

**Community Consolidated
School District 46**

Grayslake, Illinois

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2022



Annual Comprehensive Financial Report

of

**Community Consolidated
School District 46**

Grayslake, Illinois

For the Fiscal Year Ended June 30, 2022

Official Issuing Report

Chris Wildman, Assistant Superintendent for Finance/CSBO/Treasurer

Department Issuing Report

Business Office

Community Consolidated School District 46
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the Year Ended June 30, 2022

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(Concluded)

INTRODUCTORY SECTION (UNAUDITED)



November 22, 2022

President, Members of the Board of Education, and Citizens of
Community Consolidated School District 46
Grayslake, IL 60030

The Annual Comprehensive Financial Report of Community Consolidated School District 46 (District), Grayslake, Illinois, for the fiscal year ended June 30, 2022, is attached. The report was prepared by the Assistant Superintendent of Finance (CSBO.) The report date on the underlying financial statements is November 22, 2022, and an unmodified auditors' opinion on the basic financial statements has been issued.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

Financial Statements

The Annual Comprehensive Financial Report is presented in three sections: Introductory, Financial and Statistical. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes Management's Discussion and Analysis (MD&A) of the District's financial performance for the year, the basic financial statements and the required supplementary information, as well as the independent auditors' report. The Statistical Section includes a number of tables of unaudited data depicting the financial history of the District generally presented on a multi-year basis, demographics, and other miscellaneous information. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

The District includes all funds that are controlled by or dependent on the Board of Education of the District, as determined on a basis of financial accountability. The District does not have such financial accountability over any other entity, and, thus, does not include any other entity as a component unit in this report. Additionally, the District is an independent entity, not includable as a component unit of any other reporting entity.

General District Information

Community Consolidated School District 46, Lake County, Illinois, provides educational instruction to children residing in parts of the villages of Grayslake, Hainesville, Lake Villa, Round Lake, Round Lake Beach, Round Lake Park, and Third Lake. The District's operations are funded primarily through local property taxes and operate under guidelines and restrictions set forth in the School Code of Illinois and various federal statutes.

Community Consolidated School District 46 is located in northeastern Illinois in central Lake County, approximately 40 miles north of Chicago and 14 miles west of Lake Michigan.

The District comprises seven schools: four kindergarten through fourth grade neighborhood schools (one of which also houses an Early Childhood Center), one kindergarten through eighth grade neighborhood school, a fifth and sixth grade intermediate school, and a seventh and eighth grade middle school. The Technology department is located adjacent to Grayslake Middle School in the Information Services Center, and the District Office houses the Office of the Superintendent, Business Office, Human Resources, Teaching and Learning, and Operations and Maintenance.

We foster inspiring, innovative, and engaging environments to educate our students and prepare them for life success in a dynamic world. Students leaving the District at the end of eighth grade attend one of Grayslake Community High School District 127's schools – Grayslake North or Grayslake Central High School.

Student enrollment for the fiscal year ended June 30, 2022, as submitted to the Illinois State Board of Education Student Information System (SIS), was 3,690, marginally up from 3,657 in the previous year. School districts are open demographic systems whose growth, stability or decline is affected by two basic factors. The first is the difference between the size of the kindergarten class that enters each August and the size of the previous June's graduating eighth-grade class. The second is the net migration/transfer of school-age children in the district as they progress through the grades over the years. This effect also takes into account birth trends and household demographics.

Accounting Systems and Budgetary Control

The District has responsibility for the preparation and modification of its annual budget and is solely accountable for its fiscal matters, including surpluses and deficits, assignments of management, and issuance of debt. The District's administration is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America.

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and that (2) the valuation of costs and benefits requires estimates and judgments by management.

The District maintains sound budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the District's Board of Education. The District's annual financial objective is to provide a fiscally responsible balanced budget. The business office provides the Board with monthly financial information including expenditure detail and periodic cash and investment summaries. Other financial information is routinely provided as needed. A Finance Committee of the Board meets periodically with Administration to perform additional financial reviews, including analysis of historic and projected financial information.

Activities of the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds are included in the annual budget. The level of budgetary control is established at the individual fund level. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

Financial Achievement and Philosophy

Through responsible financial management in the last two years, the District has been able to increase the fund balances of our combined Operating Funds from \$21,372,681 at June 30, 2021, to \$22,393,798 at June 30, 2022. This was an increase of \$1,021,117. The Operating Funds are the General, Operations and Maintenance, Transportation, and Municipal Retirement/Social Security funds. The General Fund includes the Educational, Working Cash, and Tort Immunity and Judgment accounts.

The District has contracts in place with the Grayslake Federation of Teachers (GFT) and the Paraprofessionals and School Related Personnel (PSRP) unions through the end of fiscal year 2025. The District believes the provisions of the contracts are fiscally manageable, providing relative predictability of a significant operational cost component.

Financial Policies Impacting Financial Statements

The District's policies address the financial policies as set by the Board of Education. The School District seeks to maintain year-end fund balances to revenue ratio of no less than 25% and 30%. In keeping with existing Board of Education policy, investments are made in a prudent, conservative, and secure manner and in accordance with Illinois School Code and the guidelines detailed in the Board's investment policy. These are the major financial policies that have an impact on the financial statements.

Economic Condition and Outlook

The District is located in the northeastern part of the state in a residential, "built out" community. The District's tax base is primarily made up of residential communities, with some retail businesses and little industry. The economic condition of the community is relatively stable. In the past two years, the District's equalized assessed property values have become more stable with recent and more moderate fluctuations. The 2021 EAV is up 3.37% from the 2020 EAV.

Due to the onset of the global pandemic in March of 2020, and continuing today, there is some uncertainty in the broader economy. This has brought many unknowns to the forefront due to the economy of the State of Illinois, unemployment within the community and additional costs related to operating within this environment. The District addressed the pandemic by beginning with a hybrid plan upon the resumption of school in the fall of 2020. By the fall of 2021, we resumed in-person instruction for all students. The District is expected to receive a total of \$5.6 million in federal pandemic relief funding between fiscal years 2021 and 2024.

According to the Illinois Report Card, The District has a level of 'adequacy' of 65% under the Evidence Based Funding model. The District used its Debt Service Extension Base (DSEB) for the first time in 2021, issuing \$9 million of Working Cash bonds, the proceeds of which were transferred to the Capital Projects Fund by board approved resolution. This funding is being used for the 3 Year Priority Capital Plan, to be complete at the end of fiscal year 2025.

Financial Achievement and Philosophy

A Long Range Facility Plan process was discussed by the Board of Education in November 2021 and has put into place long-term facility plans that address necessary updates to our buildings. In December 2021, the Board of Education approved a 3 Year Capital Plan of \$9.2 million through the use of working cash bonds, obtained through the District's Debt Service Extension Base (DSEB.) The total amount of work identified over the next 10-15 years is \$36.7 million, focused on building structures, roofs and indoor air quality improvements. The District is currently working on evaluating a plan for further cost analysis to evaluate the educational adequacy of our classrooms and learning spaces.

Strategic Plan

During the 2020-2021 school year, the Community Consolidated School District 46 worked with the community and staff to develop a revised multi-year strategic plan. The plan is intended to guide the work of the District over the long term, with specific action steps to achieve the various strategies adopted for implementation. Results of these action steps will be evaluated along with the relevance of the plan on an annual basis, with appropriate changes being made as they are identified.

Embedded in the plan is the District's financial goal of addressing financial stewardship. The District has defined this goal as: Review, expand, and clarify financial practices to increase transparency and communication, with a focus on aligning financial decision making to District goals.

Facility Attributes

The Community Consolidated School District 46 has seven school buildings, with a District Office adjacent to Frederick School. Our technology department is housed in a building close to Grayslake Middle School. All District buildings are maintained through the Capital Projects and Operations and Maintenance Funds.

Community Attributes

The Community Consolidated School District 46 has multiple assets, one of the most valuable being the level of parental and community support. The overall school community demonstrates its value for education, its strong social consciousness, and its interest in ensuring access and equity by offering its resources of time, materials, and money. The District's PTOs and Foundation 46 sponsor fundraisers that benefit all students in the community, including those whose families are the most fiscally challenged.

Awards

The Association of School Business Officials International (ASBO) awarded a Meritorious Budget Award for the fiscal year ended June 30, 2022 to Community Consolidated School District 46. This was the first year the District received this prestigious award. In order to be awarded a Meritorious Budget Award, a governmental unit must publish an easily readable and efficiently organized Budget Report, whose contents conform to the program's standards. The Award is valid for a period of one year only.

The District intends to submit its Annual Comprehensive Financial Report for the year ended June 30, 2022 to ASBO International to determine its eligibility for a *Certificate of Excellence in Financial Reporting*, and to the Government Finance Officers' Association (GFOA), to determine its eligibility for a *Certificate of Achievement for Excellence in Financial Reporting*. This will be the first year in which the District has participated in these programs.

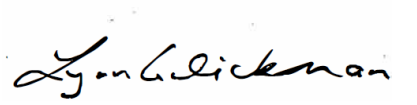
Independent Audit

State statutes require an annual audit of the books of accounts, financial records, and transactions of all funds of the District. The audit of the basic financial statements as of June 30, 2022 and the year then ended was performed by the independent certified public accounting firm of Miller, Cooper & Co., Ltd. The unmodified auditors' report is included in the financial section of this report.

Acknowledgements

We wish to thank the members of the School Board for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner. We also wish to thank the efficient and dedicated business office staff for their assistance in the timely preparation of this report.

Respectfully submitted,



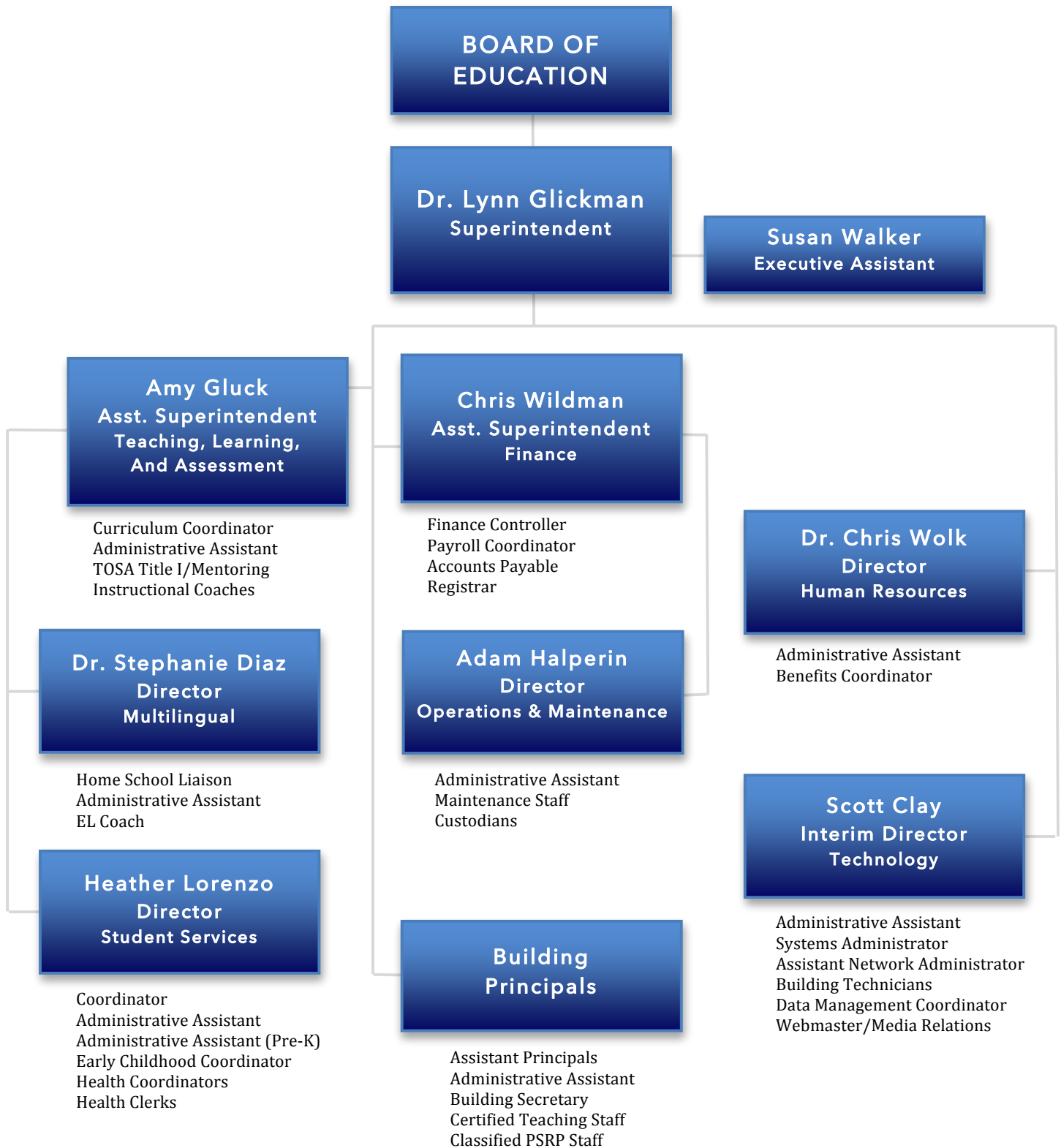
Dr. Lynn Glickman
Superintendent



Chris Wildman
Assistant Superintendent of Finance

Community Consolidated School District 46

Empowering Learners | Creating Equity | Cultivating Community



Community Consolidated School District 46

565 Frederick Road
Grayslake, Illinois 60030

Officers and Officials

June 30, 2022

Board of Education

		<u>Term Expires</u>
Jim Weidman	President	2025
Stephen Mack	Vice President	2025
Kristy Braden	Secretary	2023
Jason LaCroix	Member	2025
Kristy Miller	Member	2023
Tamika Nash	Member	2023
Jessica Albert	Member	2023

District Administration

Dr. Lynn Glickman	Superintendent of Schools
Susan Walker	Executive Assistant
Amy Gluck	Assistant Superintendent for Teaching, Learning & Assessment
Christopher Wildman	Assistant Superintendent for Finance/CSBO/Treasurer
Dr. Stephanie Diaz	Director - Multi Languages
Dr. Chris Wolk	Director - Human Resources
Dr. Scott Clay	Interim Director - Technology
Adam Halperin	Director - Operations and Maintenance
Heather Lorenzo	Director - Student Services

Building Administration Staff Members

Barbara Zarras	Principal - Avon Center School
Laura Morgan	Principal - Meadowview School
Vince Murray	Principal - Prairieview School
Cathy Santelle	Principal - Woodview School
Eric Detweiler	Principal - Frederick School
James Goschy	Assistant Principal - Frederick School
Marcus Smith	Principal - Grayslake Middle School
Aaron Gross	Assistant Principal - Grayslake Middle School
Matt Melamed	Principal - Park Campus
David Dinsmore	Assistant Principal - Park Campus

Official Issuing Report

Chris Wildman, Assistant Superintendent for Finance/CSBO/Treasurer

Department Issuing Report

Business Office

FINANCIAL SECTION

MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Members of the Board of Education
Community Consolidated School District 46
Grayslake, Illinois

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Community Consolidated District 46 (the "District"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise District's basic financial statements as listed in the table of contents.

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

(Continued)



Responsibilities of Management for the Financial Statements (Continued)

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

(Continued)

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 6 through 13, the Illinois Municipal Retirement Fund and Teachers' Retirement System of the State of Illinois Pension data on pages 75 through 81, the other postemployment benefits data on pages 82 through 87, and the budgetary comparison schedules and notes to the required supplementary information on pages 88 through 107, 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.

Supplementary Information

Our audit for the year ended June 30, 2022, was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information, as listed in the table of contents, for the year ended June 30, 2022 is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2022, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2022.

Supplementary Information (Continued)

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District, as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated November 24, 2021, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund with comparative actual amounts for the year ended June 30, 2021 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for the Capital Projects Fund and the Debt Service Fund have been subjected to the auditing procedures applied in the audit of the 2021 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2021.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 22, 2022, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

MILLER, COOPER & CO., LTD.



Certified Public Accountants

Deerfield, Illinois
November 22, 2022

Community Consolidated School District 46
Management’s Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022

The discussion and analysis of Community Consolidated School District 46’s (the District) financial performance provides an overall review of the District’s financial activities for the year ended June 30, 2022. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District’s financial performance. All amounts, unless otherwise indicated, are expressed in thousands of dollars. Certain comparative information between the current year and the prior year is required to be presented in the Management’s Discussion and Analysis (the “MD&A”).

Financial Highlights

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at June 30, 2022 by \$19,397,703 (net position).
- The District’s total net position increased by \$8,033,787.
- On June 30, 2022 the District’s governmental funds reported combined ending fund balances of \$36,830,042, an increase of \$10,112,625. 45% of this fund balance is available for spending at the District’s discretion (unassigned fund balance \$16,585,445).
- During fiscal year 2022, the District issued \$8,495,000 General Obligation Limited Tax School Bonds, Series 2022A, which were reported as other financing sources – debt issuance in the General Fund (Working Cash Account; \$8,357,253) and the Debt Service Fund (\$137,747).
- The District also issued \$1,525,000 Taxable General Obligation Refunding School Bonds, Series 2022B, which were reported as other financing sources – debt issuance in the Debt Service Fund, in order to refund certain existing bonded debt.
- The Capital Projects fund balance ending June 30, 2022 increased from \$374,488 to \$9,425,938, primarily as a result of the abatement of a portion of the Working Cash Account (General Fund).
- The District’s total long-term debt decreased by \$7,047,531 during the year ended June 30, 2022 primarily due to the scheduled repayment of long-term and debt certificates.
- As part of its strategic plan, the District has finalized a comprehensive Long Range Facilities Plan (LRFP) with our architects to ensure facility enhancements are prioritized over the next 15 years and to budget according to a schedule of annual improvements.
- The District agreed to a new three-year contract with our teachers’ and non-certified staff unions. The contract now runs through the 2024-25 school year.

Overview of the Financial Statements

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

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

This report also contains required supplementary information and supplementary financial information, in addition to the basic financial statements.

Government-wide financial statements

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

Community Consolidated School District 46
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022

Overview of the Financial Statements (Continued)

Government-wide financial statements (Continued)

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

The statement of activities presents information showing how the government's net position changed during the fiscal year being reported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of 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.

The government-wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District has no business-type activities; that is, functions that are intended to recover all or a significant portion of their costs through user fees and charges. The District's governmental activities include instructional services (regular education, special education, and other), supporting services, operations and maintenance of facilities, transportation services, and community services.

Fund financial statements

A fund is a self-balancing grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are governmental funds (the District maintains no fiduciary or proprietary funds).

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains six individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General (includes Educational Account, Tort Immunity and Judgment Account, and Working Cash Account), Operations and Maintenance, Transportation, Municipal Retirement/Social Security, Debt Service, and Capital Projects Funds, all of which are considered to be major funds.

Community Consolidated School District 46
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022

Overview of the Financial Statements (Continued)

Fund financial statements (Continued)

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

Notes to the financial statements

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

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning pension data related to the Illinois Municipal Retirement Fund (IMRF), the Teachers' Retirement System (TRS), other postemployment benefit liabilities and budgetary comparison schedules.

Government-Wide Financial Analysis

The District's net position for the end of the year was \$19,397,703.

The District's total revenues were \$78,900,617 (see Table 2).

Property tax and corporate personal property replacement tax revenue increased by \$802,240 or 2.1%. The remainder of the District's revenues came from state and federal aid, fees charged for services, and miscellaneous sources.

The total cost of all programs and services was \$70,866,830. The District's expenses are predominantly related to instructing, caring for (pupil services), and operations and maintenance (see Table 2).

The District's administrative and business activities accounted for 7.8% of total costs.

Community Consolidated School District 46
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022

Government-Wide Financial Analysis (Continued)

Table 1			
Condensed Statement of Net Position			
<i>(in thousands of dollars)</i>			
	<u>2021</u>	<u>2022</u>	<u>% Change</u>
Current and other assets	\$ 50,387	\$ 63,991	27.0%
Capital assets	<u>57,523</u>	<u>55,461</u>	-3.6%
Total assets	107,910	119,452	10.7%
Deferred charges	1,568	594	-62.1%
Deferred outflows related to pensions	4,516	2,802	-38.0%
Deferred outflows related to OPEB	<u>2,494</u>	<u>2,193</u>	-12.1%
Total deferred outflows of resources	8,578	5,589	-34.8%
Long-term liabilities outstanding	68,284	61,236	-10.3%
Other liabilities	<u>5,228</u>	<u>6,650</u>	27.2%
Total liabilities	73,512	67,886	-7.7%
Deferred inflows related to pensions	7,138	5,982	-16.2%
Deferred inflows related to OPEB	5,789	12,331	113.0%
Property taxes levied for a future period	18,685	18,896	1.1%
Lease revenue receivable in a future period	<u>-</u>	<u>548</u>	100.0%
Total deferred inflows of resources	31,612	37,757	19.4%
Net position:			
Investment in capital assets	20,464	24,832	21.3%
Restricted	11,801	19,881	68.5%
Unrestricted	<u>(20,901)</u>	<u>(25,315)</u>	21.1%
Total net position	<u>\$ 11,364</u>	<u>\$ 19,398</u>	70.7%

**Community Consolidated School District 46
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022**

Government-Wide Financial Analysis (Continued)

Table 2		
Changes in Net Position		
<i>(in thousands of dollars)</i>		
	<u>2021</u>	<u>2022</u>
Revenues:		
Program revenues:		
Charges for services	\$ 434	\$ 785
Operating grants and contributions	27,263	24,136
General revenues:		
Taxes	37,460	38,261
State aid formula grants	13,555	14,985
Other	1,231	734
Total revenues	79,943	78,901
Expenses:		
Instruction	49,482	43,369
Pupil and instructional services	5,696	5,743
Administration and business	6,620	5,528
Transportation	2,981	3,589
Operations and maintenance	2,940	4,199
Other	6,921	8,439
Total expenses	74,640	70,867
Increase in net position	5,303	8,034
Net position, beginning of year	6,061	11,364
Net position, end of year	\$ 11,364	\$ 19,398

Community Consolidated School District 46
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022

Financial Analysis of the District's Funds

The District's governmental funds total fund balance increased from \$26,717,417 to \$36,830,042, mainly due to bond proceeds received in March, 2022. In December 2021, the school board adopted a resolution declaring its intent to issue \$9,100,000 Working Cash Fund bonds for the purpose of increasing the District's Working Cash Fund, with the expected purpose of the bonds would be for the improvement and repair of existing school buildings over the next three years. Additionally, the school board approved the transfer of the bond proceeds from the working cash fund into the Capital Projects fund. Part of the increase in governmental funds total fund balance is due to unforeseen additional state and federal revenues that were non-recurring, as well as expected salary expenditures being under budget.

