

**Community Consolidated
School District 46**

Grayslake, Illinois

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2023



Annual Comprehensive Financial Report

of

**Community Consolidated
School District 46**

Grayslake, Illinois

For the Fiscal Year Ended June 30, 2023

Official Responsible for Preparing Report

Chris Wildman, Assistant Superintendent for Finance/CSBO/Treasurer

Department Responsible for Preparing Report

Business Office

Community Consolidated School District 46
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the Year Ended June 30, 2023

TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTORY SECTION	
Transmittal Letter	iv - viii
Organizational Chart	ix
Officers and Officials	x
Association of School Business Officials International-Certificate of Excellence	xi
 FINANCIAL SECTION	
Independent Auditors' Report	1 - 5
Management's Discussion and Analysis (Unaudited)	6 - 13
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position - Governmental Activities	14
Statement of Activities	15
Fund Financial Statements	
Balance Sheet - Governmental Funds	16 - 17
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	18 - 19
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	20 - 21
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	22 - 23
Notes to the Financial Statements	24 - 70
Required Supplementary Information (Unaudited)	
Multiyear Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Illinois Municipal Retirement Fund	71 - 72
Multiyear Schedule of Contributions - Illinois Municipal Retirement Fund	73
Multiyear Schedule of the District's Proportionate Share of the Net Pension Liability - Teachers' Retirement System of the State of Illinois	74 - 75
Multiyear Schedule of District Contributions - Teachers' Retirement System of the State of Illinois	76 - 77
Multiyear Schedule of Changes in Total Other Postemployment Benefits (OPEB) Liability and Related Ratios - Retiree Health Plan (RHP)	78 - 79

(Continued)

Community Consolidated School District 46
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the Year Ended June 30, 2023

TABLE OF CONTENTS

	<u>Page</u>
FINANCIAL SECTION (Continued)	
Required Supplementary Information (Unaudited) (Continued)	
Multiyear Schedule of the District's Proportionate Share of the Net Other Postemployment Benefit (OPEB) Liability - Teachers' Health Insurance Security Fund (THIS)	80 - 81
Multiyear Schedule of District Contributions - Teachers' Health Insurance Security Fund	82 - 83
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund	84 - 92
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Operations and Maintenance Fund	93 - 94
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Transportation Fund	95
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Municipal Retirement/Social Security Fund	96 - 98
Notes to the Required Supplementary Information	99 - 104
Supplementary Financial Information	
Combining Balance Sheet - General Fund	105
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - General Fund	106 - 107
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Debt Service Fund	108 - 109
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Capital Projects Fund	110 - 111
STATISTICAL SECTION (Unaudited)	
Statistical Section Contents	112
Net Position by Component - Last Ten Fiscal Years	113 - 114
Changes in Net Position - Last Ten Fiscal Years	115 - 116
Fund Balances (Deficits) of Governmental Funds - Last Ten Fiscal Years	117 - 118
Governmental Funds Revenues - Last Ten Fiscal Years	119 - 120
Governmental Funds Expenditures and Debt Service Ratio - Last Ten Fiscal Years	121 - 122
Other Financing Sources and Uses and Change in Fund Balance - Last Ten Fiscal Years	123 - 124

(Continued)

Community Consolidated School District 46
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the Year Ended June 30, 2023

TABLE OF CONTENTS

	<u>Page</u>
STATISTICAL SECTION (Unaudited) (Continued)	
Property Tax Rates - Levies and Collections - Last Ten Tax Levy Years	125 - 126
Equalized Assessed Valuation and Estimated Actual Value of Taxable Property - Last Ten Levy Years	127
Property Tax Rates - Direct and Overlapping Village of Grayslake Governments - Last Ten Levy Years	128 - 129
Principal Property Taxpayers in the District - Current Tax Year and Nine Years Ago	130
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures - Last Ten Fiscal Years	131
Ratio of General Bonded Debt to Assessed Value and Net General Bonded Debt Per Capita - Last Ten Fiscal Years	132
Computation of Direct and Overlapping General Obligation Bonded Debt	133
Legal Debt Margin Information - Last Ten Fiscal Years	134 - 135
Demographic and Economic Statistics - Last Ten Calendar Years	136
Principal Employers - Current Year and Nine Years Ago	137
Number of Employees by Type - Last Ten Fiscal Years	138
Operating Indicators by Function - Last Ten Fiscal Years	139 - 140
School Building Information - Last Ten Fiscal Years	141

(Concluded)

INTRODUCTORY SECTION (UNAUDITED)



November 20, 2023

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, 2023, is attached. The report was prepared by the Assistant Superintendent of Finance (CSBO.) The report date on the underlying financial statements is REPORT DATE, and an unmodified auditors' opinion on the basic financial statements has been issued. Each school district is required as of June 30th of each fiscal year to have an independent audit completed per Illinois School Code ILCS 5/3-7. This Annual Comprehensive Financial Report is published to fulfill that requirement for the fiscal year ending June 30, 2023.

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.

General District Information (Continued)

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 eight 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, 2023, as submitted to the Illinois State Board of Education Student Information System (SIS), was 3,626, marginally down from 3,690 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

Each year school districts in Illinois are assigned a *Percentage of Adequacy* that is the result of dividing the district's calculated *Resources* by the *Adequacy Target*. The *Adequacy Target* is the sum of all Education Cost Factors as calculated for each individual district multiplied by the Regionalization Factor that measures regional variations in salaries. According to the Illinois Report Card, the District has an *Adequacy Target* of \$50,642,655, with \$33,394,889 of *Resources*. The funding gap between these is \$17,247,766. The District's current level of 'adequacy' is 66%. The gap is the cause of the District's structural deficit.

The District incurred a reduction in the fund balance, with expenditures exceeding revenues in the Operating Funds from \$22,393,798 at June 30, 2022, to \$18,686,560 at June 30, 2023. This was a decrease of \$3,707,238. The Operating Funds are the General, Operations and Maintenance, Transportation, and Municipal Retirement/Social Security funds. The District incurred the majority of the deficit in the General Fund, which decreased \$2,126,930 from \$16,936,398 at June 30, 2022, to \$14,809,468 at June 30, 2023. The General Fund includes the Educational, Working Cash, and Tort Immunity and Judgment accounts. The District understands the importance of maintaining a healthy fund balance to ensure long term financial stability. The District is currently exploring the possibility of a funding proposal to increase revenues with community input in 2024.

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.

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 2022 EAV is up 5.33% from the 2021 EAV.

Following the global pandemic, there is still uncertainty in the broader economy, including record levels of inflation over the last two years. Several of the District's important purchased service contracts are linked to inflationary measures such as our nighttime cleaning contract and food service for our students. In addition to cost increases for contractual work, the nationwide shortage of teachers has impacted District in attracting and retaining quality teachers, especially in hard-to-fill positions, such as special education.

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.

Economic Condition and Outlook (Continued)

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. In 2023, the District completed a capacity and utilization evaluation of our classrooms and learning spaces, and educational adequacy in collaboration with our architects.

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) has awarded the Meritorious Budget Award to the District for the past two budget cycles. In order to receive 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 District also received the *Certificate of Excellence in Financial Reporting* from ASBO for the Annual Comprehensive Financial Report the year ending June 30, 2022. This was the first year the District received this prestigious award. In order to be awarded a Certificate of Excellence, a governmental unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose contents conform to the program's standards. The certificate is valid for a period of one year only. We believe that the Annual Comprehensive Financial Report continues to meet the program's requirements and we are submitting to ASBO to determine eligibility for fiscal year 2023 certification.

Awards (Continued)

The District intends to participate in the Government Finance Officers' Association (GFOA) *Certificate of Achievement for Excellence in Financial Reporting* for Annual Comprehensive Financial Report, year ending June 30, 2023.

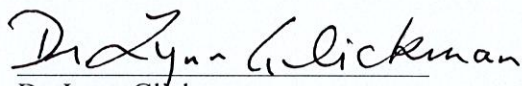
Independent Audit

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, 2023 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 Gluckman
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, 2023

Board of Education

		<u>Term Expires</u>
Stephen Mack	President	2025
Kristy Braden	Vice President	2027
Tamika Nash	Secretary	2027
Jim Weidman	Member	2025
Jason LaCroix	Member	2025
Kristy Miller	Member	2027
Jessica Albert	Member	2025

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
Amanda Pelsor	Director - Innovation
Robert Ochoa	Director - Operations and Maintenance
Dr. 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
James Goschy	Principal - Frederick School
Mary Murphy	Assistant Principal - Frederick School
Marcus Smith	Principal - Grayslake Middle School
Aaron Gross	Assistant Principal - Grayslake Middle School
Matt Melamed	Principal - Park Campus
Vanessa Herrera-Morales	Assistant Principal - Park Campus

Official Issuing Report

Chris Wildman, Assistant Superintendent for Finance/CSBO/Treasurer

Department Issuing Report

Business Office



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

**Community Consolidated
School District 46**

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2022.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'John W. Hutchison'. The signature is written in a cursive style and is positioned above a horizontal line.

**John W. Hutchison
President**

A handwritten signature in black ink, reading 'Siobhán McMahon'. The signature is written in a cursive style and is positioned above a horizontal line.

**Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director**

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 School District 46 (the "District"), as of and for the year ended June 30, 2023, 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, 2023, 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, the Illinois Municipal Retirement Fund and Teachers' Retirement System of the State of Illinois Pension data, the other postemployment benefits data, and the budgetary comparison schedules and notes to the required supplementary information as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit for the year ended June 30, 2023, 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, 2023 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, 2023, 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, 2023.

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, 2022 (not presented herein), and have issued our report thereon dated November 22, 2022, 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, 2022 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 2022 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 2022 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, 2022.

Other Information

Management is responsible for the other information, as listed in the table of contents, 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 20, 2023, 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 20, 2023

Community Consolidated School District 46
Management’s Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2023

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, 2023. 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, 2023 by \$23,139,442 (net position).
- The District’s total net position increased by \$3,741,739.
- On June 30, 2023 the District’s General Fund had an ending balance of \$14,809,468, a decrease of \$2,126,930 from previous year.
- The Capital Projects fund balance ending June 30, 2023 decreased from \$9,425,938 to \$5,143,439, primarily as a result of the District completing Year 1 projects from the 3 Year Capital Plan.
- The District’s total bonds payable debt decreased by \$7,410,415 during the year ended June 30, 2023 primarily due to the scheduled repayment of General obligation bonds 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 three-year contracts with our teachers’ and non-certified staff union in 2022 which run 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.

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.

Community Consolidated School District 46
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2023

Overview of the Financial Statements (Continued)

Government-wide financial statements (Continued)

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.

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.

Community Consolidated School District 46
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2023

Overview of the Financial Statements (Continued)

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.

The District implemented Governmental Accounting Standards Board Statement No. 96- *Subscription Based Information Technology Arrangements*, for the year ending June 30, 2023. This statement provides guidance on the accounting and financial reporting for subscription-based information technology (SBITAs) for government end users. This statement requires the District to recognize a subscription asset and liability. See note to the financial statements for additional information.

Government-Wide Financial Analysis

The District's net position for the end of the year was \$23,139,442.

The District's total revenues were \$83,422,910 (see Table 2).

The District's investment earnings revenue increased by \$932,283 from \$50,193 for the year ending June 30, 2022 to \$982,476 for the year ending June 30, 2023. This was due to an increase in the interest rate environment favorable to the District for our investment portfolio.

The total cost of all programs and services was \$79,681,171. 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 7.5% of total costs.

**Community Consolidated School District 46
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2023**

Government-Wide Financial Analysis (Continued)

Table 1			
Condensed Statement of Net Position			
<i>(in thousands of dollars)</i>			
	<u>2022</u>	<u>2023</u>	<u>% Change</u>
Current and other assets	\$ 63,991	\$ 56,151	-12.3%
Capital assets	55,461	57,300	3.3%
Total assets	119,452	113,451	-5.0%
Deferred charges	594	219	-63.1%
Deferred outflows related to pensions	2,802	7,024	150.7%
Deferred outflows related to OPEB	2,193	3,754	71.2%
Total deferred outflows of resources	5,589	10,997	96.8%
Long-term liabilities outstanding	61,236	46,112	-24.7%
Other liabilities	6,650	7,385	11.1%
Total liabilities	67,886	53,497	-21.2%
Deferred inflows related to pensions	5,982	4,412	-26.2%
Deferred inflows related to OPEB	12,331	23,331	89.2%
Property taxes levied for a future period	18,896	19,595	3.7%
Lease revenue receivable in a future period	548	474	-13.5%
Total deferred inflows of resources	37,757	47,812	26.6%
Net position:			
Investment in capital assets	24,832	27,629	11.3%
Restricted	19,881	10,109	-49.2%
Unrestricted	(25,315)	(14,599)	-42.3%
Total net position	\$ 19,398	\$ 23,139	19.3%

**Community Consolidated School District 46
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2023**

Government-Wide Financial Analysis (Continued)

Table 2		
Changes in Net Position		
<i>(in thousands of dollars)</i>		
	<u>2022</u>	<u>2023</u>
Revenues:		
Program revenues:		
Charges for services	\$ 785	\$ 1,319
Operating grants and contributions	24,136	24,335
Capital grants and contributions	-	100
General revenues:		
Taxes	38,261	39,574
State aid formula grants	14,985	16,353
Other	734	1,741
Total revenues	78,901	83,422
Expenses:		
Instruction	43,369	48,541
Pupil and instructional services	5,743	6,596
Administration and business	5,528	5,967
Transportation	3,589	4,243
Operations and maintenance	4,199	4,660
Other	8,439	9,674
Total expenses	70,867	79,681
Increase in net position	8,034	3,741
Net position, beginning of year	11,364	19,398
Net position, end of year	\$ 19,398	\$ 23,139

Financial Analysis of the District's Funds

The District's governmental funds total fund balance decreased from \$36,830,042 to \$28,874,694, mainly due to planned expenditures from the Capital Projects fund, and deficit spending in the underlying funds of the General Fund. The fund balances of the Operations and Maintenance, and Transportation, Funds also decreased

**Community Consolidated School District 46
Management’s Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2023**

General Fund Budgetary Highlights

High levels of inflation and challenges related to filling teacher positions were prominent through the year.

