 553,624</u>	<u>\$ 548,646</u>
CTE Programs			
Salaries	\$ 1,430,739	\$ 1,430,739	\$ 1,398,666
Employee Benefits	249,119	249,119	247,021
Purchased Services	14,578	15,258	7,988
Supplies and Materials	106,948	117,311	90,885
Other Objects	508	508	-
Non-Capitalized Equipment	18,800	6,297	5,994
	<u>\$ 1,820,692</u>	<u>\$ 1,819,232</u>	<u>\$ 1,750,554</u>
Interscholastic Programs			
Salaries	\$ 1,340,024	\$ 1,340,024	\$ 1,333,984
Employee Benefits	12,382	12,382	13,818
Purchased Services	328,970	313,970	268,265
Supplies and Materials	149,139	149,139	152,879
Other Objects	57,396	57,396	63,346
Non-Capitalized Equipment	23,500	23,500	2,683
	<u>\$ 1,911,411</u>	<u>\$ 1,896,411</u>	<u>\$ 1,834,975</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Instruction (Continued)			
Summer School Programs			
Salaries	\$ 64,696	\$ 64,696	\$ 52,108
Employee Benefits	2,458	2,458	781
Supplies and Materials	220	220	-
Other Objects	3,500	3,500	1,172
	<u>\$ 70,874</u>	<u>\$ 70,874</u>	<u>\$ 54,061</u>
Driver's Education Programs			
Salaries	\$ 205,012	\$ 205,012	\$ 168,338
Employee Benefits	33,828	33,828	34,759
Purchased Services	18,135	18,135	12,768
Supplies and Materials	4,937	4,937	3,465
Other Objects	775	775	-
	<u>\$ 262,687</u>	<u>\$ 262,687</u>	<u>\$ 219,330</u>
Bilingual Programs			
Salaries	\$ 146,335	\$ 146,335	\$ 159,880
Employee Benefits	20,810	20,810	22,610
Purchased Services	4,000	4,000	-
Supplies and Materials	253	253	-
	<u>\$ 171,398</u>	<u>\$ 171,398</u>	<u>\$ 182,490</u>
Private Tuition			
Regular K-12 Programs			
Other Objects	\$ 8,600	\$ 25,000	\$ 28,940
Special Education Programs K-12			
Other Objects	978,369	921,905	950,612
	<u>\$ 986,969</u>	<u>\$ 946,905</u>	<u>\$ 979,552</u>
State Retirement Contributions	\$ 17,000,000	\$ 17,000,000	\$ 17,158,804
Total Instruction	<u>\$ 40,650,702</u>	<u>\$ 40,594,238</u>	<u>\$ 40,177,584</u>
Support Services			
Pupil			
Attendance and Social Work Services			
Salaries	\$ 1,048,729	\$ 1,048,729	\$ 1,043,934
Employee Benefits	246,511	246,631	241,712
Purchased Services	15,542	15,542	10,709
Supplies and Materials	27,475	27,475	5,716
Other Objects	1,008	1,008	822
Non-Capitalized Equipment	3,322	3,322	-
	<u>\$ 1,342,587</u>	<u>\$ 1,342,707</u>	<u>\$ 1,302,893</u>
Guidance Services			
Salaries	\$ 1,368,177	\$ 1,368,177	\$ 1,382,741
Employee Benefits	239,625	239,625	230,410
Purchased Services	9,979	10,176	15,573
Supplies and Materials	5,101	5,101	9,037
Other Objects	-	-	100
Non-Capitalized Equipment	7,061	7,061	-
	<u>\$ 1,629,943</u>	<u>\$ 1,630,140</u>	<u>\$ 1,637,861</u>
Health Services			
Salaries	\$ 207,768	\$ 207,768	\$ 207,191
Employee Benefits	62,960	62,960	62,751
Purchased Services	105,113	105,113	57,593
Supplies and Materials	4,379	4,379	27,746
Non-Capitalized Equipment	2,916	2,916	-
	<u>\$ 383,136</u>	<u>\$ 383,136</u>	<u>\$ 355,281</u>
Psychological Services			
Salaries	\$ 184,218	\$ 184,218	\$ 185,301
Employee Benefits	40,450	40,450	41,318
Purchased Services	1,350	1,350	-
Supplies and Materials	650	650	-
Other Objects	300	300	150
Non-Capitalized Equipment	800	800	-
	<u>\$ 227,768</u>	<u>\$ 227,768</u>	<u>\$ 226,769</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Pupil (Continued)			
Speech Pathology and Audiology Services			
Salaries	\$ 93,559	\$ 93,559	\$ 93,631
Employee Benefits	23,766	23,766	22,499
Purchased Services	225	225	189
Supplies and Materials	784	784	734
	<u>\$ 118,334</u>	<u>\$ 118,334</u>	<u>\$ 117,053</u>
Other Support Services - Pupil			
Salaries	\$ 5,196	\$ 5,196	\$ 6,015
Employee Benefits	14	14	10
Purchased Services	44,800	44,800	38,933
Supplies and Materials	39,153	25,780	43,043
Other Objects	-	-	33
Non-Capitalized Equipment	1,500	1,500	-
	<u>\$ 90,663</u>	<u>\$ 77,290</u>	<u>\$ 88,034</u>
Total Support Services - Pupil	<u>\$ 3,792,431</u>	<u>\$ 3,779,375</u>	<u>\$ 3,727,891</u>
Instructional Staff			
Improvement of Instruction Services			
Salaries	\$ 914,824	\$ 914,824	\$ 869,878
Employee Benefits	112,431	112,431	106,076
Purchased Services	157,978	156,478	70,169
Supplies and Materials	10,212	10,212	1,720
Other Objects	450	450	324
Non-Capitalized Equipment	1,225	1,225	-
	<u>\$ 1,197,120</u>	<u>\$ 1,195,620</u>	<u>\$ 1,048,167</u>
Educational Media Services			
Salaries	\$ 881,352	\$ 881,352	\$ 874,454
Employee Benefits	242,094	242,094	237,018
Purchased Services	157,510	157,510	160,757
Supplies and Materials	83,436	65,436	44,329
Other Objects	50	50	-
Non-Capitalized Equipment	72,715	65,715	624
	<u>\$ 1,437,157</u>	<u>\$ 1,412,157</u>	<u>\$ 1,317,182</u>
Assessment and Testing			
Salaries	\$ 5,651	\$ 5,651	\$ 11,506
Employee Benefits	48	48	129
Purchased Services	167,525	167,525	164,511
Supplies and Materials	1,500	1,500	65
	<u>\$ 174,724</u>	<u>\$ 174,724</u>	<u>\$ 176,211</u>
Total Support Services - Instructional Staff	<u>\$ 2,809,001</u>	<u>\$ 2,782,501</u>	<u>\$ 2,541,560</u>
General Administration			
Board of Education Services			
Employee Benefits	\$ 9,000	\$ 9,000	\$ 1,329
Purchased Services	271,555	346,605	294,999
Supplies and Materials	9,272	9,272	1,703
Other Objects	22,633	22,633	26,637
	<u>\$ 312,460</u>	<u>\$ 387,510</u>	<u>\$ 324,668</u>
Executive Administration Services			
Salaries	\$ 527,637	\$ 527,637	\$ 525,258
Employee Benefits	107,901	107,901	111,904
Purchased Services	15,105	15,105	11,783
Supplies and Materials	1,728	1,728	79
Other Objects	5,040	5,040	4,659
Non-Capitalized Equipment	1,500	1,500	-
Termination Benefits	-	4,642	53,695
	<u>\$ 658,911</u>	<u>\$ 663,553</u>	<u>\$ 707,378</u>
Special Area Administrative Services			
Salaries	\$ 41,309	\$ 41,309	\$ 41,211
Employee Benefits	5,495	5,495	5,644
	<u>\$ 46,804</u>	<u>\$ 46,804</u>	<u>\$ 46,855</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
General Administration (Continued)			
Tort Immunity Services			
Purchased Services	\$ 344,897	\$ 344,897	\$ 344,896
	<u>\$ 344,897</u>	<u>\$ 344,897</u>	<u>\$ 344,896</u>
 Total Support Services - General Administration	 <u>\$ 1,363,072</u>	 <u>\$ 1,442,764</u>	 <u>\$ 1,423,797</u>
 School Administration			
Office of the Principal Services			
Salaries	\$ 1,211,800	\$ 1,211,800	\$ 1,207,488
Employee Benefits	267,730	267,730	273,519
Purchased Services	19,118	19,118	12,755
Supplies and Materials	4,654	4,654	3,419
Other Objects	3,679	3,679	2,204
Non-Capitalized Equipment	1,958	1,958	770
Termination Benefits	13,000	13,000	55,249
	<u>\$ 1,521,939</u>	<u>\$ 1,521,939</u>	<u>\$ 1,555,404</u>
 Other Support Services - School Administration			
Salaries	\$ 628,789	\$ 628,789	\$ 662,368
Employee Benefits	127,596	127,596	137,648
Supplies and Materials	424	424	423
Non-Capitalized Equipment	2,836	2,836	1,377
Termination Benefits	4,231	4,231	4,231
	<u>\$ 763,876</u>	<u>\$ 763,876</u>	<u>\$ 806,047</u>
 Total Support Services - School Administration	 <u>\$ 2,285,815</u>	 <u>\$ 2,285,815</u>	 <u>\$ 2,361,451</u>
 Business			
Direction of Business Support Services			
Salaries	\$ 307,244	\$ 307,244	\$ 307,246
Employee Benefits	49,047	49,047	49,942