General Fund Budgetary Highlights

The global COVID-19 pandemic did continue to have an impact during the fiscal year.

- Actual aggregate expenditures were less than budgeted, primarily due to lower than expected salary/benefits for stipend and substitute pay, after excluding the On-Behalf Payments to TRS from the State.
- Actual aggregate revenues were greater than budgeted, primarily due to additional revenues from Special and Regular Transportation reimbursement and IDEA funds, excluding the On-Behalf Payments to TRS from the State.

The District's budget anticipated a reduction in fund balance of \$2,157 in the General Fund. The actual results for the year show an increase in fund balance of \$2,057,118.

Capital Assets and Debt Administration

Capital assets

By the end of fiscal year 2022, the District had compiled a total investment of \$111,791,328 (\$55,461,238 net of accumulated depreciation) in a broad range of capital assets including land, construction in progress, buildings, building improvements, land improvements, and equipment. Total depreciation expense for the year was \$2,886,947. More detailed information about capital assets can be found in Note E of the notes to the financial statements.

**Community Consolidated School District 46
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022**

Capital Assets and Debt Administration (Continued)

Capital assets (Continued)

Table 3			
Capital Assets (net of depreciation)			
<i>(in thousands of dollars)</i>			
	<u>2021</u>		<u>2022</u>
Land	\$ 2,265	\$	2,265
Construction in process	136		-
Buildings and improvements	53,314		51,392
Land improvements	1,608		1,442
Equipment and vehicles	200		362
Total	\$ <u>57,523</u>	\$	<u>55,461</u>

Long-term liabilities

At June 30, 2022, the District had \$61,236,172 in general obligation bonds, debt certificates, and other long-term liabilities outstanding.

More detailed information on long-term debt can be found in Note F of the notes to the financial statements.

Table 4			
Outstanding Long-Term Liabilities			
<i>(in thousands of dollars)</i>			
	<u>2021</u>		<u>2022</u>
General obligation bonds	\$ 34,190	\$	37,235
Capital appreciation bonds	800		-
Debt certificates	1,955		1,375
Unamortized premiums	1,682		1,598
IMRF net pension liability	720		-
TRS net pension liability	2,391		2,045
RHP total OPEB liability	234		352
THIS net OPEB liability	26,128		18,543
Other	184		88
Total	\$ <u>68,284</u>	\$	<u>61,236</u>

**Community Consolidated School District 46
Management’s Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022**

Factors Bearing on the District’s Future

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

- The District was allocated federal funding as part of the Educational Stabilization Fund in order to help safely reopen and sustain the safe operation of schools, and address the impact of the coronavirus pandemic on its students over the next few years. The District received funding through the following Acts and programs:

\$252,436 - Coronavirus Aid, Relief, and Economic Security (CARES) Act,
\$953,958 - Coronavirus Response and Relief Supplement Appropriations (CRRSA) Act,
\$3,166,693 - American Rescue Plan (ARP) Act,
\$440,946 – Digital Equity Formula and Digital Equity II, and
\$24,000 – Governor’s Emergency Education Relief Fund - Jumpstart Kindergarten

The District has \$643,830 remaining of the American Rescue Plan (ARP) Act funding to expend through the deadline of September 30, 2023. All other funding has been expended and reimbursed.

- The inability of lawmakers to address the State’s financial dilemmas continues to create future financial uncertainty for school districts, of which Community Consolidated School District 46 is not immune. Likewise, the issue of local property tax “freezes” and pension reform continues to be a focus of State lawmakers, again creating more financial uncertainty for school districts. Undoubtedly, these financial dilemmas will continue to be exacerbated by market instability / high inflationary situation.
- The District has an Evidence Based Funding (EBF) Adequacy Target of \$49 million, with EBF Final Resources of \$32 million available and therefore a percentage of Adequacy of 65%. For Evidence-Based Funding in FY 2023, this District is assigned to Tier 1. At the current rate, it will take the State many years for the District to reach 100% adequacy.

Requests for Information

This financial report is designed to provide the District’s citizens, taxpayers, and creditors with a general overview of the District’s finances and to demonstrate the District’s accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office:

Community Consolidated School District 46
565 Frederick Road
Grayslake, Illinois 60030
(847) 543-5323

BASIC FINANCIAL STATEMENTS

Community Consolidated School District 46
STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
June 30, 2022

ASSETS	
Cash and investments	\$ 38,548,439
Receivables (net of allowance for uncollectibles)	
Property taxes	21,116,318
Replacement taxes	74,096
Intergovernmental	2,355,288
Lease	552,780
Prepaid items	61,266
Net pension asset - IMRF	1,282,449
Capital assets:	
Land	2,265,169
Depreciable buildings, property, and equipment, net	<u>53,196,069</u>
Total assets	<u>119,451,874</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred loss on refunding's	594,303
Deferred outflows related to pensions	2,801,371
Deferred outflows related to other postemployment benefits	<u>2,193,282</u>
Total deferred outflows	<u>5,588,956</u>
LIABILITIES	
Accounts payable	1,723,555
Salaries and wages payable	3,879,704
Payroll deductions payable	430,617
Claims payable	400,799
Interest payable	215,057
Long-term liabilities:	
Due within one year	7,021,923
Due after one year	<u>54,214,249</u>
Total liabilities	<u>67,885,904</u>
DEFERRED INFLOWS OF RESOURCES	
Property taxes levied for a future period	18,895,894
Deferred inflows related to pensions	5,982,521
Deferred inflows related to other postemployment benefits	12,331,232
Lease revenue receivable in a future period	<u>547,576</u>
Total deferred inflows	<u>37,757,223</u>
NET POSITION	
Net investment in capital assets	24,832,301
Restricted for:	
Tort immunity	201,811
Operations and maintenance	2,695,042
Debt service	4,795,249
Retirement benefits	1,036,922
Student transportation	1,725,436
Capital projects	9,425,938
Unrestricted	<u>(25,314,996)</u>
Total net position	<u>\$ 19,397,703</u>

The accompanying notes are an integral part of this statement.

Community Consolidated School District 46

STATEMENT OF ACTIVITIES For the Year Ended June 30, 2022

Functions / Programs	Expenses	PROGRAM REVENUES		Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Governmental activities				
Instruction:				
Regular programs	\$ 17,638,775	\$ 746,858	\$ 4,355,996	\$ (12,535,921)
Special programs	9,173,433	30,311	2,452,506	(6,690,616)
Other instructional programs	3,381,440	-	42,639	(3,338,801)
State retirement contributions	13,175,801	-	13,175,801	-
Support services:				
Pupils	4,103,096	-	-	(4,103,096)
Instructional staff	1,639,838	-	135,829	(1,504,009)
General administration	1,371,989	-	-	(1,371,989)
School administration	2,109,153	-	-	(2,109,153)
Business	2,047,020	7,756	1,747,960	(291,304)
Transportation	3,588,685	-	2,224,908	(1,363,777)
Operations and maintenance	4,198,989	250	-	(4,198,739)
Central	1,962,110	-	-	(1,962,110)
Community services	155,291	-	-	(155,291)
Nonprogrammed charges	1,746,673	-	-	(1,746,673)
Interest and fees	1,687,590	-	-	(1,687,590)
Unallocated depreciation	2,886,947	-	-	(2,886,947)
Total governmental activities	<u>\$ 70,866,830</u>	<u>\$ 785,175</u>	<u>\$ 24,135,639</u>	<u>(45,946,016)</u>
General revenues:				
Taxes:				
Real estate taxes, levied for general purposes				23,434,252
Real estate taxes, levied for specific purposes				6,713,971
Real estate taxes, levied for debt service				7,660,516
Personal property replacement taxes				452,249
State aid-formula grants				14,985,195
Investment earnings				50,193
Miscellaneous				683,427
Total general revenues				<u>53,979,803</u>
Change in net position				8,033,787
Net position, beginning of year				<u>11,363,916</u>
Net position, end of year				<u>\$ 19,397,703</u>

The accompanying notes are an integral part of this statement.

Community Consolidated School District 46

Governmental Funds

BALANCE SHEET

June 30, 2022

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
ASSETS				
Cash and investments	\$ 19,075,763	\$ 2,952,439	\$ 1,510,212	\$ 966,044
Receivables (net of allowance for uncollectibles):				
Property taxes	13,294,893	1,953,131	961,376	674,055
Replacement taxes	74,096	-	-	-
Intergovernmental	1,798,082	-	557,206	-
Lease	-	552,780	-	-
Prepaid items	<u>28,749</u>	<u>32,517</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 34,271,583</u>	<u>\$ 5,490,867</u>	<u>\$ 3,028,794</u>	<u>\$ 1,640,099</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 957,238	276,806	436,680	-
Salaries and wages payable	3,879,704	-	-	-
Payroll deductions payable	200,536	223,688	6,393	-
Claims payable	<u>400,799</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>5,438,277</u>	<u>500,494</u>	<u>443,073</u>	<u>-</u>
DEFERRED INFLOWS				
Property taxes levied for a future period	11,896,908	1,747,755	860,285	603,177
Lease revenue receivable in a future period	<u>-</u>	<u>547,576</u>	<u>-</u>	<u>-</u>
Total deferred inflows	<u>11,896,908</u>	<u>2,295,331</u>	<u>860,285</u>	<u>603,177</u>
FUND BALANCES				
Nonspendable	28,749	37,721	-	-
Restricted	201,811	2,657,321	1,725,436	1,036,922
Assigned	120,393	-	-	-
Unassigned	<u>16,585,445</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>16,936,398</u>	<u>2,695,042</u>	<u>1,725,436</u>	<u>1,036,922</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 34,271,583</u>	<u>\$ 5,490,867</u>	<u>\$ 3,028,794</u>	<u>\$ 1,640,099</u>

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Total
\$ 4,565,762	\$ 9,478,219	\$ 38,548,439
4,232,863	-	21,116,318
-	-	74,096
-	-	2,355,288
-	-	552,780
-	-	61,266
<u>\$ 8,798,625</u>	<u>\$ 9,478,219</u>	<u>\$ 62,708,187</u>
550	52,281	\$ 1,723,555
-	-	3,879,704
-	-	430,617
-	-	400,799
<u>550</u>	<u>52,281</u>	<u>6,434,675</u>
3,787,769	-	18,895,894
-	-	547,576
<u>3,787,769</u>	<u>-</u>	<u>19,443,470</u>
-	-	66,470
5,010,306	9,425,938	20,057,734
-	-	120,393
-	-	16,585,445
<u>5,010,306</u>	<u>9,425,938</u>	<u>36,830,042</u>
<u>\$ 8,798,625</u>	<u>\$ 9,478,219</u>	<u>\$ 62,708,187</u>

Community Consolidated School District 46
 RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
 FUNDS TO THE STATEMENT OF NET POSITION
June 30, 2022

Total fund balances - total governmental funds \$ 36,830,042

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

The net pension asset resulting from the IMRF plan fiduciary net position exceeding the total pension liability is not a financial resource and therefore is not reported in the governmental funds balance sheet. 1,282,449

Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds. 55,461,238

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds:

Deferred outflows of resources related to pensions 2,801,371
 Deferred inflows of resources related to pensions (5,982,521)

Deferred outflows and inflows of resources related to other postemployment benefit are applicable to future periods and, therefore, are not reported in the governmental funds:

Deferred outflows of resources related to OPEB 2,193,282
 Deferred inflows of resources related to OPEB (12,331,232)

Deferred charges included in the statement of net position are not available to pay for current period expenditures and, accordingly, are not included in the governmental funds balance sheet. 594,303

(Continued)

Community Consolidated School District 46
 RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
 FUNDS TO THE STATEMENT OF NET POSITION
June 30, 2022

Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not reported in the governmental funds:

General obligation bonds	\$	(37,235,000)	
Debt certificates		(1,375,000)	
Financed purchases		(85,337)	
Unamortized bond premiums		(1,598,290)	
Compensated absences		(1,586)	
TRS net pension liability		(2,045,410)	
RHP total other postemployment benefit liability		(352,496)	
THIS net other postemployment benefit liability		<u>(18,543,053)</u>	\$ (61,236,172)

Interest on long-term liabilities (interest payable) accrued in the statement of net position will not be paid with current financial resources and, therefore, is not recognized in the governmental funds balance sheet.

(215,057)

Net position of governmental activities

\$ 19,397,703

The accompanying notes are an integral part of this statement.

Community Consolidated School District 46

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2022

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
Revenues				
Property taxes	\$ 23,616,467	\$ 3,525,838	\$ 1,577,473	\$ 1,428,445
Replacement taxes	377,249	-	-	75,000
State aid	28,568,387	-	2,224,908	-
Federal aid	7,873,749	-	-	-
Investment income	39,796	20,867	2,349	1,763
Other	<u>1,056,456</u>	<u>410,656</u>	<u>1,490</u>	<u>-</u>
Total revenues	<u>61,532,104</u>	<u>3,957,361</u>	<u>3,806,220</u>	<u>1,505,208</u>
Expenditures				
Current:				
Instruction:				
Regular programs	18,233,738	-	-	270,918
Special programs	9,154,093	-	-	434,422
Other instructional programs	3,461,993	-	-	93,173
State retirement contributions	12,722,011	-	-	-
Support services:				
Pupils	4,324,373	-	-	199,302
Instructional staff	1,763,167	-	-	48,331
General administration	1,373,852	-	-	35,748
School administration	2,119,016	-	-	97,756
Business	2,050,492	-	-	51,351
Transportation	20,992	-	3,567,321	4,346
Operations and maintenance	157,040	3,850,929	-	188,919
Central	2,008,427	-	-	99,024
Community services	168,610	-	-	780
Nonprogrammed charges	1,746,673	-	-	20,823
Debt service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	<u>71,454</u>	<u>243,213</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>59,375,931</u>	<u>4,094,142</u>	<u>3,567,321</u>	<u>1,544,893</u>
Excess (deficiency) of revenues over expenditures	2,156,173	(136,781)	238,899	(39,685)
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers (out)	(9,185,922)	(1,098,434)	-	-
Debt issuance	8,357,253	-	-	-
Deposit with escrow agent	-	-	-	-
Premium on debt issuance	<u>729,614</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(99,055)</u>	<u>(1,098,434)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	2,057,118	(1,235,215)	238,899	(39,685)
Fund balance, beginning of year	<u>14,879,280</u>	<u>3,930,257</u>	<u>1,486,537</u>	<u>1,076,607</u>
Fund balance, end of year	<u>\$ 16,936,398</u>	<u>\$ 2,695,042</u>	<u>\$ 1,725,436</u>	<u>\$ 1,036,922</u>

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Total
\$ 7,660,516	\$ -	\$ 37,808,739
-	-	452,249
-	-	30,793,295
-	-	7,873,749
8,133	(22,715)	50,193
<u>-</u>	<u>-</u>	<u>1,468,602</u>
<u>7,668,649</u>	<u>(22,715)</u>	<u>78,446,827</u>
-	-	18,504,656
-	-	9,588,515
-	-	3,555,166
-	-	12,722,011
-	-	4,523,675
-	-	1,811,498
-	-	1,409,600
-	-	2,216,772
-	-	2,101,843
-	-	3,592,659
-	-	4,196,888
-	-	2,107,451
-	-	169,390
-	-	1,767,496
7,012,514	-	7,012,514
1,480,759	-	1,480,759
<u>-</u>	<u>512,702</u>	<u>827,369</u>
<u>8,493,273</u>	<u>512,702</u>	<u>77,588,262</u>
(824,624)	(535,417)	858,565
697,489	9,586,867	10,284,356
-	-	(10,284,356)
1,662,747	-	10,020,000
(1,495,554)	-	(1,495,554)
<u>-</u>	<u>-</u>	<u>729,614</u>
<u>864,682</u>	<u>9,586,867</u>	<u>9,254,060</u>
40,058	9,051,450	10,112,625
<u>4,970,248</u>	<u>374,488</u>	<u>26,717,417</u>
<u>\$ 5,010,306</u>	<u>\$ 9,425,938</u>	<u>\$ 36,830,042</u>

Community Consolidated School District 46

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2022

Net change in fund balances - total governmental funds.	\$ 10,112,625
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Amounts reported for governmental activities in the statement of activities are different because:

The net pension asset resulting from the IMRF plan fiduciary net position exceeding the total pension liability is not a financial resource and therefore the change in that asset is not reported in the change in fund balances of the governmental funds.	1,282,449
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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 depreciation expense exceeds capital outlay in the current period.

Capital outlay	\$ 824,601	
Depreciation expense	<u>(2,886,947)</u>	(2,062,346)

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

Deferred outflows and inflows of resources related to IMRF pension	(1,413,952)
Deferred outflows and inflows of resources related to TRS pension	854,744

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

Deferred outflows and inflows of resources related to RHP	100,465
Deferred outflows and inflows of resources related to THIS	(6,943,087)

Governmental funds report the effects of the loss on refunding when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year, net effect, of these differences.	(973,261)
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Accrued interest reported in the statement of activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in the governmental funds.	28,619
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Governmental funds report the effect of premiums and discounts when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year, net effect of these differences.	83,751
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(Continued)

Community Consolidated School District 46

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2022

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

Issuance of general obligation bonds	\$ (10,020,000)	
Principal repayments		
General obligation bonds	7,775,000	
Debt certificates	580,000	
Financed purchases	77,514	
Compensated absences, net	19,901	
IMRF pension liability, net	719,761	
TRS pension liability, net	345,148	
RHP other postemployment benefit liability, net	(118,236)	
THIS other postemployment benefit liability, net	<u>7,584,692</u>	<u>6,963,780</u>
Change in net position of governmental activities		<u>\$ 8,033,787</u>

The accompanying notes are an integral part of this statement.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Community Consolidated District 46 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

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

1. Reporting Entity

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

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

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

2. New Accounting Pronouncement

The GASB has issued Statement No. 87, Leases, which was implemented by the District for the year ended June 30, 2022. This statement requires a lessor to recognize a lease receivable and a deferred inflow of resources (see Note A-9 and Note D), thereby enhancing the relevance and consistency of information about governments' leasing activities.

Specific changes to the District's financial statements relate to the recording of a lease receivable and a deferred inflow of resources related to lease revenue receivable in a future period, on the statement of net position and the governmental funds balance sheet; and the reclassification of a prior lease as financed purchase.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Fund Accounting

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

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

4. Government-Wide and Fund Financial Statements

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

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

a. General Fund

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

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

a. General Fund (Continued)

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

b. Special Revenue Funds

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

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

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

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

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

c. Debt Service Fund

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

d. Capital Projects Funds

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

Community Consolidated School District 46
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

Community Consolidated School District 46
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Deferred Outflows / Deferred Inflows

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

7. Budgetary Data

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

8. Deposits and Investments

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

9. Lease Receivable and Unavailable Lease Revenue

Certain payments from lessees reflect revenues applicable to future accounting periods and are recorded as a lease receivable and unavailable lease revenue liability in both the government-wide and fund financial statements. At the commencement of the lease term, the District records a lease receivable and deferred inflow of resources for unavailable lease revenue. The lease receivable is measured at the present value of the lease payments expected to be received during the lease term. The deferred inflow of resources for unavailable lease revenue is measured at the value of the lease receivable, plus any payments received at or before the commencement date of the lease term the relate to future periods. As the lessor, the District recognizes lease income (which includes interest) to reflect a constant periodic rate of return on its net investment outstanding in respect to the lease.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Fair Value Measurements

Current accounting standards establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted market prices for identical assets or liabilities in active markets that the District has the ability to access.

Level 2 Inputs to the valuation methodology include the following:

- * Quoted prices for similar assets or liabilities in active markets;
- * Quoted prices for identical or similar assets or liabilities in inactive markets;
- * Inputs other than quoted prices that are observable for the asset or liability;
- * Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for the District's investments measured at fair value. There have been no changes in the methodologies used at June 30, 2022.

U.S. Treasury and Agency Securities: Valued at closing price of similar instruments with comparable durations reported on the active market on which the individual securities are traded.

Federated Hermes Govt Obligations IS Money Market Fund and Commercial Paper: Valued at closing prices on the active market on which the assets are traded.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the District believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. Prepaid Items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures when consumed rather than when purchased.

12. Capital Assets

Capital assets, which include land, construction in progress, buildings and improvements, land improvements, and equipment, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual or group cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Depreciation of capital assets is provided over the estimated useful lives using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	20-40
Land improvements	20-50
Equipment	5 - 20

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

Community Consolidated School District 46
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

13. Accumulated Unpaid Vacation and Sick Pay

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, or are payable with expendable available resources.

Payments for vacation will be made at rates in effect when the benefits are used. Accumulated vacation liabilities at June 30, 2022 are determined on the basis of current salary rates and include salary related payments.

Vacation benefits are granted to employees in varying amounts up to specified maximums depending on tenure with the District. Unused vacation time can accumulate and carryover to subsequent years up to specified maximums.