- Actual expenditures were more than budgeted, primarily due to higher than expected salary/benefits for open positions.
- Actual revenues were close to the expected budget. However, the District expended the majority of the allocated federal funding as part of the global pandemic relief. The District spent the majority of the \$643,830 of the American Rescue Plan (ARP) Act funding from 2023, with \$56,756 remaining to be expended through September 30, 2024..

All analysis excludes the expenditures and revenue from the On-Behalf Payments to TRS from the State.

Capital Assets and Debt Administration

Capital assets

By the end of fiscal year 2023, the District had compiled a total investment of \$116,578,048 (\$57,299,540 net of accumulated depreciation) in a broad range of capital assets including land, construction in progress, buildings and improvements, land improvements, equipment, and right to use subscription assets. Total depreciation and amortization expense for the year was \$3,253,928. More detailed information about capital assets can be found in Note E of the notes to the financial statements.

Table 3			
Capital Assets (net of depreciation)			
<i>(in thousands of dollars)</i>			
	<u>2022</u>		<u>2023</u>
Land	\$ 2,265	\$	2,265
Construction in progress	-		2,040
Buildings and improvements	51,392		50,907
Land improvements	1,442		1,319
Right to use subscription asset	-		454
Equipment and vehicles	362		315
Total	\$ <u>55,461</u>	\$	<u>57,300</u>

**Community Consolidated School District 46
Management’s Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2023**

Capital Assets and Debt Administration (Continued)

Long-term liabilities

At June 30, 2023, the District had \$46,112,432 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>2022</u>		<u>2023</u>
General obligation bonds	\$ 37,235	\$	30,950
Debt certificates	1,375		790
Unamortized premiums	1,598		1,058
IMRF net pension liability	-		4,507
TRS net pension liability	2,045		2,055
RHP total OPEB liability	352		341
THIS net OPEB liability	18,543		6,237
Other	88		174
Total	<u>\$ 61,236</u>	<u>\$</u>	<u>46,112</u>

Factors Bearing on the District’s Future

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

- 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 situations.
- The District has an Evidence Based Funding (EBF) Adequacy Target of \$50,642,655 million, with EBF Final Resources of \$33,394,889 million available and therefore a percentage of Adequacy of 66%. 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.

**Community Consolidated School District 46
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2023**

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, 2023

ASSETS	
Cash and investments	\$ 33,532,358
Receivables (net of allowance for uncollectibles)	
Property taxes	19,949,141
Replacement taxes	74,427
Intergovernmental	2,090,111
Other	30,548
Lease	475,224
Capital assets:	
Land	2,265,169
Construction in progress	2,039,665
Depreciable buildings, property, and equipment, net	<u>52,994,706</u>
Total assets	<u>113,451,349</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred loss on refundings	219,253
Deferred outflows related to pensions	7,024,362
Deferred outflows related to other postemployment benefits	<u>3,753,645</u>
Total deferred outflows	<u>10,997,260</u>
LIABILITIES	
Accounts payable	2,616,288
Salaries and wages payable	3,679,946
Payroll deductions payable	401,352
Claims payable	510,646
Interest payable	176,691
Long-term liabilities:	
Due within one year	7,920,935
Due after one year	<u>38,191,497</u>
Total liabilities	<u>53,497,355</u>
DEFERRED INFLOWS OF RESOURCES	
Property taxes levied for a future period	19,594,884
Deferred inflows related to pensions	4,411,777
Deferred inflows related to other postemployment benefits	23,331,152
Lease revenue receivable for a future period	<u>473,999</u>
Total deferred inflows	<u>47,811,812</u>
NET POSITION	
Net investment in capital assets	27,629,585
Restricted for:	
Tort immunity	201,401
Operations and maintenance	1,837,641
Debt service	4,868,004
Retirement benefits	759,866
Student transportation	1,279,585
Capital projects	1,162,049
Unrestricted	<u>(14,598,689)</u>
Total net position	<u>\$ 23,139,442</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, 2023

Functions / Programs	Expenses	PROGRAM REVENUES			Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
Instruction:					
Regular programs	\$ 16,127,943	\$ 823,970	\$ 1,309,295	\$ -	\$ (13,994,678)
Special programs	9,781,380	24,971	2,344,386	-	(7,412,023)
Other instructional programs	4,870,049	-	83,714	-	(4,786,335)
State retirement contributions	17,761,867	-	17,761,867	-	-
Support services:					
Pupils	4,750,831	-	-	-	(4,750,831)
Instructional staff	1,845,595	-	115,347	-	(1,730,248)
General administration	1,635,071	-	-	-	(1,635,071)
School administration	2,161,644	-	-	-	(2,161,644)
Business	2,169,743	470,397	764,518	100,000	(834,828)
Transportation	4,243,303	-	1,956,236	-	(2,287,067)
Operations and maintenance	4,659,507	-	-	-	(4,659,507)
Central	2,681,261	-	-	-	(2,681,261)
Other supporting services	-	-	-	-	-
Community services	196,504	-	-	-	(196,504)
Nonprogrammed charges	2,193,529	-	-	-	(2,193,529)
Interest	1,349,016	-	-	-	(1,349,016)
Unallocated depreciation and amortization	<u>3,253,928</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,253,928)</u>
Total governmental activities	\$ 79,681,171	\$ 1,319,338	\$ 24,335,363	\$ 100,000	(53,926,470)
General revenues:					
Taxes:					
					24,411,741
					6,971,337
					7,719,112
					471,984
					16,352,774
					982,476
					<u>758,785</u>
					<u>57,668,209</u>
					3,741,739
					<u>19,397,703</u>
					<u>\$ 23,139,442</u>

The accompanying notes are an integral part of this statement.

Community Consolidated School District 46

Governmental Funds
BALANCE SHEET
June 30, 2023

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
ASSETS				
Cash and investments	\$ 18,543,701	\$ 1,835,975	\$ 909,860	\$ 770,589
Receivables (net of allowance for uncollectibles):				
Property taxes	12,595,914	1,913,738	918,400	640,717
Replacement taxes	74,427	-	-	-
Intergovernmental	1,604,110	-	486,001	-
Other current asset	-	30,548	-	-
Lease	-	475,224	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 32,818,152</u>	<u>\$ 4,255,485</u>	<u>\$ 2,314,261</u>	<u>\$ 1,411,306</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 1,066,605	\$ 64,091	\$ 132,585	\$ -
Salaries and wages payable	3,679,946	-	-	-
Payroll deductions payable	379,251	-	-	22,101
Claims payable	510,646	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>5,636,448</u>	<u>64,091</u>	<u>132,585</u>	<u>22,101</u>
DEFERRED INFLOWS				
Property taxes levied for a future period	12,372,236	1,879,754	902,091	629,339
Lease revenue receivable in a future period	-	473,999	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total deferred inflows	<u>12,372,236</u>	<u>2,353,753</u>	<u>902,091</u>	<u>629,339</u>
FUND BALANCES				
Nonspendable	-	1,225	-	-
Restricted	201,401	1,836,416	1,279,585	759,866
Assigned	171,021	-	-	-
Unassigned	14,437,046	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>14,809,468</u>	<u>1,837,641</u>	<u>1,279,585</u>	<u>759,866</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 32,818,152</u>	<u>\$ 4,255,485</u>	<u>\$ 2,314,261</u>	<u>\$ 1,411,306</u>

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Total
\$ 4,976,237	\$ 6,495,996	\$ 33,532,358
3,880,372	-	19,949,141
-	-	74,427
-	-	2,090,111
-	-	30,548
<u>-</u>	<u>-</u>	<u>475,224</u>
<u>\$ 8,856,609</u>	<u>\$ 6,495,996</u>	<u>\$ 56,151,809</u>
\$ 450	\$ 1,352,557	\$ 2,616,288
-	-	3,679,946
-	-	401,352
<u>-</u>	<u>-</u>	<u>510,646</u>
<u>450</u>	<u>1,352,557</u>	<u>7,208,232</u>
3,811,464	-	19,594,884
<u>-</u>	<u>-</u>	<u>473,999</u>
<u>3,811,464</u>	<u>-</u>	<u>20,068,883</u>
-	-	1,225
5,044,695	5,143,439	14,265,402
-	-	171,021
<u>-</u>	<u>-</u>	<u>14,437,046</u>
<u>5,044,695</u>	<u>5,143,439</u>	<u>28,874,694</u>
<u>\$ 8,856,609</u>	<u>\$ 6,495,996</u>	<u>\$ 56,151,809</u>

Community Consolidated School District 46
 RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
 FUNDS TO THE STATEMENT OF NET POSITION
June 30, 2023

Total fund balances - total governmental funds	\$ 28,874,694
Amounts reported for governmental activities in the statement of net position are different because:	
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.	57,299,540
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	7,024,362
Deferred inflows of resources related to pensions	(4,411,777)
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	3,753,645
Deferred inflows of resources related to OPEB	(23,331,152)
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.	219,253

(Continued)

Community Consolidated School District 46
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION (Continued)
June 30, 2023

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	\$	(30,950,000)	
Debt certificates		(790,000)	
Unamortized bond premiums		(1,057,585)	
Compensated absences		(72,551)	
Subscription Liability		(101,893)	
IMRF net pension liability		(4,506,915)	
TRS net pension liability		(2,055,246)	
RHP total other postemployment benefit liability		(341,441)	
THIS net other postemployment benefit liability		<u>(6,236,801)</u>	\$ (46,112,432)

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.

(176,691)

Net position of governmental activities

\$ 23,139,442

(Concluded)

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, 2023

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
Revenues				
Property taxes	\$ 24,655,097	\$ 3,685,533	\$ 1,790,599	\$ 1,251,849
Replacement taxes	396,984	-	-	75,000
State aid	29,971,805	100,000	1,956,236	-
Federal aid	3,814,181	-	-	-
Investment income	374,297	98,049	36,727	27,714
Other	<u>1,563,592</u>	<u>511,052</u>	<u>3,479</u>	<u>-</u>
Total revenues	<u>60,775,956</u>	<u>4,394,634</u>	<u>3,787,041</u>	<u>1,354,563</u>
Expenditures				
Current:				
Instruction:				
Regular programs	17,034,808	-	-	241,363
Special programs	9,915,681	-	-	457,743
Other instructional programs	5,068,901	-	-	101,487
State retirement contributions	12,815,952	-	-	-
Support services:				
Pupils	4,717,696	-	-	200,882
Instructional staff	1,817,944	-	-	45,690
General administration	1,656,364	-	-	43,984
School administration	2,261,822	-	-	98,003
Business	2,111,796	-	-	53,659
Transportation	1,000	-	4,232,892	4,396
Operations and maintenance	-	4,404,269	-	207,668
Central	2,460,449	-	-	133,502
Community services	188,450	-	-	1,221
Nonprogrammed charges	2,193,529	129,679	-	42,021
Debt service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	<u>661,218</u>	<u>121,071</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>62,905,610</u>	<u>4,655,019</u>	<u>4,232,892</u>	<u>1,631,619</u>
Excess (deficiency) of revenues over expenditures	(2,129,654)	(260,385)	(445,851)	(277,056)
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers (out)	(658,494)	(597,016)	-	-
Issuance of refunding debt	-	-	-	-
Subscription liability issuance	<u>661,218</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>2,724</u>	<u>(597,016)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(2,126,930)	(857,401)	(445,851)	(277,056)
Fund balance, beginning of year	<u>16,936,398</u>	<u>2,695,042</u>	<u>1,725,436</u>	<u>1,036,922</u>
Fund balance, end of year	<u>\$ 14,809,468</u>	<u>\$ 1,837,641</u>	<u>\$ 1,279,585</u>	<u>\$ 759,866</u>