Purchased Services	10,870	10,870	9,802
Supplies and Materials	400	400	255
Other Objects	1,000	1,000	213
Non-Capitalized Equipment	1,338	1,338	-
	<u>\$ 369,899</u>	<u>\$ 369,899</u>	<u>\$ 367,458</u>
 Fiscal Services			
Salaries	\$ 324,125	\$ 324,125	\$ 322,095
Employee Benefits	68,609	68,609	68,367
Purchased Services	12,991	12,991	6,927
Supplies and Materials	4,793	4,793	1,359
Other Objects	-	-	16
	<u>\$ 410,518</u>	<u>\$ 410,518</u>	<u>\$ 398,764</u>
 Total Support Services - Business	 <u>\$ 780,417</u>	 <u>\$ 780,417</u>	 <u>\$ 766,222</u>
 Operations and Maintenance of Plant Services			
Salaries	\$ 493,465	\$ 493,465	\$ 473,522
Employee Benefits	138,942	138,942	136,031
Purchased Services	325,613	325,613	276,210
Supplies and Materials	5,137	5,137	3,985
Other Objects	-	-	150
Non-Capitalized Equipment	5,736	5,736	-
	<u>\$ 968,893</u>	<u>\$ 968,893</u>	<u>\$ 889,898</u>
 Food Services			
Purchased Services	\$ 1,463,275	\$ 1,291,485	\$ 1,185,987
Supplies and Materials	8,172	8,172	8,062
Other Objects	1,902	1,902	2,236
Non-Capitalized Equipment	6,147	6,147	-
	<u>\$ 1,479,496</u>	<u>\$ 1,307,706</u>	<u>\$ 1,196,285</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Internal Services			
Salaries	\$ 100,400	\$ 100,400	\$ 99,241
Employee Benefits	52,580	52,580	52,418
Purchased Services	83,741	83,741	63,978
Supplies and Materials	31,693	31,693	25,641
Total Support Services - Internal Services	<u>\$ 268,414</u>	<u>\$ 268,414</u>	<u>\$ 241,278</u>
Central			
Planning, Research, Development and Evaluation Services			
Salaries	\$ 65,869	\$ 65,869	\$ 64,934
Employee Benefits	17,060	17,060	16,999
Purchased Services	500	500	211
Supplies and Materials	200	200	-
Non-Capitalized Equipment	800	800	-
	<u>\$ 84,429</u>	<u>\$ 84,429</u>	<u>\$ 82,144</u>
Information Services			
Salaries	\$ 134,587	\$ 134,587	\$ 134,489
Employee Benefits	8,392	8,392	8,373
Purchased Services	39,100	21,700	7,488
Supplies and Materials	2,250	2,250	104
Other Objects	1,800	1,800	2,107
Non-Capitalized Equipment	729	729	-
	<u>\$ 186,858</u>	<u>\$ 169,458</u>	<u>\$ 152,561</u>
Staff Services			
Salaries	\$ 199,996	\$ 199,996	\$ 201,338
Employee Benefits	65,984	65,984	44,082
Purchased Services	46,294	44,294	31,490
Supplies and Materials	9,268	9,268	7,329
Non-Capitalized Equipment	800	800	643
Termination Benefits	4,270	-	-
	<u>\$ 326,612</u>	<u>\$ 320,342</u>	<u>\$ 284,882</u>
Data Processing Services			
Salaries	\$ 184,650	\$ 184,650	\$ 184,518
Employee Benefits	39,387	39,387	30,042
Purchased Services	106,556	106,556	107,808
Supplies and Materials	8,480	8,480	1,059
Other Objects	200	200	-
	<u>\$ 339,273</u>	<u>\$ 339,273</u>	<u>\$ 323,427</u>
Total Support Services - Central	<u>\$ 937,172</u>	<u>\$ 913,502</u>	<u>\$ 843,014</u>
Other Support Services			
Supplies and Materials	\$ -	\$ -	\$ 19,170
Non-Capitalized Equipment	-	-	2,753
Total Support Services - Other Support Services	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,923</u>
Total Support Services	<u>\$ 14,684,711</u>	<u>\$ 14,529,387</u>	<u>\$ 14,013,319</u>
Community Services			
Purchased Services	\$ 1,547	\$ 1,547	\$ -
Supplies and Materials	350	350	-
Other Objects	1,000	1,000	-
Total Community Services	<u>\$ 2,897</u>	<u>\$ 2,897</u>	<u>\$ -</u>
Intergovernmental Payments			
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	\$ -
	<u>\$ 7,000</u>	<u>\$ 7,000</u>	<u>\$ -</u>
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ -</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Intergovernmental Payments (Continued)			
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Regular Programs			
Other Objects	\$ 23,300	\$ 23,300	\$ 47,580
Payments for Special Education Programs			
Other Objects	1,522,229	1,434,898	1,418,580
Payments for CTE Programs			
Other Objects	397,308	281,400	266,991
Payments for Other Programs			
Other Objects	1,600	1,600	-
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 1,944,437</u>	<u>\$ 1,741,198</u>	<u>\$ 1,733,151</u>
Total Intergovernmental Payments	<u>\$ 1,954,437</u>	<u>\$ 1,751,198</u>	<u>\$ 1,733,151</u>
Capital Outlay			
Instruction			
Regular Programs	\$ 91,242	\$ 91,242	\$ 27,865
Special Education Programs	12,500	12,500	2,890
Other Instructional Programs	124,868	100,259	80,088
Support Services			
Pupil	4,346	4,346	-
Instructional Staff	336,877	281,143	285,461
General Administration	-	-	3,080
School Administration	4,376	4,376	4,376
Business	4,708	4,708	-
Operations and Maintenance	22,000	2,000	-
Central	4,700	4,700	1,286
Total Capital Outlay	<u>\$ 605,617</u>	<u>\$ 505,274</u>	<u>\$ 405,046</u>
Total Expenditures	<u>\$ 57,898,364</u>	<u>\$ 57,382,994</u>	<u>\$ 56,329,100</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 976,177</u>	<u>\$ 94,222</u>	<u>\$ 1,202,288</u>
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	\$ (112,039)	\$ (112,039)	\$ (112,039)
Sale or Compensation for Fixed Assets	-	-	325
	<u>\$ (112,039)</u>	<u>\$ (112,039)</u>	<u>\$ (111,714)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 864,138</u>	<u>\$ (17,817)</u>	\$ 1,090,574
FUND BALANCE - JULY 1, 2019			17,577,393
FUND BALANCE ADJUSTMNET (Note 17)			(94,104)
FUND BALANCE - JUNE 30, 2020			<u>\$ 18,573,863</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
<b>REVENUES</b>			
Property Taxes	\$ 5,450,543	\$ 5,443,284	\$ 5,443,699
Earnings on Investments	75,000	130,500	113,785
Other Local Sources	265,530	242,730	220,433
<b>Total Revenues</b>	<b>\$ 5,791,073</b>	<b>\$ 5,816,514</b>	<b>\$ 5,777,917</b>
<b>EXPENDITURES</b>			
Support Services			
Facilities Acquisition and Construction Services			
Purchased Services	\$ 22,450	\$ -	\$ -
<b>Total Support Services - Facilities Acquisition and Construction Services</b>	<b>\$ 22,450</b>	<b>\$ -</b>	<b>\$ -</b>
Operations and Maintenance of Plant Services			
Salaries	\$ 2,195,274	\$ 2,195,274	\$ 2,136,401
Employee Benefits	554,850	561,430	569,072
Purchased Services	939,010	777,612	698,311
Supplies and Materials	1,084,867	917,563	701,601
Other Objects	2,000	735	995
Non-Capitalized Equipment	5,766	5,867	3,109
Termination Benefits	5,000	19,768	19,744
<b>Total Support Services - Operations and Maintenance</b>	<b>\$ 4,786,767</b>	<b>\$ 4,478,249</b>	<b>\$ 4,129,233</b>
Food Services			
Non-Capitalized Equipment	\$ 500	\$ -	\$ -
<b>Total Support Services - Food Services</b>	<b>\$ 500</b>	<b>\$ -</b>	<b>\$ -</b>
Other Support Services			
Purchased Services	\$ 1,800	\$ 1,800	\$ 1,191
<b>Total Support Services - Other Support Services</b>	<b>\$ 1,800</b>	<b>\$ 1,800</b>	<b>\$ 1,191</b>
<b>Total Support Services</b>	<b>\$ 4,811,517</b>	<b>\$ 4,480,049</b>	<b>\$ 4,130,424</b>
Capital Outlay			
Support Services			
Facilities Acquisition and Construction Services	\$ -	\$ 55,734	\$ 577,452
Operations and Maintenance	177,049	156,735	118,110
Food Services	16,000	-	-
<b>Total Capital Outlay</b>	<b>\$ 193,049</b>	<b>\$ 212,469</b>	<b>\$ 695,562</b>
<b>Total Expenditures</b>	<b>\$ 5,004,566</b>	<b>\$ 4,692,518</b>	<b>\$ 4,825,986</b>