Unused sick days can be carried over and teachers that have been employed for five or more years are entitled to be paid for the past five years of unused sick days. This will be paid out at 50% of a regular teacher's daily rate. Due to the nature of the policies on sick leave, and the fact that any liability is contingent upon future events and cannot be reasonably estimated, no liability is provided in the financial statements for accumulated unpaid sick leave.

14. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts and losses on refunding of bonds, are deferred and amortized over the life of the applicable bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

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

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. Personal Property Replacement Taxes

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

16. Pensions and Other Postemployment Benefits

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

17. Restricted Net Position

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

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

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

18. Fund Balance

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

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items or inventories. Additionally, the nonspendable in form criteria includes the lease receivable in excess of deferred inflows related to unavailable lease revenue to be received in the future.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds, as well as debt service and capital projects funds, are by definition restricted for those specified purposes.
- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. The District had no committed fund balance at June 30, 2022.
- d. *Assigned* - refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted or committed. Intent 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. The District's student activity balance of \$120,393 has been assigned at June 30, 2022.
- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the general fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

The nonspendable fund balance in the General Fund consists of \$28,749 for prepaid items. The nonspendable fund balance in the Operations and Maintenance Fund consists of \$32,517 for prepaid items and \$5,204 for the excess of the lease receivable over deferred inflows relating to unavailable lease revenues. The restricted fund balances are for the purposes of the restricted funds as described in Note A-4.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

19. Use of Estimates

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

NOTE B - DEPOSITS AND INVESTMENTS

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

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

	<u>Total</u>
Deposits with financial institutions*	\$ 4,360,860
Illinois School District Liquid Asset Fund Plus (ISDLAF+)	22,936,460
Federated Hermes Govt Obligations IS Money Market Fund	1,174,061
Other investments	<u>10,077,058</u>
	<u>\$ 38,548,439</u>

* includes accounts held in demand and savings accounts, non-negotiable certificates of deposit and money market savings accounts, which are valued at cost.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The District has the following recurring fair value measurements as of June 30, 2022:

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

	Fair Value Measurement			
	Level 1	Level 2	Level 3	Total
U.S. Treasury	\$ -	\$ 9,583,865	\$ -	\$ 9,583,865
Federal Home Loan Bank	-	244,570	-	244,570
Federated Hermes Govt Obligations				
IS Money Market Fund	1,174,061	-	-	1,174,061
Commercial paper	248,623	-	-	248,623
	\$ 1,422,684	\$ 9,828,435	\$ -	\$ 11,251,119

1. Interest Rate Risk

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

Investment Type	Fair Value	Investment Maturity	
		Less than One Year	One to Five Years
Debt securities			
U.S. Treasury	\$ 9,583,866	\$ 1,725,603	\$ 7,858,263
Federal Home Loan Bank	244,570	-	244,570
Commercial paper	248,622	248,622	-
	\$ 10,077,058	\$ 1,974,225	\$ 8,102,833

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

		Unfunded Commitments	Redemption Frequency	Redemption Notice Period
ISDLAF+	\$ <u>22,936,460</u>	n/a	Daily	1 day

2. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs).

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

2. Credit Risk (Continued)

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

3. Concentration of Credit Risk

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

4. Custodial Credit Risk

With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by providing that all deposits in excess of FDIC insurable limits may be secured by collateral to protect against an event of default or failure of the financial institution holding the funds. At June 30, 2022, the bank balances of the District's deposits with financial institutions totaled \$4,925,690, all of which is either insured or collateralized.

NOTE C - PROPERTY TAXES RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The tax levy resolution was approved by the Board on November 17, 2021. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that tax year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year. The District's annual property tax levy is subject to two statutory limitations: individual fund rate ceilings and the Property Tax Extension Limitation Act (PTELA).

The County Clerk adds the Equalized Assessed Valuation of all real property in the District to the valuation of property assessed directly by the state (to which the Equalization Factor is not applied) to arrive at the base amount (the Assessment Base) used to calculate the annual tax rates, as described above. The Equalized Assessed Valuation for the extension for the 2021 tax levy was \$751,853,771.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE C - PROPERTY TAXES RECEIVABLE (Continued)

Property taxes are collected by the Lake County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two equal installments: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the District within 60 days of the respective installment dates.

The portion of the 2021 property tax levy not received by June 30 is recorded as a receivable, net of estimated uncollectible amounts of 1.0%. The receivable collected within the current year or due and expected to be collected soon enough thereafter to be used to pay liabilities of the current period, less the taxes collected soon enough after the end of the previous fiscal year, are recognized as revenue. Net taxes receivable less the amount expected to be collected within 60 days are reflected as deferred inflow of resources - property taxes levied for a future period.

NOTE D - LEASE RECEIVABLE

The District leases a land parcel and tower to a cellular communications company in accordance with the terms of a lease agreement dated February 27, 2015. In addition to the original 15-year term of the agreement, the agreement also includes two, 5-year automatic renewals that expire on September 30, 2040. The agreement requires monthly minimum payments of \$2,388, with annual increases of 3%. Total lease revenue for the year ended June 30, 2022 was approximately \$33,700. The agreement qualifies under GASB 87 and therefore a lease receivable and deferred inflow of resources for unavailable lease revenue of \$577,576 have been recorded at the present value of the lease payments upon implementation of GASB 87 as of July 1, 2021. The lease receivable and deferred inflow of resources for unavailable lease revenue are measured at an incremental rate of return on investments of 2.50%. At June 30, 2022, future minimum lease payments to be received by the District are as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 24,209	\$ 13,543	\$ 37,752
2024	24,784	12,968	37,752
2025	25,452	12,300	37,752
2026	26,090	11,662	37,752
2027	26,750	11,002	37,752
2028 - 2032	144,196	44,564	188,760
2033 - 2037	198,621	27,891	226,512
2038 - 2041	<u>82,678</u>	<u>2,264</u>	<u>84,942</u>
	<u>\$ 552,780</u>	<u>\$ 136,194</u>	<u>\$ 688,974</u>

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE E - CAPITAL ASSETS

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

	<u>Balance</u> <u>July 1, 2021</u>	<u>Transfer/</u> <u>Increases</u>	<u>Transfer/</u> <u>Decreases</u>	<u>Balance</u> <u>June 30, 2022</u>
Capital assets, not being depreciated				
Land	\$ 2,265,169	\$ -	\$ -	\$ 2,265,169
Construction in progress	<u>136,440</u>	<u>-</u>	<u>136,440</u>	<u>-</u>
Total capital assets not being depreciated	<u>2,401,609</u>	<u>-</u>	<u>136,440</u>	<u>2,265,169</u>
Capital assets, being depreciated				
Buildings and improvements	98,689,206	674,760	71,356	99,292,610
Land improvements	4,845,349	-	-	4,845,349
Equipment	<u>5,603,152</u>	<u>286,281</u>	<u>501,233</u>	<u>5,388,200</u>
Total capital assets being depreciated	<u>109,137,707</u>	<u>961,041</u>	<u>572,589</u>	<u>109,526,159</u>
Less accumulated depreciation for:				
Buildings and improvements	45,375,531	2,595,822	71,356	47,899,997
Land improvements	3,237,330	166,233	-	3,403,563
Equipment	<u>5,402,871</u>	<u>124,892</u>	<u>501,233</u>	<u>5,026,530</u>
Total accumulated depreciation	<u>54,015,732</u>	<u>2,886,947</u>	<u>572,589</u>	<u>56,330,090</u>
Total capital assets being depreciated, net	<u>55,121,975</u>	<u>(1,925,906)</u>	<u>-</u>	<u>53,196,069</u>
Governmental activities capital assets, net	<u>\$ 57,523,584</u>	<u>\$ (1,925,906)</u>	<u>\$ 136,440</u>	<u>\$ 55,461,238</u>

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - LONG-TERM LIABILITIES

1. Changes in General Long-term Liabilities

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

	Balance July 1, 2021	Increases/ Accretion	Decreases/ Refunded	Balance June 30, 2022
Bonds payable:				
General obligation bonds	\$ 34,190,000	\$ 10,020,000	\$ 6,975,000	\$ 37,235,000
Capital appreciation bonds	800,000	-	800,000	-
Unamortized premium	1,682,041	729,614	813,365	1,598,290
Debt certificates - direct placement	1,955,000	-	580,000	1,375,000
Financed purchase	162,851	-	77,514	85,337
Compensated absences	21,487	175,058	194,959	1,586
IMRF net pension liability**	719,761	3,602,079	4,321,840	-
TRS net pension liability	2,390,558	1,585,210	1,930,358	2,045,410
RHP total other postemployment benefit liability	234,260	141,509	23,273	352,496
THIS total other postemployment benefit liability	26,127,745	681	7,585,373	18,543,053
 Total long-term liabilities - governmental activities	 \$ 68,283,703	 \$ 16,254,151	 \$ 23,301,682	 \$ 61,236,172

** In 2022, the IMRF plan fiduciary net position exceeded the total pension liability resulting in a net pension asset of \$1,282,449.

	Due Within One Year
General obligation bonds	\$ 6,350,000
Debt Certificates - direct placement	585,000
Financed purchase	85,337
Compensated absences	1,586
	\$ 7,021,923

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds

General obligation bonds are direct obligations, and pledge the full faith and credit of the District. A summary of activity in bonds payable for the year ended June 30, 2022 is as follows:

	Bonds Payable July 1, 2021	Debt Issued / Accretion	Debt Retired / Refunded	Bonds Payable June 30, 2022
\$3,497,696 Capital Appreciation Bonds, Series 2002; repaid in full during fiscal year 2022	\$ 800,000	\$ -	\$ 800,000	\$ -
\$8,990,000 General Obligation Refunding Bonds, Series 2012; due November 1, 2024; interest at 2.45% to 4.00%	8,505,000	-	45,000	8,460,000
\$8,750,000 General Obligation Refunding Bonds, Series 2014; due November 1, 2025; interest at 3.00%	7,700,000	-	560,000	7,140,000
\$21,005,000 General Obligation Refunding Bonds, Series 2015; due November 1, 2023; interest at 1.45% to 5.00%	17,985,000	-	6,370,000	11,615,000
\$8,495,000 General Obligation Limited Tax School Bonds, Series 2022A; due November 1, 2041; interest at 2.00% to 4.00%	-	8,495,000	-	8,495,000
\$1,525,000 Taxable General Obligation Refunding School Bonds, Series 2022B; due November 1, 2029; interest at 2.28% to 2.66%	-	1,525,000	-	1,525,000
	\$ 34,990,000	\$ 10,020,000	\$ 7,775,000	\$ 37,235,000

Community Consolidated School District 46
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE F - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds (Continued)

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

Year Ending	Principal	Interest	Total
<u>June 30,</u>	<u> </u>	<u> </u>	<u> </u>
2023	\$ 6,350,000	\$ 1,333,497	\$ 7,683,497
2024	5,745,000	994,157	6,739,157
2025	8,620,000	695,006	9,315,006
2026	7,410,000	424,106	7,834,106
2027	755,000	300,505	1,055,505
2028-2032	2,830,000	1,175,140	4,005,140
2033-2037	2,405,000	738,325	3,143,325
2038-2042	<u>3,120,000</u>	<u>268,225</u>	<u>3,388,225</u>
Total	<u>\$ 37,235,000</u>	<u>\$ 5,928,961</u>	<u>\$ 43,163,961</u>

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$5,010,306 in the Debt Service Fund to service the outstanding bonds payable.

During the fiscal year ended June 30, 2022, the District issued \$1,525,000 of Taxable General Obligation Refunding School Bonds Series 2022B with an average coupon rate of 2.50%. The net proceeds of this transaction, as well as a contribution from District funds, were placed in an irrevocable trust, which is directed by an escrow agent, to be used to advance refund the remaining principal and interest maturities of the General Obligation Refunding School Bonds Series 2014 with an average coupon of 3.00% and the General Obligation Refunding School Bonds Series 2015 with an average coupon of 5.00%. This transaction resulted in a difference in cash flows between the old and new debt of \$(194,879). The economic loss (present value of the difference in cash flows of the debt service on the old and new debt) was \$49,644.

In prior years, the District defeased certain general obligation bonds and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased debt are not included in the District's financial statements. At June 30, 2022, \$39,585,000 of bonds principal outstanding are considered defeased.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds (Continued)

The District is subject to the Illinois School Code, which limits the bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2022, the statutory debt limit for the District was \$51,877,910, of which \$13,182,573 is fully available.

3. Debt Certificates - Direct Placement

The Series 2020 debt certificates bear interest at 1.11% and mature in November 2024. At June 30, 2022, the District's future cash flow requirements for the retirement of principal and interest were as follows:

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 585,000	\$ 12,016	\$ 597,016
2024	590,000	5,495	595,495
2025	<u>200,000</u>	<u>1,110</u>	<u>201,110</u>
	<u>\$ 1,375,000</u>	<u>\$ 18,621</u>	<u>\$ 1,393,621</u>

4. Financed Purchase

The District purchased certain educational technology, with a gross asset cost of \$373,413 under a finance purchase agreement which expires in August 2022. The agreement requires annual payments of \$99,055, including interest. The following is a schedule by years of the future minimum lease payments, together with the present value of the minimum lease payments as of June 30, 2022.

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	<u>\$ 85,337</u>	<u>\$ 13,718</u>	<u>\$ 99,055</u>

5. Compensated Absences

At June 30, 2022 compensated absences amounted to \$1,586. Future payments will be made from the same fund where the employee's salary is recorded.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - PENSION LIABILITIES

1. Teachers' Retirement System of the State of Illinois

General Information about the Pension Plan

Plan Description

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

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

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

Benefits Provided

TRS provides retirement, disability, and death benefits. Tier I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest consecutive years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service.

Tier II members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the highest four. Disability provisions for Tier II are identical to those of Tier I. Death benefits are payable under a formula that is different from Tier I.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

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

General Information about the Pension Plan (Continued)

Benefits Provided (Continued)

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

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

Contributions

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

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

Community Consolidated School District 46
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

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

General Information about the Pension Plan (Continued)

Contributions (Continued)

On-behalf Contributions to TRS

The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2022, state of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenses of \$12,295,780 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$12,495,780 in the General Fund based on the current financial resources measurement basis.

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2022, were \$145,793, and are deferred because they were paid after the June 30, 2021 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, 2021, the employer pension contribution was 10.31 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2022, salaries totaling \$372,246 were paid from federal and special trust funds that required employer contributions of \$38,379.

Community Consolidated School District 46
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

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

General Information about the Pension Plan (Continued)

Contributions (Continued)

Early Retirement Cost Contributions

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

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2022, the District paid \$3,643 to TRS for employer contributions due on salary increases in excess of 6 percent and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2022, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ 2,045,410
State's proportionate share of the net pension liability associated with the District	<u>171,427,138</u>
Total	<u>\$ 173,472,548</u>

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020, and rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2021, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2021, the District's proportion was 0.0026219415 percent, which was a decrease of 0.0001508373 percent from its proportion measured as of June 30, 2020.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

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

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

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

	<u>Governmental Activities</u>	<u>General Fund</u>
State on-behalf contributions - revenue and expense/expenditure	\$ 12,295,780	\$ 12,495,780
District TRS pension expense (benefit)	<u>(231,606)</u>	<u>145,793</u>
Total TRS expense/expenditure	<u>\$ 12,064,174</u>	<u>\$ 12,641,573</u>

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 2,206
Net difference between projected and actual earnings on pension plan investments	91,713	-
Change of assumptions	6,151	-
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>1,599,444</u>	<u>2,611,242</u>
Total deferred amounts to be recognized in pension expense in the future periods	<u>1,697,308</u>	<u>2,613,448</u>
District contributions subsequent to the measurement date	<u>145,793</u>	<u>-</u>
Total deferred amounts related to pensions	<u>\$ 1,843,101</u>	<u>\$ 2,613,448</u>

Community Consolidated School District 46
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

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

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

The District reported \$145,793 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date, which will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

Year ending June 30,	Net Deferred Inflows (Outflows) of Resources
2023	\$ 400,686
2024	229,614
2025	(374,690)
2026	281,425
2027	<u>379,105</u>
Total	<u>\$ 916,140</u>

Actuarial Assumptions

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

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

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

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

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

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

Actuarial Assumptions (Continued)

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

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

Community Consolidated School District 46
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

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

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

Discount Rate

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

Based on those assumptions, TRS's fiduciary net position at June 30, 2020 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I's liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
District's proportionate share of the net pension liability	\$ <u>2,533,198</u>	\$ <u>2,045,410</u>	\$ <u>1,640,238</u>

TRS Fiduciary Net Position

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

Community Consolidated School District 46
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund

Plan Description

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

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP).

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

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

Community Consolidated School District 46
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Employees Covered by Benefit Terms

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

Retirees and beneficiaries currently receiving benefits	136
Inactive plan members entitled to but not yet receiving benefits	333
Active plan members	199
Total	668

Contributions

As set by statute, the District’s Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District’s annual contribution rate for calendar year 2021 was 11.31%. For the fiscal year ended June 30, 2022 the District contributed \$646,605 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Asset

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

Actuarial Assumptions

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

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

Community Consolidated School District 46
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

Retirement Age	Experience-based table of rates, specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study from years 2017 to 2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
Long-term Expected Rate of Return	The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2021:

Community Consolidated School District 46
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

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

Other information:
Notes

There were no benefit changes during the year.

Single Discount Rate

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

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

For the purpose of the most recent valuation, the expected rate of return on pension plan investments is 7.25%, the municipal bond rate is 1.84% (based on the daily rate closest to but not later than the measurement date of the "20-year Municipal GO AA index"), and the resulting single discount rate is 7.25%.

Community Consolidated School District 46
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Changes in Net Pension Liability (Asset)

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

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (Asset) (A) - (B)
	<u> </u>	<u> </u>	<u> </u>
Balances at December 31, 2020	\$ 28,434,568	\$ 27,714,807	\$ 719,761
Changes for the year:			
Service cost	624,157	-	624,157
Interest on the total pension liability	2,044,808	-	2,044,808
Difference between expected and actual experience of the total pension liability	933,114	-	933,114
Changes of assumptions	-	-	-
Contributions - employer	-	713,313	(713,313)
Contributions - employees	-	302,269	(302,269)
Net investment income	-	4,530,842	(4,530,842)
Benefit payments, including refunds of employee contributions	(1,084,785)	(1,084,785)	-
Other (net transfer)	-	57,865	(57,865)
Net changes	<u>2,517,294</u>	<u>4,519,504</u>	<u>(2,002,210)</u>
Balances at December 31, 2021	<u>\$ 30,951,862</u>	<u>\$ 32,234,311</u>	<u>\$ (1,282,449)</u>

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

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

	1% Lower (6.25%)	Current Discount Rate (7.25%)	1% Higher (8.25%)
	<u> </u>	<u> </u>	<u> </u>
Net pension liability (asset)	\$ 2,351,254	\$ (1,282,449)	\$ (4,213,691)

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

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

For the year ended June 30, 2022 the District recognized pension expense of \$87,082. At June 30, 2022, the District reported, deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 644,113	\$ -
Change of assumptions	-	60,271
Net difference between projected and actual earnings on pension plan investments	<u>-</u>	<u>3,308,802</u>
 Total deferred amounts to be recognized in pension expense in the future periods	 <u>644,113</u>	 <u>3,369,073</u>
 Pension contributions made subsequent to the measurement date	 <u>314,157</u>	 <u>-</u>
 Total deferred amounts related to pensions	 <u>\$ 958,270</u>	 <u>\$ 3,369,073</u>

The District reported \$314,157 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2023.

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:

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

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

Year ending June 30,	Net Deferred Inflows of Resources
2023	\$ 432,728
2024	968,528
2025	819,319
2026	504,385
2027	-
Thereafter	-
Total	\$ 2,724,960

3. Summary of Pension Items

Below is a summary of the various pension items:

	TRS	IMRF	Total
Deferred outflows of resources:			
Employer contributions	\$ 145,793	\$ 314,157	\$ 459,950
Experience	-	644,113	644,113
Assumptions	6,151	-	6,151
Proportionate share	1,599,444	-	1,599,444
Investments	91,713	-	91,713
	\$ 1,843,101	\$ 958,270	\$ 2,801,371
Net pension liability (asset)	\$ 2,045,410	\$ (1,282,449)	\$ 762,961
Pension expense	\$ 12,064,174	\$ 87,802	\$ 12,151,976
Deferred inflows of resources:			
Experience	\$ 2,206	\$ -	\$ 2,206
Assumptions	-	60,271	60,271
Proportionate share	2,611,242	-	2,611,242
Investments	-	3,308,802	3,308,802
	\$ 2,613,448	\$ 3,369,073	\$ 5,982,521

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - PENSION LIABILITIES (Continued)

4. Social Security/Medicare

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

5. TRS Supplemental Savings Plan

Illinois Teachers' Retirement System established a Supplemental Savings Plan that is available to Illinois public school teachers employed outside the city of Chicago that is required to be adopted by all public-school districts in Illinois by September 30, 2022. The Board of Education voted to adopt this plan on December 8, 2021. The Supplemental Savings Plan is a 457(b) Retirement Plan, which is a defined contribution plan. The plan assets are held in a trust and administered by a third party serving as the plan's trustee. The number of employees participating in the plan on June 30, 2022 was 6. The plan allows for both employee and the District to make contributions to the plan.

NOTE H - OTHER POSTEMPLOYMENT BENEFITS

1. Teachers' Health Insurance Security (THIS)

General Information about the Other Postemployment Plan

Plan Description

The District participates in the Teacher Health Insurance Security Fund (THIS), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago.