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Total
\$ 7,719,112	\$ -	\$ 39,102,190
-	-	471,984
-	-	32,028,041
-	-	3,814,181
127,466	318,223	982,476
-	-	2,078,123
<u>7,846,578</u>	<u>318,223</u>	<u>78,476,995</u>
-	-	17,276,171
-	-	10,373,424
-	-	5,170,388
-	-	12,815,952
-	-	4,918,578
-	-	1,863,634
-	-	1,700,348
-	-	2,359,825
-	17,400	2,182,855
-	-	4,238,288
-	-	4,611,937
-	-	2,593,951
-	-	189,671
-	-	2,365,229
13,994,662	-	13,994,662
1,553,037	-	1,553,037
-	4,583,322	5,365,611
<u>15,547,699</u>	<u>4,600,722</u>	<u>93,573,561</u>
(7,701,121)	(4,282,499)	(15,096,566)
1,255,510	-	1,255,510
-	-	(1,255,510)
6,480,000	-	6,480,000
-	-	661,218
<u>7,735,510</u>	<u>-</u>	<u>7,141,218</u>
34,389	(4,282,499)	(7,955,348)
<u>5,010,306</u>	<u>9,425,938</u>	<u>36,830,042</u>
<u>\$ 5,044,695</u>	<u>\$ 5,143,439</u>	<u>\$ 28,874,694</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, 2023

Net change in fund balances - total governmental funds.	\$ (7,955,348)
---	----------------

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)
--	-------------

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	\$ 5,318,041	
Depreciation and amortization expense	(3,253,928)	
Loss on disposal	<u>(225,811)</u>	1,838,302

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	5,462,744
Deferred outflows and inflows of resources related to TRS pension	330,991

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	(14,392)
Deferred outflows and inflows of resources related to THIS	(9,425,165)

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.	(375,050)
---	-----------

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.	38,366
---	--------

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.	540,705
--	---------

(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 (Continued)

For the Year Ended June 30, 2023

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 refunding bonds	\$	(6,480,000)	
Subscription liability issued		(661,218)	
Principal repayments			
General obligation bonds		12,765,000	
Debt certificates		585,000	
Financed purchases		85,337	
Subscription liability		559,325	
Compensated absences, net		(70,965)	
IMRF pension liability, net		(4,506,915)	
TRS pension liability, net		(9,836)	
RHP other postemployment benefit liability, net		11,055	
THIS other postemployment benefit liability, net		<u>12,306,252</u>	\$ <u>14,583,035</u>
Change in net position of governmental activities			\$ <u><u>3,741,739</u></u>

(Concluded)

The accompanying notes are an integral part of this statement.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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. 96, *Subscription-Based Information Technology Arrangements*, which was implemented by the District for the year ended June 30, 2023. This Statement provides guidance on the accounting and financial reporting for Subscription-Based Information Technology Arrangements (SBITAs) for government end users (governments).

Specific changes to the District's financial statements relate to the recording of subscription assets and subscription liabilities on the statement of net position (see Note A-11, Note E, and Note F).

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.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

b. Special Revenue Funds (Continued)

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.

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 or 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.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

6. Deferred Outflows / Deferred Inflows

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period. At June 30, 2023, the District has deferred outflows of resources related to pensions, other postemployment benefits, and deferred loss on refunding. In addition to liabilities, the District may report deferred inflows of net assets. Deferred inflows of resources represent the acquisition of resources that is applicable to a future reporting period. At June 30, 2023, the District reported deferred inflows related to property taxes levied for a future period, lease revenue receivable for a future period, 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.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Fair Value Measurements (Continued)

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, 2023.

U.S. Treasury and Federal Home Loan Bank Securities and negotiable certificates of deposit: 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: 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.

11. 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 District's right to use assets are recorded at an amount equal to the related subscription liability (Note E) and are amortized on a straight-line basis over the remaining term of the related agreement.

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, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. 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, 2023 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.

13. 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.

14. 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.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. 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.

16. 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.

17. 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 the specific purposes described in Note A-4(b) through (d).
- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. The District had no committed fund balances at June 30, 2023.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

17. Fund Balance (Continued)

- 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 \$171,021 has been assigned at June 30, 2023 for the specific purposes described in the second paragraph of Note A-4(a).
- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. The general fund is the only fund that may report a positive unassigned fund balance amount. 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 Operations and Maintenance Fund consists of \$1,225 for the excess of the lease receivable over deferred inflows relating to the unavailable lease revenues.

18. 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.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

At June 30, 2023, the District's cash and investments consisted of the following and for disclosure purposes, are segregated as follows:

	Total
Deposits with financial institutions*	\$ (397,222)
Illinois School District Liquid Asset Fund Plus (ISDLAF+)	20,855,150
Federated Hermes Govt Obligations IS Money Market Fund	2,270,287
Other investments	10,804,143
	\$ 33,532,358

* includes accounts held in demand and savings accounts 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, 2023:

	Fair Value Measurement			
	Level 1	Level 2	Level 3	Total
U.S. Treasury	\$ -	\$ 8,865,165	\$ -	\$ 8,865,165
Federal Home Loan Bank	-	533,833	-	533,833
Negotiable Certificate of Deposit	-	1,405,145	-	1,405,145
Federated Hermes Govt Obligations				-
IS Money Market Fund	2,270,287	-	-	2,270,287
	\$ 2,270,287	\$ 10,804,143	\$ -	\$ 13,074,430

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

1. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, a periodic review of the investment portfolio is performed to ensure performance is consistent with the safety, liquidity, rate of return, diversification and overall performance the District needs. 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	\$ 8,865,165	\$ 5,747,738	\$ 3,117,427
Federal Home Loan Bank	533,833	-	533,833
Negotiable Certificates of Deposit	1,405,145	-	1,405,145
	\$ 10,804,143	\$ 5,747,738	\$ 5,056,405

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

		Unfunded Commitments	Redemption Frequency	Redemption Notice Period
ISDLAF+	\$ 20,855,150	n/a	Daily	1 day

2. Credit Risk

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

The 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.

The District's investments in negotiable certificates of deposit and money market mutual funds are not rated. The District's investments in FHLB notes are rated Aaa by Moodys and AA+ by S&P.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

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, 2023, the bank balances of the District's deposits with financial institutions totaled \$1,228,533, all of which is either insured or collateralized.

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

NOTE C - PROPERTY 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 16, 2022. 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 2022 tax levy was \$791,958,636.

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 2022 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.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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 five, 5-year automatic renewals that expire on February 28, 2048. The agreement requires monthly minimum payments of \$2,388, with annual increases of 3%. Total lease revenue for the year ended June 30, 2023 under this arrangement was approximately \$11,188. The agreement qualifies under GASB 87 and therefore a lease receivable and deferred inflow of resources for unavailable lease revenue have been recorded at the present value of the lease payments. The lease receivable and deferred inflow of resources for unavailable lease revenue are measured at an incremental rate of return on investments of 5.00%. At June 30, 2023, future minimum lease payments to be received by the District are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 9,966	\$ 23,598	\$ 33,564
2025	10,540	23,024	33,564
2026	11,078	22,486	33,564
2027	11,644	21,920	33,564
2028	12,182	21,382	33,564
2029-2033	71,197	96,623	167,820
2034-2038	91,374	76,446	167,820
2039-2043	117,276	50,544	
2044-2048	139,967	17,358	157,325
	<u>\$ 475,224</u>	<u>\$ 353,381</u>	<u>\$ 660,785</u>

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE E - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2023 was as follows:

	Balance July 1, 2022	Increases	Decreases	Balance June 30, 2023
Capital assets, not being depreciated				
Land	\$ 2,265,169	\$ -	\$ -	\$ 2,265,169
Construction in progress	-	2,039,665	-	2,039,665
Total capital assets not being depreciated	2,265,169	2,039,665	-	4,304,834
Capital assets, being depreciated and amortized				
Buildings and improvements	99,292,610	2,522,266	531,321	101,283,555
Land improvements	4,845,349	26,200	-	4,871,549
Subscription asset	-	661,218	-	661,218
Equipment	5,388,200	68,692	-	5,456,892
Total capital assets being depreciated and amortized	109,526,159	3,278,376	531,321	112,273,214
Less accumulated depreciation and amortization for:				
Buildings and improvements	47,899,997	2,782,591	305,510	50,377,078
Land improvements	3,403,563	148,863	-	3,552,426
Subscription asset	-	207,401	-	207,401
Equipment	5,026,530	115,073	-	5,141,603
Total accumulated depreciation and amortization	56,330,090	3,253,928	305,510	59,278,508
Total capital assets being depreciated, net	53,196,069	24,448	225,811	52,994,706
Governmental activities capital assets, net	\$ 55,461,238	\$ 2,064,113	\$ 225,811	\$ 57,299,540

Depreciation and amortization has not been allocated by function or program and is reported as Unallocated Depreciation and Amortization on the Statement of Activities.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE F - LONG-TERM LIABILITIES

1. Changes in General Long-term Liabilities

During the year ended June 30, 2023, changes in long-term liabilities were as follows:

	Balance July 1, 2022	Increases/ Accretion	Decreases/ Refunded	Balance June 30, 2023
Bonds payable:				
General obligation bonds	\$ 37,235,000	\$ -	\$ 12,765,000	\$ 24,470,000
Unamortized premium	1,598,290	-	540,705	1,057,585
General obligation bonds - direct placement	-	6,480,000	-	6,480,000
Debt certificates - direct placement	1,375,000	-	585,000	790,000
Financed purchase	85,337	-	85,337	-
Compensated absences	1,586	486,449	415,484	72,551
Subscription liability	-	661,218	559,325	101,893
IMRF net pension liability**	-	5,559,218	1,052,303	4,506,915
TRS net pension liability	2,045,410	2,210,350	2,200,514	2,055,246
RHP total other postemployment benefit liability	352,496	30,051	41,106	341,441
THIS total other postemployment benefit liability	18,543,053	2,218,407	14,524,659	6,236,801
	<u>18,543,053</u>	<u>2,218,407</u>	<u>14,524,659</u>	<u>6,236,801</u>
Total long-term liabilities - governmental activities	\$ 61,236,172	\$ 17,645,693	\$ 32,769,433	\$ 46,112,432

** 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	\$ 6,805,000
Unamortized premium	392,705
Debt Certificates - direct placement	590,000
Subscription liability	60,679
Compensated absences	72,551
	\$ 7,920,935

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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, 2023 is as follows:

	Bonds Payable July 1, 2022	Debt Issued	Debt Retired / Refunded	Bonds Payable June 30, 2023
\$8,990,000 General Obligation Refunding Bonds, Series 2012; due November 1, 2024; interest at 2.45% to 4.00%	\$ 8,460,000	\$ -	\$ 6,460,000	\$ 2,000,000
\$8,750,000 General Obligation Refunding Bonds, Series 2014; due November 1, 2025; interest at 3.00%	7,140,000	-	-	7,140,000
\$21,005,000 General Obligation Refunding Bonds, Series 2015; due November 1, 2023; interest at 1.45% to 5.00%	11,615,000	-	6,145,000	5,470,000
\$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	-	160,000	8,335,000
\$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
	\$ 37,235,000	\$ -	\$ 12,765,000	\$ 24,470,000

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE F - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds (Continued)

At June 30, 2023, the District's future cash flow requirements for retirement of bond principal and interest for general obligation bonds was as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 5,700,000	\$ 738,806	\$ 6,438,806
2025	2,250,000	567,606	2,817,606
2026	7,410,000	424,106	7,834,106
2027	755,000	300,505	1,055,505
2028	785,000	277,432	1,062,432
2029-2033	2,470,000	1,080,708	3,550,708
2034-2038	2,540,000	652,675	3,192,675
2039-2043	2,560,000	170,875	2,730,875
Total	\$ <u>24,470,000</u>	\$ <u>4,212,713</u>	\$ <u>28,682,713</u>

3. General Obligation Bonds - Direct Placement

General obligation bonds are direct obligations, and pledge the full faith and credit of the District. A summary of activity in bonds payable - direct placement for the year ended June 30, 2023 is as follows:

	Bonds Payable July 1, 2022	Debt Issued	Debt Retired / Refunded	Bonds Payable June 30, 2023
\$6,480,000 General Obligation Refunding School Bonds, Series 2022C - Direct Placement; due November 1, 2029; interest at 2.660%	\$ -	\$ 6,480,000	\$ -	\$ 6,480,000

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE F - LONG-TERM LIABILITIES (Continued)

3. General Obligation Bonds - Direct Placement

At June 30, 2023, the District's future cash flow requirements for retirement of bond principal and interest for direct placement general obligation bonds was as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 1,105,000	\$ 738,806	\$ 1,843,806
2025	4,965,000	567,606	5,532,606
2026	-	424,106	424,106
2027	-	300,505	300,505
2028	-	277,432	277,432
2029-2033	410,000	1,080,708	1,490,708
Total	\$ 6,480,000	\$ 3,389,163	\$ 9,869,163

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$5,044,965 in the Debt Service Fund to service the outstanding bonds payable.