<b>EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>\$ 786,507</b>	<b>\$ 1,123,996</b>	<b>\$ 951,931</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Interfund Transfers	\$ (535,100)	\$ (535,100)	\$ (535,100)
Sale or Compensation for Fixed Assets	-	10,530	10,530
<b>Total Other Financing Sources (Uses)</b>	<b>\$ (535,100)</b>	<b>\$ (524,570)</b>	<b>\$ (524,570)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 251,407</b>	<b>\$ 599,426</b>	<b>\$ 427,361</b>
<b>FUND BALANCE - JULY 1, 2019</b>			<b>2,915,678</b>
<b>FUND BALANCE - JUNE 30, 2020</b>			<b>\$ 3,343,039</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  
SPECIAL REVENUE FUND - TRANSPORTATION FUND  
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
<b>REVENUES</b>			
Property Taxes	\$ 1,843,085	\$ 1,840,774	\$ 1,840,775
Transportation Fees	8,000	6,484	7,126
Earnings on Investments	40,000	55,000	55,858
State Aid			
Transportation	395,000	418,980	443,355
<b>Total Revenues</b>	<b>\$ 2,286,085</b>	<b>\$ 2,321,238</b>	<b>\$ 2,347,114</b>
<b>EXPENDITURES</b>			
Support Services			
Pupil Transportation Services			
Purchased Services	\$ 2,310,572	\$ 2,009,583	\$ 1,853,470
Other Objects	800	184	184
<b>Total Support Services - Transportation</b>	<b>\$ 2,311,372</b>	<b>\$ 2,009,767</b>	<b>\$ 1,853,654</b>
<b>Total Support Services</b>	<b>\$ 2,311,372</b>	<b>\$ 2,009,767</b>	<b>\$ 1,853,654</b>
Intergovernmental Payments			
Payments to Other Districts and Governmental Units			
Payments for Special Education Programs			
Purchased Services	\$ -	\$ 4,871	\$ 4,871
<b>Total Payments to Other Districts and Governmental Units (In-State)</b>	<b>\$ -</b>	<b>\$ 4,871</b>	<b>\$ 4,871</b>
<b>Total Payments to Other Districts and Governmental Units (In-State)</b>	<b>\$ -</b>	<b>\$ 4,871</b>	<b>\$ 4,871</b>
<b>Total Intergovernmental Payments</b>	<b>\$ -</b>	<b>\$ 4,871</b>	<b>\$ 4,871</b>
Debt Services			
Payments of Principal on Long-Term Debt			
Other Objects	\$ -	\$ -	\$ 56,414
<b>Total Debt Services - Payment of Principal on Long-Term Debt</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 56,414</b>
<b>Total Debt Services</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 56,414</b>
Capital Outlay			
Support Services			
Transportation	\$ -	\$ -	\$ 349,120
<b>Total Capital Outlay</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 349,120</b>
<b>Total Expenditures</b>	<b>\$ 2,311,372</b>	<b>\$ 2,014,638</b>	<b>\$ 2,264,059</b>
<b>EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>\$ (25,287)</b>	<b>\$ 306,600</b>	<b>\$ 83,055</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Proceeds on Capital Lease	-	-	349,120
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (25,287)</b>	<b>\$ 306,600</b>	<b>\$ 432,175</b>
FUND BALANCE - JULY 1, 2019			1,129,389
FUND BALANCE - JUNE 30, 2020			<b>\$ 1,561,564</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  
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND  
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
<b>REVENUES</b>			
Property Taxes	\$ 1,401,449	\$ 1,401,449	\$ 1,399,692
Payments in Lieu of Taxes	152,900	152,900	104,102
Earnings on Investments	17,000	21,300	16,332
Total Revenues	<u>\$ 1,571,349</u>	<u>\$ 1,575,649</u>	<u>\$ 1,520,126</u>
<b>EXPENDITURES</b>			
Instruction			
Regular Programs			
Employee Benefits	\$ 200,748	\$ 200,748	\$ 197,138
Special Education Programs			
Employee Benefits	138,103	138,103	131,536
Remedial and Supplemental Programs K-12			
Employee Benefits	29,890	29,890	27,037
CTE Programs			
Employee Benefits	19,986	19,986	19,482
Interscholastic Programs			
Employee Benefits	63,830	63,830	62,617
Summer School Programs			
Employee Benefits	1,949	1,949	735
Driver's Education Programs			
Employee Benefits	2,995	2,995	2,385
Bilingual Programs			
Employee Benefits	6,492	6,492	9,217
Total Instruction	<u>\$ 463,993</u>	<u>\$ 463,993</u>	<u>\$ 450,147</u>
Support Services			
Pupil			
Attendance and Social Work Services			
Employee Benefits	\$ 50,809	\$ 50,809	\$ 49,933
Guidance Services			
Employee Benefits	65,760	65,760	66,030
Health Services			
Employee Benefits	13,454	13,454	13,261
Psychological Services			
Employee Benefits	2,537	2,537	2,565
Speech Pathology and Audiology Services			
Employee Benefits	1,293	1,293	1,295
Other Support Services - Pupil			
Employee Benefits	1,668	1,668	994
Total Support Services - Pupil	<u>\$ 135,521</u>	<u>\$ 135,521</u>	<u>\$ 134,078</u>
Instructional Staff			
Improvement of Instruction Services			
Employee Benefits	\$ 13,053	\$ 13,053	\$ 12,594
Educational Media Services			
Employee Benefits	112,431	112,431	111,882
Assessment and Testing			
Employee Benefits	555	555	627
Total Support Services - Instructional Staff	<u>\$ 126,039</u>	<u>\$ 126,039</u>	<u>\$ 125,103</u>
General Administration			
Executive Administration Services			
Employee Benefits	\$ 34,372	\$ 34,372	\$ 29,704
Special Area Administrative Services			
Employee Benefits	598	598	598
Total Support Services - General Administration	<u>\$ 34,970</u>	<u>\$ 34,970</u>	<u>\$ 30,302</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
<b>EXPENDITURES</b>			
Support Services (Continued)			
School Administration			
Office of the Principal Services			
Employee Benefits	\$ 71,136	\$ 71,136	\$ 72,111
Other Support Services - School Administration			
Employee Benefits	38,117	38,117	39,493
Total Support Services - School Administration	<u>\$ 109,253</u>	<u>\$ 109,253</u>	<u>\$ 111,604</u>
Business			
Direction of Business Support Services			
Employee Benefits	\$ 18,378	\$ 18,378	\$ 18,530
Fiscal Services			
Employee Benefits	70,721	70,721	70,587
Total Support Services - Business	<u>\$ 89,099</u>	<u>\$ 89,099</u>	<u>\$ 89,117</u>
Operations and Maintenance of Plant Services			
Employee Benefits	\$ 538,227	\$ 523,227	\$ 564,048
Total Support Services - Operations and Maintenance	<u>\$ 538,227</u>	<u>\$ 523,227</u>	<u>\$ 564,048</u>
Internal Services			
Employee Benefits	\$ 18,165	\$ 18,165	\$ 18,189
Total Support Services - Internal Services	<u>\$ 18,165</u>	<u>\$ 18,165</u>	<u>\$ 18,189</u>
Central			
Planning, Research, Development and Evaluation Services			
Employee Benefits	\$ 12,371	\$ 12,371	\$ 12,266
Information Services			
Employee Benefits	26,832	26,832	26,832
Staff Services			
Employee Benefits	27,373	27,373	28,829
Data Processing Services			
Employee Benefits	40,983	40,983	41,115
Total Support Services - Central	<u>\$ 107,559</u>	<u>\$ 107,559</u>	<u>\$ 109,042</u>
Total Support Services	<u>\$ 1,158,833</u>	<u>\$ 1,143,833</u>	<u>\$ 1,181,483</u>
Provision for Contingencies	\$ 50,000	\$ 50,000	\$ -
Total Expenditures	<u>\$ 1,672,826</u>	<u>\$ 1,657,826</u>	<u>\$ 1,631,630</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (101,477)	\$ (82,177)	\$ (111,504)
OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ (101,477)</u>	<u>\$ (82,177)</u>	\$ (111,504)
FUND BALANCE - JULY 1, 2019			<u>207,137</u>
FUND BALANCE - JUNE 30, 2020			<u>\$ 95,633</u>