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

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

General Information about the Other Postemployment Plan (Continued)

Plan Description (Continued)

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

Benefits Provided

The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

Contributions

On behalf contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the District. In the fund financial statements, the State contributions are intended to match contributions to the THIS Fund from active members, which were 0.90 percent of pay during the year ended June 30, 2022. In the government-wide financial statements, State of Illinois contributions also include a proportional allocation of the State's OPEB expense (based on the portion of the District's share of the expense compared to all School Districts in aggregate). For the year ended June 30, 2022, the District recognized revenue and expenses of \$880,021 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$226,231 in the General Fund based on the current financial resources measurement basis for State of Illinois contributions on behalf of the District's employees.

District contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.67 percent during the year ended June 30, 2022. For the year ended June 30, 2022, the District paid \$168,417 to the THIS Fund, which was 100 percent of the required contribution. These amounts are deferred because they were paid after the June 30, 2021 measurement date.

Community Consolidated School District 46
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS)

Contributions (Continued)

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

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

At June 30, 2022, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state OPEB support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net OPEB liability	\$ 18,543,053
State's estimated proportionate share of the net OPEB liability associated with the District*	<u>25,141,673</u>
Total	<u><u>\$ 43,684,726</u></u>

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

The net OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2020, and rolled forward to June 30, 2021. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2021, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2021, the District's proportion was 0.084075 percent, which was a decrease of 0.01365 percent from its proportion measured as of June 30, 2020.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS)

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

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

	Governmental Activities	General Fund
State on-behalf contributions - OPEB revenue and expense/expenditure	\$ 880,021	\$ 226,231
District OPEB revenue and expense/expenditure	(488,764)	168,417
Total OPEB expense/expenditure	\$ 391,257	\$ 394,648

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 867,421
Change of assumptions	6,402	6,943,538
Net difference between projected and actual earnings on OPEB plan investments	-	63
Changes in proportion and differences between District contributions and proportionate share of contributions	1,871,911	4,465,258
Total deferred amounts to be recognized in OPEB expense in future periods	1,878,313	12,276,280
District contributions subsequent to the measurement date	168,417	-
Total deferred amounts related to OPEB	\$ 2,046,730	\$ 12,276,280

Community Consolidated School District 46
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

The District reported \$168,417 as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date that will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2023. Other amounts reported as deferred inflows of resources and deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

<u>Year ending June 30:</u>	<u>Net Deferred Inflows of Resources</u>
2023	\$ 1,634,860
2024	1,634,735
2025	1,506,607
2026	1,374,414
2027	1,372,123
Thereafter	<u>2,875,228</u>
Total	<u>\$ 10,397,967</u>

Actuarial Assumptions

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

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

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

Actuarial Assumptions (Continued)

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

Community Consolidated School District 46
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

Discount Rate

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

Investment Return

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

Money-Weighted Rate of Return

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

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

The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 1.92 percent, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (0.92 percent) or 1-percentage-point higher (2.92 percent) than the current rate:

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

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

	<u>1% Decrease</u> <u>(0.92%)</u>	<u>Current</u> <u>Discount Rate</u> <u>(1.92%)</u>	<u>1% Increase</u> <u>(2.92%)</u>
District's proportionate share of the net OPEB liability	\$ <u>22,275,667</u>	\$ <u>18,543,053</u>	\$ <u>15,584,449</u>

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

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

	<u>1% Decrease*</u>	<u>Current</u> <u>Healthcare</u> <u>Trend Rate</u>	<u>1% Increase **</u>
District's proportionate share of the net OPEB liability	\$ <u>14,844,648</u>	\$ <u>18,543,053</u>	\$ <u>23,567,064</u>

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

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

Community Consolidated School District 46
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP)

Plan Description

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

Benefits Provided

IMRF retirees and their eligible dependents can remain as participants on District's insurance plan provided that they pay the entire premium. Coverage continues until the attainment of Medicare eligibility age by the participant. The District does not pay any portion of the cost for coverage.

Employees Covered by Benefit Terms

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

Active	151
Inactive entitled to but not yet receiving benefits	-
Inactive currently receiving benefits	<u>3</u>
Total	<u><u>154</u></u>

Contributions

Retirees have the option of choosing from an HMO or PPO plan through the District. Premiums for the plan are set by the Board of Education. Currently, the District contributes 0 percent to postemployment benefits. The retiree pays the entire premium.

Community Consolidated School District 46
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

Total OPEB Liability

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

Actuarial valuation date	July 1, 2021
Measurement date	June 30, 2022
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Inflation	3.00%
Discount rate	4.09%
Salary rate increase	4.00%
Healthcare trend rate	6.00% initial - PPO & HDHP 5.50% initial - HMO 4.50% ultimate - all plans
Mortality rates	<p>IMRF employees and retirees rates are from the December 31, 2021 IMRF Actuarial Valuation Report.</p> <p>Actives - PubG.H-2010(B) Mortality Table - General (below-median income) with future mortality improvement using Scale MP-2020.</p> <p>Retirees - PubG.H-2010(B) General (below-median income), male adjusted 106% and female adjusted 105% tables, with future mortality improvement using Scale MP-2020.</p>
Election at Retirement	10% of IMRF employees are assumed to elect medical coverage continuation into retirement.
Marital Status	35% of employees electing coverage continuation are assumed to be married and to elect spousal coverage with males three years older than females.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

Discount Rate

The District does not have a dedicated Trust to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). A rate of 4.09% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2022.

Changes in the Total OPEB Liability

The following table shows the component of the change in the District's net OPEB liability for the fiscal year ended June 30, 2022 based upon actuarial valuation performed July 1, 2021.

	<u>Total OPEB Liability (A)</u>	<u>Plan Fiduciary Net Position (B)</u>	<u>Net OPEB Liability (A) - (B)</u>
Balances at July 1, 2021	\$ 234,260	\$ -	\$ 234,260
Changes for the year:			
Service cost	22,449	-	22,449
Interest on the total OPEB liability	4,853	-	4,853
Difference between expected and actual experience of the total OPEB liability	23,526	-	23,526
Changes of assumptions and other inputs	90,681	-	90,681
Contributions - employer	-	-	-
Contributions - active and inactive employees	-	-	-
Net investment income	-	-	-
Benefit payments, including the implicit rate subsidy	<u>(23,273)</u>	<u>-</u>	<u>(23,273)</u>
Other changes	-	-	-
Net changes	<u>118,236</u>	<u>-</u>	<u>118,236</u>
Balances at June 30, 2022	<u>\$ 352,496</u>	<u>\$ -</u>	<u>\$ 352,496</u>

Community Consolidated School District 46
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

The following presents the plan's total OPEB liability, calculated using a Single Discount Rate of 4.09%, as well as what the plan's total OPEB liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher than the current rate:

	<u>1% Lower</u> <u>(3.09%)</u>	<u>Current</u> <u>Discount Rate</u> <u>(4.09%)</u>	<u>1% Higher</u> <u>(5.09%)</u>
Total OPEB liability	\$ <u>368,193</u>	\$ <u>352,496</u>	\$ <u>337,693</u>

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

The following presents the plan's net OPEB liability, calculated using a Healthcare Trend Rate range of 4.50%-6.00%, as well as what the plan's net OPEB liability would be if it were calculated using a Healthcare Trend Rate range that is 1% lower or 1% higher than the current range:

	<u>1% Lower</u> <u>(3.50%-5.00%)</u>	<u>Current</u> <u>Healthcare Rate</u> <u>(4.50%-6.00%)</u>	<u>1% Higher</u> <u>(5.50%-7.00%)</u>
Total OPEB liability	\$ <u>332,714</u>	\$ <u>352,496</u>	\$ <u>374,730</u>

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

For the year ended June 30, 2022 the District recognized OPEB expense of \$41,044. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred Amounts to be Recognized in OPEB Expense in Future Periods		
Differences between expected and actual experience	\$ 20,259	\$ 10,572
Change of assumptions	<u>126,293</u>	<u>44,380</u>
 Total deferred amounts to be recognized in OPEB expense in the future periods	 <u>\$ 146,552</u>	 <u>\$ 54,952</u>

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 Ended June 30,</u>	<u>Net Deferred Outflows of Resources</u>
2023	\$ 13,742
2024	13,742
2025	13,742
2026	15,175
2027	15,178
Thereafter	<u>20,021</u>
Total	<u>\$ 91,600</u>

Community Consolidated School District 46
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

3. **Summary of OPEB Items**

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

	<u>THIS</u>	<u>RHP</u>	<u>Total</u>
Deferred outflows of resources:			
Employer contributions	\$ 168,417	\$ -	\$ 168,417
Experience	-	20,259	20,259
Assumptions	6,402	126,293	132,695
Investments	-	-	-
Proportionate share	<u>1,871,911</u>	<u>-</u>	<u>1,871,911</u>
	<u>\$ 2,046,730</u>	<u>\$ 146,552</u>	<u>\$ 2,193,282</u>
 OPEB liability	 <u>\$ 18,543,053</u>	 <u>\$ 352,496</u>	 <u>\$ 18,895,549</u>
 OPEB expense	 <u>\$ 391,257</u>	 <u>\$ 41,044</u>	 <u>\$ 432,301</u>
 Deferred inflows of resources:			
Assumptions	\$ 6,943,538	\$ 44,380	\$ 6,987,918
Experience	867,421	10,572	877,993
Change in proportion	4,465,258	-	4,465,258
Investments	<u>63</u>	<u>-</u>	<u>63</u>
	<u>\$ 12,276,280</u>	<u>\$ 54,952</u>	<u>\$ 12,331,232</u>

NOTE I - INTERFUND TRANSFERS

The District transferred \$500,000 to the Capital Projects Fund from the Operations and Maintenance Fund to pay for capital outlay expenditures.

The District transferred \$598,434 to the Debt Service Fund from the Operations and Maintenance Fund for principal and interest payments on debt certificates.

The District transferred \$99,055 to the Debt Service Fund from the General (Educational Account) Fund for principal and interest payments on financed purchases.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE I - INTERFUND TRANSFERS (Continued)

The District transferred \$9,086,867 from the General (Working Cash Account) Fund to the Capital Projects Fund. This transfer represents an abatement of the General (Working Cash Account) Fund and will be used for future capital outlay expenditures.

NOTE J - RISK MANAGEMENT

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. The District self-insures for some health benefits and purchases coverage against such risks, and also participates in the following public entity risk pool: Collective Liability Insurance Cooperative (CLIC) for property damage and injury claims. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that the pools will be self-sustaining through member premiums, and will reinsure through commercial companies for claims in excess of certain levels established by the pools. Settlements have not exceeded coverages for each of the past three fiscal years.

Complete financial statements for CLIC can be obtained from its Treasurer at 624 Kenilworth, Grayslake, Illinois 60030.

The District is self-insured for its PPO health plan, high-deductible health plan, and dental plan. A third-party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third-party administrator for payment of employee health claims and administration fees. The stop-loss coverage limit for the year ended June 30, 2022 was \$65,000 for individual claims.

At June 30, 2022, total unpaid claims totaled \$400,799. These estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other nonincremental costs to the claims liability.

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

	<u>2022</u>	<u>2021</u>
Unpaid claims, beginning of fiscal year	\$ 239,265	\$ 150,155
Incurred claims (including IBNRs)	2,907,016	1,677,855
Claim payments	<u>(2,745,482)</u>	<u>(1,588,745)</u>
Unpaid claims, end of fiscal year	<u>\$ 400,799</u>	<u>\$ 239,265</u>

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE K - JOINT AGREEMENTS

The District is a member of the Special Education Cooperative District of Lake County, a joint agreement that provides certain special education services to residents of many school districts. The District believes that, because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, this is not included as a component unit of the District.

NOTE L - CONTINGENCIES

1. Litigation

The District is not involved in any significant litigation. With regard to other pending matters, the eventual outcome and related liability, if any, are not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.

2. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

3. COVID-19

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

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE M - SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 22, 2022, the date that these financial statements were available to be issued. Management has determined that no events or transactions, other than as described below, have occurred subsequent to the balance sheet/statement of net position date that require additional disclosure in the financial statements.

On August 3, 2022, the District issued \$6,480,000 General Obligation Refunding School Bonds, Series 2022C to refund \$6,460,000 of the outstanding General Obligation Refunding Bonds, Series 2012.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

Community Consolidated School District 46

MUTLIYEAR SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS

Illinois Municipal Retirement Fund

Eight Most Recent Fiscal Years

	2022	2021	2020
Total pension liability			
Service cost	\$ 624,157	\$ 674,360	\$ 659,137
Interest on the total pension liability	2,044,808	1,937,781	1,769,568
Difference between expected and actual experience of the total pension liability	933,114	73,853	726,105
Transfer liability	-	-	-
Assumption changes	-	(179,009)	-
Benefit payments and refunds	(1,084,785)	(926,497)	(758,004)
Net change in total pension liability	2,517,294	1,580,488	2,396,806
Total pension liability, beginning	28,434,568	26,854,080	24,457,274
Total pension liability, ending	\$ 30,951,862	\$ 28,434,568	\$ 26,854,080
Plan fiduciary net position			
Contributions, employer	\$ 713,313	\$ 665,653	\$ 526,095
Contributions, employee	302,269	285,040	286,233
Net investment income	4,530,842	3,335,947	3,578,505
Benefit payments, including refunds of employee contributions	(1,084,785)	(926,497)	(758,004)
Other (net transfer)	57,865	146,327	212,775
Net change in plan fiduciary net position	4,519,504	3,506,470	3,845,604
Plan fiduciary net position, beginning	27,714,807	24,208,337	20,362,733
Plan fiduciary net position, ending	\$ 32,234,311	\$ 27,714,807	\$ 24,208,337
Net pension liability (asset)	\$ (1,282,449)	\$ 719,761	\$ 2,645,743
Plan fiduciary net position as a percentage of the total pension liability	104.14 %	97.47 %	90.15 %
Covered Employee Payroll	\$ 6,462,046	\$ 6,273,831	\$ 6,338,158
Net pension liability (asset) as a percentage of covered valuation payroll	(19.85) %	11.47 %	41.74 %

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

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

	2019	2018	2017	2016	2015
\$	422,844	\$ 657,562	\$ 667,394	\$ 641,051	\$ 669,630
	1,519,780	1,599,657	1,485,739	1,352,380	1,197,725
	2,065,401	(2,238,369)	(67,846)	301,119	(27,866)
	-	-	-	-	-
	715,816	(367,023)	(55,708)	26,503	709,032
	(637,749)	(561,238)	(556,227)	(498,194)	(397,982)
	4,086,092	(909,411)	1,473,352	1,822,859	2,150,539
	20,371,182	21,280,593	19,807,241	17,984,382	15,833,843
\$	<u>24,457,274</u>	<u>\$ 20,371,182</u>	<u>\$ 21,280,593</u>	<u>\$ 19,807,241</u>	<u>\$ 17,984,382</u>
\$	899,064	\$ 446,101	\$ 653,135	\$ 627,393	\$ 575,850
	381,523	176,092	260,099	260,528	250,260
	(890,106)	2,948,394	1,107,030	80,175	898,059
	(637,749)	(561,238)	(556,227)	(498,194)	(397,982)
	192,806	(204,083)	175,249	(337,483)	5,818
	(54,462)	2,805,266	1,639,286	132,419	1,332,005
	20,417,195	17,611,929	15,972,643	15,840,224	14,508,219
\$	<u>20,362,733</u>	<u>\$ 20,417,195</u>	<u>\$ 17,611,929</u>	<u>\$ 15,972,643</u>	<u>\$ 15,840,224</u>
\$	<u>4,094,541</u>	<u>\$ (46,013)</u>	<u>\$ 3,668,664</u>	<u>\$ 3,834,598</u>	<u>\$ 2,144,158</u>
	83.26 %	100.23 %	82.76 %	80.64 %	88.08 %
\$	6,068,726	\$ 3,911,445	\$ 5,777,307	\$ 5,642,021	\$ 5,369,507
	67.47 %	(1.18) %	63.50 %	67.96 %	39.93 %

Community Consolidated School District 46
MULTIYEAR SCHEDULE OF CONTRIBUTIONS
 Illinois Municipal Retirement Fund
Eight Most Recent Fiscal Years

Year	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2022	\$ 713,781	* \$ 713,313	\$ 468	\$ 6,311,065	11.30 %
2021	665,653	665,653	-	6,273,831	10.61
2020	524,166	526,095	(1,929)	7,188,185	7.32
2019	682,732	682,732	-	5,766,275	11.84
2018	446,101	446,101	-	5,124,994	8.70
2017	652,836	653,135	(299)	5,777,307	11.31
2016	627,393	627,393	-	5,642,021	11.12
2015	574,000	575,850	(1,850)	5,369,507	10.72

* Estimated based on contribution rate of 11.30% and covered valuation payroll of \$6,311,065

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

N/A: Information not available.

Community Consolidated School District 46
MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
Teachers' Retirement System of the State of Illinois
Eight Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net pension liability	0.0026219 %	0.0027728 %	0.0079286 %
District's proportionate share of the net pension liability	\$ 2,045,410	\$ 2,390,558	\$ 6,430,733
State's proportionate share of the net pension liability associated with the District	<u>171,427,138</u>	<u>187,240,946</u>	<u>457,668,285</u>
Total	<u>\$ 173,472,548</u>	<u>\$ 189,631,504</u>	<u>\$ 464,099,018</u>
District's covered-employee payroll	\$ 23,515,977	\$ 23,445,674	\$ 22,367,813
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	8.70 %	10.20 %	28.75 %
Plan fiduciary net position as a percentage of the total pension liability	45.10 %	37.80 %	39.60 %

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

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

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.0032048 %	0.0056888 %	0.0054249 %	0.0046807 %	0.0032977 %
\$ 2,497,951	\$ 4,346,173	\$ 4,282,168	\$ 3,066,318	\$ 2,006,942
<u>171,120,087</u>	<u>156,601,127</u>	<u>169,344,942</u>	<u>137,401,339</u>	<u>119,790,118</u>
<u>\$ 173,618,038</u>	<u>\$ 160,947,300</u>	<u>\$ 173,627,110</u>	<u>\$ 140,467,657</u>	<u>\$ 121,797,060</u>
\$ 22,387,813	\$ 21,838,814	\$ 21,147,237	\$ 20,646,245	\$ 19,933,566
11.16 %	19.90 %	20.25 %	14.85 %	10.07 %
40.00 %	39.30 %	36.40 %	41.50 %	43.00 %

Community Consolidated School District 46
MULTIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS
 Teachers' Retirement System of the State of Illinois
Eight Most Recent Fiscal Years

	2022	2021	2020
Contractually required contribution	\$ 145,793	\$ 135,985	\$ 129,730
Contributions in relation to the contractually required contribution	136,393	135,170	359,068
Contribution deficiency (excess)	\$ 9,400	\$ 815	\$ (229,338)
District's covered-employee payroll	\$ 25,136,804	\$ 23,515,977	\$ 23,445,674
Contributions as a percentage of covered-employee payroll	0.54 %	0.57 %	1.53 %

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

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

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 129,849	\$ 234,715	\$ 208,105	\$ 171,782	\$ 171,782
<u>133,155</u>	<u>234,378</u>	<u>210,089</u>	<u>164,011</u>	<u>171,782</u>
\$ <u><u>(3,306)</u></u>	\$ <u><u>337</u></u>	\$ <u><u>(1,984)</u></u>	\$ <u><u>7,771</u></u>	\$ <u><u>-</u></u>
\$ 22,367,813	\$ 22,387,813	\$ 21,838,814	\$ 21,147,237	\$ 20,646,245
0.60 %	1.05 %	0.96 %	0.78 %	0.83 %

Community Consolidated School District 46

SCHEDULE OF CHANGES IN TOTAL OTHER POSTRETIREMENT BENEFITS (OPEB) LIABILITY AND RELATED RATIOS

Retiree Health Plan

Five Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total OPEB liability			
Service cost	\$ 22,449	\$ 12,437	\$ 14,502
Interest on the total OPEB liability	4,853	5,739	6,255
Changes of benefit terms	-	-	-
Difference between expected and actual experience of the total OPEB liability	23,526	-	-
Changes of assumptions and other inputs	90,681	6,322	(17,081)
Benefit payments, including the implicit rate subsidy	(23,273)	(12,010)	(16,735)
Other changes	-	-	2,252
Net change in total OPEB liability	<u>118,236</u>	<u>12,488</u>	<u>(10,807)</u>
Total OPEB liability, beginning	234,260	221,772	232,579
Total OPEB liability, ending	<u>\$ 352,496</u>	<u>\$ 234,260</u>	<u>\$ 221,772</u>
Net OPEB liability	<u>\$ 352,496</u>	<u>\$ 234,260</u>	<u>\$ 221,772</u>
Plan fiduciary net position as a percentage of the total OPEB liability	0.00 %	0.00 %	0.00 %
Covered valuation payroll	\$ 4,490,922	\$ 5,844,909	\$ 6,027,912
Net OPEB liability as a percentage of covered valuation payroll	7.85 %	4.01 %	3.68 %

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

	<u>2019</u>		<u>2018</u>
\$	13,759	\$	14,068
	6,711		6,606
	-		-
	-		-
	4,629		(1,584)
	(6,337)		(4,205)
	(379)		(10,525)
	<u>18,383</u>		<u>4,360</u>
	214,196		209,836
\$	<u>232,579</u>	\$	<u>214,196</u>
\$	<u>232,579</u>	\$	<u>214,196</u>
	0.00 %		0.00 %
\$	6,241,435	\$	5,566,781
	3.73 %		3.85 %

Community Consolidated School District 46
SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET OTHER POSTEMPLOYMENT BENEFIT (OPEB) LIABILITY
Teachers' Health Insurance Security Fund
Five Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net OPEB liability	0.084075 %	0.097725 %	0.091790 %
District's proportionate share of the net OPEB liability	\$ 18,543,053	\$ 26,127,745	\$ 25,405,173
State's proportionate share of the net OPEB liability associated with the District	<u>25,141,673</u>	<u>35,395,979</u>	<u>34,401,813</u>
Total	<u>\$ 43,684,726</u>	<u>\$ 61,523,724</u>	<u>\$ 59,806,986</u>
District's covered-employee payroll	\$ 23,515,977	\$ 23,445,674	\$ 22,367,293
District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	78.85%	111.44%	113.58%
Plan fiduciary net position as a percentage of the total OPEB liability	1.40%	0.70%	0.25%