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, 2023, \$30,680,000 of bonds principal outstanding are considered defeased.

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, 2023, the statutory debt limit for the District was \$54,645,145, of which \$22,803,252 is fully available.

4. Debt Certificates - Direct Placement

The Series 2020 debt certificates bear interest at 1.11% and mature in November 2024. At June 30, 2023, the District's future cash flow requirements for the retirement of principal and interest were as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 590,000	\$ 5,495	\$ 595,495
2025	200,000	1,110	201,110
	\$ 790,000	\$ 6,605	\$ 796,605

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE F - LONG-TERM LIABILITIES (Continued)

5. Subscription Liabilities

The District has entered into subscription-based information technology arrangements with various vendors for the use of cloud-based accounting software. The arrangements have terms of two to six years. Some arrangements are paid at commencement, with some having annual payments. The total contractual payments over the term of the arrangement amount to \$742,947. The total contractual payments remaining on the arrangements amount to \$101,893 and are recognized as a subscription liability in the statement of net position.

At June 30, 2023, the District's future cash flow requirements for the retirement of subscription liability principal and interest are as follows:

Year ending June 30,	Principal	Interest	Total
2024	\$ 60,679	\$ 5,094	\$ 65,773
2025	41,214	2,061	43,275
Total	\$ 101,893	\$ 7,155	\$ 109,048

6. Compensated Absences

At June 30, 2023 compensated absences amounted to \$72,551. Future payments will be made from the same fund where the employee's salary is recorded.

NOTE G - PENSION AND OTHER RETIREMENT PLANS

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 <https://www.trsil.org/financial/acfrs/fy2022>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling 888-678-3675, option 2.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE G - PENSION LIABILITIES (Continued)

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

General Information about the Pension Plan (Continued)

Plan Description (Continued)

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.

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, 2026. 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.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE G - PENSION LIABILITIES (Continued)

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

General Information about the Pension Plan (Continued)

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2022, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-behalf Contributions to TRS

The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2023, 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 \$14,004,049 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$12,577,462 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, 2023, were \$153,694, and are deferred because they were paid after the June 30, 2022 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.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE G - PENSION LIABILITIES (Continued)

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

General Information about the Pension Plan (Continued)

Contributions (Continued)

Federal and Special Trust Fund Contributions (Continued)

For the year ended June 30, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2023 salaries totaling \$236,672 were paid from federal and special trust funds that required employer contributions of \$24,827.

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, 2023, the District paid \$13,329 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, 2023, 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	\$ 2,055,246
State's proportionate share of the net pension liability associated with the District	<u>178,278,975</u>
Total	<u><u>\$ 180,334,221</u></u>

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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 net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021, and rolled forward to June 30, 2022. 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, 2022, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2022, the District's proportion was 0.0024513809 percent, which was an increase of 0.0042040588 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the District recognized the following pension expense/expenditures and revenue for the support provided by the state pertaining to the District's employees:

	Governmental Activities	General Fund
State on-behalf contributions - revenue and expense/expenditure	\$ 14,004,049	\$ 12,577,462
District TRS pension expense (revenue)	(303,825)	153,694
Total TRS expense/expenditure	\$ 13,700,224	\$ 12,731,156

At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 4,131	\$ 11,332
Net difference between projected and actual earnings on pension plan investments	1,880	-
Change of assumptions	9,477	3,924
Changes in proportion and differences between District contributions and proportionate share of contributions	3,802,337	4,395,619
Total deferred amounts to be recognized in pension expense in the future periods	3,817,825	4,410,875
District contributions subsequent to the measurement date	153,694	-
Total deferred amounts related to pensions	\$ 3,971,519	\$ 4,410,875

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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 \$153,694 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, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

<u>Year ending June 30,</u>	<u>Net Deferred (Inflows) Outflows of Resources</u>
2024	\$ (282,847)
2025	(511,541)
2026	(372,970)
2027	290,112
2028	<u>284,196</u>
Total	<u>\$ (593,050)</u>

Actuarial Assumptions

The total pension liability in the June 30, 2022 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, 2022 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, 2021 actuarial valuation, mortality rates were based on the PubT-2010 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2020.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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	16.3	5.73 %
U.S. equities small/mid cap	1.9	6.78
International equities developed	14.1	6.56
Emerging market equities	4.7	8.55
U.S. bonds core	6.9	1.15
Cash equivalents	1.2	(0.32)
TIPS	0.5	0.33
International debt developed	1.2	6.56
Emerging international debt	3.7	3.76
Real estate	16.0	5.42
Private debt	12.5	5.29
Hedge funds	4.0	3.48
Private equity	15.0	10.04
Infrastructure	2.0	5.86
Total	100.0	%

* Based on the 2021 Horizon Survey of Capital Market Assumptions.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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, 2022, the discount rate used to measure the total pension liability was 7.00 percent, which was the same as the June 30, 2021 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, 2022 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</u> <u>(6.00%)</u>	<u>Current</u> <u>Discount Rate</u> <u>(7.00%)</u>	<u>1% Increase</u> <u>(8.00%)</u>
District's proportionate share of the net pension liability	\$ <u>2,513,584</u>	\$ <u>2,055,246</u>	\$ <u>1,675,176</u>

TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2022 is available in the separately issued TRS *Annual Comprehensive Financial Report*.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE G - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund

Plan Description

The District's defined benefit pension plan for regular employees provides retirement, 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 Annual Comprehensive 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.

Employees Covered by Benefit Terms

As of December 31, 2022, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	149
Inactive plan members entitled to but not yet receiving benefits	358
Active plan members	<u>205</u>
Total	<u><u>712</u></u>

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE G - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2022 was 9.91%. For the fiscal year ended June 30, 2023 the District contributed \$673,799 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability 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, 2022:

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

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.
-----------	--

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE G - PENSION LIABILITIES (Continued)

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

Actuarial Assumptions (Continued)

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, 2022:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic equities	35.50%	6.50%
International equities	18.00%	7.60%
Fixed income	25.50%	4.90%
Real estate	10.50%	6.20%
Alternative investments	9.50%	6.25% - 9.9%
Cash equivalents	1.00%	4.00%
Total	100%	

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 as of December 31, 2022. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

- 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).

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE G - PENSION LIABILITIES (Continued)

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

Single Discount Rate (Continued)

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 4.05% (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%.

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, 2022:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (Asset) (A) - (B)
	(A)	(B)	(A) - (B)
Balances at December 31, 2021	\$ 30,951,862	\$ 32,234,311	\$ (1,282,449)
Changes for the year:			
Service cost	651,134	-	651,134
Interest on the total pension liability	2,222,479	-	2,222,479
Difference between expected and actual experience of the total pension liability	172,326	-	172,326
Changes of assumptions	-	-	-
Contributions - employer	-	650,054	(650,054)
Contributions - employees	-	295,181	(295,181)
Net investment income	-	(3,795,728)	3,795,728
Benefit payments, including refunds of employee contributions	(1,245,088)	(1,245,088)	-
Other (net transfer)	-	107,068	(107,068)
Net changes	1,800,851	(3,988,513)	5,789,364
Balances at December 31, 2022	\$ 32,752,713	\$ 28,245,798	\$ 4,506,915

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE G - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

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

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

	1% Lower (6.25%)	Current Discount Rate (7.25%)	1% Higher (8.25%)
Net pension liability	\$ 8,223,772	\$ 4,506,915	\$ 1,497,934

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

For the year ended June 30, 2023 the District recognized pension expense of \$1,000,130. At June 30, 2023, the District reported, deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 376,175	\$ -
Change of assumptions	-	902
Net difference between projected and actual earnings on pension plan investments	2,339,055	-
Total deferred amounts to be recognized in pension expense in the future periods	2,715,230	902
Pension contributions made subsequent to the measurement date	337,613	-
Total deferred amounts related to pensions	\$ 3,052,843	\$ 902

The District reported \$337,613 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, 2024.

Community Consolidated School District 46
 NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

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)

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 Outflows of Resources
2024	\$ 322,965
2025	445,456
2026	720,760
2027	1,225,147
2028	-
Thereafter	-
Total	\$ 2,714,328

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE G - PENSION LIABILITIES (Continued)

3. Summary of Pension Items

Below is a summary of the various pension items:

	TRS	IMRF	Total
Deferred outflows of resources:			
Employer contributions	\$ 153,694	\$ 337,613	\$ 491,307
Experience	4,131	376,175	380,306
Assumptions	9,477	-	9,477
Proportionate share	3,802,337	-	3,802,337
Investments	1,880	2,339,055	2,340,935
	\$ 3,971,519	\$ 3,052,843	\$ 7,024,362
Net pension liability	\$ 2,055,246	\$ 4,506,915	\$ 6,562,161
Pension expense	\$ 13,700,224	\$ 1,000,130	\$ 14,700,354
Deferred inflows of resources:			
Experience	\$ 11,332	\$ -	\$ 11,332
Assumptions	3,924	902	4,826
Proportionate share	4,395,619	-	4,395,619
Investments	-	-	-
	\$ 4,410,875	\$ 902	\$ 4,411,777

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 was 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, 2023 was 6. The plan allows for both employee and the District to make contributions to the plan.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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.

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, 2023. 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, 2023, the District recognized revenue and expenses of \$3,757,818 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$238,490 in the General Fund based on the current financial resources measurement basis for State of Illinois contributions on behalf of the District's employees.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

General Information about the Other Postemployment Plan (Continued)

Contributions (Continued)

District contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.67 percent during the year ended June 30, 2023. For the year ended June 30, 2023, the District paid \$177,543 to the THIS Fund, which was 100 percent of the required contribution. These amounts are deferred because they were paid after the June 30, 2022 measurement date.

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

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

At June 30, 2023, 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	\$ 6,236,801
State's estimated proportionate share of the net OPEB liability associated with the District*	<u>8,484,554</u>
Total	<u>\$ 14,721,355</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, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2021, and rolled forward to June 30, 2022. 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, 2022, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2022, the District's proportion was 0.091119 percent, which was an increase of 0.007044 percent from its proportion measured as of June 30, 2021.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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)

For the year ended June 30, 2023, 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	\$ 3,757,818	\$ 238,490
District OPEB revenue and expense/expenditure	(2,703,467)	177,543
Total OPEB expense/expenditure	\$ 1,054,351	\$ 416,033

At June 30, 2023, 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	\$ -	\$ 4,079,174
Change of assumptions	5,626	15,384,528
Net difference between projected and actual earnings on OPEB plan investments	758	-
Changes in proportion and differences between District contributions and proportionate share of contributions	3,447,189	3,822,129
Total deferred amounts to be recognized in OPEB expense in future periods	3,453,573	23,285,831
District contributions subsequent to the measurement date	177,543	-
Total deferred amounts related to OPEB	\$ 3,631,116	\$ 23,285,831

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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 \$177,543 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, 2024. 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:

Year ending June 30:	Net Deferred Inflows of Resources
2024	\$ 3,083,307
2025	2,938,715
2026	2,780,548
2027	2,774,058
2028	2,731,353
Thereafter	5,524,277
Total	\$ 19,832,258

Actuarial Assumptions

The total OPEB liability in the June 30, 2022 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, 2022, contribution rates are 0.90% of pay for active members, 0.67% of pay for school districts, and 0.90% 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.
Asset Valuation Method	Market value
Investment rate of return	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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)

Inflation	2.25%
Salary increases	Depends on service and ranges from 8.50% at 1 year of service to 3.5% at 20 or more years of service.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2021, actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: PubT-2010 Retiree Mortality Table, adjusted for TRS experience. Disabled Annuitants: PubNS-2010 Non-Safety Disabled Retiree Table. Pre-Retirement: PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.
Healthcare Trend Rate	Trend rates for plan year 2023 are based on actual premium increases. For non-medicare costs, trend rates start at 8.00% for plan year 2024 and decrease gradually to an ultimate rate of 4.25% in 2039. For MAPD costs, trend rates are 0% in 2024 to 2028, 19.42% in 2029 to 2033 and 5.81% in 2034, declining gradually to an ultimate rate of 4.25% in 2039.
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.

Discount Rate

The State, school districts, and active members contribute 0.90 percent, 0.67 percent, and 0.90 percent of pay, respectively, for fiscal year 2022. 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 1.92 percent at June 30, 2021, and 3.69 percent at June 30, 2022, was used to measure the total OPEB liability. The increase in the single discount rate, from 1.92 percent to 3.69 percent, caused the total OPEB liability to decrease by approximately \$1,448 million as of June 30, 2022.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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)

Investment Return

During plan year end June 30, 2022, the trust earned \$143,000 in interest, and the market value of assets at June 30, 2022, is \$378.63 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 0.304 percent for plan year end June 30, 2022, and 0.320 percent for plan year end June 30, 2021.