See Accompanying Independent Auditor's Opinion



LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
 JUNE 30, 2020

**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 23, 2019 and was amended on May 18, 2020. The modified accrual basis budgeted amounts in this report are the result of full compliance with the following procedures:

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

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

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

**NOTE 2 - EXCESS OF EXPENDITURS OVER BUDGET**

For the year ended June 30, 2020 the follow funds presented as Required Supplementary Information had expenditures that exceeded the budget:

Fund	Budget	Actual	Excess of Actual Over Budget
Operations & Maintenance Fund	\$ 4,692,518	\$ 4,825,986	\$ (133,468)
Transportation Fund	2,014,638	2,264,059	(249,421)

The over expenditures were covered by available fund balance.

SUPPLEMENTAL FINANCIAL INFORMATION

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 COMBINING BALANCE SHEET  
 GENERAL FUND  
 YEAR ENDED JUNE 30, 2020

	Educational Fund	Working Cash Fund	General Fund Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 18,266,379	\$ 2,809,085	\$ 21,075,464
Investments, at Fair Value	16,820,500	2,586,730	19,407,230
Other Accounts Receivable, net of allowance of \$0	162,516	65,239	227,755
Property Taxes Receivable, net of allowance of \$158,309	17,676,213	-	17,676,213
Due from Other Governments, net of allowance of \$0	188,886	-	188,886
Prepaid Items	355,418	-	355,418
<b>Total Assets</b>	<b><u>\$ 53,469,912</u></b>	<b><u>\$ 5,461,054</u></b>	<b><u>\$ 58,930,966</u></b>
<b>LIABILITIES</b>			
Accounts Payable and Accrued Expenditures	\$ 425,104	\$ -	\$ 425,104
Accrued Payroll and Payroll Liabilities	3,392,205	-	3,392,205
Unearned Revenue - Registration Fees	510,024	-	510,024
<b>Total Liabilities</b>	<b><u>\$ 4,327,333</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 4,327,333</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable Revenue - Property Taxes	\$ 35,821,150	\$ -	\$ 35,821,150
Unavailable Revenue - Grants	42,047	-	42,047
Unavailable Revenue - Interest	106,876	59,697	166,573
<b>Total Deferred Inflows of Resources</b>	<b><u>\$ 35,970,073</u></b>	<b><u>\$ 59,697</u></b>	<b><u>\$ 36,029,770</u></b>
<b>FUND BALANCE</b>			
Nonspendable			
Prepaid Items	\$ 355,418	\$ -	\$ 355,418
Unassigned	12,817,088	5,401,357	18,218,445
<b>Total Fund Balance</b>	<b><u>\$ 13,172,506</u></b>	<b><u>\$ 5,401,357</u></b>	<b><u>\$ 18,573,863</u></b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balance</b>	<b><u>\$ 53,469,912</u></b>	<b><u>\$ 5,461,054</u></b>	<b><u>\$ 58,930,966</u></b>

See Accompanying Independent Auditor's Opinion

LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 GENERAL FUND  
 YEAR ENDED JUNE 30, 2020