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

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

<u>2019</u>	<u>2018</u>
0.095066 %	0.093504 %
\$ 25,045,882	\$ 24,263,913
<u>33,631,332</u>	<u>31,864,481</u>
<u>\$ 58,677,214</u>	<u>\$ 56,128,394</u>
\$ 22,387,813	\$ 22,119,171
111.87%	109.70%
-0.07%	-0.17%

Community Consolidated School District 46
SCHEDULE OF DISTRICT CONTRIBUTIONS
Teachers' Health Insurance Security Fund
Five Most Recent Fiscal Years

	2022	2021	2020
Contractually required contribution	\$ 216,347	\$ 215,700	\$ 205,779
Contributions in relation to the contractually required contribution	200,771	227,437	207,556
Contribution excess (deficiency)	\$ (15,576)	\$ 11,737	\$ 1,777
District's covered-employee payroll	\$ 25,136,804	\$ 23,515,977	\$ 23,445,674
Contributions as a percentage of covered-employee payroll	0.80%	0.97%	0.89%

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

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

<u>2019</u>	<u>2018</u>
\$ 198,318	\$ 180,686
<u>197,013</u>	<u>183,446</u>
\$ <u>(1,305)</u>	\$ <u>2,760</u>
\$ 22,367,293	\$ 22,387,813
0.88%	0.82%

Community Consolidated School District 46
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 23,479,350	\$ 23,616,467	\$ 137,117	\$ 23,041,558
Corporate personal property replacement taxes	75,000	377,249	302,249	134,163
Regular tuition from pupils or parents	-	-	-	(83)
Special education tuition from pupils or parents	20,000	30,311	10,311	8,183
Interest on investments	65,261	39,796	(25,465)	12,633
Sales to pupils - lunch	-	7,756	7,756	6,731
Fees	86,500	106,559	20,059	8,268
Student Activity Fund Revenues	-	95,145	95,145	18,973
Rentals - regular textbook	500,000	539,660	39,660	364,394
Sales - other	-	11	11	542
Contributions and donations from private sources	35,000	-	(35,000)	11,540
Refund of prior years' expenditures	40,000	36,760	(3,240)	72,899
Other local fees	-	5,483	5,483	13,313
Other	51,250	234,771	183,521	274,528
Total local sources	<u>24,352,361</u>	<u>25,089,968</u>	<u>737,607</u>	<u>23,967,642</u>
State sources				
Evidence Based Funding Formula	14,550,000	14,985,195	435,195	13,555,378
Special Education - Private Facility Tuition	450,000	474,881	24,881	469,535
Special Education - Orphanage - Individual	-	125,995	125,995	100,477
Special Education - Orphanage - Summer Individual	-	8,198	8,198	398
State Free Lunch & Breakfast	-	35,701	35,701	16
Early Childhood - Block Grant	213,000	213,090	90	213,090
Other restricted revenue from state sources	50,000	3,316	(46,684)	6,388
Total state sources	<u>15,263,000</u>	<u>15,846,376</u>	<u>583,376</u>	<u>14,345,282</u>

(Continued)

Community Consolidated School District 46
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
Federal sources				
National School Lunch Program	\$ -	\$ 1,334,965	\$ 1,334,965	\$ 829
School Breakfast Program	-	371,842	371,842	458
Summer Food Service Program	1,500,000	5,452	(1,494,548)	1,224,257
Title I - Low Income	245,307	351,877	106,570	248,251
Federal Special Education - Preschool Flow-Through	26,385	21,578	(4,807)	48,884
Federal Special Education - IDEA Flow Through	783,288	1,275,098	491,810	652,450
Federal Special Education - IDEA Room & Board	100,000	227,611	127,611	213,636
Title III - Instruction for English Learners & Immigrant Students	500	-	(500)	1,050
Title III - English Language Acquisition	60,000	39,323	(20,677)	89,467
Title II - Teacher Quality	84,011	135,829	51,818	81,574
Medicaid Matching Funds - Administrative Outreach	100,000	67,809	(32,191)	100,704
Medicaid Matching Funds - Fee-For-Service Program	300,000	251,336	(48,664)	238,497
Other Restricted Grants Received from Federal Sources	<u>3,507,340</u>	<u>3,791,029</u>	<u>283,689</u>	<u>735,617</u>
Total federal sources	<u>6,706,831</u>	<u>7,873,749</u>	<u>1,166,918</u>	<u>3,635,674</u>
Total revenues	<u>46,322,192</u>	<u>48,810,093</u>	<u>2,487,901</u>	<u>41,948,598</u>
Expenditures				
Instruction				
Regular programs				
Salaries	12,864,407	12,897,703	(33,296)	12,287,211
Employee benefits	1,600,099	1,940,743	(340,644)	1,431,494
Purchased services	2,117,890	234,743	1,883,147	135,880
Supplies and materials	1,620,845	2,437,484	(816,639)	1,403,346
Capital outlay	-	18,198	(18,198)	3,725
Other objects	1,000	1,776	(776)	-
Non-capitalized equipment	<u>20,700</u>	<u>671,531</u>	<u>(650,831)</u>	<u>-</u>
Total	<u>18,224,941</u>	<u>18,202,178</u>	<u>22,763</u>	<u>15,261,656</u>
Pre-K programs				
Salaries	236,349	233,709	2,640	223,581
Employee benefits	<u>-</u>	<u>20,081</u>	<u>(20,081)</u>	<u>20,369</u>
Total	<u>236,349</u>	<u>253,790</u>	<u>(17,441)</u>	<u>243,950</u>

(Continued)

Community Consolidated School District 46
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
Special education programs				
Salaries	\$ 4,209,146	\$ 3,793,482	\$ 415,664	\$ 3,722,619
Employee benefits	803,686	823,100	(19,414)	754,836
Purchased services	9,500	131,228	(121,728)	188,026
Supplies and materials	101,871	82,945	18,926	46,962
Capital outlay	-	1,598	(1,598)	899
Total	<u>5,124,203</u>	<u>4,832,353</u>	<u>291,850</u>	<u>4,713,342</u>
Special education programs pre-K				
Salaries	700,822	653,566	47,256	700,362
Employee benefits	109,573	104,558	5,015	115,167
Purchased services	5,000	-	5,000	-
Supplies and materials	17,401	20,585	(3,184)	48,929
Total	<u>832,796</u>	<u>778,709</u>	<u>54,087</u>	<u>864,458</u>
Remedial and Supplemental programs K-12				
Salaries	1,835,077	1,741,898	93,179	1,792,736
Employee benefits	268,604	226,574	42,030	255,890
Total	<u>2,103,681</u>	<u>1,968,472</u>	<u>135,209</u>	<u>2,048,626</u>
Interscholastic programs				
Salaries	381,419	383,420	(2,001)	148,367
Employee benefits	8,143	6,176	1,967	3,305
Purchased services	9,900	9,232	668	3,443
Supplies and materials	14,331	12,480	1,851	(65)
Other objects	7,500	4,244	3,256	2,280
Total	<u>421,293</u>	<u>415,552</u>	<u>5,741</u>	<u>157,330</u>
Summer school programs				
Salaries	53,006	87,475	(34,469)	118,440
Employee benefits	834	4,500	(3,666)	3,343
Total	<u>53,840</u>	<u>91,975</u>	<u>(38,135)</u>	<u>121,783</u>
Bilingual programs				
Salaries	2,253,749	2,175,478	78,271	1,908,782
Employee benefits	193,164	313,343	(120,179)	255,825
Purchased services	56,500	89,199	(32,699)	63,509
Supplies and materials	39,900	122,656	(82,756)	119,229
Total	<u>2,543,313</u>	<u>2,700,676</u>	<u>(157,363)</u>	<u>2,347,345</u>
Special Education K-12 Programs				
Private Tuition	1,600,000	1,576,157	23,843	1,253,283
Student Activity Fund Expenditures	-	49,758	(49,758)	11,254
Total instruction	<u>31,140,416</u>	<u>30,869,620</u>	<u>270,796</u>	<u>27,023,027</u>

(Continued)

Community Consolidated School District 46
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
Support services				
Pupils				
Attendance and social work services				
Salaries	\$ 1,095,681	\$ 1,026,128	\$ 69,553	\$ 1,044,083
Employee benefits	120,339	121,371	(1,032)	150,232
Total	<u>1,216,020</u>	<u>1,147,499</u>	<u>68,521</u>	<u>1,194,315</u>
Health services				
Salaries	395,744	466,988	(71,244)	374,410
Employee benefits	85,734	65,343	20,391	84,048
Purchased services	421,200	654,155	(232,955)	214,001
Supplies and materials	3,650	6,889	(3,239)	15,072
Non-capitalized equipment	-	-	-	4,615
Total	<u>906,328</u>	<u>1,193,375</u>	<u>(287,047)</u>	<u>692,146</u>
Psychological services				
Salaries	424,120	453,872	(29,752)	437,782
Employee benefits	70,957	70,369	588	71,380
Purchased services	8,100	12,697	(4,597)	7,723
Total	<u>503,177</u>	<u>536,938</u>	<u>(33,761)</u>	<u>516,885</u>
Speech pathology and audiology services				
Salaries	828,066	808,337	19,729	794,767
Employee benefits	88,949	87,090	1,859	80,988
Purchased services	45,500	37,166	8,334	42,559
Supplies and materials	-	77	(77)	152
Total	<u>962,515</u>	<u>932,670</u>	<u>29,845</u>	<u>918,466</u>
Other support services - pupils				
Salaries	473,624	472,800	824	470,920
Employee benefits	32,634	41,091	(8,457)	33,532
Purchased services	700	-	700	15,244
Total	<u>506,958</u>	<u>513,891</u>	<u>(6,933)</u>	<u>519,696</u>
Total pupils	<u>4,094,998</u>	<u>4,324,373</u>	<u>(229,375)</u>	<u>3,841,508</u>
Instructional staff				
Improvement of instruction services				
Salaries	651,943	685,726	(33,783)	559,140
Employee benefits	111,083	129,548	(18,465)	122,139
Purchased services	95,422	76,569	18,853	73,173
Supplies and materials	83,953	52,168	31,785	59,763
Non-capitalized equipment	-	4,577	(4,577)	-
Total	<u>942,401</u>	<u>948,588</u>	<u>(6,187)</u>	<u>814,215</u>

(Continued)

Community Consolidated School District 46
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022			
	Original and Final Budget	Actual	Variance From Final Budget	2021 Actual
Educational media services				
Salaries	\$ 714,328	\$ 658,646	\$ 55,682	\$ 637,978
Employee benefits	95,530	112,405	(16,875)	101,215
Purchased services	1,250	2,829	(1,579)	-
Supplies and materials	49,632	36,690	12,942	6,916
Capital outlay	-	-	-	23,328
Non-capitalized equipment	3,000	-	3,000	1,055
Total	<u>863,740</u>	<u>810,570</u>	<u>53,170</u>	<u>770,492</u>
Assessment and testing				
Salaries	657	2,104	(1,447)	2,427
Employee benefits	-	57	(57)	51
Purchased services	90,000	1,848	88,152	42,830
Total	<u>90,657</u>	<u>4,009</u>	<u>86,648</u>	<u>45,308</u>
Total instructional staff	<u>1,896,798</u>	<u>1,763,167</u>	<u>133,631</u>	<u>1,630,015</u>
General administration				
Board of education services				
Salaries	4,207	7,717	(3,510)	4,207
Employee benefits	102,286	103,501	(1,215)	12,824
Purchased services	212,000	95,219	116,781	166,174
Supplies and materials	3,000	3,716	(716)	1,204
Other objects	9,000	7,882	1,118	7,882
Total	<u>330,493</u>	<u>218,035</u>	<u>112,458</u>	<u>192,291</u>
Executive administration services				
Salaries	263,987	261,987	2,000	256,214
Employee benefits	63,788	68,367	(4,579)	68,469
Purchased services	38,000	8,780	29,220	4,401
Supplies and materials	3,000	695	2,305	977
Other objects	2,500	2,155	345	2,071
Total	<u>371,275</u>	<u>341,984</u>	<u>29,291</u>	<u>332,132</u>
Special area administrative services				
Salaries	306,198	302,443	3,755	292,322
Employee benefits	81,085	65,161	15,924	64,222
Purchased services	42,500	49,767	(7,267)	46,061
Supplies and materials	1,966	913	1,053	540
Other objects	1,200	652	548	788
Non-capitalized equipment	3,118	3,824	(706)	2,398
Total	<u>436,067</u>	<u>422,760</u>	<u>13,307</u>	<u>406,331</u>
Tort immunity services				
Purchased services	396,788	391,073	5,715	188,628
Total	<u>396,788</u>	<u>391,073</u>	<u>5,715</u>	<u>188,628</u>
Total general administration	<u>1,534,623</u>	<u>1,373,852</u>	<u>160,771</u>	<u>1,119,382</u>

(Continued)

Community Consolidated School District 46
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
School administration				
Office of the principal services				
Salaries	\$ 1,665,264	\$ 1,699,115	\$ (33,851)	\$ 1,591,377
Employee benefits	289,908	317,331	(27,423)	301,755
Purchased services	6,250	1,325	4,925	-
Supplies and materials	14,950	17,090	(2,140)	10,147
Capital outlay	2,500	-	2,500	331
Other objects	6,300	5,126	1,174	3,821
Non-capitalized equipment	9,135	4,520	4,615	2,997
Total	<u>1,994,307</u>	<u>2,044,507</u>	<u>(50,200)</u>	<u>1,910,428</u>
Other support services - school administration				
Salaries	-	20,219	(20,219)	10,729
Employee benefits	-	2,573	(2,573)	1,368
Purchased services	61,800	51,717	10,083	53,321
Total	<u>61,800</u>	<u>74,509</u>	<u>(12,709)</u>	<u>65,418</u>
Total school administration	<u>2,056,107</u>	<u>2,119,016</u>	<u>(62,909)</u>	<u>1,975,846</u>
Business				
Direction of business support services				
Salaries	180,000	180,000	-	186,370
Employee benefits	11,450	36,863	(25,413)	5,530
Purchased services	3,000	560	2,440	-
Other objects	10,000	3,969	6,031	-
Total	<u>204,450</u>	<u>221,392</u>	<u>(16,942)</u>	<u>191,900</u>
Fiscal services				
Salaries	251,204	240,161	11,043	160,942
Employee benefits	27,235	34,795	(7,560)	19,217
Purchased services	99,000	185,289	(86,289)	123,246
Supplies and materials	8,500	28,554	(20,054)	2,453
Other objects	1,000	45,586	(44,586)	13,480
Total	<u>386,939</u>	<u>534,385</u>	<u>(147,446)</u>	<u>319,338</u>
Operation and maintenance of plant services				
Purchased services	-	135,200	(135,200)	-
Non-capitalized equipment	-	21,840	(21,840)	-
Total	<u>-</u>	<u>157,040</u>	<u>(157,040)</u>	<u>-</u>
Pupil transportation services				
Purchased services	-	20,992	(20,992)	-
Total	<u>-</u>	<u>20,992</u>	<u>(20,992)</u>	<u>-</u>

(Continued)

Community Consolidated School District 46
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
Food services				
Salaries	\$ 32,888	\$ 32,886	\$ 2	\$ 33,733
Employee benefits	10,701	7,685	3,016	7,768
Purchased services	721,000	981,450	(260,450)	803,426
Supplies and materials	8,000	112,543	(104,543)	2,652
Capital outlay	60,000	45,960	14,040	7,707
Non-capitalized equipment	-	-	-	2,714
Total	<u>832,589</u>	<u>1,180,524</u>	<u>(347,935)</u>	<u>858,000</u>
Internal services				
Purchased services	89,794	113,764	(23,970)	153,514
Supplies and materials	<u>40,000</u>	<u>46,387</u>	<u>(6,387)</u>	<u>22,160</u>
Total	<u>129,794</u>	<u>160,151</u>	<u>(30,357)</u>	<u>175,674</u>
Total business	<u>1,553,772</u>	<u>2,274,484</u>	<u>(720,712)</u>	<u>1,544,912</u>
Central				
Staff services				
Salaries	191,092	189,332	1,760	245,098
Employee benefits	173,708	106,252	67,456	108,213
Purchased services	50,100	53,726	(3,626)	44,713
Supplies and materials	500	2,813	(2,313)	740
Other objects	<u>2,000</u>	<u>1,762</u>	<u>238</u>	<u>2,068</u>
Total	<u>417,400</u>	<u>353,885</u>	<u>63,515</u>	<u>400,832</u>
Data processing services				
Salaries	610,711	561,895	48,816	592,242
Employee benefits	89,155	104,011	(14,856)	101,698
Purchased services	94,000	155,169	(61,169)	399,115
Supplies and materials	185,000	581,822	(396,822)	86,732
Capital outlay	20,000	5,698	14,302	6,454
Non-capitalized equipment	<u>217,660</u>	<u>251,645</u>	<u>(33,985)</u>	<u>80,197</u>
Total	<u>1,216,526</u>	<u>1,660,240</u>	<u>(443,714)</u>	<u>1,266,438</u>
Total central	<u>1,633,926</u>	<u>2,014,125</u>	<u>(380,199)</u>	<u>1,667,270</u>
Total support services	<u>12,770,224</u>	<u>13,869,017</u>	<u>(1,098,793)</u>	<u>11,778,933</u>
Community services				
Salaries	77,779	75,814	1,965	60,152
Employee benefits	80	9,939	(9,859)	8,447
Purchased services	27,600	77,672	(50,072)	59,479
Supplies and materials	<u>5,250</u>	<u>5,185</u>	<u>65</u>	<u>12,922</u>
Total	<u>110,709</u>	<u>168,610</u>	<u>(57,901)</u>	<u>141,000</u>

(Continued)

Community Consolidated School District 46
 General Fund - Budgetary Basis
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2022
 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022			
	Original and Final Budget	Actual	Variance From Final Budget	2021 Actual
Payments for regular programs - tuition				
Other objects	\$ 3,000	\$ 22,400	\$ (19,400)	\$ 16,060
Payments for special education programs - tuition				
Other objects	<u>2,100,000</u>	<u>1,724,273</u>	<u>375,727</u>	<u>2,238,108</u>
Total payments to other districts and other government units	<u>2,103,000</u>	<u>1,746,673</u>	<u>356,327</u>	<u>2,254,168</u>
Provision for contingencies	<u>200,000</u>	<u>-</u>	<u>200,000</u>	<u>-</u>
Total expenditures	<u>46,324,349</u>	<u>46,653,920</u>	<u>(329,571)</u>	<u>41,197,128</u>
Excess (deficiency) of revenues over expenditures	<u>(2,157)</u>	<u>2,156,173</u>	<u>2,158,330</u>	<u>751,470</u>
Other financing sources (uses)				
Debt issuance	-	8,357,253	8,357,253	-
Premium on debt issuance	-	729,614	729,614	-
Financed purchase proceeds	-	-	-	373,413
Permanent transfer from working cash fund - abatement	-	(9,086,867)	(9,086,867)	-
Transfer to debt service fund for principal on financed purchases	-	(77,514)	(77,514)	(210,562)
Transfer to debt service fund for interest on financed purchases	-	(21,541)	(21,541)	-
Transfer to debt service fund for principal on note payable	-	-	-	(9,099)
Transfer to debt service fund for interest on note payable	-	-	-	(408)
Total other financing sources (uses)	<u>-</u>	<u>(99,055)</u>	<u>(99,055)</u>	<u>153,344</u>
Net change to fund balance	<u>\$ (2,157)</u>	<u>2,057,118</u>	<u>\$ 2,059,275</u>	<u>904,814</u>
Fund balance, beginning of year		<u>14,879,280</u>		<u>13,974,466</u>
Fund balance, end of year		<u>\$ 16,936,398</u>		<u>\$ 14,879,280</u>

(Concluded)

Community Consolidated School District 46
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 3,539,350	\$ 3,525,838	\$ (13,512)	\$ 3,475,309
Interest on investments	2,950	20,867	17,917	4,367
Rentals	-	250	250	14,121
Other	600,000	410,406	(189,594)	821,559
Total local sources	<u>4,142,300</u>	<u>3,957,361</u>	<u>(184,939)</u>	<u>4,315,356</u>
Total revenues	<u>4,142,300</u>	<u>3,957,361</u>	<u>(184,939)</u>	<u>4,315,356</u>
Expenditures				
Support services				
Business				
Operation and maintenance of plant services				
Salaries	918,560	981,175	(62,615)	926,189
Employee benefits	218,249	231,400	(13,151)	220,304
Purchased services	1,707,800	1,873,995	(166,195)	920,104
Supplies and materials	788,500	758,875	29,625	658,381
Capital outlay	655,000	243,213	411,787	132,380
Other objects	500	968	(468)	20
Non-capitalized equipment	13,000	4,516	8,484	27,362
Total	<u>4,301,609</u>	<u>4,094,142</u>	<u>207,467</u>	<u>2,884,740</u>
Total business	<u>4,301,609</u>	<u>4,094,142</u>	<u>207,467</u>	<u>2,884,740</u>
Total support services	<u>4,301,609</u>	<u>4,094,142</u>	<u>207,467</u>	<u>2,884,740</u>
Payments to other districts and Government units				
Payments to other governmental units (in-state)				
Payments for special education programs				
Purchased services	-	-	-	116,207
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>116,207</u>
Total other payments	<u>-</u>	<u>-</u>	<u>-</u>	<u>116,207</u>

(Continued)