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 as of June 30, 2022 calculated using the discount rate of 3.69 percent and sensitivity since discount rates that are either one percentage point higher or lower:

	<u>1% Decrease (2.69%)</u>	<u>Current Discount Rate (3.69%)</u>	<u>1% Increase (4.69%)</u>
District's proportionate share of the net OPEB liability	\$ <u>6,931,372</u>	\$ <u>6,236,801</u>	\$ <u>5,523,160</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, 2022, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower.

	<u>1% Decrease**</u>	<u>Current Healthcare Trend Rate*</u>	<u>1% Increase ***</u>
District's proportionate share of the net OPEB liability	\$ <u>5,270,271</u>	\$ <u>6,236,801</u>	\$ <u>7,297,553</u>

*One percentage point decrease in healthcare trend rates are 5.00% in 2023, 7.00% in 2024 decreasing to an ultimate trend rate of 3.25% in 2039.

** One percentage point increase in healthcare trend rates are 7.00% in 2023, 9.00 in 2024 decreasing to an ultimate trend rate of 5.25% in 2039.

Community Consolidated School District 46
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

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 (most recent information available) the following employees were covered by the benefit terms:

Active	151	
Inactive entitled to but not yet receiving benefits	-	
Inactive currently receiving benefits	3	3
Total		154

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, 2023

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	4.13%
Salary rate increase	4.00%
Healthcare trend rate	6.00% initial - PPO & HDHP 5.50% initial - HMO 4.50% ultimate - all plans
Mortality rates	IMRF employees and retirees rates are from the December 31, 2021 IMRF Actuarial Valuation Report. Actives - PubG.H-2010(B) Mortality Table - General (below-median income) with future mortality improvement using Scale MP-2020. 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.
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.

In 2023, change in assumptions related to the discount rate (4.09% to 4.13%).

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

Discount Rate

There are no assets accumulated in a trust or equivalent arrangement 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 4.13% 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, 2023 based on a rollforward actuarial valuation from the actuarial valuation performed July 1, 2022.

	<u>Total OPEB Liability (A)</u>	<u>Plan Fiduciary Net Position (B)</u>	<u>Net OPEB Liability (A) - (B)</u>
Balances at July 1, 2022	\$ 352,496	\$ -	\$ 352,496
Changes for the year:			
Service cost	16,459	-	16,459
Interest on the total OPEB liability	13,592	-	13,592
Difference between expected and actual experience of the total OPEB liability		-	-
Changes of assumptions and other inputs	(748)	-	(748)
Contributions - employer	-	-	-
Contributions - active and inactive employees	-	-	-
Net investment income	-	-	-
Benefit payments, including the implicit rate subsidy	<u>(40,358)</u>	<u>-</u>	<u>(40,358)</u>
Other changes	-	-	-
Net changes	<u>(11,055)</u>	<u>-</u>	<u>(11,055)</u>
Balances at June 30, 2023	<u>\$ 341,441</u>	<u>\$ -</u>	<u>\$ 341,441</u>

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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 4.13%, as well as what the plan's total OPEB liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher than the current rate:

	1% Lower (3.13%)	Current Discount Rate (4.13%)	1% Higher (5.13%)
Total OPEB liability	\$ 361,037	\$ 341,441	\$ 323,632

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:

	1% Lower (3.50%-5.00%)	Current Healthcare Rate (4.50%-6.00%)	1% Higher (5.50%-7.00%)
Total OPEB liability	\$ 319,310	\$ 341,441	\$ 366,890

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

For the year ended June 30, 2023 the District recognized OPEB expense of \$43,694. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in OPEB Expense in Future Periods		
Differences between expected and actual experience	\$ 16,992	\$ 8,402
Change of assumptions	105,537	36,919
Total deferred amounts to be recognized in OPEB expense in the future periods	\$ 122,529	\$ 45,321

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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)

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>
2024	\$ 13,644
2025	13,644
2026	15,076
2027	15,079
2028	16,525
Thereafter	<u>3,240</u>
Total	<u>\$ 77,208</u>

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

NOTE H - OTHER POSTEMPLOYMENT BENEFITS (Continued)

3. Summary of OPEB Items

Below is a summary of the various OPEB items at June 30, 2023:

	<u>THIS</u>	<u>RHP</u>	<u>Total</u>
Deferred outflows of resources:			
Employer contributions	\$ 177,543	\$ -	\$ 177,543
Experience	-	16,992	16,992
Assumptions	5,626	105,537	111,163
Investments	758	-	758
Proportionate share	<u>3,447,189</u>	<u>-</u>	<u>3,447,189</u>
	<u>\$ 3,631,116</u>	<u>\$ 122,529</u>	<u>\$ 3,753,645</u>
 OPEB liability	 <u>\$ 6,236,801</u>	 <u>\$ 341,441</u>	 <u>\$ 6,578,242</u>
 OPEB expense	 <u>\$ 1,054,351</u>	 <u>\$ 43,694</u>	 <u>\$ 1,098,045</u>
 Deferred inflows of resources:			
Assumptions	\$ 15,384,528	\$ 36,919	\$ 15,421,447
Experience	4,079,174	8,402	4,087,576
Change in proportion	<u>3,822,129</u>	<u>-</u>	<u>3,822,129</u>
	<u>\$ 23,285,831</u>	<u>\$ 45,321</u>	<u>\$ 23,331,152</u>

NOTE I - INTERFUND TRANSFERS

The District transferred \$597,016 to the Debt Service Fund from the Operations and Maintenance Fund for principal and interest 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.

The District transferred \$559,439 to the Debt Service Fund from the General (Educational Account) Fund for principal and interest payments on subscription liabilities.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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. There have been no significant reductions in insured coverage from coverage in any of the past three years nor claims that exceeded coverage.

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, 2023 was \$65,000 for individual claims.

At June 30, 2023, total unpaid claims totaled \$510,646. 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, 2023 and 2022, changes in the liability for unpaid claims are as follows:

	<u>2023</u>	<u>2022</u>
Unpaid claims, beginning of fiscal year	\$ 400,799	\$ 239,265
Incurred claims (including IBNRs)	3,691,327	2,907,016
Claim payments	<u>(3,581,480)</u>	<u>(2,745,482)</u>
Unpaid claims, end of fiscal year	<u>\$ 510,646</u>	<u>\$ 400,799</u>

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. It is also a member of the risk management pools described in Note J. 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.

Community Consolidated School District 46

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2023

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.

NOTE M - CONSTRUCTION COMMITMENTS

The District has contracts for construction projects which have been approved by the Board of Education at June 30, 2023. Future commitments under these contracts approximate \$1,698,000 at June 30, 2023.

NOTE N - SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 20, 2023, the date that these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the balance sheet/statement of net position date that require additional disclosure in the financial statements.

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
Nine Most Recent Fiscal Years

	2023	2022	2021	2020
Total pension liability				
Service cost	\$ 651,134	\$ 624,157	\$ 674,360	\$ 659,137
Interest on the total pension liability	2,222,479	2,044,808	1,937,781	1,769,568
Difference between expected and actual experience of the total pension liability	172,326	933,114	73,853	726,105
Transfer liability	-	-	-	-
Assumption changes	-	-	(179,009)	-
Benefit payments and refunds	(1,245,088)	(1,084,785)	(926,497)	(758,004)
Net change in total pension liability	1,800,851	2,517,294	1,580,488	2,396,806
Total pension liability, beginning	30,951,862	28,434,568	26,854,080	24,457,274
Total pension liability, ending	<u>\$ 32,752,713</u>	<u>\$ 30,951,862</u>	<u>\$ 28,434,568</u>	<u>\$ 26,854,080</u>
Plan fiduciary net position				
Contributions, employer	\$ 650,054	\$ 713,313	\$ 665,653	\$ 526,095
Contributions, employee	295,181	302,269	285,040	286,233
Net investment income	(3,795,728)	4,530,842	3,335,947	3,578,505
Benefit payments, including refunds of employee contributions	(1,245,088)	(1,084,785)	(926,497)	(758,004)
Other (net transfer)	107,068	57,865	146,327	212,775
Net change in plan fiduciary net position	(3,988,513)	4,519,504	3,506,470	3,845,604
Plan fiduciary net position, beginning	32,234,311	27,714,807	24,208,337	20,362,733
Plan fiduciary net position, ending	<u>\$ 28,245,798</u>	<u>\$ 32,234,311</u>	<u>\$ 27,714,807</u>	<u>\$ 24,208,337</u>
Net pension liability (asset)	<u>\$ 4,506,915</u>	<u>\$ (1,282,449)</u>	<u>\$ 719,761</u>	<u>\$ 2,645,743</u>
Plan fiduciary net position as a percentage of the total pension liability	86.24 %	104.14 %	97.47 %	90.15 %
Covered Employee Payroll	\$ 6,655,907	\$ 6,462,046	\$ 6,273,831	\$ 6,338,158
Net pension liability (asset) as a percentage of covered valuation payroll	67.71 %	(19.85) %	11.47 %	41.74 %

Note 1: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015, therefore 10 years of information is not available.

Note 2: 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)
	<u>4,086,092</u>	<u>(909,411)</u>	<u>1,473,352</u>	<u>1,822,859</u>	<u>2,150,539</u>
	20,371,182	21,280,593	19,807,241	17,984,382	15,833,843
\$	<u><u>24,457,274</u></u>	<u><u>20,371,182</u></u>	<u><u>21,280,593</u></u>	<u><u>19,807,241</u></u>	<u><u>17,984,382</u></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)
	<u>192,806</u>	<u>(204,083)</u>	<u>175,249</u>	<u>(337,483)</u>	<u>5,818</u>
	(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><u>20,362,733</u></u>	<u><u>20,417,195</u></u>	<u><u>17,611,929</u></u>	<u><u>15,972,643</u></u>	<u><u>15,840,224</u></u>
\$	<u><u>4,094,541</u></u>	<u><u>(46,013)</u></u>	<u><u>3,668,664</u></u>	<u><u>3,834,598</u></u>	<u><u>2,144,158</u></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
Nine Most Recent Fiscal Years

Year	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2023	650,054 * \$	650,054 \$	-	\$ 6,559,578	9.91 %
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 9.91% and covered valuation payroll of \$6,559,578.

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
Nine Most Recent Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net pension liability	0.0024514 %	0.0026219 %	0.0027728 %	0.0079286 %
District's proportionate share of the net pension liability	\$ 2,055,246	\$ 2,045,410	\$ 2,390,558	\$ 6,430,733
State's proportionate share of the net pension liability associated with the District	<u>178,278,975</u>	<u>171,427,138</u>	<u>187,240,946</u>	<u>457,668,285</u>
Total	<u>\$ 180,334,221</u>	<u>\$ 173,472,548</u>	<u>\$ 189,631,504</u>	<u>\$ 464,099,018</u>
District's covered-employee payroll	\$ 25,136,804	\$ 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	8.18 %	8.70 %	10.20 %	28.75 %
Plan fiduciary net position as a percentage of the total pension liability	42.80 %	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
Nine Most Recent Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 145,793	\$ 136,393	\$ 135,985	\$ 129,730
Contributions in relation to the contractually required contribution	<u>145,476</u>	<u>136,393</u>	<u>135,170</u>	<u>359,068</u>
Contribution deficiency (excess)	<u>\$ 317</u>	<u>\$ -</u>	<u>\$ 815</u>	<u>\$ (229,338)</u>
District's covered-employee payroll	\$ 26,498,904	\$ 25,136,804	\$ 23,515,977	\$ 23,445,674
Contributions as a percentage of covered-employee payroll	0.55 %	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>(3,306)</u>	\$ <u>337</u>	\$ <u>(1,984)</u>	\$ <u>7,771</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
Six Most Recent Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Total OPEB liability			
Service cost	\$ 16,459	\$ 22,449	\$ 12,437
Interest on the total OPEB liability	13,592	4,853	5,739
Changes of benefit terms	-	-	-
Difference between expected and actual experience of the total OPEB liability	-	23,526	-
Changes of assumptions and other inputs	(748)	90,681	6,322
Benefit payments, including the implicit rate subsidy	(40,358)	(23,273)	(12,010)
Other changes	-	-	-
Net change in total OPEB liability	<u>(11,055)</u>	<u>118,236</u>	<u>12,488</u>
Total OPEB liability, beginning	<u>352,496</u>	<u>234,260</u>	<u>221,772</u>
Total OPEB liability, ending	<u>\$ 341,441</u>	<u>\$ 352,496</u>	<u>\$ 234,260</u>
Net OPEB liability	<u>\$ 341,441</u>	<u>\$ 352,496</u>	<u>\$ 234,260</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	\$ 4,490,922	\$ 5,844,909
Net OPEB liability as a percentage of covered valuation payroll	7.60 %	7.85 %	4.01 %