	Educational Fund	Working Cash Fund	General Fund Total
<b>REVENUES</b>			
Property Taxes	\$ 35,243,216	\$ -	\$ 35,243,216
Payments in Lieu of Taxes	38,776	-	38,776
Tuition	35,695	-	35,695
Earnings on Investments	826,145	156,542	982,687
Food Services	916,321	-	916,321
District/School Activity Income	1,324,966	-	1,324,966
Textbooks	4,975	-	4,975
Other Local Sources	391,420	-	391,420
State Aid	405,341	-	405,341
Federal Aid	1,029,187	-	1,029,187
State Retirement Contributions	17,158,804	-	17,158,804
<b>Total Revenues</b>	<b>\$ 57,374,846</b>	<b>\$ 156,542</b>	<b>\$ 57,531,388</b>
<b>EXPENDITURES</b>			
Current			
Instruction			
Regular Programs	\$ 14,122,492	\$ -	\$ 14,122,492
Special Education Programs	4,306,232	-	4,306,232
Other Instructional Programs	4,590,056	-	4,590,056
State Retirement Contributions	17,158,804	-	17,158,804
Support Services			
Pupil	3,727,891	-	3,727,891
Instructional Staff	2,541,560	-	2,541,560
General Administration	1,423,797	-	1,423,797
School Administration	2,361,451	-	2,361,451
Business	766,222	-	766,222
Operations and Maintenance	889,898	-	889,898
Food Services	1,196,285	-	1,196,285
Internal Services	241,278	-	241,278
Central	843,014	-	843,014
Other Support Services	21,923	-	21,923
Capital Outlay	405,046	-	405,046
Intergovernmental Payments			
Payments to Other Districts and Governmental Units	1,733,151	-	1,733,151
<b>Total Expenditures</b>	<b>\$ 56,329,100</b>	<b>\$ -</b>	<b>\$ 56,329,100</b>
<b>EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>\$ 1,045,746</b>	<b>\$ 156,542</b>	<b>\$ 1,202,288</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Interfund Transfers	\$ (112,039)	\$ -	\$ (112,039)
Sale or Compensation for Fixed Assets	325	-	325
<b>Total Other Financing Sources (Uses)</b>	<b>\$ (111,714)</b>	<b>\$ -</b>	<b>\$ (111,714)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ 934,032</b>	<b>\$ 156,542</b>	<b>\$ 1,090,574</b>
FUND BALANCE - JULY 1, 2019	12,332,578	5,244,815	17,577,393
FUND BALANCE ADJUSTMENT	(94,104)	-	(94,104)
<b>FUND BALANCE - JUNE 30, 2020</b>	<b>\$ 13,172,506</b>	<b>\$ 5,401,357</b>	<b>\$ 18,573,863</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
<b>REVENUES</b>			
Property Taxes	\$ 35,287,513	\$ 35,243,148	\$ 35,243,216
Payments in Lieu of Taxes	50,000	50,000	38,776
Tuition	31,000	31,000	35,695
Earnings on Investments	518,000	918,000	826,145
Food Services	1,109,393	852,842	916,321
District/School Activity Income	1,417,730	1,407,101	1,324,966
Textbooks	4,300	4,300	4,975
Other Local Sources	408,221	397,297	391,420
State Aid			
General State Aid	1,510,777	-	-
Special Education	260,000	291,450	263,466
Career and Technical Education	44,908	44,908	44,790
State Free Lunch and Breakfast	2,500	2,500	1,473
Driver Education	92,000	92,000	63,719
Other Restricted Revenue from State Sources	95,000	30,000	31,893
Federal Aid			
Title I	211,636	211,636	264,115
Title IV	14,210	14,210	23,284
Federal Special Education	592,229	610,200	594,467
CTE - Perkins	24,727	24,727	24,727
Title II - Teacher Quality	44,397	44,397	48,094
Medicaid Matching Funds - Administrative Outreach	36,000	36,000	39,209
Medicaid Matching Funds - Fee-for-Service Program	30,000	30,000	35,291
State Retirement Contributions	17,000,000	17,000,000	17,158,804
<b>Total Revenues</b>	<b>\$ 58,784,541</b>	<b>\$ 57,335,716</b>	<b>\$ 57,374,846</b>
<b>EXPENDITURES</b>			
Instruction			
Regular Programs			
Salaries	\$ 11,707,908	\$ 11,707,908	\$ 11,584,409
Employee Benefits	1,889,811	1,889,871	1,909,254
Purchased Services	106,653	106,653	68,771
Supplies and Materials	679,577	679,577	507,921
Other Objects	19,275	19,275	20,763
Non-Capitalized Equipment	44,621	44,621	2,434
	<b>\$ 14,447,845</b>	<b>\$ 14,447,905</b>	<b>\$ 14,093,552</b>
Special Education Programs			
Salaries	\$ 2,774,492	\$ 2,774,492	\$ 2,733,261
Employee Benefits	578,211	578,211	587,034
Purchased Services	22,961	22,961	7,882
Supplies and Materials	46,740	46,740	20,963
Other Objects	840	840	763
Non-Capitalized Equipment	1,958	1,958	5,717
	<b>\$ 3,425,202</b>	<b>\$ 3,425,202</b>	<b>\$ 3,355,620</b>
Remedial and Supplemental Programs K-12			
Salaries	\$ 424,353	\$ 424,353	\$ 412,868
Employee Benefits	103,921	103,921	102,741
Purchased Services	13,850	13,850	25,563
Supplies and Materials	11,500	11,500	7,474
	<b>\$ 553,624</b>	<b>\$ 553,624</b>	<b>\$ 548,646</b>
CTE Programs			
Salaries	\$ 1,430,739	\$ 1,430,739	\$ 1,398,666
Employee Benefits	249,119	249,119	247,021
Purchased Services	14,578	15,258	7,988
Supplies and Materials	106,948	117,311	90,885
Other Objects	508	508	-
Non-Capitalized Equipment	18,800	6,297	5,994
	<b>\$ 1,820,692</b>	<b>\$ 1,819,232</b>	<b>\$ 1,750,554</b>
Interscholastic Programs			
Salaries	\$ 1,340,024	\$ 1,340,024	\$ 1,333,984
Employee Benefits	12,382	12,382	13,818
Purchased Services	328,970	313,970	268,265
Supplies and Materials	149,139	149,139	152,879
Other Objects	57,396	57,396	63,346
Non-Capitalized Equipment	23,500	23,500	2,683
	<b>\$ 1,911,411</b>	<b>\$ 1,896,411</b>	<b>\$ 1,834,975</b>
Summer School Programs			
Salaries	\$ 64,696	\$ 64,696	\$ 52,108
Employee Benefits	2,458	2,458	781
Supplies and Materials	220	220	-
Other Objects	3,500	3,500	1,172
	<b>\$ 70,874</b>	<b>\$ 70,874</b>	<b>\$ 54,061</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
<b>EXPENDITURES (Continued)</b>			
Instruction (Continued)			
Driver's Education Programs			
Salaries	\$ 205,012	\$ 205,012	\$ 168,338
Employee Benefits	33,828	33,828	34,759
Purchased Services	18,135	18,135	12,768
Supplies and Materials	4,937	4,937	3,465
Other Objects	775	775	-
	<u>\$ 262,687</u>	<u>\$ 262,687</u>	<u>\$ 219,330</u>
Bilingual Programs			
Salaries	\$ 146,335	\$ 146,335	\$ 159,880
Employee Benefits	20,810	20,810	22,610
Purchased Services	4,000	4,000	-
Supplies and Materials	253	253	-
	<u>\$ 171,398</u>	<u>\$ 171,398</u>	<u>\$ 182,490</u>
Private Tuition			
Regular K-12 Programs			
Other Objects	\$ 8,600	\$ 25,000	\$ 28,940
Special Education Programs K-12			
Other Objects	978,369	921,905	950,612
	<u>\$ 986,969</u>	<u>\$ 946,905</u>	<u>\$ 979,552</u>
State Retirement Contributions	<u>\$ 17,000,000</u>	<u>\$ 17,000,000</u>	<u>\$ 17,158,804</u>
Total Instruction	<u>\$ 40,650,702</u>	<u>\$ 40,594,238</u>	<u>\$ 40,177,584</u>
Support Services			
Pupil			
Attendance and Social Work Services			
Salaries	\$ 1,048,729	\$ 1,048,729	\$ 1,043,934
Employee Benefits	246,511	246,631	241,712
Purchased Services	15,542	15,542	10,709
Supplies and Materials	27,475	27,475	5,716
Other Objects	1,008	1,008	822
Non-Capitalized Equipment	3,322	3,322	-
	<u>\$ 1,342,587</u>	<u>\$ 1,342,707</u>	<u>\$ 1,302,893</u>
Guidance Services			
Salaries	\$ 1,368,177	\$ 1,368,177	\$ 1,382,741
Employee Benefits	239,625	239,625	230,410
Purchased Services	9,979	10,176	15,573
Supplies and Materials	5,101	5,101	9,037
Other Objects	-	-	100
Non-Capitalized Equipment	7,061	7,061	-
	<u>\$ 1,629,943</u>	<u>\$ 1,630,140</u>	<u>\$ 1,637,861</u>
Health Services			
Salaries	\$ 207,768	\$ 207,768	\$ 207,191
Employee Benefits	62,960	62,960	62,751
Purchased Services	105,113	105,113	57,593
Supplies and Materials	4,379	4,379	27,746
Non-Capitalized Equipment	2,916	2,916	-
	<u>\$ 383,136</u>	<u>\$ 383,136</u>	<u>\$ 355,281</u>
Psychological Services			
Salaries	\$ 184,218	\$ 184,218	\$ 185,301
Employee Benefits	40,450	40,450	41,318
Purchased Services	1,350	1,350	-
Supplies and Materials	650	650	-
Other Objects	300	300	150
Non-Capitalized Equipment	800	800	-
	<u>\$ 227,768</u>	<u>\$ 227,768</u>	<u>\$ 226,769</u>
Speech Pathology and Audiology Services			
Salaries	\$ 93,559	\$ 93,559	\$ 93,631
Employee Benefits	23,766	23,766	22,499
Purchased Services	225	225	189
Supplies and Materials	784	784	734
	<u>\$ 118,334</u>	<u>\$ 118,334</u>	<u>\$ 117,053</u>
Other Support Services - Pupil			
Salaries	\$ 5,196	\$ 5,196	\$ 6,015
Employee Benefits	14	14	10
Purchased Services	44,800	44,800	38,933
Supplies and Materials	39,153	25,780	43,043
Other Objects	-	-	33
Non-Capitalized Equipment	1,500	1,500	-
	<u>\$ 90,663</u>	<u>\$ 77,290</u>	<u>\$ 88,034</u>
Total Support Services - Pupil	<u>\$ 3,792,431</u>	<u>\$ 3,779,375</u>	<u>\$ 3,727,891</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Instructional Staff			
Improvement of Instruction Services			
Salaries	\$ 914,824	\$ 914,824	\$ 869,878
Employee Benefits	112,431	112,431	106,076
Purchased Services	157,978	156,478	70,169
Supplies and Materials	10,212	10,212	1,720
Other Objects	450	450	324
Non-Capitalized Equipment	1,225	1,225	-
	<u>\$ 1,197,120</u>	<u>\$ 1,195,620</u>	<u>\$ 1,048,167</u>
Educational Media Services			
Salaries	\$ 881,352	\$ 881,352	\$ 874,454
Employee Benefits	242,094	242,094	237,018
Purchased Services	157,510	157,510	160,757
Supplies and Materials	83,436	65,436	44,329
Other Objects	50	50	-
Non-Capitalized Equipment	72,715	65,715	624
	<u>\$ 1,437,157</u>	<u>\$ 1,412,157</u>	<u>\$ 1,317,182</u>
Assessment and Testing			
Salaries	\$ 5,651	\$ 5,651	\$ 11,506
Employee Benefits	48	48	129
Purchased Services	167,525	167,525	164,511
Supplies and Materials	1,500	1,500	65
	<u>\$ 174,724</u>	<u>\$ 174,724</u>	<u>\$ 176,211</u>