Community Consolidated School District 46
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
Provision for contingencies	\$ 100,000	\$ -	\$ 100,000	\$ -
Total expenditures	<u>4,401,609</u>	<u>4,094,142</u>	<u>307,467</u>	<u>3,000,947</u>
Excess (deficiency) of revenues over expenditures	<u>(259,309)</u>	<u>(136,781)</u>	<u>122,528</u>	<u>1,314,409</u>
Other financing uses				
Transfer to debt service fund for principal on debt certificate	-	-	-	22,672
Transfer to debt service fund for interest on debt certificate	-	-	-	(22,672)
Transfer to capital projects fund	(500,000)	(500,000)	-	(400,000)
Other uses not classified elsewhere	<u>-</u>	<u>(598,434)</u>	<u>(598,434)</u>	<u>(562,529)</u>
Total other financing uses	<u>(500,000)</u>	<u>(1,098,434)</u>	<u>(598,434)</u>	<u>(962,529)</u>
Net change in fund balance	<u>\$ (759,309)</u>	(1,235,215)	<u>\$ (475,906)</u>	351,880
Fund balance, beginning of year		<u>3,930,257</u>		<u>3,578,377</u>
Fund balance, end of year		<u>\$ 2,695,042</u>		<u>\$ 3,930,257</u>

(Concluded)

Community Consolidated School District 46

Transportation Fund

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

For the Year Ended June 30, 2022

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

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 1,420,725	\$ 1,577,473	\$ 156,748	\$ 1,392,805
Regular transportation fees from co-curricular activities - in state	16,000	1,490	(14,510)	-
Interest on investments	1,700	2,349	649	2,549
Other	2,000	-	(2,000)	3,021
Total local sources	<u>1,440,425</u>	<u>1,581,312</u>	<u>140,887</u>	<u>1,398,375</u>
State sources				
Transportation - Regular and Vocational	720,000	1,034,168	314,168	676,762
Transportation - Special Education	<u>1,000,000</u>	<u>1,190,740</u>	<u>190,740</u>	<u>964,608</u>
Total state sources	<u>1,720,000</u>	<u>2,224,908</u>	<u>504,908</u>	<u>1,641,370</u>
Total revenues	<u>3,160,425</u>	<u>3,806,220</u>	<u>645,795</u>	<u>3,039,745</u>
Expenditures				
Support services				
Business				
Pupil transportation services				
Salaries	21,925	23,845	(1,920)	22,083
Employee benefits	6,048	3,203	2,845	2,988
Purchased services	3,070,879	3,302,999	(232,120)	2,911,539
Supplies and materials	<u>161,000</u>	<u>237,274</u>	<u>(76,274)</u>	<u>41,680</u>
Total	<u>3,259,852</u>	<u>3,567,321</u>	<u>(307,469)</u>	<u>2,978,290</u>
Total support services	<u>3,259,852</u>	<u>3,567,321</u>	<u>(307,469)</u>	<u>2,978,290</u>
Provision for contingencies	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>-</u>
Total expenditures	<u>3,309,852</u>	<u>3,567,321</u>	<u>(257,469)</u>	<u>2,978,290</u>
Excess (deficiency) of revenues over expenditures	<u>(149,427)</u>	<u>238,899</u>	<u>388,326</u>	<u>61,455</u>
Net change in fund balance	<u>\$ (149,427)</u>	<u>238,899</u>	<u>\$ 388,326</u>	<u>61,455</u>
Fund balance, beginning of year		<u>1,486,537</u>		<u>1,425,082</u>
Fund balance, end of year		<u>\$ 1,725,436</u>		<u>\$ 1,486,537</u>

(Concluded)

Community Consolidated School District 46
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 757,720	\$ 711,670	\$ (46,050)	\$ 784,645
Social security/Medicare only levy	852,435	716,775	(135,660)	840,452
Other tax levies	41,521	-	(41,521)	-
Corporate personal property replacement taxes	75,000	75,000	-	75,000
Interest on investments	675	1,763	1,088	1,009
Other	-	-	-	17,769
Total local sources	<u>1,727,351</u>	<u>1,505,208</u>	<u>(222,143)</u>	<u>1,718,875</u>
Total revenues	<u>1,727,351</u>	<u>1,505,208</u>	<u>(222,143)</u>	<u>1,718,875</u>
Expenditures				
Instruction				
Regular programs	234,362	270,918	(36,556)	232,386
Pre-K programs	-	3,252	(3,252)	3,113
Special education programs	300,570	284,216	16,354	286,448
Special education programs pre-K	64,267	66,712	(2,445)	65,279
Remedial and supplemental programs K-12	101,152	83,494	17,658	95,015
Interscholastic programs	13,602	17,622	(4,020)	3,527
Summer school programs	3,567	4,109	(542)	8,099
Bilingual programs	41,197	68,190	(26,993)	72,171
Total instruction	<u>758,717</u>	<u>798,513</u>	<u>(39,796)</u>	<u>766,038</u>
Support services				
Pupils				
Attendance and social work services	14,553	14,502	51	14,939
Health services	69,146	83,871	(14,725)	71,142
Psychological services	5,824	6,137	(313)	6,036
Speech pathology and audiology services	11,570	11,713	(143)	11,513
Other support services -pupils	86,336	83,746	2,590	89,234
Total pupils	<u>187,429</u>	<u>199,969</u>	<u>(12,540)</u>	<u>192,864</u>
Instructional staff				
Improvement of instruction services	17,694	19,595	(1,901)	17,704
Educational media services	34,097	28,700	5,397	28,640
Assessment and testing	-	36	(36)	78
Total instructional staff	<u>51,791</u>	<u>48,331</u>	<u>3,460</u>	<u>46,422</u>

(Continued)

Community Consolidated School District 46
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
General administration				
Board of education services	\$ 3,445	\$ 800	\$ 2,645	\$ 779
Executive administration services	13,573	13,788	(215)	13,526
Special area administrative services	33,034	21,160	11,874	20,806
Total general administration	<u>50,052</u>	<u>35,748</u>	<u>14,304</u>	<u>35,111</u>
School administration				
Office of the principal services	96,315	97,422	(1,107)	97,554
Other support services - school administration	-	334	(334)	156
Total school administration	<u>96,315</u>	<u>97,756</u>	<u>(1,441)</u>	<u>97,710</u>
Business				
Direction of business support services	5,234	2,463	2,771	12,448
Fiscal services	33,292	42,369	(9,077)	26,936
Operation and maintenance of plant services	188,880	188,252	628	178,045
Pupil transportation services	-	4,346	(4,346)	4,106
Food services	10,718	6,519	4,199	6,685
Total business	<u>238,124</u>	<u>243,949</u>	<u>(5,825)</u>	<u>228,220</u>
Central				
Staff services	14,298	12,610	1,688	23,440
Data processing services	109,791	86,414	23,377	94,046
Total central	<u>124,089</u>	<u>99,024</u>	<u>25,065</u>	<u>117,486</u>
Total support services	<u>747,800</u>	<u>724,777</u>	<u>23,023</u>	<u>717,813</u>
Community services	-	780	(780)	604
Payments to other districts and governments				
Payments for special education programs	39,101	20,823	18,278	20,823
Total payments to other districts and governments	<u>39,101</u>	<u>20,823</u>	<u>18,278</u>	<u>20,823</u>
Total expenditures	<u>1,545,618</u>	<u>1,544,893</u>	<u>725</u>	<u>1,505,278</u>

(Continued)

Community Consolidated School District 46
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022			2021 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Excess (deficiency) of revenues over expenditures	\$ 181,733	\$ (39,685)	\$ (221,418)	\$ 213,597
Fund balance, beginning of year		<u>1,076,607</u>		<u>863,010</u>
Fund balance, end of year		<u>\$ 1,036,922</u>		<u>\$ 1,076,607</u>

(Concluded)

Community Consolidated School District No. 46
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2022

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

Budgets are adopted on a basis consistent with generally accepted accounting principles, except that the District does not budget for "on-behalf" contributions from the State of Illinois for the employer's share of the Teacher Retirement Pension and the Teachers' Health Insurance Security Fund OPEB. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level.

- a) The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December each year, a tax levy resolution is filed with the county clerk to obtain tax revenues.
- d) Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
- e) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- f) The budget amounts shown in the financial statements are as originally adopted by the Board of Education on September 22, 2021.
- g) All budgets lapse at the end of the fiscal year.

Community Consolidated School District No. 46
 NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2022

2. EXPENDITURES IN EXCESS OF BUDGETS

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

Fund	Amount
General	\$ 329,571
Transportation	257,469
Debt Service	235,735
Capital Projects	12,702

3. BUDGET RECONCILIATION

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

	Revenues	Expenditures
General fund - budgetary basis	\$ 48,810,093	\$ 46,653,920
On-behalf payments received	12,722,011	-
On-behalf payments made	-	12,722,011
General fund - GAAP basis	\$ 61,532,104	\$ 59,375,931

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

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

Community Consolidated School District No. 46
 NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2022

3. CHANGES OF ASSUMPTIONS - TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
 (Continued)

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

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

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

Valuation Date:

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

Methods and Assumptions Used to Determine the 2021 Contribution Rate:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, and ECO groups): 22-year closed Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 17 years for most employers (five employers were financed over 18 years; one employer was financed over 19 years; two employers were financed over 20 years; three employers were financed over 26 years; four employers were financed over 27 years and one was financed over 28 years).
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	3.25%
Price Inflation	2.50%

Community Consolidated School District No. 46
 NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2022

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

Salary Increases	3.35% to 14.25%, including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality rates were used with fully generational projections scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Healthy Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, IMRF specific mortality rates were used with fully generational projections scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information:

Notes There were no benefit changes during the year.

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

Change in Assumptions:

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

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

Community Consolidated School District No. 46
 NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2022

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

Valuation Date:

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

Methods and Assumptions Used to Determine the 2021 Contribution Rate:

Actuarial Cost Method	Aggregate Entry Age Normal
Asset Valuation Method	Market value
Investment Rate of Return	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Single equivalent discount rate	1.92%
Price Inflation	2.50%
Salary Increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2018, actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. Disabled Annuitants: RP-2014 Disabled Annuitant Table. Pre-Retirement: RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.
Healthcare Cost Trend Rates	Trend for fiscal year 2022 based on expected increases used to develop average costs. For fiscal years on and after 2023, trend starts at 8.00% gradually decreases to an ultimate trend of 4.25%.

Community Consolidated School District No. 46
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2022

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

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

Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death"
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

Change in Assumptions:

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

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

The Discount Rate was changed from 3.56% used in the Fiscal Year 2018 valuation to 3.62%, for Fiscal Year 2019, and from 3.62% used in the Fiscal Year 2019 valuation to 3.13% in Fiscal Year 2020, which is the Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

SUPPLEMENTARY FINANCIAL INFORMATION

Community Consolidated School District 46

General Fund

COMBINING BALANCE SHEET

June 30, 2022

	<u>Educational Account</u>	<u>Tort Immunity and Judgment</u>	<u>Working Cash Account</u>	<u>Total</u>
ASSETS				
Cash and investments	\$ 16,056,870	\$ 189,831	\$ 2,829,062	\$ 19,075,763
Receivables (net of allowance for uncollectibles):				
Property taxes	13,175,529	113,933	5,431	13,294,893
Replacement taxes	74,096	-	-	74,096
Intergovernmental	1,798,082	-	-	1,798,082
Prepaid items	<u>28,749</u>	<u>-</u>	<u>-</u>	<u>28,749</u>
Total assets	<u>\$ 31,133,326</u>	<u>\$ 303,764</u>	<u>\$ 2,834,493</u>	<u>\$ 34,271,583</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 957,238	\$ -	\$ -	\$ 957,238
Salaries and wages payable	3,879,704	-	-	3,879,704
Payroll deductions payable	200,536	-	-	200,536
Claims payable	<u>400,799</u>	<u>-</u>	<u>-</u>	<u>400,799</u>
Total liabilities	<u>5,438,277</u>	<u>-</u>	<u>-</u>	<u>5,438,277</u>
DEFERRED INFLOWS				
Property taxes levied for a future period	<u>11,790,095</u>	<u>101,953</u>	<u>4,860</u>	<u>11,896,908</u>
Total deferred inflows	<u>11,790,095</u>	<u>101,953</u>	<u>4,860</u>	<u>11,896,908</u>
FUND BALANCES				
Nonspendable	28,749	-	-	28,749
Restricted	-	201,811	-	201,811
Assigned	120,393	-	-	120,393
Unassigned	<u>13,755,812</u>	<u>-</u>	<u>2,829,633</u>	<u>16,585,445</u>
Total fund balance	<u>13,904,954</u>	<u>201,811</u>	<u>2,829,633</u>	<u>16,936,398</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 31,133,326</u>	<u>\$ 303,764</u>	<u>\$ 2,834,493</u>	<u>\$ 34,271,583</u>

Community Consolidated School District 46

General Fund

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

For the Year Ended June 30, 2022

	Educational Account	Tort Immunity and Judgment Account	Working Cash Account	Total
Revenues				
Property taxes	\$ 23,409,276	\$ 197,313	\$ 9,878	\$ 23,616,467
Replacement taxes	377,249	-	-	377,249
State aid	28,568,387	-	-	28,568,387
Federal aid	7,873,749	-	-	7,873,749
Interest	35,189	-	4,607	39,796
Other	1,056,456	-	-	1,056,456
 Total revenues	 61,320,306	 197,313	 14,485	 61,532,104
Expenditures				
Current:				
Instruction:				
Regular programs	18,233,738	-	-	18,233,738
Special programs	9,154,093	-	-	9,154,093
Other instructional programs	3,461,993	-	-	3,461,993
State retirement contributions	12,722,011	-	-	12,722,011
Support services:				
Pupils	4,324,373	-	-	4,324,373
Instructional staff	1,763,167	-	-	1,763,167
General administration	1,171,563	202,289	-	1,373,852
School administration	2,119,016	-	-	2,119,016
Business	2,050,492	-	-	2,050,492
Transportation	20,992	-	-	20,992
Operations and maintenance	157,040	-	-	157,040
Central	2,008,427	-	-	2,008,427
Community services	168,610	-	-	168,610
Nonprogrammed charges	1,746,673	-	-	1,746,673
Capital outlay	71,454	-	-	71,454
 Total expenditures	 59,173,642	 202,289	 -	 59,375,931
 Excess (deficiency) of revenues over expenditures	 2,146,664	 (4,976)	 14,485	 2,156,173

(Continued)

Community Consolidated School District 46

General Fund

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

For the Year Ended June 30, 2022

	Educational Account	Tort Immunity and Judgment Account	Working Cash Account	Total
Other financing sources (uses)				
Transfers (out)	\$ (99,055)	\$ -	\$ (9,086,867)	\$ (9,185,922)
Proceeds from issuance of debt	-	-	8,357,253	8,357,253
Premium on bonds sold	-	-	729,614	729,614
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(99,055)	-	-	(99,055)
Net change in fund balance	2,047,609	(4,976)	14,485	2,057,118
Fund balance, beginning of year	11,857,345	206,787	2,815,148	14,879,280
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balance, end of year	<u>\$ 13,904,954</u>	<u>\$ 201,811</u>	<u>\$ 2,829,633</u>	<u>\$ 16,936,398</u>

(Concluded)

Community Consolidated School District 46

Debt Service Fund

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022

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

	2022			
	Original and Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues				
Local sources				
General levy	\$ 7,710,426	\$ 7,660,516	\$ (49,910)	\$ 7,714,816
Interest on investments	3,850	8,133	4,283	5,726
Total local sources	<u>7,714,276</u>	<u>7,668,649</u>	<u>(45,627)</u>	<u>7,720,542</u>
Total revenues	<u>7,714,276</u>	<u>7,668,649</u>	<u>(45,627)</u>	<u>7,720,542</u>
Expenditures				
Debt service				
Debt services - interest				
Bonds and other - interest	<u>1,968,866</u>	<u>1,312,131</u>	<u>656,735</u>	<u>1,460,461</u>
Total debt service - interest	<u>1,968,866</u>	<u>1,312,131</u>	<u>656,735</u>	<u>1,460,461</u>
Principal payments on long-term debt	<u>6,286,672</u>	<u>7,012,514</u>	<u>725,842</u>	<u>9,304,485</u>
Other debt service				
Purchased services	-	-	-	28,000
Other objects	<u>2,000</u>	<u>168,628</u>	<u>(166,628)</u>	<u>2,850</u>
Total	<u>2,000</u>	<u>168,628</u>	<u>(166,628)</u>	<u>30,850</u>
Total debt service	<u>8,257,538</u>	<u>8,493,273</u>	<u>(235,735)</u>	<u>10,795,796</u>
Total expenditures	<u>8,257,538</u>	<u>8,493,273</u>	<u>(235,735)</u>	<u>10,795,796</u>
Deficiency of revenues over expenditures	<u>(543,262)</u>	<u>(824,624)</u>	<u>(281,362)</u>	<u>(3,075,254)</u>
Other financing sources (uses)				
Debt issuance	-	1,662,747	1,662,747	2,345,000
Transfer to pay principal on financed purchases	-	77,514	77,514	210,562
Transfer to pay interest on financed purchases	-	21,541	21,541	-
Transfer to pay principal on debt certificates	-	-	-	(23,063)
Transfer to pay interest on debt certificates	-	-	-	32,570
Other sources not classified elsewhere	-	598,434	598,434	562,529
Deposit with escrow agent	-	<u>(1,495,554)</u>	<u>(1,495,554)</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>864,682</u>	<u>864,682</u>	<u>3,127,598</u>

(Continued)

Community Consolidated School District 46

Debt Service Fund

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022

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

	2022			
	Original and Final Budget	Actual	Variance From Final Budget	2021 Actual
Net change in fund balance	<u>\$ (543,262)</u>	\$ 40,058	<u>\$ 583,320</u>	\$ 52,344
Fund balance, beginning of year		<u>4,970,248</u>		<u>4,917,904</u>
Fund balance, end of year		<u>\$ 5,010,306</u>		<u>\$ 4,970,248</u>

(Concluded)

Community Consolidated School District 46

Capital Projects Fund

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

For the Year Ended June 30, 2022

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

	2022		Variance From Final Budget	2021 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
Interest on investments	\$ 2,375	\$ (22,715)	\$ (25,090)	\$ 3,541
Total local sources	<u>2,375</u>	<u>(22,715)</u>	<u>(25,090)</u>	<u>3,541</u>
Total revenues	<u>2,375</u>	<u>(22,715)</u>	<u>(25,090)</u>	<u>3,541</u>
Expenditures				
Support services				
Facilities acquisition and construction services				
Capital outlay	<u>500,000</u>	<u>512,702</u>	<u>(12,702)</u>	<u>119,181</u>
Total support services	<u>500,000</u>	<u>512,702</u>	<u>(12,702)</u>	<u>119,181</u>
Total expenditures	<u>500,000</u>	<u>512,702</u>	<u>(12,702)</u>	<u>119,181</u>
Deficiency of revenues over expenditures	<u>(497,625)</u>	<u>(535,417)</u>	<u>(37,792)</u>	<u>(115,640)</u>
Other financing sources				
Permanent transfer from working cash fund - abatment	-	9,086,867	9,086,867	-
Permanent transfer to capital projects fund	<u>500,000</u>	<u>500,000</u>	<u>-</u>	<u>400,000</u>
Total other financing sources	<u>500,000</u>	<u>9,586,867</u>	<u>9,086,867</u>	<u>400,000</u>
Net change in fund balance	<u>\$ 2,375</u>	9,051,450	<u>\$ 9,049,075</u>	284,360
Fund balance, beginning of year		<u>374,488</u>		<u>90,128</u>
Fund balance, end of year		<u>\$ 9,425,938</u>		<u>\$ 374,488</u>

(Concluded)

STATISTICAL SECTION
(Unaudited)

Statistical Section

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	115 - 126
Revenue Capacity	
These schedules contain information to help the reader assess the District's most significant local revenue source, property taxes.	127 - 132
Debt Capacity	
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	133 - 137
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	138 - 139
Operating Information	
These schedules contain information about the District's services and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	142 - 144

SOURCES: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Community Consolidated School District 46
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	2022	2021	2020****	2019
Governmental activities				
Net investment in capital				
assets	\$ 24,832,301	\$ 20,464,000	\$ 20,139,045	\$ 19,205,421
Restricted	19,880,398	11,801,000	10,009,239	8,893,402
Unrestricted	(25,314,996)	(20,901,000)	(25,178,127)	(25,615,965)
	<u>\$ 19,397,703</u>	<u>\$ 11,364,000</u>	<u>\$ 4,970,157</u>	<u>\$ 2,482,858</u>

*As restated, due to the implementation of GASB 65

**As restated, due to the implementation of GASB 68 and GASB 71

***As restated, due to the implementation of GASB 75

****As restated, due to the implementation of GASB 84

<u>2018</u>	<u>2017***</u>	<u>2016</u>	<u>2015</u>	<u>2014**</u>	<u>2013*</u>
\$ 19,318,378	\$ 16,849,399	\$ 18,147,447	\$ 14,023,504	\$ 13,820,705	\$ 14,772,266
9,001,067	11,603,461	11,678,432	12,663,257	12,057,301	12,608,243
<u>(27,832,468)</u>	<u>(4,801,943)</u>	<u>(7,564,175)</u>	<u>(9,484,590)</u>	<u>(6,197,498)</u>	<u>(6,688,935)</u>
<u>\$ 486,977</u>	<u>\$ 23,650,917</u>	<u>\$ 22,261,704</u>	<u>\$ 17,202,171</u>	<u>\$ 19,680,508</u>	<u>\$ 20,691,574</u>