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>
\$	14,502	\$ 13,759	\$ 14,068
	6,255	6,711	6,606
	-	-	-
	-	-	-
	(17,081)	4,629	(1,584)
	(16,735)	(6,337)	(4,205)
	2,252	(379)	(10,525)
	<u>(10,807)</u>	<u>18,383</u>	<u>4,360</u>
	232,579	214,196	209,836
\$	<u><u>221,772</u></u>	\$ <u><u>232,579</u></u>	\$ <u><u>214,196</u></u>
\$	<u><u>221,772</u></u>	\$ <u><u>232,579</u></u>	\$ <u><u>214,196</u></u>
	0.00 %	0.00 %	0.00 %
\$	6,027,912	\$ 6,241,435	\$ 5,566,781
	3.68 %	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
Six Most Recent Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>
District's proportion of the net OPEB liability	0.091119 %	0.084075 %	0.097725 %
District's proportionate share of the net OPEB liability	\$ 6,236,801	\$ 18,543,053	\$ 26,127,745
State's proportionate share of the net OPEB liability associated with the District	<u>8,484,554</u>	<u>25,141,673</u>	<u>35,395,979</u>
Total	<u>\$ 14,721,355</u>	<u>\$ 43,684,726</u>	<u>\$ 61,523,724</u>
District's covered-employee payroll	\$ 25,136,804	\$ 23,515,977	\$ 23,445,674
District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	24.81%	78.85%	111.44%
Plan fiduciary net position as a percentage of the total OPEB liability	5.24%	1.40%	0.70%

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>2020</u>	<u>2019</u>	<u>2018</u>
0.091790 %	0.095066 %	0.093504 %
\$ 25,405,173	\$ 25,045,882	\$ 24,263,913
<u>34,401,813</u>	<u>33,631,332</u>	<u>31,864,481</u>
<u>\$ 59,806,986</u>	<u>\$ 58,677,214</u>	<u>\$ 56,128,394</u>
\$ 22,367,293	\$ 22,387,813	\$ 22,119,171
113.58%	111.87%	109.70%
0.25%	-0.07%	-0.17%

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually required contribution	\$ 168,417	\$ 216,347	\$ 215,700
Contributions in relation to the contractually required contribution	<u>168,495</u>	<u>200,771</u>	<u>227,437</u>
Contribution excess (deficiency)	<u>\$ 78</u>	<u>\$ (15,576)</u>	<u>\$ 11,737</u>
District's covered-employee payroll	\$ 26,498,904	\$ 25,136,804	\$ 23,515,977
Contributions as a percentage of covered-employee payroll	0.64%	0.80%	0.97%

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>2020</u>	<u>2019</u>	<u>2018</u>
\$ 205,779	\$ 198,318	\$ 180,686
<u>207,556</u>	<u>197,013</u>	<u>183,446</u>
<u>\$ 1,777</u>	<u>\$ (1,305)</u>	<u>\$ 2,760</u>
\$ 23,445,674	\$ 22,367,293	\$ 22,387,813
0.89%	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, 2023
 With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023			
	Original and Final Budget	Actual	Variance From Final Budget	2022 Actual
Revenues				
Local sources				
General levy	\$ 24,206,565	\$ 24,655,097	\$ 448,532	\$ 23,616,467
Corporate personal property replacement taxes	373,623	396,984	23,361	377,249
Special education tuition from pupils or parents	20,000	24,971	4,971	30,311
Interest on investments	79,270	374,297	295,027	39,796
Sales to pupils - lunch	-	470,397	470,397	7,756
Fees	87,500	124,968	37,468	106,559
Student Activity Fund Revenues	-	168,379	168,379	95,145
Rentals - regular textbook	301,000	525,931	224,931	539,660
Sales - other	-	-	-	11
Refund of prior years' expenditures	-	-	-	36,760
Other local fees	-	4,692	4,692	5,483
Other	101,250	244,254	143,004	234,771
Total local sources	<u>25,169,208</u>	<u>26,989,970</u>	<u>1,820,762</u>	<u>25,089,968</u>
State sources				
Evidence Based Funding Formula	16,332,840	16,352,774	19,934	14,985,195
Special Education - Private Facility Tuition	450,000	546,584	96,584	474,881
Special Education - Orphanage - Individual	-	41,049	41,049	125,995
Special Education - Orphanage - Summer Individual	-	-	-	8,198
State Free Lunch & Breakfast	-	2,356	2,356	35,701
Early Childhood - Block Grant	213,090	213,090	-	213,090
Extended Learning Opportunities - Summer Bridges	2,838	-	(2,838)	-
Other restricted revenue from state sources	50,000	-	(50,000)	3,316
Total state sources	<u>17,048,768</u>	<u>17,155,853</u>	<u>107,085</u>	<u>15,846,376</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, 2023
 With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023		Variance From Final Budget	2022 Actual
	Original and Final Budget	Actual		
Federal sources				
National School Lunch Program	\$ -	\$ 679,533	\$ 679,533	\$ 1,334,965
School Breakfast Program	-	82,629	82,629	371,842
Summer Food Service Program	1,500,000	-	(1,500,000)	5,452
Title I - Low Income	317,569	356,804	39,235	351,877
Federal Special Education Preschool Flow-Through	42,542	23,305	(19,237)	21,578
Federal Special Education -				
IDEA Flow Through	960,982	1,021,414	60,432	1,275,098
Federal Special Education -				
IDEA Room & Board	90,000	277,909	187,909	227,611
Title III - Instruction for English Learners &				
Immigrant Students	-	3,900	3,900	-
Title III - English Language Acquisition	55,000	79,814	24,814	39,323
Title II - Teacher Quality	98,169	115,347	17,178	135,829
Medicaid Matching Funds -				
Administrative Outreach	115,000	116,791	1,791	67,809
Medicaid Matching Funds -				
Fee-For-Service Program	500,000	317,334	(182,666)	251,336
Other Restricted Grants Received from				
Federal Sources	<u>1,600,000</u>	<u>739,401</u>	<u>(860,599)</u>	<u>3,791,029</u>
Total federal sources	<u>5,279,262</u>	<u>3,814,181</u>	<u>(1,465,081)</u>	<u>7,873,749</u>
Total revenues	<u>47,497,238</u>	<u>47,960,004</u>	<u>462,766</u>	<u>48,810,093</u>
Expenditures				
Instruction				
Regular programs				
Salaries	12,797,065	13,730,303	(933,238)	12,897,703
Employee benefits	2,033,898	2,333,819	(299,921)	1,940,743
Purchased services	641,950	301,988	339,962	234,743
Supplies and materials	565,062	521,941	43,121	2,437,484
Capital outlay	-	661,218	(661,218)	18,198
Other objects	1,500	2,165	(665)	1,776
Non-capitalized equipment	<u>7,000</u>	<u>26,841</u>	<u>(19,841)</u>	<u>671,531</u>
Total	<u>16,046,475</u>	<u>17,578,275</u>	<u>(1,531,800)</u>	<u>18,202,178</u>
Pre-K programs				
Salaries	295,350	247,350	48,000	233,709
Employee benefits	42,543	24,543	18,000	20,081
Purchased services	<u>5,000</u>	<u>-</u>	<u>5,000</u>	<u>-</u>
Total	<u>342,893</u>	<u>271,893</u>	<u>71,000</u>	<u>253,790</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, 2023
 With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023			
	Original and Final Budget	Actual	Variance From Final Budget	2022 Actual
Special education programs				
Salaries	\$ 4,330,886	\$ 3,897,252	\$ 433,634	\$ 3,793,482
Employee benefits	986,387	870,482	115,905	823,100
Purchased services	2,500	243,405	(240,905)	131,228
Supplies and materials	304,500	81,340	223,160	82,945
Capital outlay	-	-	-	1,598
Non-capitalized equipment	-	9,013	(9,013)	-
Total	<u>5,624,273</u>	<u>5,101,492</u>	<u>522,781</u>	<u>4,832,353</u>
Special education programs pre-K				
Salaries	764,846	663,190	101,656	653,566
Employee benefits	146,017	123,315	22,702	104,558
Supplies and materials	28,100	19,201	8,899	20,585
Total	<u>938,963</u>	<u>805,706</u>	<u>133,257</u>	<u>778,709</u>
Remedial and Supplemental programs K-12				
Salaries	1,826,239	1,757,188	69,051	1,741,898
Employee benefits	271,240	258,207	13,033	226,574
Total	<u>2,097,479</u>	<u>2,015,395</u>	<u>82,084</u>	<u>1,968,472</u>
Interscholastic programs				
Salaries	451,137	513,409	(62,272)	383,420
Employee benefits	7,655	9,143	(1,488)	6,176
Purchased services	15,400	11,654	3,746	9,232
Supplies and materials	13,500	22,760	(9,260)	12,480
Other objects	6,000	8,499	(2,499)	4,244
Total	<u>493,692</u>	<u>565,465</u>	<u>(71,773)</u>	<u>415,552</u>
Summer school programs				
Salaries	53,230	139,270	(86,040)	87,475
Employee benefits	847	4,160	(3,313)	4,500
Total	<u>54,077</u>	<u>143,430</u>	<u>(89,353)</u>	<u>91,975</u>
Bilingual programs				
Salaries	2,310,025	2,588,881	(278,856)	2,175,478
Employee benefits	397,235	445,856	(48,621)	313,343
Purchased services	110,500	949,706	(839,206)	89,199
Supplies and materials	77,500	103,670	(26,170)	122,656
Total	<u>2,895,260</u>	<u>4,088,113</u>	<u>(1,192,853)</u>	<u>2,700,676</u>
Special Education K-12 Programs				
Private Tuition	1,600,000	1,993,529	(393,529)	1,576,157
Student Activity Fund Expenditures	-	117,751	(117,751)	49,758