Total Support Services - Instructional Staff	<u>\$ 2,809,001</u>	<u>\$ 2,782,501</u>	<u>\$ 2,541,560</u>
General Administration			
Board of Education Services			
Employee Benefits	\$ 9,000	\$ 9,000	\$ 1,329
Purchased Services	271,555	346,605	294,999
Supplies and Materials	9,272	9,272	1,703
Other Objects	22,633	22,633	26,637
	<u>\$ 312,460</u>	<u>\$ 387,510</u>	<u>\$ 324,668</u>
Executive Administration Services			
Salaries	\$ 527,637	\$ 527,637	\$ 525,258
Employee Benefits	107,901	107,901	111,904
Purchased Services	15,105	15,105	11,783
Supplies and Materials	1,728	1,728	79
Other Objects	5,040	5,040	4,659
Non-Capitalized Equipment	1,500	1,500	-
Termination Benefits	-	4,642	53,695
	<u>\$ 658,911</u>	<u>\$ 663,553</u>	<u>\$ 707,378</u>
Special Area Administrative Services			
Salaries	\$ 41,309	\$ 41,309	\$ 41,211
Employee Benefits	5,495	5,495	5,644
	<u>\$ 46,804</u>	<u>\$ 46,804</u>	<u>\$ 46,855</u>
Tort Immunity Services			
Purchased Services	\$ 344,897	\$ 344,897	\$ 344,896
	<u>\$ 344,897</u>	<u>\$ 344,897</u>	<u>\$ 344,896</u>
Total Support Services - General Administration	<u>\$ 1,363,072</u>	<u>\$ 1,442,764</u>	<u>\$ 1,423,797</u>
School Administration			
Office of the Principal Services			
Salaries	\$ 1,211,800	\$ 1,211,800	\$ 1,207,488
Employee Benefits	267,730	267,730	273,519
Purchased Services	19,118	19,118	12,755
Supplies and Materials	4,654	4,654	3,419
Other Objects	3,679	3,679	2,204
Non-Capitalized Equipment	1,958	1,958	770
Termination Benefits	13,000	13,000	55,249
	<u>\$ 1,521,939</u>	<u>\$ 1,521,939</u>	<u>\$ 1,555,404</u>
Other Support Services - School Administration			
Salaries	\$ 628,789	\$ 628,789	\$ 662,368
Employee Benefits	127,596	127,596	137,648
Supplies and Materials	424	424	423
Non-Capitalized Equipment	2,836	2,836	1,377
Termination Benefits	4,231	4,231	4,231
	<u>\$ 763,876</u>	<u>\$ 763,876</u>	<u>\$ 806,047</u>
Total Support Services - School Administration	<u>\$ 2,285,815</u>	<u>\$ 2,285,815</u>	<u>\$ 2,361,451</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Business			
Direction of Business Support Services			
Salaries	\$ 307,244	\$ 307,244	\$ 307,246
Employee Benefits	49,047	49,047	49,942
Purchased Services	10,870	10,870	9,802
Supplies and Materials	400	400	255
Other Objects	1,000	1,000	213
Non-Capitalized Equipment	1,338	1,338	-
	<u>\$ 369,899</u>	<u>\$ 369,899</u>	<u>\$ 367,458</u>
Fiscal Services			
Salaries	\$ 324,125	\$ 324,125	\$ 322,095
Employee Benefits	68,609	68,609	68,367
Purchased Services	12,991	12,991	6,927
Supplies and Materials	4,793	4,793	1,359
Other Objects	-	-	16
	<u>\$ 410,518</u>	<u>\$ 410,518</u>	<u>\$ 398,764</u>
Total Support Services - Business	<u>\$ 780,417</u>	<u>\$ 780,417</u>	<u>\$ 766,222</u>
Operations and Maintenance of Plant Services			
Salaries	\$ 493,465	\$ 493,465	\$ 473,522
Employee Benefits	138,942	138,942	136,031
Purchased Services	325,613	325,613	276,210
Supplies and Materials	5,137	5,137	3,985
Other Objects	-	-	150
Non-Capitalized Equipment	5,736	5,736	-
Total Support Services - Operations and Maintenance	<u>\$ 968,893</u>	<u>\$ 968,893</u>	<u>\$ 889,898</u>
Food Services			
Purchased Services	\$ 1,463,275	\$ 1,291,485	\$ 1,185,987
Supplies and Materials	8,172	8,172	8,062
Other Objects	1,902	1,902	2,236
Non-Capitalized Equipment	6,147	6,147	-
Total Support Services - Food Services	<u>\$ 1,479,496</u>	<u>\$ 1,307,706</u>	<u>\$ 1,196,285</u>
Internal Services			
Salaries	\$ 100,400	\$ 100,400	\$ 99,241
Employee Benefits	52,580	52,580	52,418
Purchased Services	83,741	83,741	63,978
Supplies and Materials	31,693	31,693	25,641
Total Support Services - Internal Services	<u>\$ 268,414</u>	<u>\$ 268,414</u>	<u>\$ 241,278</u>
Central			
Planning, Research, Development and Evaluation Services			
Salaries	\$ 65,869	\$ 65,869	\$ 64,934
Employee Benefits	17,060	17,060	16,999
Purchased Services	500	500	211
Supplies and Materials	200	200	-
Non-Capitalized Equipment	800	800	-
	<u>\$ 84,429</u>	<u>\$ 84,429</u>	<u>\$ 82,144</u>
Information Services			
Salaries	\$ 134,587	\$ 134,587	\$ 134,489
Employee Benefits	8,392	8,392	8,373
Purchased Services	39,100	21,700	7,488
Supplies and Materials	2,250	2,250	104
Other Objects	1,800	1,800	2,107
Non-Capitalized Equipment	729	729	-
	<u>\$ 186,858</u>	<u>\$ 169,458</u>	<u>\$ 152,561</u>
Staff Services			
Salaries	\$ 199,996	\$ 199,996	\$ 201,338
Employee Benefits	65,984	65,984	44,082
Purchased Services	46,294	44,294	31,490
Supplies and Materials	9,268	9,268	7,329
Non-Capitalized Equipment	800	800	643
Termination Benefits	4,270	-	-
	<u>\$ 326,612</u>	<u>\$ 320,342</u>	<u>\$ 284,882</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Central (Continued)			
Data Processing Services			
Salaries	\$ 184,650	\$ 184,650	\$ 184,518
Employee Benefits	39,387	39,387	30,042
Purchased Services	106,556	106,556	107,808
Supplies and Materials	8,480	8,480	1,059
Other Objects	200	200	-
	<u>\$ 339,273</u>	<u>\$ 339,273</u>	<u>\$ 323,427</u>
Total Support Services - Central	<u>\$ 937,172</u>	<u>\$ 913,502</u>	<u>\$ 843,014</u>
Other Support Services			
Supplies and Materials	\$ -	\$ -	\$ 19,170
Non-Capitalized Equipment	-	-	2,753
Total Support Services - Other Support Services	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,923</u>
Total Support Services	<u>\$ 14,684,711</u>	<u>\$ 14,529,387</u>	<u>\$ 14,013,319</u>
Community Services			
Purchased Services	\$ 1,547	\$ 1,547	\$ -
Supplies and Materials	350	350	-
Other Objects	1,000	1,000	-
Total Community Services	<u>\$ 2,897</u>	<u>\$ 2,897</u>	<u>\$ -</u>
Intergovernmental Payments			
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	\$ -
	<u>\$ 7,000</u>	<u>\$ 7,000</u>	<u>\$ -</u>
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ -</u>
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Regular Programs			
Other Objects	\$ 23,300	\$ 23,300	\$ 47,580
Payments for Special Education Programs			
Other Objects	1,522,229	1,434,898	1,418,580
Payments for CTE Programs			
Other Objects	397,308	281,400	266,991
Payments for Other Programs			
Other Objects	1,600	1,600	-
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 1,944,437</u>	<u>\$ 1,741,198</u>	<u>\$ 1,733,151</u>
Total Intergovernmental Payments	<u>\$ 1,954,437</u>	<u>\$ 1,751,198</u>	<u>\$ 1,733,151</u>
Capital Outlay			
Instruction			
Regular Programs	\$ 91,242	\$ 91,242	\$ 27,865
Special Education Programs	12,500	12,500	2,890
Other Instructional Programs	124,868	100,259	80,088
Support Services			
Pupil	4,346	4,346	-
Instructional Staff	336,877	281,143	285,461
General Administration	-	-	3,080
School Administration	4,376	4,376	4,376
Business	4,708	4,708	-
Operations and Maintenance	22,000	2,000	-
Central	4,700	4,700	1,286
Total Capital Outlay	<u>\$ 605,617</u>	<u>\$ 505,274</u>	<u>\$ 405,046</u>
Total Expenditures	<u>\$ 57,898,364</u>	<u>\$ 57,382,994</u>	<u>\$ 56,329,100</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 886,177</u>	<u>\$ (47,278)</u>	<u>\$ 1,045,746</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
Continued			
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	\$ (112,039)	\$ (112,039)	\$ (112,039)
Sale or Compensation for Fixed Assets	-	-	325
	<u>\$ (112,039)</u>	<u>\$ (112,039)</u>	<u>\$ (111,714)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 774,138</u>	<u>\$ (159,317)</u>	\$ 934,032
FUND BALANCE - JULY 1, 2019			12,332,578
FUND BALANCE ADJUSTMENT (Note 17)			<u>(94,104)</u>
FUND BALANCE - JUNE 30, 2020			<u>\$ 13,172,506</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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Earnings on Investments	\$ 90,000	\$ 141,500	\$ 156,542
Total Revenues	<u>\$ 90,000</u>	<u>\$ 141,500</u>	<u>\$ 156,542</u>
EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 90,000	\$ 141,500	\$ 156,542
OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 90,000</u>	<u>\$ 141,500</u>	\$ 156,542
FUND BALANCE - JULY 1, 2019			<u>5,244,815</u>
FUND BALANCE - JUNE 30, 2020			<u>\$ 5,401,357</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  
DEBT SERVICES FUND  
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts Original and Final	Actual Amounts
<b>REVENUES</b>		
Property Taxes	\$ 6,003,804	\$ 5,996,185
Earnings on Investments	70,000	74,164
Total Revenues	\$ 6,073,804	\$ 6,070,349
<b>EXPENDITURES</b>		
Debt Services		
Interest		
Other Interest on Long-Term Debt		
Other Objects	\$ 756,237	\$ 756,237
Total Debt Services - Interest	\$ 756,237	\$ 756,237
Debt Services		
Payments of Principal on Long-Term Debt		
Other Objects	\$ 5,866,237	\$ 5,866,237
Total Debt Services - Payment of Principal on Long-Term Debt	\$ 5,866,237	\$ 5,866,237
Debt Services		
Other		
Other Objects	\$ 1,500	\$ 1,425
Total Debt Services - Other	\$ 1,500	\$ 1,425
Total Debt Services	\$ 6,623,974	\$ 6,623,899
Total Expenditures	\$ 6,623,974	\$ 6,623,899
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (550,170)	\$ (553,550)
<b>OTHER FINANCING SOURCES (USES)</b>		
Interfund Transfers	647,139	647,139
NET CHANGE IN FUND BALANCE	\$ 96,969	\$ 93,589
FUND BALANCE - JULY 1, 2019		363,131
FUND BALANCE - JUNE 30, 2020		\$ 456,720