Community Consolidated School District 46
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2022	2021	2020	2019	2018	2017	2016
Expenses							
Instruction:							
Regular programs	\$ 17,638,775	\$ 15,606,110	\$ 15,524,353	\$ 14,329,540	\$ 14,333,578	\$ 13,492,554	\$ 13,156,415
Special programs	9,173,433	9,657,443	7,994,526	7,430,043	7,355,509	6,817,850	6,522,872
Other instructional programs	3,381,440	3,022,420	5,216,609	4,854,577	4,789,946	4,385,064	4,287,407
State retirement contributions	13,175,801	21,196,259	49,972,421	16,337,293	15,649,218	16,875,300	11,483,352
Support services:							
Pupils	4,103,096	4,053,189	4,311,791	3,623,403	3,692,978	3,442,504	3,479,046
Instructional staff	1,639,838	1,642,462	1,869,307	2,080,325	2,115,102	2,045,958	1,811,368
District administration	1,371,989	1,175,099	1,574,349	1,489,253	1,389,328	1,443,226	1,366,494
School administration	2,109,153	2,120,007	2,085,509	1,939,234	1,955,255	1,838,026	1,783,604
Business	2,047,020	1,582,442	769,945	1,122,636	973,237	961,595	972,160
Transportation	3,588,685	2,981,437	2,706,037	2,741,548	3,207,407	3,072,450	2,838,271
Operations and maintenance	4,198,989	2,939,601	2,922,013	4,134,932	3,331,568	3,156,386	3,260,580
Central	1,962,110	1,741,997	1,719,509	1,384,319	1,017,308	1,019,363	986,972
Other supporting services	-	-	676,461	791,581	692,191	620,427	608,330
Community services	155,291	141,487	48,568	52,917	53,855	37,462	60,411
Nonprogrammed charges	1,746,673	2,254,168	1,547,001	1,646,225	1,803,191	1,644,138	877,884
Interest and fees	1,687,590	1,441,512	2,009,686	2,342,825	2,746,196	3,112,825	3,114,223
Unallocated depreciation	2,886,947	3,084,522	3,049,235	3,097,979	2,970,137	2,967,631	2,947,646
Total expenses	70,866,830	74,640,155	103,997,320	69,398,630	68,076,004	66,932,759	59,557,035
Program revenues							
Charges for services							
Instruction:							
Regular programs	746,858	405,407	184,025	298,351	597,990	596,764	654,887
Special programs	30,311	8,183	27,451	38,801	22,844	37,998	38,254
Other instructional programs	-	-	322,170	582,409	534,884	500,844	572,380
Support services:							
Transportation	-	-	12,678	34,314	33,211	25,636	35,389
Business	7,756	6,731	279,286	383,509	325,668	246,018	252,659
Operations and maintenance	250	14,121	32,967	61,282	69,850	93,309	82,853
Operating grants and contributions							
Instruction:							
Regular programs	4,355,996	1,196,958	557,115	343,641	529,311	519,166	560,695
Special programs	2,452,506	1,824,581	672,270	621,479	457,548	1,937,938	1,869,531
Other programs	42,639	95,855	51,395	48,325	278,475	103,547	154,490
State retirement contributions	13,175,801	21,196,259	49,972,421	16,337,293	15,649,218	16,875,304	11,483,352
Support services:							
Pupils	-	-	339,283	469,185	483,215	439,280	373,814
Instructional staff	135,829	82,624	-	2,743	5,131	-	17,302
Operations and maintenance	-	-	638,690	111,012	76,932	108,456	56,814
Transportation	2,224,908	1,641,370	1,559,006	1,938,614	1,940,810	1,611,992	1,761,754
Business	1,747,960	1,225,560	499,236	500,458	493,000	425,715	397,067
Payments from other districts and gov't entities	-	-	415,566	345,641	784,377	3,909	256,210
Capital grants and contributions							
Support services:							
Business	-	-	13,350	34,961	58,401	49,157	8,607
Total program revenues	24,920,814	27,697,649	55,576,909	22,152,018	22,340,865	23,575,033	18,576,058
Net expense	(45,946,016)	(46,942,506)	(48,420,411)	(47,246,612)	(45,735,139)	(43,357,726)	(40,980,977)
General revenues							
Taxes:							
Property taxes	37,808,739	37,249,585	36,667,112	35,887,545	35,175,986	34,739,181	34,425,938
Replacement taxes	452,249	209,163	145,397	146,459	124,763	151,560	137,223
State-aid formula grants	14,985,195	13,555,378	13,548,900	12,610,225	11,637,308	9,594,627	8,727,183
Investment earnings	50,193	29,825	401,866	528,240	301,607	124,706	38,497
Miscellaneous	683,427	1,201,316	144,435	70,024	161,397	126,268	154,756
Total general revenues	53,979,803	52,245,267	50,907,710	49,242,493	47,401,061	44,736,342	43,483,597
Change in net position	\$ 8,033,787	\$ 5,302,761	\$ 2,487,299	\$ 1,995,881	\$ 1,665,922	\$ 1,378,616	\$ 2,502,620

	2015	2014	2013
\$	12,390,367	\$ 12,707,994	\$ 13,302,256
	5,890,349	6,518,994	6,117,496
	3,904,277	3,483,565	3,371,437
	9,854,968	7,213,139	5,852,886
	3,300,926	2,895,493	2,937,902
	1,487,765	1,275,577	1,304,272
	1,279,511	1,290,103	1,217,027
	1,685,594	1,664,989	1,686,428
	954,856	956,280	986,547
	2,950,311	2,849,278	2,720,744
	2,986,615	2,919,548	3,169,109
	1,126,878	765,483	898,109
	647,620	691,776	711,557
	51,257	55,335	54,805
	1,008,963	833,435	938,248
	4,221,884	4,217,260	4,598,475
	<u>2,703,344</u>	<u>2,741,777</u>	<u>2,702,599</u>
	<u>56,445,485</u>	<u>53,080,026</u>	<u>52,569,897</u>
	630,955	593,984	545,547
	21,950	16,775	17,470
	411,301	473,287	400,894
	135,698	20,850	-
	248,506	287,802	320,326
	99,146	70,928	51,179
	451,423	444,549	456,610
	1,987,403	1,924,013	1,901,725
	240,458	247,288	210,938
	9,854,968	7,213,139	5,852,886
	407,843	204,168	330,140
	141,832	-	6,095
	51,780	37,917	87,533
	1,851,930	1,329,030	1,541,841
	456,228	461,278	442,069
	401,679	305,911	245,524
	<u>2,560</u>	<u>1,000</u>	<u>14,000</u>
	<u>17,395,660</u>	<u>13,631,919</u>	<u>12,424,777</u>
	<u>(39,049,825)</u>	<u>(39,448,107)</u>	<u>(40,145,120)</u>
	33,395,165	32,247,656	31,524,059
	149,891	165,959	137,772
	7,624,136	6,003,660	6,403,722
	23,487	19,766	39,270
	<u>294,824</u>	<u>-</u>	<u>-</u>
	<u>41,487,503</u>	<u>38,437,041</u>	<u>38,104,823</u>
\$	<u>2,437,678</u>	\$ <u>(1,011,066)</u>	\$ <u>(2,040,297)</u>

Community Consolidated School District 46
FUND BALANCES (DEFICITS) OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
General Fund				
Nonspendable	\$ 28,749	\$ 416,489	\$ 48,076	\$ 23,590
Restricted	201,811	4,498	136,326	149,894
Assigned	120,393	75,006	-	-
Unassigned	<u>16,585,445</u>	<u>14,383,287</u>	<u>12,699,066</u>	<u>13,352,224</u>
Total General Fund	<u>\$ 16,936,398</u>	<u>\$ 14,879,280</u>	<u>\$ 12,883,468</u>	<u>\$ 13,525,708</u>
All other governmental funds				
Nonspendable	\$ 37,721	\$ 35,345	\$ 36,756	\$ 38,174
Restricted	19,855,923	11,802,792	9,872,913	8,984,348
Assigned	-	-	964,832	1,797,373
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>\$ 19,893,644</u>	<u>\$ 11,838,137</u>	<u>\$ 10,874,501</u>	<u>\$ 10,819,895</u>
Total all governmental funds	<u>\$ 36,830,042</u>	<u>\$ 26,717,417</u>	<u>\$ 23,757,969</u>	<u>\$ 24,345,603</u>

2018	2017	2016	2015	2014	2013
\$ 39,561	\$ 23,571	\$ 113,682	\$ 169,693	\$ 119,038	\$ 143,851
162,923	164,245	184,084	131,706	1,049	26
-	-	-	-	-	-
13,676,705	12,766,827	13,034,735	12,206,368	11,674,676	11,392,507
<u>\$ 13,879,189</u>	<u>\$ 12,954,643</u>	<u>\$ 13,332,501</u>	<u>\$ 12,507,767</u>	<u>\$ 11,794,763</u>	<u>\$ 11,536,384</u>
\$ 46,323	\$ 64,005	\$ 43,473	\$ 45,074	\$ -	\$ -
9,081,815	11,689,467	11,752,928	12,814,849	12,371,841	13,244,941
1,557,546	1,249,847	908,595	626,403	445,450	262,374
-	-	-	-	(372,582)	(69,084)
<u>\$ 10,685,684</u>	<u>\$ 13,003,319</u>	<u>\$ 12,704,996</u>	<u>\$ 13,486,326</u>	<u>\$ 12,444,709</u>	<u>\$ 13,438,231</u>
<u>\$ 24,564,873</u>	<u>\$ 25,957,962</u>	<u>\$ 26,037,497</u>	<u>\$ 25,994,093</u>	<u>\$ 24,239,472</u>	<u>\$ 24,974,615</u>

Community Consolidated School District 46
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Local Sources				
Property taxes	\$ 37,808,739	\$ 37,249,585	\$ 36,667,112	\$ 35,887,545
Replacement taxes	452,249	209,163	145,397	146,459
Other local sources	1,518,795	1,665,583	2,006,918	2,142,903
	<u>39,779,783</u>	<u>39,124,331</u>	<u>38,819,427</u>	<u>38,176,907</u>
Total local sources				
State sources	18,071,284	16,141,857	(2,688,692)	(1,414,028)
Federal sources	7,873,749	3,635,674	1,881,463	1,957,046
On-behalf sources	<u>12,722,011</u>	<u>10,976,297</u>	<u>18,500,000</u>	<u>16,337,293</u>
Total	<u><u>\$ 78,446,827</u></u>	<u><u>\$ 69,878,159</u></u>	<u><u>\$ 56,512,198</u></u>	<u><u>\$ 55,057,218</u></u>

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 35,175,986	\$ 34,739,181	\$ 34,425,938	\$ 33,395,165	\$ 32,247,656	\$ 31,524,059
124,763	151,560	137,223	149,891	165,959	137,772
<u>2,185,801</u>	<u>1,909,156</u>	<u>1,895,096</u>	<u>1,920,207</u>	<u>1,669,444</u>	<u>1,528,196</u>
<u>37,486,550</u>	<u>36,799,897</u>	<u>36,458,257</u>	<u>35,465,263</u>	<u>34,083,059</u>	<u>33,190,027</u>
(869,563)	(3,999,209)	934,135	1,944,597	2,055,574	4,107,511
1,829,520	1,760,083	1,700,559	1,763,367	1,507,873	1,526,290
<u>15,649,218</u>	<u>16,875,300</u>	<u>11,483,352</u>	<u>9,854,968</u>	<u>7,213,139</u>	<u>5,852,886</u>
<u><u>\$ 54,095,725</u></u>	<u><u>\$ 51,436,071</u></u>	<u><u>\$ 50,576,303</u></u>	<u><u>\$ 49,028,195</u></u>	<u><u>\$ 44,859,645</u></u>	<u><u>\$ 44,676,714</u></u>

Community Consolidated School District 46
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Current expenditures	\$ 68,267,620	\$ 59,638,321	\$ 97,322,364	\$ 46,075,950
Capital outlay	<u>827,369</u>	<u>294,005</u>	<u>405,239</u>	<u>5,536,338</u>
Debt service				
Principal	7,012,514	9,304,485	3,081,616	1,793,918
Interest and other	1,480,759	1,491,311	6,263,034	5,870,282
Total debt service	<u>8,493,273</u>	<u>10,795,796</u>	<u>9,344,650</u>	<u>7,664,200</u>
Total expenditures	<u><u>\$ 77,588,262</u></u>	<u><u>\$ 70,728,122</u></u>	<u><u>\$107,072,253</u></u>	<u><u>\$ 59,276,488</u></u>
Debt service required as a percentage of noncapital expenditures	11.06%	15.33%	8.76%	14.26%
Debt service as a percentage of total expenditures	10.95%	15.26%	8.73%	12.93%

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 44,931,012	\$ 43,480,156	\$ 41,464,221	\$ 39,976,969	\$ 38,878,177	\$ 39,393,642
<u>2,920,600</u>	<u>373,870</u>	<u>1,406,804</u>	<u>890,941</u>	<u>588,943</u>	<u>639,363</u>
2,095,876	2,335,290	2,890,819	1,411,920	1,422,006	1,416,424
5,584,948	5,326,290	5,030,906	5,059,148	4,705,662	4,479,964
<u>7,680,824</u>	<u>7,661,580</u>	<u>7,921,725</u>	<u>6,471,068</u>	<u>6,127,668</u>	<u>5,896,388</u>
<u>\$ 55,532,436</u>	<u>\$ 51,515,606</u>	<u>\$ 50,792,750</u>	<u>\$ 47,338,978</u>	<u>\$ 45,594,788</u>	<u>\$ 45,929,393</u>
14.60%	14.98%	16.04%	13.93%	13.62%	13.02%
13.83%	14.87%	15.60%	13.67%	13.44%	12.84%

Community Consolidated School District 46
OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCE
LAST TEN FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Excess of revenues over (under) expenditures	\$ 858,565	\$ (849,963)	\$ (587,634)	\$ (4,219,270)
Other financing sources (uses)				
Debt issuance	10,020,000	2,345,000	-	4,000,000
Premium on debt issuance	729,614	-	-	-
Lease proceeds	-	373,413	-	-
Deposit with escrow agent	(1,495,554)	-	-	-
Transfers in	10,284,356	1,182,598	2,045,015	594,725
Transfers out	(10,284,356)	(1,182,598)	(2,045,015)	(594,725)
Other	-	-	-	-
Total other financing sources (uses)	<u>9,254,060</u>	<u>2,718,413</u>	<u>-</u>	<u>4,000,000</u>
Net change in fund balances	<u>\$ 10,112,625</u>	<u>\$ 1,868,450</u>	<u>\$ (587,634)</u>	<u>\$ (219,270)</u>

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ (1,436,711)	\$ (79,535)	\$ (216,447)	\$ 1,689,217	\$ (735,143)	\$ (1,252,679)
-	-	24,151,939	9,038,127	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(23,892,088)	(9,017,797)	-	-
19,014	-	-	6,977	840,000	1,443,770
(19,014)	-	-	(6,977)	(840,000)	(1,443,770)
43,622	-	-	-	-	-
<u>43,622</u>	<u>-</u>	<u>259,851</u>	<u>20,330</u>	<u>-</u>	<u>-</u>
<u>\$ (1,393,089)</u>	<u>\$ (79,535)</u>	<u>\$ 43,404</u>	<u>\$ 1,709,547</u>	<u>\$ (735,143)</u>	<u>\$ (1,252,679)</u>

Community Consolidated School District 46
PROPERTY TAX RATES - LEVIES AND COLLECTIONS
LAST TEN TAX LEVY YEARS

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Assessed valuation	\$ 751,853,771	\$ 727,350,158	\$ 714,251,648	\$ 693,954,245
Rates Extended				
Educational	3.1535	3.1873	3.1802	3.2042
IMRF	0.0791	0.1045	0.1029	0.1009
Operations and Maintenance	0.4744	0.4881	0.4802	0.5044
Bonds	1.0281	1.0633	1.0868	1.1147
Transportation	0.2335	0.1959	0.1921	0.1744
Sedol IMRF	0.0056	0.0057	0.0055	0.0060
Social Security	0.0791	0.1176	0.1166	0.1153
Working Cash	0.0013	0.0014	0.0000	0.0000
Special Education	0.0000	0.0000	0.0000	0.0000
PTAB/CE Recapture	0.0468	0.0000	0.0000	0.0000
Tort Judgement & Liability Insurance	0.0277	0.0261	0.0254	0.0187
Total rates extended	<u>5.1291</u>	<u>5.1898</u>	<u>5.1897</u>	<u>5.2384</u>
Levies Extended				
Educational	\$ 23,709,618	\$ 23,182,628	\$ 22,714,295	\$ 22,235,557
IMRF	594,476	760,001	735,015	699,999
Operations and Maintenance	3,566,847	3,550,007	3,430,058	3,500,000
Bonds	7,730,139	7,733,631	7,762,673	7,735,217
Transportation	1,755,684	1,425,003	1,372,027	1,209,999
Sedol IMRF	42,021	41,648	39,105	41,311
Social Security	594,476	855,000	833,017	799,997
Working Cash	9,917	10,001	7	7
Special Education	-	-	-	-
PTAB/CE Recapture	351,800	-	-	-
Tort Judgement & Liability Insurance	208,068	190,006	181,306	129,998
Total levies extended	<u>\$ 38,563,046</u>	<u>\$ 37,747,924</u>	<u>\$ 37,067,504</u>	<u>\$ 36,352,085</u>
Total Collections	<u>\$ 17,061,098</u>	<u>\$ 37,401,180</u>	<u>\$ 36,909,375</u>	<u>\$ 36,297,009</u>
Percentage of extensions collected	<u>44.24%</u>	<u>99.08%</u>	<u>99.57%</u>	<u>99.85%</u>

Source of information: Lake County Clerk's Office.

Note: Tax Rates are expressed in dollars per \$100 of assessed valuation.

	2017	2016	2015	2014	2013	2012
\$	<u>659,639,906</u>	<u>\$ 613,358,204</u>	<u>\$ 559,368,747</u>	<u>\$ 535,683,256</u>	<u>\$ 560,415,835</u>	<u>\$ 618,678,368</u>
	3.3038	3.3515	3.4266	3.4840	3.4310	3.2730
	0.0926	0.0978	0.1403	0.0840	0.0750	0.0680
	0.5065	0.5498	0.5500	0.5470	0.5390	0.5500
	1.1727	1.2609	1.3825	1.4430	1.1630	1.0000
	0.1719	0.2144	0.2069	0.2460	0.1930	0.1610
	0.0070	0.0073	0.0077	0.0070	0.0090	0.0050
	0.1166	0.1125	0.1240	0.1470	0.1360	0.0940
	0.0034	0.0041	0.0043	0.0050	0.0050	0.0050
	0.0000	0.0812	0.3162	0.3980	0.2380	0.0000
	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
	0.0245	0.0255	0.0268	0.0540	0.0510	0.0000
	<u>5.3990</u>	<u>5.7049</u>	<u>6.1855</u>	<u>6.4150</u>	<u>5.8400</u>	<u>5.1560</u>
\$	<u>21,793,322</u>	<u>\$ 20,556,498</u>	<u>\$ 19,167,408</u>	<u>\$ 18,660,698</u>	<u>\$ 19,227,867</u>	<u>\$ 20,249,343</u>
	611,440	599,999	784,929	450,001	420,312	420,701
	3,341,076	3,372,513	3,076,528	2,932,298	3,020,641	3,402,731
	7,735,492	7,733,735	7,733,502	7,730,649	6,517,636	6,186,784
	1,134,040	1,314,991	1,157,065	1,316,393	1,081,603	996,072
	45,944	44,671	43,262	39,785	50,437	30,934
	768,936	690,003	693,612	785,001	762,166	581,558
	22,711	25,000	24,316	25,000	28,021	30,934
	-	497,961	1,768,847	2,132,582	1,333,790	-
	-	-	-	-	-	-
	<u>161,322</u>	<u>156,100</u>	<u>150,095</u>	<u>288,669</u>	<u>285,812</u>	<u>-</u>
\$	<u>35,614,282</u>	<u>\$ 34,991,472</u>	<u>\$ 34,599,564</u>	<u>\$ 34,361,076</u>	<u>\$ 32,728,285</u>	<u>\$ 31,899,057</u>
\$	<u>35,518,641</u>	<u>\$ 34,862,530</u>	<u>\$ 34,541,185</u>	<u>\$ 34,305,022</u>	<u>\$ 32,565,375</u>	<u>\$ 31,856,704</u>
	<u>99.73%</u>	<u>99.63%</u>	<u>99.83%</u>	<u>99.84%</u>	<u>99.50%</u>	<u>99.87%</u>

Community Consolidated School District 46
EQUALIZED ASSESSED VALUATION AND ESTIMATED
ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN TAX LEVY YEARS

Tax Levy Year	Equalized Assessed Valuation	Amount of Increase (Decrease) Over Previous Year	Percentage Increase (Decrease) Over Previous Year	Actual Estimated Value	Total Direct Rate
2021	\$751,853,771	\$24,503,613	3.37%	\$ 2,255,561,313	5.1291
2020	727,350,158	13,098,510	1.83%	2,182,050,474	5.1898
2019	714,251,648	20,297,403	2.92%	2,142,754,944	5.1897
2018	693,954,245	34,314,339	5.20%	2,081,862,735	5.2384
2017	659,639,906	46,281,702	7.55%	1,978,919,718	5.3990
2016	613,358,204	53,989,457	9.65%	1,840,074,612	5.7049
2015	559,368,747	23,685,491	4.42%	1,678,106,241	6.1855
2014	535,683,256	(24,732,579)	-4.41%	1,607,049,768	6.4150
2013	560,415,835	(58,262,533)	-9.42%	1,681,247,505	5.8400
2012	618,678,368	(105,572,276)	-14.58%	1,856,035,104	5.1560

Source of information: Lake County Levy, Rate, and Extension Reports

Note: The county assesses property at approximately 33.3% of actual value for all types of real property. Estimated actual value is calculated by dividing assessed value by that percentage. Tax rates are per \$100 of assessed value.