(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, 2023
 With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023			
	Original and Final Budget	Actual	Variance From Final Budget	2022 Actual
Total instruction	\$ 30,093,112	\$ 32,681,049	\$ (2,587,937)	\$ 30,869,620
Support services				
Pupils				
Attendance and social work services				
Salaries	1,046,543	985,663	60,880	1,026,128
Employee benefits	156,584	119,742	36,842	121,371
Purchased services	-	70,722	(70,722)	-
Total	<u>1,203,127</u>	<u>1,176,127</u>	<u>27,000</u>	<u>1,147,499</u>
Health services				
Salaries	511,527	497,383	14,144	466,988
Employee benefits	88,268	95,814	(7,546)	65,343
Purchased services	36,000	694,620	(658,620)	654,155
Supplies and materials	3,650	36,817	(33,167)	6,889
Total	<u>639,445</u>	<u>1,324,634</u>	<u>(685,189)</u>	<u>1,193,375</u>
Psychological services				
Salaries	443,208	480,290	(37,082)	453,872
Employee benefits	74,769	77,750	(2,981)	70,369
Purchased services	8,100	63	8,037	12,697
Total	<u>526,077</u>	<u>558,103</u>	<u>(32,026)</u>	<u>536,938</u>
Speech pathology and audiology services				
Salaries	853,024	792,750	60,274	808,337
Employee benefits	95,425	83,091	12,334	87,090
Purchased services	45,500	231,752	(186,252)	37,166
Supplies and materials	-	214	(214)	77
Total	<u>993,949</u>	<u>1,107,807</u>	<u>(113,858)</u>	<u>932,670</u>
Other support services - pupils				
Salaries	502,420	502,195	225	472,800
Employee benefits	54,418	48,389	6,029	41,091
Total	<u>556,838</u>	<u>550,584</u>	<u>6,254</u>	<u>513,891</u>
Total pupils	<u>3,919,436</u>	<u>4,717,255</u>	<u>(797,819)</u>	<u>4,324,373</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, 2023
 With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023			
	Original and Final Budget	Actual	Variance From Final Budget	2022 Actual
Instructional staff				
Improvement of instruction services				
Salaries	\$ 682,147	\$ 652,910	\$ 29,237	\$ 685,726
Employee benefits	123,356	125,019	(1,663)	129,548
Purchased services	60,000	198,449	(138,449)	76,569
Supplies and materials	68,000	15,696	52,304	52,168
Non-capitalized equipment	19,500	-	19,500	4,577
Total	<u>953,003</u>	<u>992,074</u>	<u>(39,071)</u>	<u>948,588</u>
Educational media services				
Salaries	786,000	610,017	175,983	658,646
Employee benefits	163,352	126,853	36,499	112,405
Purchased services	750	803	(53)	2,829
Supplies and materials	53,038	39,051	13,987	36,690
Non-capitalized equipment	2,000	2,552	(552)	-
Total	<u>1,005,140</u>	<u>779,276</u>	<u>225,864</u>	<u>810,570</u>
Assessment and testing				
Salaries	700	1,952	(1,252)	2,104
Employee benefits	-	43	(43)	57
Purchased services	75,000	44,599	30,401	1,848
Total	<u>75,700</u>	<u>46,594</u>	<u>29,106</u>	<u>4,009</u>
Total instructional staff	<u>2,033,843</u>	<u>1,817,944</u>	<u>215,899</u>	<u>1,763,167</u>
General administration				
Board of education services				
Salaries	4,207	4,365	(158)	7,717
Employee benefits	100,000	107,743	(7,743)	103,501
Purchased services	227,500	57,648	169,852	95,219
Supplies and materials	3,000	3,589	(589)	3,716
Other objects	9,000	10,982	(1,982)	7,882
Total	<u>343,707</u>	<u>184,327</u>	<u>159,380</u>	<u>218,035</u>
Executive administration services				
Salaries	275,685	283,178	(7,493)	261,987
Employee benefits	71,449	73,338	(1,889)	68,367
Purchased services	24,500	35,480	(10,980)	8,780
Supplies and materials	15,000	3,328	11,672	695
Other objects	4,000	2,180	1,820	2,155
Non-capitalized equipment	500	-	500	-
Total	<u>391,134</u>	<u>397,504</u>	<u>(6,370)</u>	<u>341,984</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, 2023
 With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023			
	Original and Final Budget	Actual	Variance From Final Budget	2022 Actual
Special area administrative services				
Salaries	\$ 319,042	\$ 367,502	\$ (48,460)	\$ 302,443
Employee benefits	88,587	81,694	6,893	65,161
Purchased services	42,500	216,931	(174,431)	49,767
Supplies and materials	3,500	507	2,993	913
Other objects	1,200	625	575	652
Non-capitalized equipment	<u>1,500</u>	<u>98</u>	<u>1,402</u>	<u>3,824</u>
Total	<u>456,329</u>	<u>667,357</u>	<u>(211,028)</u>	<u>422,760</u>
Tort immunity services				
Purchased services	<u>410,026</u>	<u>407,176</u>	<u>2,850</u>	<u>391,073</u>
Total	<u>410,026</u>	<u>407,176</u>	<u>2,850</u>	<u>391,073</u>
Total general administration	<u>1,601,196</u>	<u>1,656,364</u>	<u>(55,168)</u>	<u>1,373,852</u>
School administration				
Office of the principal services				
Salaries	1,795,602	1,812,931	(17,329)	1,699,115
Employee benefits	468,321	417,501	50,820	317,331
Purchased services	5,500	1,808	3,692	1,325
Supplies and materials	25,450	15,328	10,122	17,090
Capital outlay	2,500	-	2,500	-
Other objects	7,500	4,660	2,840	5,126
Non-capitalized equipment	<u>6,000</u>	<u>-</u>	<u>6,000</u>	<u>4,520</u>
Total	<u>2,310,873</u>	<u>2,252,228</u>	<u>58,645</u>	<u>2,044,507</u>
Other support services - school administration				
Salaries	-	8,522	(8,522)	20,219
Employee benefits	-	1,072	(1,072)	2,573
Purchased services	<u>70,000</u>	<u>-</u>	<u>70,000</u>	<u>51,717</u>
Total	<u>70,000</u>	<u>9,594</u>	<u>60,406</u>	<u>74,509</u>
Total school administration	<u>2,380,873</u>	<u>2,261,822</u>	<u>119,051</u>	<u>2,119,016</u>
Business				
Direction of business support services				
Salaries	189,000	192,621	(3,621)	180,000
Employee benefits	48,126	39,236	8,890	36,863
Purchased services	10,000	2,058	7,942	560
Other objects	<u>10,000</u>	<u>1,236</u>	<u>8,764</u>	<u>3,969</u>
Total	<u>257,126</u>	<u>235,151</u>	<u>21,975</u>	<u>221,392</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, 2023
 With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023			
	Original and Final Budget	Actual	Variance From Final Budget	2022 Actual
Fiscal services				
Salaries	\$ 266,612	\$ 277,163	\$ (10,551)	\$ 240,161
Employee benefits	38,759	40,383	(1,624)	34,795
Purchased services	318,500	293,861	24,639	185,289
Supplies and materials	10,000	38,400	(28,400)	28,554
Other objects	14,000	6,501	7,499	45,586
Total	<u>647,871</u>	<u>656,308</u>	<u>(8,437)</u>	<u>534,385</u>
Operation and maintenance of plant services				
Purchased services	-	-	-	135,200
Non-capitalized equipment	-	-	-	21,840
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>157,040</u>
Pupil transportation services				
Purchased services	-	-	-	20,992
Supplies and materials	-	1,000	(1,000)	-
Total	<u>-</u>	<u>1,000</u>	<u>(1,000)</u>	<u>20,992</u>
Food services				
Salaries	-	34,785	(34,785)	32,886
Employee benefits	2,892	8,140	(5,248)	7,685
Purchased services	1,000,000	992,233	7,767	981,450
Supplies and materials	2,000	-	2,000	112,543
Capital outlay	5,000	-	5,000	45,960
Non-capitalized equipment	10,000	22,920	(12,920)	-
Total	<u>1,019,892</u>	<u>1,058,078</u>	<u>(38,186)</u>	<u>1,180,524</u>
Internal services				
Purchased services	66,500	102,908	(36,408)	113,764
Supplies and materials	40,000	59,351	(19,351)	46,387
Total	<u>106,500</u>	<u>162,259</u>	<u>(55,759)</u>	<u>160,151</u>
Total business	<u>2,031,389</u>	<u>2,112,796</u>	<u>(81,407)</u>	<u>2,274,484</u>
Central				
Staff services				
Salaries	200,438	217,891	(17,453)	189,332
Employee benefits	177,496	112,090	65,406	106,252
Purchased services	58,500	55,513	2,987	53,726
Supplies and materials	500	7,710	(7,210)	2,813
Other objects	2,000	1,300	700	1,762
Total	<u>438,934</u>	<u>394,504</u>	<u>44,430</u>	<u>353,885</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, 2023
 With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023			
	Original and Final Budget	Actual	Variance From Final Budget	2022 Actual
Data processing services				
Salaries	\$ 811,061	\$ 670,471	\$ 140,590	\$ 561,895
Employee benefits	194,335	90,240	104,095	104,011
Purchased services	972,585	493,057	479,528	155,169
Supplies and materials	191,900	311,116	(119,216)	581,822
Capital outlay	100,000	-	100,000	5,698
Non-capitalized equipment	<u>-</u>	<u>491,174</u>	<u>(491,174)</u>	<u>251,645</u>
Total	<u>2,269,881</u>	<u>2,056,058</u>	<u>213,823</u>	<u>1,660,240</u>
Total central	<u>2,708,815</u>	<u>2,450,562</u>	<u>258,253</u>	<u>2,014,125</u>
Other supporting services				
Purchased services	-	8,561	(8,561)	-
Supplies and materials	<u>-</u>	<u>1,326</u>	<u>(1,326)</u>	<u>-</u>
Total	<u>-</u>	<u>9,887</u>	<u>(9,887)</u>	<u>-</u>
Total support services	<u>14,675,552</u>	<u>15,026,630</u>	<u>(351,078)</u>	<u>13,869,017</u>
Community services				
Salaries	79,160	95,800	(16,640)	75,814
Employee benefits	12,207	12,275	(68)	9,939
Purchased services	2,500	70,762	(68,262)	77,672
Supplies and materials	<u>1,500</u>	<u>9,613</u>	<u>(8,113)</u>	<u>5,185</u>
Total	<u>95,367</u>	<u>188,450</u>	<u>(93,083)</u>	<u>168,610</u>
Payments for regular programs - tuition				
Other objects	3,000	10,512	(7,512)	22,400
Payments for special education programs - tuition				
Other objects	<u>2,100,000</u>	<u>2,183,017</u>	<u>(83,017)</u>	<u>1,724,273</u>
Total payments to other districts and other government units	<u>2,103,000</u>	<u>2,193,529</u>	<u>(90,529)</u>	<u>1,746,673</u>
Provision for contingencies	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>-</u>
Total expenditures	<u>47,067,031</u>	<u>50,089,658</u>	<u>(3,022,627)</u>	<u>46,653,920</u>
Excess (deficiency) of revenues over expenditures	<u>430,207</u>	<u>(2,129,654)</u>	<u>(2,559,861)</u>	<u>2,156,173</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, 2023
 With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023		Variance From Final Budget	2022 Actual
	Original and Final Budget	Actual		
Other financing sources (uses)				
Debt issuance	\$ -	\$ -	\$ -	\$ 8,357,253
Premium on debt issuance	-	-	-	729,614
Subscription liabilities issued	-	661,218	661,218	-
Permanent transfer from working cash fund - abatement	-	-	-	(9,086,867)
Transfer to debt service fund for principal on financed purchases and subscription liabilities	-	(644,662)	(644,662)	(77,514)
Transfer to debt service fund for interest on financed purchases and subscription liabilities	-	(13,832)	(13,832)	(21,541)
Total other financing sources (uses)	<u>-</u>	<u>2,724</u>	<u>2,724</u>	<u>(99,055)</u>
Net change to fund balance	<u>\$ 430,207</u>	(2,126,930)	<u>\$ (2,557,137)</u>	2,057,118
Fund balance, beginning of year		<u>16,936,398</u>		<u>14,879,280</u>
Fund balance, end of year		<u>\$ 14,809,468</u>		<u>\$ 16,936,398</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, 2023
 With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023			
	Original and Final Budget	Actual	Variance From Final Budget	2022 Actual
Revenues				
Local sources				
General levy	\$ 3,556,146	\$ 3,685,533	\$ 129,387	\$ 3,525,838
Interest on investments	23,758	98,049	74,291	20,867
Rentals	-	-	-	250
Other	<u>530,000</u>	<u>511,052</u>	<u>(18,948)</u>	<u>410,406</u>
Total local sources	<u>4,109,904</u>	<u>4,294,634</u>	<u>184,730</u>	<u>3,957,361</u>
State sources				
School Infrastructure - Maintenance Projects	<u>-</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
Total state sources	<u>-</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
Total revenues	<u>4,109,904</u>	<u>4,394,634</u>	<u>284,730</u>	<u>3,957,361</u>
Expenditures				
Support services				
Operation and maintenance of plant services				
Salaries	1,183,068	1,149,813	33,255	981,175
Employee benefits	274,683	251,112	23,571	231,400
Purchased services	1,966,109	1,973,121	(7,012)	1,873,995
Supplies and materials	727,500	1,019,456	(291,956)	758,875
Capital outlay	256,000	121,071	134,929	243,213
Other objects	1,500	6,096	(4,596)	968
Non-capitalized equipment	<u>10,000</u>	<u>4,671</u>	<u>5,329</u>	<u>4,516</u>
Total business	<u>4,418,860</u>	<u>4,525,340</u>	<u>(106,480)</u>	<u>4,094,142</u>
Total support services	<u>4,418,860</u>	<u>4,525,340</u>	<u>(106,480)</u>	<u>4,094,142</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, 2023
With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023		Variance From Final Budget	2022 Actual
	Original and Final Budget	Actual		
Payments to other districts and Government units				
Payments to other governmental units (in-state)				
Payments for special education programs				
Purchased services	\$ 120,000	\$ 129,679	\$ (9,679)	\$ -
Total	<u>120,000</u>	<u>129,679</u>	<u>(9,679)</u>	<u>-</u>
Total other payments	<u>120,000</u>	<u>129,679</u>	<u>(9,679)</u>	<u>-</u>
Provision for contingencies	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>-</u>
Total expenditures	<u>4,588,860</u>	<u>4,655,019</u>	<u>(66,159)</u>	<u>4,094,142</u>
Excess (deficiency) of revenues over expenditures	<u>(478,956)</u>	<u>(260,385)</u>	<u>218,571</u>	<u>(136,781)</u>
Other financing uses				
Transfer to capital projects fund	-	-	-	(500,000)
Transfer to debt service fund for principal and interest on debt certificates	<u>-</u>	<u>(597,016)</u>	<u>(597,016)</u>	<u>(598,434)</u>
Total other financing uses	<u>-</u>	<u>(597,016)</u>	<u>(597,016)</u>	<u>(1,098,434)</u>
Net change in fund balance	<u>\$ (478,956)</u>	<u>(857,401)</u>	<u>\$ (378,445)</u>	<u>(1,235,215)</u>
Fund balance, beginning of year		<u>2,695,042</u>		<u>3,930,257</u>
Fund balance, end of year		<u>\$ 1,837,641</u>		<u>\$ 2,695,042</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, 2023
With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023		Variance From Final Budget	2022 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 1,750,417	\$ 1,790,599	\$ 40,182	\$ 1,577,473
activities - in state	16,000	3,479	(12,521)	1,490
Interest on investments	8,575	36,727	28,152	2,349
Other	<u>2,000</u>	<u>-</u>	<u>(2,000)</u>	<u>-</u>
Total local sources	<u>1,776,992</u>	<u>1,830,805</u>	<u>53,813</u>	<u>1,581,312</u>
State sources				
Transportation - Regular and Vocational	706,056	696,565	(9,491)	1,034,168
Transportation - Special Education	<u>1,273,098</u>	<u>1,259,671</u>	<u>(13,427)</u>	<u>1,190,740</u>
Total state sources	<u>1,979,154</u>	<u>1,956,236</u>	<u>(22,918)</u>	<u>2,224,908</u>
Total revenues	<u>3,756,146</u>	<u>3,787,041</u>	<u>30,895</u>	<u>3,806,220</u>
Expenditures				
Support services				
Business				
Pupil transportation services				
Salaries	58,099	25,600	32,499	23,845
Employee benefits	293	3,506	(3,213)	3,203
Purchased services	3,736,960	4,104,944	(367,984)	3,302,999
Supplies and materials	<u>191,000</u>	<u>98,842</u>	<u>92,158</u>	<u>237,274</u>
Total	<u>3,986,352</u>	<u>4,232,892</u>	<u>(246,540)</u>	<u>3,567,321</u>
Total support services	<u>3,986,352</u>	<u>4,232,892</u>	<u>(246,540)</u>	<u>3,567,321</u>
Provision for contingencies	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>-</u>
Total expenditures	<u>4,036,352</u>	<u>4,232,892</u>	<u>(196,540)</u>	<u>3,567,321</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (280,206)</u>	<u>(445,851)</u>	<u>\$ (165,645)</u>	<u>238,899</u>
Fund balance, beginning of year		<u>1,725,436</u>		<u>1,486,537</u>
Fund balance, end of year		<u>\$ 1,279,585</u>		<u>\$ 1,725,436</u>