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, 2020

	Budgeted Amounts		Actual Amounts
	Original	Final	
<b>REVENUES</b>			
Payments in Lieu of Taxes	\$ 596,487	\$ 596,487	\$ 536,631
Earnings on Investments	24,000	35,000	33,047
Other Local Sources	698,000	698,000	699,228
State Aid			
General State Aid	555,000	2,065,861	2,065,861
School Infrastructure - Maintenance Project	-	-	50,000
<b>Total Revenues</b>	<b><u>\$ 1,873,487</u></b>	<b><u>\$ 3,395,348</u></b>	<b><u>\$ 3,384,767</u></b>
<b>EXPENDITURES</b>			
Support Services			
Business			
Facilities Acquisition and Construction Services			
Purchased Services	\$ 140,000	\$ 140,000	\$ 12,800
Total Support Services - Facilities Acquisition and Construction Services	<u>\$ 140,000</u>	<u>\$ 140,000</u>	<u>\$ 12,800</u>
Total Support Services	<u>\$ 140,000</u>	<u>\$ 140,000</u>	<u>\$ 12,800</u>
Capital Outlay			
Support Services			
Facilities Acquisition and Construction Services	\$ 3,250,199	\$ 3,284,199	\$ 4,196,547
Total Capital Outlay	<u>\$ 3,250,199</u>	<u>\$ 3,284,199</u>	<u>\$ 4,196,547</u>
Total Expenditures	<u>\$ 3,390,199</u>	<u>\$ 3,424,199</u>	<u>\$ 4,209,347</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (1,516,712)	\$ (28,851)	\$ (824,580)
OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ (1,516,712)</u>	<u>\$ (28,851)</u>	<u>\$ (824,580)</u>
FUND BALANCE - JULY 1, 2019			1,810,772
FUND BALANCE ADJUSTMENT (Note 17)			<u>94,104</u>
FUND BALANCE - JUNE 30, 2020			<u>\$ 1,080,296</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, 2020

A S S E T S	<u>BALANCE JULY 1, 2019</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE JUNE 30, 2020</u>
Cash and Cash Equivalents	\$ 539,982	\$ 1,506,848	\$ 1,436,332	\$ 610,498
Investments	283,187	-	117,659	165,528
	<u>\$ 823,169</u>	<u>\$ 1,506,848</u>	<u>\$ 1,553,991</u>	<u>\$ 776,026</u>
L I A B I L I T I E S				
Due to:				
Lake Park High School	<u>\$ 823,169</u>	<u>\$ 1,506,848</u>	<u>\$ 1,553,991</u>	<u>\$ 776,026</u>
	<u>\$ 823,169</u>	<u>\$ 1,506,848</u>	<u>\$ 1,553,991</u>	<u>\$ 776,026</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, 2020

<b>OPERATING EXPENSE PER PUPIL</b>			
<b>EXPENDITURES:</b>			
ED	Total Expenditures	\$	39,170,296
O&M	Total Expenditures		4,825,986
DS	Total Expenditures		6,623,899
TR	Total Expenditures		2,264,059
MR/SS	Total Expenditures		1,631,630
	<b>Total Expenditures</b>	<b>\$</b>	<b>54,515,870</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)	\$	1,000
ED	1600	Summer School Programs		54,061
ED	1911	Regular K-12 Programs - Private Tuition		28,940
ED	1912	Special Education Programs K-12 - Private Tuition		950,612
ED	4000	Total Payments to Other Govt Units		1,733,151
ED	-	Capital Outlay		405,046
ED	-	Non-Capitalized Equipment		22,995
O&M	-	Capital Outlay		695,562
O&M	-	Non-Capitalized Equipment		3,109
DS	5300	Debt Service - Payments of Principal on Long-Term Debt		5,866,237
TR	4000	Total Payments to Other Govt Units		4,871
TR	5300	Debt Service - Payments of Principal on Long-Term Debt		56,414
TR	-	Capital Outlay		349,120
MR/SS	1600	Summer School Programs		735
		<b>Total Deductions for OEPP Computation (Sum of Lines 18 - 74)</b>	<b>\$</b>	<b>10,171,853</b>
		<b>Total Operating Expenses Regular K-12 (Line 14 minus Line 76)</b>		<b>44,344,017</b>
		<b>9 Month ADA from Average Daily Attendance - Student Information System (SIS) ADA 2019-2020</b>		<b>2,179.10</b>
		<b>Estimated OEPP (Line 77 divided by Line 78)</b>	<b>\$</b>	<b>20,349.69</b>

<b>PER CAPITA TUITION CHARGE</b>			
----------------------------------	--	--	--

**LESS OFFSETTING RECEIPTS/REVENUES:**

TR	1411	Regular -Transp Fees from Pupils or Parents (In State)	\$	6,126
ED	1600	Total Food Service		916,321
ED-O&M	1700	Total District/School Activity Income		1,324,966
ED	1829	Sales - Other (Describe & Itemize)		1,935
ED-O&M	1910	Rentals		30,826
ED-O&M-DS-TR-MR/SS	1991	Payment from Other Districts		9,994
ED-O&M-TR	3100	Total Special Education		263,466
ED-O&M-MR/SS	3200	Total Career and Technical Education		44,790
ED	3360	State Free Lunch & Breakfast		1,473
ED-O&M	3370	Driver Education		63,719
ED-O&M-TR-MR/SS	3500	Total Transportation		443,355
ED-O&M-DS-TR-MR/SS-Tort	3999	Other Restricted Revenue from State Sources		31,893
ED-O&M-TR-MR/SS	4300	Total Title I		264,115
ED-O&M-TR-MR/SS	4400	Total Title IV		23,284
ED-O&M-TR-MR/SS	4620	Fed - Spec Education - IDEA - Flow Through		490,200
ED-O&M-TR-MR/SS	4625	Fed - Spec Education - IDEA - Room & Board		104,267
ED-O&M-MR/SS	4700	Total CTE - Perkins		24,727
ED-O&M-TR-MR/SS	4932	Title II - Teacher Quality		48,094
ED-O&M-TR-MR/SS	4991	Medicaid Matching Funds - Administrative Outreach		39,209
ED-O&M-TR-MR/SS	4992	Medicaid Matching Funds - Fee-for-Service Program		35,291
ED-TR-MR/SS	3100	Special Education Contributions from EBF Funds **		673,064
ED-MR/SS	3300	English Learning (Bilingual) Contributions from EBF Funds ***		7,473
		<b>Total Deductions for PCTC Computation Line 84 through Line 174</b>	<b>\$</b>	<b>4,848,588</b>
		<b>Net Operating Expense for Tuition Computation (Line 77 minus Line 176)</b>		<b>39,495,429</b>
		<b>Total Depreciation Allowance (from page 26, Line 18, Col I)</b>		<b>2,592,084</b>
		<b>Total Allowance for PCTC Computation (Line 177 plus Line 178)</b>		<b>42,087,513</b>
		<b>9 Month ADA from Average Daily Attendance - Student Information System (SIS) ADA 2019-2020</b>		<b>2,179.10</b>
		<b>Total Estimated PCTC (Line 179 divided by Line 180) *</b>	<b>\$</b>	<b>19,314.17</b>