Community Consolidated School District 46
PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING
VILLAGE OF GRAYSLAKE GOVERNMENTS*
LAST TEN LEVY YEARS

	2021	2020	2019	2018	2017
District direct rates					
Educational	3.1535	3.1873	3.1802	3.2042	3.3038
IMRF	0.0791	0.1045	0.1029	0.1009	0.0926
Operations and Maintenance	0.4744	0.4881	0.4802	0.5044	0.5065
Bonds	1.0281	1.0633	1.0868	1.1147	1.1727
Transportation	0.2335	0.1959	0.1921	0.1744	0.1719
Sedol IMRF	0.0056	0.0057	0.0055	0.0060	0.0070
Social Security	0.0791	0.1176	0.1166	0.1153	0.1166
Working Cash	0.0013	0.0014	0.0000	0.0000	0.0034
Special Education	0.0000	0.0000	0.0000	0.0000	0.0000
PTAB/CE Recapture	0.0468	0.0000	0.0000	0.0000	0.0000
Tort Judgement & Liability Insurance	<u>0.0277</u>	<u>0.0261</u>	<u>0.0254</u>	<u>0.0187</u>	<u>0.0245</u>
Total direct	5.1291	5.1898	5.1897	5.2384	5.3990
Overlapping rates					
Lake County	0.5977	0.5980	0.5968	0.6117	0.6218
Lake County Forest Preserve	0.1789	0.1818	0.1798	0.1820	0.1873
Central Lake County JAWA	0.0000	0.0000	0.0000	0.0000	0.0408
Avon Township	0.1409	0.0652	0.0661	0.0687	0.0707
Avon Township Road & Bridge	0.0000	0.0779	0.0799	0.0849	0.0895
Avon Township Special Road Improvement	0.0000	0.0000	0.0000	0.0000	0.0000
Village of Grayslake	0.5472	0.5597	0.5617	0.5488	0.5662
Grayslake Park District	0.4768	0.4798	0.4733	0.4638	0.4779
Grayslake Area Library District	0.4271	0.4277	0.4258	0.4200	0.4317
Grayslake Fire Protection District	0.8321	0.8397	0.8266	0.8185	0.8391
Community High School District No. 127	3.7382	4.3268	4.2911	4.4195	4.8786
Community College District No. 532	<u>0.2935</u>	<u>0.2897</u>	<u>0.2815</u>	<u>0.2819</u>	<u>0.2806</u>
Total direct and overlapping rate	<u>12.3615</u>	<u>13.0361</u>	<u>12.9723</u>	<u>13.1382</u>	<u>13.8832</u>

Source of information: Lake County Clerk's Office.

*Tax rates are per \$100 of equalized assessed value.

2016	2015	2014	2013	2012
3.3515	3.4266	3.4840	3.4310	3.2730
0.0978	0.1403	0.0840	0.0750	0.0680
0.5498	0.5500	0.5470	0.5390	0.5500
1.2609	1.3825	1.4430	1.1630	1.0000
0.2144	0.2069	0.2460	0.1930	0.1610
0.0073	0.0077	0.0070	0.0090	0.0050
0.1125	0.1240	0.1470	0.1360	0.0940
0.0041	0.0043	0.0050	0.0050	0.0050
0.0812	0.3162	0.3980	0.2380	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000
<u>0.0255</u>	<u>0.0268</u>	<u>0.0540</u>	<u>0.0510</u>	<u>0.0000</u>
5.7049	6.1855	6.4150	5.8400	5.1560
0.6320	0.6628	0.6820	0.6630	0.6080
0.1929	0.2079	0.2100	0.2180	0.2120
0.0458	0.0541	0.0560	0.0550	0.0520
0.0746	0.0807	0.0810	0.0760	0.0670
0.0963	0.1054	0.1080	0.1020	0.0070
0.0000	0.0000	0.0000	0.0000	0.0830
0.5992	0.6533	0.6840	0.6480	0.5750
0.5041	0.5499	0.5720	0.5440	0.4920
0.4549	0.4920	0.5150	0.4840	0.4900
0.8806	0.9449	0.9800	0.8190	0.7210
5.0597	5.3965	5.5390	5.2280	4.5560
<u>0.2854</u>	<u>0.2994</u>	<u>0.3060</u>	<u>0.2960</u>	<u>0.2720</u>
<u>14.5304</u>	<u>15.6323</u>	<u>16.1480</u>	<u>14.9730</u>	<u>13.2910</u>

Community Consolidated School District 46
PRINCIPAL PROPERTY TAXPAYERS IN THE DISTRICT
CURRENT TAX LEVY YEAR AND NINE YEARS AGO

Taxpayer	Tax Levy year 2020 Equalized Assessed Valuation ⁽¹⁾	Percentage of Total 2020 Equalized Assessed Valuation
Meijer Stores Ltd. Partnership	\$ 5,072,020	0.70%
Baxter Healthcare Corp.	3,972,009	0.55%
Wells Fargo Real Estate Tax Service	3,041,087	0.42%
IRC Retail Centers	2,896,163	0.40%
Sida Enterprises, Ltd.	2,772,543	0.38%
Washington Square Development LLC	2,122,847	0.29%
CompX Security Products, Inc.	2,026,799	0.28%
Grayslake Senior Residence LP	1,725,173	0.24%
Home Depot USA, Inc.	1,454,166	0.20%
Saddlebrook 60 LLC	1,430,441	0.20%
	<u>\$ 26,513,248</u>	<u>3.66%</u>

Taxpayer	Tax Levy year 2013 Equalized Assessed Valuation	Percentage of Total 2013 Equalized Assessed Valuation
Baxter Healthcare Corp.	\$ 6,558,190	1.17%
Inland Commercial Property Management	3,364,929	0.60%
Round Lake Commons LLC	2,976,482	0.53%
Marling Management, Inc.	2,039,286	0.36%
Home Depot U.S.A., Inc.	1,911,080	0.34%
Equities Associates Corp. IV	1,822,031	0.33%
Washington Square Development, LLC	1,727,939	0.31%
Grayslake Senior Residence LP	1,698,780	0.30%
CompX Security Products, Inc.	1,401,657	0.25%
Accosys, Inc.	1,401,098	0.25%
	<u>\$ 24,901,472</u>	<u>4.44%</u>

⁽¹⁾ Most recent information available

Note: The above taxpayers represent 3.65% of the District's \$727,350,158 2020 EAV. Reasonable efforts have been made to identify the largest taxpayers. However, many of the taxpayers listed may own multiple parcels and certain parcels may not be included.

Sources: Lake County Clerk's and Assessor's Offices

Community Consolidated School District 46
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Tax Levy Year	Total General Expenditures (A)	Debt Service Fund Expenditures (B)	Percentage of Service Fund Expenditures to Total General Expenditures
2022	2021	\$ 64,866,251	\$ 8,493,273	13.09 %
2021	2020	59,596,620	10,795,796	18.11
2020	2019	97,727,603	9,344,650	9.56
2019	2018	67,949,581	7,664,200	11.28
2018	2017	63,500,830	7,680,824	12.10
2017	2016	60,729,326	7,661,580	12.62
2016	2015	54,354,377	7,921,725	14.57
2015	2014	50,722,878	6,471,068	12.76
2014	2013	46,680,259	6,127,668	13.13
2013	2012	45,885,891	5,896,388	12.85

(A) Includes expenditures of all Governmental Fund Types (excludes State retirement contributions).

(B) Debt Service Fund expenditures represent payment of principal, interest and other charges on General Bonded Debt.

Community Consolidated School District 46
RATIO OF GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET GENERAL BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	General Obligation Bonds	Capital Appreciation Bonds	Total Limited Debt	Equalized Assessed Valuation	Actual Estimated Value	Ratio of General Obligation Bonds to Actual Estimated Value	Debt Outstanding per Capita
2022	\$ 37,235,000	\$ -	\$ 37,235,000	\$ 751,853,771	\$ 2,255,561,313	1.65 %	\$ 1,235
2021	34,190,000	800,000	34,990,000	727,350,158	2,182,050,474	1.57	1,160
2020	34,235,000	6,934,576	41,169,576	714,251,648	2,142,754,944	1.60	1,365
2019	34,545,000	12,272,688	46,817,688	693,954,245	2,081,862,735	1.66	1,553
2018	35,125,000	16,892,386	52,017,386	659,639,906	1,978,919,718	1.77	1,725
2017	35,945,000	20,864,105	56,809,105	613,358,204	1,840,074,612	1.95	1,884
2016	36,975,000	24,255,684	61,230,684	559,368,747	1,678,106,241	2.20	2,031
2015	40,820,000	27,124,770	67,944,770	535,683,256	1,607,049,768	2.54	2,293
2014	40,710,000	29,419,152	70,129,152	560,415,835	1,681,247,505	2.42	2,342
2013	40,750,000	31,516,909	72,266,909	618,678,368	1,856,035,104	2.20	2,423

Note: See Demographic and Economic Statistics for population data.

Community Consolidated School District 46

COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT

June 30, 2022

Jurisdiction overlapping	Outstanding Debt ⁽¹⁾	Overlapping Percent	Amount
County			
Lake County	\$ -	2.732%	\$ -
Lake County Forest Preserve	181,865,000	2.732%	4,968,552
Municipalities			
Village of Round Lake	-	26.014%	-
Village of Round Lake Beach	15,080,000	21.026%	3,170,721
Village of Round Lake Park	5,030,000	8.014%	403,104
Fire Districts			
Greater Round Lake Fire Protection District	3,905,000	22.885%	893,659
Library Districts			
Fox Lake Public Library District	7,470,000	0.568%	42,430
Lake Villa Public Library District	-	2.202%	-
Warren-Newport Public Library District	-	0.291%	-
Park Districts			
Grayslake Community Park District	3,980,000	75.625%	3,009,875
Round Lake Area Park District	4,239,000	19.783%	838,601
School Districts			
Grayslake Comm. High School District 127	8,585,000	66.070%	5,672,110
Total Overlapping General Obligation Bonded Debt:			19,261,095
Direct Debt:			
Community Consolidated School District #46	37,235,000	100.000%	37,235,000
Total Direct and Overlapping Debt			<u>\$ 56,496,095</u>

⁽¹⁾ Excludes the following amounts of alternate revenue bonded debt: Lake County - \$137,310,000; Village of Round Lake - \$6,620,000; Lake Villa Public Library District - \$5,575,000; Warren-Newport Public Library District - \$4,290,000; and Lake County Community College District 532 - \$81,070,000.

Source: Lake County Clerk's Office

Community Consolidated School District 46

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

Summary	2022	2021	2020	2019
Debt Limit	\$ 51,877,910	\$ 50,187,161	\$ 49,283,364	\$ 47,882,843
Debt Subject to 6.9% Legal Limit	<u>38,695,337</u>	<u>38,630,000</u>	<u>12,327,984</u>	<u>15,152,933</u>
Legal Debt Margin	<u>\$ 13,182,573</u>	<u>\$ 11,557,161</u>	<u>\$ 36,955,380</u>	<u>\$ 32,729,910</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	74.59%	76.97%	25.01%	31.65%
Detail				
Equalized Assessed Valuation	751,853,771			
Debt Limit - 6.9% of Equalized Assessed Valuation	51,877,910			
Total Debt Outstanding	38,695,337			
Add: Capital Appreciation	-			
Less: Exempted Debt	<u>-</u>			
Net, Debt Subject to 6.9% of Legal Limit	<u>38,695,337</u>			
Legal Debt Margin	<u>\$ 13,182,573</u>			

Note: Only eight years of information are available.

2018	2017	2016	2015
\$ 45,515,154	\$ 42,321,716	\$ 38,596,444	\$ 36,962,145
<u>12,406,851</u>	<u>13,679,105</u>	<u>15,024,395</u>	<u>16,420,214</u>
<u>\$ 33,108,303</u>	<u>\$ 28,642,611</u>	<u>\$ 23,572,049</u>	<u>\$ 20,541,931</u>
27.26%	32.32%	38.93%	44.42%

Community Consolidated School District 46
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN CALENDAR YEARS

Year	District's Population ⁽¹⁾	Village Population ⁽¹⁾	Personal Income	Per Capita Income ⁽¹⁾	Unemployment Rate
2021	30,155	21,121	\$ 1,179,542,980	\$ 39,116	4.2 %
2020	30,155	21,248	1,179,542,980	39,116	6.3
2019	30,155	30,155	1,179,542,980	39,116	4.2
2018	30,155	20,957	1,179,542,980	39,116	5.3
2017	30,155	20,957	1,179,542,980	39,116	4.2
2016	30,155	20,957	1,179,542,980	39,116	5.2
2015	30,155	20,957	1,179,542,980	39,116	5.7
2014	29,633	20,957	1,111,948,692	37,524	5.6
2013	29,941	20,957	1,065,929,541	35,601	7.6
2012	29,830	20,957	1,021,051,070	34,229	8.3

Sources of information: Unemployment rates obtained from Illinois Department of Employment Security.

(1) IES - National Center for Education Statistics (American Community Survey)

Community Consolidated School District 46

PRINCIPAL EMPLOYERS CURRENT YEAR AND NINE YEARS AGO

2022		
Employer	Employees	Percentage of Total Employment
Great Lakes Naval Base	23,000	24.06%
AbbVie, Inc.	3,400	3.56%
Advocate Condell Medical Center	2,200	2.30%
Baxter Healthcare Corp., Medical Products	1,900	1.99%
Six Flags Great America	1,900	1.99%
College of Lake County, Grayslake Campus	1,818	1.90%
Southwire Co., LLC	1,200	1.26%
Wm. W. Meyer & Sons, Inc.	985	1.03%
Medline Industries, Inc.	900	0.94%
Lake Behavioral Hospital	700	0.79%
Total	38,003	39.82%

2013		
Employer	Employees	Percentage of Total Employment
Department of the Navy	23,000	24.03%
Abbott Laboratories	15,300	15.98%
Hewitt Associates LLC - Employee Benefits	5,570	5.82%
Motorola, Inc.	5,000	5.22%
Kemper Insurance Co.	3,700	3.86%
Six Flags Great America	3,190	3.33%
Allegiance Corp.	2,900	3.03%
The County	2,700	2.82%
Baxter Healthcare Corp., Medical Products	1,900	1.98%
College of Lake County, Grayslake Campus	1,818	1.90%
Total	65,078	68.94%

Data Sources

- (1) Village Records / School District Records
- (2) Employer Website
- (3) Data Axle / Mergent Intellect

Community Consolidated School District 46

NUMBER OF EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Administration									
Superintendent	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
District Administrators	8.0	8.0	9.0	9.0	10.0	9.0	10.0	7.0	6.0
Principals and Assistants	<u>10.0</u>	<u>10.0</u>	<u>10.0</u>	<u>10.0</u>	<u>10.0</u>	<u>10.0</u>	<u>10.0</u>	<u>10.0</u>	<u>10.0</u>
Total Administration	19.0	19.0	20.0	20.0	21.0	20.0	21.0	18.0	17.0
Teachers									
Regular Classroom Teachers	207.0	201.0	208.0	208.0	214.0	206.0	209.0	212.0	204.0
Special Education Teachers	42.0	39.0	40.0	45.0	41.0	39.0	40.0	25.0	41.0
Psychologists	6.0	6.0	7.0	6.0	9.0	5.0	8.0	6.0	5.0
Librarians / Media Specialists	6.0	7.0	8.0	7.0	7.0	7.0	7.0	7.0	7.0
Social Workers	13.0	14.0	14.0	15.0	15.0	15.0	14.0	14.0	13.0
ELL / Bilingual Teachers	31.0	28.0	28.0	25.0	22.0	21.0	20.0	20.0	18.0
Speech / Language Therapists	12.0	12.0	12.0	11.0	13.0	11.0	11.0	11.0	11.0
Reading Specialists	14.0	15.0	15.0	15.0	16.0	14.0	16.0	16.0	13.0
Certified Nurses	<u>3.0</u>	<u>3.0</u>	<u>3.0</u>	<u>3.0</u>	<u>3.0</u>	<u>3.0</u>	<u>3.0</u>	<u>3.0</u>	<u>3.0</u>
Total Teachers	334.0	325.0	335.0	335.0	340.0	321.0	328.0	314.0	315.0
Other Supporting Staff									
Secretarial/Clerical/Paraprofessionals	155.0	153.0	151.0	155.0	158.0	158.0	152.0	155.0	153.0
Custodial/Maintenance/Technology	<u>32.0</u>	<u>39.5</u>	<u>36.0</u>	<u>35.0</u>	<u>35.0</u>	<u>36.0</u>	<u>36.0</u>	<u>34.0</u>	<u>37.0</u>
Total Support Staff	187.0	192.5	187.0	190.0	193.0	194.0	188.0	189.0	190.0
Other									
Leave of Absence	<u>4.0</u>	<u>2.0</u>	<u>5.0</u>	<u>6.0</u>	<u>6.0</u>	<u>4.0</u>	<u>3.0</u>	<u>1.0</u>	<u>3.0</u>
Total Leave of Absence	4.0	2.0	5.0	6.0	6.0	4.0	3.0	1.0	3.0
Total Staff	<u>544.0</u>	<u>538.5</u>	<u>547.0</u>	<u>551.0</u>	<u>560.0</u>	<u>539.0</u>	<u>540.0</u>	<u>522.0</u>	<u>525.0</u>

Source of information: District Personnel Records, Teacher Service Records

2013

1.0

2.0

9.0

12.0

210.0

44.0

5.0

7.0

13.0

18.0

11.0

15.0

3.0

326.0

157.0

35.0

192.0

1.0

1.0

531.0

Community Consolidated School District 46
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

Function	2022	2021	2020	2019	2018	2017
Instruction						
Student Enrollment	3,690	3,657	3,851	3,851	3,957	4,006
Support Services						
Pupil	710	649	666	631	589	505
English Language Learners Program - number of languages served	43	41	38	40	434	36
Instructional Staff						
ISAT - overall student performance*						
Reading - District	N/A	35%	N/A	50%	50%	52%
Reading - State	N/A	31%	N/A	38%	37%	37%
Math - District	N/A	27%	N/A	43%	43%	43%
Math - State	N/A	26%	N/A	32%	32%	32%
School Administration						
Average Daily Attendance	3,309	3,347	3,583	3,531	3,624	3,631
Fiscal						
Purchase Orders Processed	2,107	246	46	131	28	163
Maintenance						
District Square Footage Maintained by Custodians and Maintenance	27,745	30,057	28,855	30,057	26,717	30,057
Transportation						
Avg. number of students transported per year	2,243	2,341	2,383	2,527	2,505	2,540
Avg. number of bus runs to/from school	28	28	28	28	28	28
Extra Curricular Activities						
Number of competitive sports	21	-	-	21	21	21
Number of student clubs	69	7	7	76	76	75

N/A - Information is not available

2016	2015	2014	2013
3,985	3,774	3,863	3,869
532	564	513	525
39	37	34	33
49%	50%	70%	70%
36%	38%	57%	59%
43%	37%	70%	68%
31%	28%	60%	59%
3,657	N/A	N/A	N/A
149	204	429	506
32,790	31,364	31,364	30,057
2,634	2,761	3,966	4,116
28	28	28	28
21	21	21	21
75	75	74	74

Community Consolidated School District 46
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

		2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Prairieview School*											
Built	2002										
Additions	None										
Square Feet		106,529	106,529	106,529	106,529	106,529	106,529	106,529	106,529	106,529	106,529
Student Enrollment		545	525	580	507	539	548	542	364	382	387
Avon School											
Built	1950										
Additions	4										
Square Feet		73,320	73,320	73,320	73,320	73,320	73,320	73,320	73,320	73,320	73,320
Student Enrollment		362	344	375	390	406	387	380	352	360	401
Grayslake Middle School											
Built	1969										
Additions	5										
Square Feet		121,494	121,494	121,494	121,494	121,494	121,494	121,494	121,494	121,494	121,494
Student Enrollment		650	672	658	674	711	713	706	725	745	762
Woodview School											
Built	1956										
Additions	2										
Square Feet		56,861	56,861	56,861	56,861	56,861	56,861	56,861	56,861	56,861	56,861
Student Enrollment		414	438	447	437	454	445	450	435	451	401
Meadowview School											
Built	1993										
Additions	None										
Square Feet		66,166	66,166	66,166	66,166	66,166	66,166	66,166	66,166	66,166	66,166
Student Enrollment		372	326	343	332	317	345	349	369	392	389
Frederick School											
Built	2000										
Additions	None										
Square Feet		108,000	108,000	108,000	108,000	108,000	108,000	108,000	108,000	108,000	108,000
Student Enrollment		605	616	656	674	663	652	680	675	676	712
Park Campus											
Built	2007										
Additions	None										
Square Feet		<u>184,000</u>	<u>184,000</u>	<u>184,000</u>	<u>184,000</u>	<u>184,000</u>	<u>184,000</u>	<u>184,000</u>	<u>184,000</u>	<u>184,000</u>	<u>184,000</u>
Student Enrollment		<u>742</u>	<u>736</u>	<u>792</u>	<u>837</u>	<u>867</u>	<u>916</u>	<u>878</u>	<u>854</u>	<u>857</u>	<u>817</u>
Total Square Footage		<u>716,370</u>	<u>716,370</u>	<u>716,370</u>	<u>716,370</u>	<u>716,370</u>	<u>716,370</u>	<u>716,370</u>	<u>716,370</u>	<u>716,370</u>	<u>716,370</u>
Total Student Enrollment		<u>3,690</u>	<u>3,657</u>	<u>3,851</u>	<u>3,851</u>	<u>3,957</u>	<u>4,006</u>	<u>3,985</u>	<u>3,774</u>	<u>3,863</u>	<u>3,869</u>

*Prairieview School includes Early Childhood Center

Source of Information: Architect's Data and Sixth Day Enrollment Forms