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

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, 2020

	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	\$ 35,243,216	\$ 5,443,699	\$ 5,996,185	\$ 1,840,775	\$ 1,399,692	\$ -	\$ 49,923,567
Payments in Lieu of Taxes	38,776	-	-	-	104,102	536,631	679,509
Tuition	35,695	-	-	-	-	-	35,695
Transportation Fees	-	-	-	7,126	-	-	7,126
Earnings on Investments	982,687	113,785	74,164	55,858	16,332	33,047	1,275,873
Food Service	916,321	-	-	-	-	-	916,321
District/School Activity Income	1,324,966	-	-	-	-	-	1,324,966
Textbooks	4,975	-	-	-	-	-	4,975
Other Local Sources	391,420	220,433	-	-	-	699,228	1,311,081
State Aid	405,341	-	-	443,355	-	2,115,861	2,964,557
Federal Aid	1,029,187	-	-	-	-	-	1,029,187
State Retirement Contributions	17,158,804	-	-	-	-	-	17,158,804
<b>Total Revenues</b>	<b>\$ 57,531,388</b>	<b>\$ 5,777,917</b>	<b>\$ 6,070,349</b>	<b>\$ 2,347,114</b>	<b>\$ 1,520,126</b>	<b>\$ 3,384,767</b>	<b>\$ 76,631,661</b>
Total Expenditures	\$ 56,329,100	\$ 4,825,986	\$ 6,623,899	\$ 2,264,059	\$ 1,631,630	\$ 4,209,347	\$ 75,884,021
Excess or (Deficiency) of Revenues Over Expenditures	\$ 1,202,288	\$ 951,931	\$ (553,550)	\$ 83,055	\$ (111,504)	\$ (824,580)	\$ 747,640
Total Other Financing Sources (Uses)	(111,714)	(524,570)	647,139	349,120	-	-	359,975
Net Change in Fund Balances	\$ 1,090,574	\$ 427,361	\$ 93,589	\$ 432,175	\$ (111,504)	\$ (824,580)	\$ 1,107,615
Modified Accrual Fund Balances - July 1, 2019	17,577,393	2,915,678	363,131	1,129,389	207,137	1,810,772	24,003,500
Fund Balance Adjustment	(94,104)	-	-	-	-	94,104	-
Modified Accrual Fund Balances - June 30, 2020	\$ 18,573,863	\$ 3,343,039	\$ 456,720	\$ 1,561,564	\$ 95,633	\$ 1,080,296	\$ 25,111,115
Add:							
Accounts Payable and Accrued Expenditures	\$ 425,104	\$ 643,761	\$ -	\$ 14,093	\$ -	\$ 1,048,033	\$ 2,130,991
Accrued Payroll and Payroll Liabilities	3,392,205	21,815	-	-	132,451	-	3,546,471
Deferred Revenue	510,024	-	-	1,943	-	-	511,967
Unavailable Revenue - Property Taxes	35,821,150	5,555,248	5,996,709	1,877,893	1,579,851	-	50,830,851
Unavailable Revenue - Grants	42,047	-	-	-	-	-	42,047
Unavailable Revenue - Interest	166,573	35,106	-	13,783	3,814	653	219,929
Subtract:							
Other Accounts Receivable, net of allowance of \$0	227,755	40,587	1,938	13,784	3,813	653	288,530
Property Taxes Receivable, net of allowance of \$224,643	17,676,213	2,741,278	2,959,121	926,661	779,589	-	25,082,862
Due from Other Governments, net of allowance of \$0	188,886	-	-	109,787	10,914	80,448	390,035
Prepaid Items	355,418	43,569	-	-	-	-	398,987
Cash Basis Fund Balance, End of Year	<b>\$ 40,482,694</b>	<b>\$ 6,773,535</b>	<b>\$ 3,492,370</b>	<b>\$ 2,419,044</b>	<b>\$ 1,017,433</b>	<b>\$ 2,047,881</b>	<b>\$ 56,232,957</b>

See Accompanying Independent Auditor's Opinion



ANNUAL FEDERAL FINANCIAL COMPLIANCE SECTION



815.344.1300 mchenry  
 847.382.3366 barrington  
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INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

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, 2020. 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, 2020.



## Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2020-001. Our opinion on each major federal program is not modified with respect to this matter.

Lake Park High School District No. 108's response to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. Lake Park High School District No. 108's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

## 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. 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.

Lake Park High School District No. 108's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

**LAKE PARK HIGH SCHOOL DISTRICT NO. 108**  
**19-022-1080-16**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2020**

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 7/1/18-6/30/19 (C)	Year 7/1/19-6/30/20 (D)	Year 7/1/18-6/30/19 (E)	Year 7/1/18-6/30/19 Pass through to Subrecipients	Year 7/1/19-6/30/20 (F)	Year 7/1/19-6/30/20 Pass through to Subrecipients			
SPECIAL EDUCATION CLUSTER											
U.S. Department of Education Passed Through Illinois State Board of Education											
Special Education - IDEA Room & Board*	84.027	19-4625-00	26,886	19,952	26,886			19,952		46,838	N/A
Special Education - IDEA Room & Board*	84.027	19-4625-XC		37,584				37,584		37,584	N/A
Special Education - IDEA Room & Board*	84.027	20-4625-00		46,731				46,731		46,731	N/A
Passed Through North Dupage Special Education Cooperative											
Special Education - IDEA - Flow-Through	84.027	20-4620-00		490,200				490,200		490,200	490,200
Subtotal CFDA 84.027			26,886	594,467	26,886			594,467		621,353	
Total Special Education Cluster			26,886	594,467	26,886			594,467		621,353	

\* Project Year-End 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**  
**19-022-1080-16**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2020**

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 7/1/18-6/30/19 (C)	Year 7/1/19-6/30/20 (D)	Year 7/1/18-6/30/19 (E)	Year 7/1/18-6/30/19 Pass through to Subrecipients	Year 7/1/19-6/30/20 (F)			
U.S. Department of Education Passed Through Illinois State Board of Education										
Title I - Low Income* (M)	84.010	19-4300-00	187,838	56,663	187,838		56,663		244,501	322,936
Title I - Low Income* (M)	84.010	20-4300-00		207,452			207,452		207,452	300,193
Subtotal CFDA 84.010			187,838	264,115	187,838		264,115		451,953	
Title II - Teacher Quality*	84.367	19-4932-00	56,991	7,258	56,991		7,258		64,249	66,649
Title II - Teacher Quality*	84.367	20-4932-00		40,836			40,836		40,836	46,797
Subtotal CFDA 84.367			56,991	48,094	56,991		48,094		105,085	
Title IV, Part A - Student Support & Academic Enrichment*	84.424	19-4400-00	26,132	4,404	26,132		4,404		30,536	30,857
Title IV, Part A - Student Support & Academic Enrichment*	84.424	20-4400-00		18,880			18,880		18,880	22,389
Subtotal CFDA 84.424			26,132	23,284	26,132		23,284		49,416	
U.S. Department of Education Passed Through Dupage Area Occupational Education System										
Perkins - Title III	84.048	20-4799-00		24,727			24,727		24,727	24,727
Subtotal CFDA 84.048				24,727			24,727		24,727	
Total CFDA "84"			297,847	954,687	297,847		954,687		1,252,534	

\*Project Year-End 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**  
**19-022-1080-16**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ending June 30, 2020**

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		Year 7/1/18-6/30/19 (E)	Expenditure/Disbursements <sup>4</sup>		Year 7/1/19-6/30/20 Pass through to Subrecipients	Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/18-6/30/19 (C)	Year 7/1/19-6/30/20 (D)		Year 7/1/18-6/30/19 (F)	Year 7/1/19-6/30/20 Pass through to Subrecipients				
MEDICAID CLUSTER											
U.S. Department of Health and Human Services											
Passed Through Illinois Department of Healthcare and Family Services											
Medicaid Matching Funds - Admin Outreach	93.778	19-4991-00	37,279	7,397	44,676					44,676	N/A
Medicaid Matching Funds - Admin Outreach	93.778	20-4991-00		33,446			33,446			33,446	N/A
Subtotal CFDA 93.778			37,279	40,843	44,676		33,446			78,122	
Total Medicaid Cluster			37,279	40,843	44,676		33,446			78,122	
Total CFDA "93"			37,279	40,843	44,676		33,446			78,122	
Total Federal Assistance			335,126	995,530	342,523		988,133			1,330,656	

• (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, 2020

**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, 2020. 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, 2020.

**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, 2020

- 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 deficiencies in internal control over major federal award disclosed during the audit are reported in the Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform guidance. 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) The audit finding that is required to be reported in accordance with Uniform Guidance 2 CFR section 200.516(a) is reported in this Schedule.
  - g) The program tested as a major program was: 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) A finding relating to federal awards which is required to be reported is detailed in finding number 2020-001.



LAKE PARK HIGH SCHOOL DISTRICT NO. 108  
19-022-1080-16  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ending June 30, 2020

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SECTION II - FINANCIAL STATEMENT FINDINGS

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1. FINDING NUMBER:<sup>11</sup>      2020- N/A      2. THIS FINDING IS:       New       Repeat from Prior Year?  
Year originally reported? \_\_\_\_\_

---

3. Criteria or specific requirement

---

4. Condition

---

5. Context<sup>12</sup>

---

6. Effect

---

7. Cause

---

8. Recommendation

---

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, 2020

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:<sup>14</sup> 2020- 001 2. THIS FINDING IS:  New  Repeat from Prior year?  
Year originally reported? \_\_\_\_\_

3. Federal Program Name and Year: \_\_\_\_\_ Title I - Low Income

4. Project No.: \_\_\_\_\_ 20-4300-00 5. CFDA No.: \_\_\_\_\_ 84.010

6. Passed Through: \_\_\_\_\_ Illinois State Board of Education

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

8. Criteria or specific requirement (including statutory, regulatory, or other citation)  
Expenditure Reports should be submitted on time to ISBE.

9. Condition<sup>15</sup>  
Title I 1st Quarter Expenditure Report was submitted late to ISBE.

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

11. Context<sup>17</sup>  
Expenditure report was submitted late.

12. Effect  
Expenditure report was submitted late.

13. Cause  
This was an oversight by the District and was submitted late.

14. Recommendation  
The District implements procedures to ensure expenditure reports are submitted on time to ISBE.

15. Management's response<sup>18</sup>  
Will ensure expenditure reports are submitted on time going forward.

<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, 2020**

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

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status<sup>20</sup></u>
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, 2020**

**Corrective Action Plan**

Finding No.: **2020- 001**

Condition:  
Title I 1st Quarter Expenditure Report was submitted late to ISBE

Plan:  
District will ensure expenditure reports are submitted on time going forward.

Anticipated Date of Completion: 6/30/2021

Name of Contact Person: Jeff O'Connell

Management Response: Will ensure expenditure reports are submitted on time going forward.

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