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, 2023
With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023			2022 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
General levy	\$ 592,692	\$ 646,470	\$ 53,778	\$ 711,670
Social security/Medicare only levy	592,692	605,379	12,687	716,775
Other tax levies	41,895	-	(41,895)	-
Corporate personal property replacement taxes	75,000	75,000	-	75,000
Interest on investments	<u>6,453</u>	<u>27,714</u>	<u>21,261</u>	<u>1,763</u>
Total local sources	<u>1,308,732</u>	<u>1,354,563</u>	<u>45,831</u>	<u>1,505,208</u>
Total revenues	<u>1,308,732</u>	<u>1,354,563</u>	<u>45,831</u>	<u>1,505,208</u>
Expenditures				
Instruction				
Regular programs	259,679	241,363	18,316	270,918
Pre-K programs	3,587	3,476	111	3,252
Special education programs	331,247	299,753	31,494	284,216
Special education programs pre-K	62,819	66,913	(4,094)	66,712
Remedial and supplemental programs K-12	96,935	91,077	5,858	83,494
Interscholastic programs	12,987	18,857	(5,870)	17,622
Summer school programs	3,585	10,098	(6,513)	4,109
Bilingual programs	<u>78,970</u>	<u>69,056</u>	<u>9,914</u>	<u>68,190</u>
Total instruction	<u>849,809</u>	<u>800,593</u>	<u>49,216</u>	<u>798,513</u>
Support services				
Pupils				
Attendance and social work services	15,175	14,054	1,121	14,502
Health services	87,957	84,371	3,586	83,871
Psychological services and audiology services	6,427	6,547	(120)	6,137
Other support services -pupils	<u>12,369</u>	<u>11,480</u>	<u>889</u>	<u>11,713</u>
Total pupils	<u>86,391</u>	<u>84,430</u>	<u>1,961</u>	<u>83,746</u>
Total pupils	<u>208,319</u>	<u>200,882</u>	<u>7,437</u>	<u>199,969</u>
Instructional staff				
Improvement of instruction services	18,519	19,329	(810)	19,595
Educational media services	35,479	26,332	9,147	28,700
Assessment and testing	<u>-</u>	<u>29</u>	<u>(29)</u>	<u>36</u>
Total instructional staff	<u>53,998</u>	<u>45,690</u>	<u>8,308</u>	<u>48,331</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, 2023
With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023			2022 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
General administration				
Board of education services	\$ 735	\$ 774	\$ (39)	\$ 800
Executive administration services	13,993	14,031	(38)	13,788
Special area administrative services	<u>22,427</u>	<u>29,179</u>	<u>(6,752)</u>	<u>21,160</u>
Total general administration	<u>37,155</u>	<u>43,984</u>	<u>(6,829)</u>	<u>35,748</u>
School administration				
Office of the principal services	<u>96,482</u>	<u>97,879</u>	<u>(1,397)</u>	<u>97,422</u>
Other support services - school administration	<u>-</u>	<u>124</u>	<u>(124)</u>	<u>334</u>
Total school administration	<u>96,482</u>	<u>98,003</u>	<u>(1,521)</u>	<u>97,756</u>
Business				
Direction of business support services	2,741	2,732	9	2,463
Fiscal services	42,228	44,462	(2,234)	42,369
Operation and maintenance of plant services	202,704	207,668	(4,964)	188,252
Pupil transportation services	9,990	4,396	5,594	4,346
Food services	<u>-</u>	<u>6,465</u>	<u>(6,465)</u>	<u>6,519</u>
Total business	<u>257,663</u>	<u>265,723</u>	<u>(8,060)</u>	<u>243,949</u>
Central				
Staff services	12,574	15,302	(2,728)	12,610
Data processing services	<u>122,833</u>	<u>118,200</u>	<u>4,633</u>	<u>86,414</u>
Total central	<u>135,407</u>	<u>133,502</u>	<u>1,905</u>	<u>99,024</u>
Total support services	<u>789,024</u>	<u>787,784</u>	<u>1,240</u>	<u>724,777</u>
Community services	<u>1,141</u>	<u>1,221</u>	<u>(80)</u>	<u>780</u>
Payments to other districts and governments				
Payments for special education programs	<u>-</u>	<u>42,021</u>	<u>(42,021)</u>	<u>20,823</u>
Total payments to other districts and governments	<u>-</u>	<u>42,021</u>	<u>(42,021)</u>	<u>20,823</u>
Total expenditures	<u>1,639,974</u>	<u>1,631,619</u>	<u>8,355</u>	<u>1,544,893</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, 2023
With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023			2022 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Excess (deficiency) of revenues over expenditures	<u>\$ (331,242)</u>	\$ (277,056)	<u>\$ 54,186</u>	\$ (39,685)
Fund balance, beginning of year		<u>1,036,922</u>		<u>1,076,607</u>
Fund balance, end of year		<u>\$ 759,866</u>		<u>\$ 1,036,922</u>

(Concluded)

Community Consolidated School District No. 46
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2023

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 7, 2022.
- 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, 2023

2. EXPENDITURES IN EXCESS OF BUDGETS

The following funds had expenditures in excess of budget at June 30, 2023:

Fund	Amount
General	\$ 3,022,627
Operations and Maintenance	66,159
Transportation	196,540
Debt Service	7,440,321
Capital Projects	2,380,578

Expenditures exceeded budget in the Debt Service Fund, partially due to the current refunding of \$6,460,000 of General Obligation Refunding School Bonds, Series 2012.

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	\$ 47,960,004	\$ 50,089,658
On-behalf payments received	12,815,952	-
On-behalf payments made	-	12,815,952
General fund - GAAP basis	\$ 60,775,956	\$ 62,905,610

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

For the 2022 measurement year, 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. 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, 2023

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

For the 2021 - 2016 measurement years, 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. 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 2022 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 2022 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): 21-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 16 years for most employers (five employers were financed over 17 years; one employer was financed over 18 years; two employers were financed over 19 years; one employer was financed over 20 years; three employers were financed over 25 years; four employers were financed over 26 years and one was financed over 27 years).
Asset Valuation Method	5-year smoothed market; 20% corridor

Community Consolidated School District No. 46
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2023

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2022 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, 2021
Measurement Date	June 30, 2022
Fiscal Year End	June 30, 2023

Methods and Assumptions Used to Determine the 2022 Contribution Rate:

Actuarial Cost Method Contribution Policy	Entry Age Normal, used to measure the Total OPEB Liability Benefits are financed on a pay-as-you-go basis. Contribution rates are defined by statute. For fiscal year end June 30, 2022, contribution rates are 0.90% of pay for active members, 0.67% of pay for school districts, and 0.90% 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.
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	3.69 %
Price Inflation	2.25 %
Salary Increases	Depends on service and ranges from 8.50% at 1 year of service to 3.50% at 20 or more years of service.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the actuarial valuation as of June 30, 2021.
Mortality	Retirement and Beneficiary Annuitants: PubT-2010 Retiree Mortality Table, adjusted for TRS experience. Disabled Annuitants: PubNs-2010 Non-Safety Disable Retiree Table. Pre-Retirement: PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.

Community Consolidated School District No. 46
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2023

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2022 THIS CONTRIBUTION RATE (Continued)

Methods and Assumptions Used to Determine the 2022 Contribution Rate: (Continued)

Healthcare Cost Trend Rates	Trend rates for plan year 2023 are based on actual premium increases. For non-medicare costs, trend rates start at 8.00% for plan year 2024 and decrease gradually to an ultimate rate of 4.25% in 2039. For Medicare Advantage prescription drug (MAPD) costs, trend rates are 0% in 2024 to 2028, 19.42% in 2029 to 2033 and 5.81% in 2034, declining gradually to an ultimate rate of 4.25% in 2039.
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 1.92% used in the Fiscal Year 2022 valuation to 3.69%, 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 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, 2023

	Educational Account	Tort Immunity and Judgment	Working Cash Account	Total
ASSETS				
Cash and investments	\$ 15,432,550	\$ 199,461	\$ 2,911,690	\$ 18,543,701
Receivables (net of allowance for uncollectibles):				
Property taxes	12,481,729	109,219	4,966	12,595,914
Replacement taxes	74,427	-	-	74,427
Intergovernmental	<u>1,604,110</u>	<u>-</u>	<u>-</u>	<u>1,604,110</u>
Total assets	<u>\$ 29,592,816</u>	<u>\$ 308,680</u>	<u>\$ 2,916,656</u>	<u>\$ 32,818,152</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 1,066,605	\$ -	\$ -	\$ 1,066,605
Salaries and wages payable	3,679,946	-	-	3,679,946
Payroll deductions payable	379,251	-	-	379,251
Claims payable	<u>510,646</u>	<u>-</u>	<u>-</u>	<u>510,646</u>
Total liabilities	<u>5,636,448</u>	<u>-</u>	<u>-</u>	<u>5,636,448</u>
DEFERRED INFLOWS				
Property taxes levied for a future period	<u>12,260,079</u>	<u>107,279</u>	<u>4,878</u>	<u>12,372,236</u>
Total deferred inflows	<u>12,260,079</u>	<u>107,279</u>	<u>4,878</u>	<u>12,372,236</u>
FUND BALANCES				
Restricted	-	201,401	-	201,401
Assigned	171,021	-	-	171,021
Unassigned	<u>11,525,268</u>	<u>-</u>	<u>2,911,778</u>	<u>14,437,046</u>
Total fund balance	<u>11,696,289</u>	<u>201,401</u>	<u>2,911,778</u>	<u>14,809,468</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 29,592,816</u>	<u>\$ 308,680</u>	<u>\$ 2,916,656</u>	<u>\$ 32,818,152</u>

Community Consolidated School District 46

General Fund

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

For the Year Ended June 30, 2023

	Educational Account	Tort Immunity and Judgment Account	Working Cash Account	Total
Revenues				
Property taxes	\$ 24,432,623	\$ 212,575	\$ 9,899	\$ 24,655,097
Replacement taxes	396,984	-	-	396,984
State aid	29,971,805	-	-	29,971,805
Federal aid	3,814,181	-	-	3,814,181
Interest	302,051	-	72,246	374,297
Other	<u>1,563,592</u>	<u>-</u>	<u>-</u>	<u>1,563,592</u>
Total revenues	<u>60,481,236</u>	<u>212,575</u>	<u>82,145</u>	<u>60,775,956</u>
Expenditures				
Current:				
Instruction:				
Regular programs	17,034,808	-	-	17,034,808
Special programs	9,915,681	-	-	9,915,681
Other instructional programs	5,068,901	-	-	5,068,901
State retirement contributions	12,815,952	-	-	12,815,952
Support services:				
Pupils	4,717,696	-	-	4,717,696
Instructional staff	1,817,944	-	-	1,817,944
General administration	1,443,379	212,985	-	1,656,364
School administration	2,261,822	-	-	2,261,822
Business	2,111,796	-	-	2,111,796
Transportation	1,000	-	-	1,000
Central	2,460,449	-	-	2,460,449
Community services	188,450	-	-	188,450
Nonprogrammed charges	2,193,529	-	-	2,193,529
Capital outlay	<u>661,218</u>	<u>-</u>	<u>-</u>	<u>661,218</u>
Total expenditures	<u>62,692,625</u>	<u>212,985</u>	<u>-</u>	<u>62,905,610</u>
Excess (deficiency) of revenues over expenditures	<u>(2,211,389)</u>	<u>(410)</u>	<u>82,145</u>	<u>(2,129,654)</u>

(Continued)

Community Consolidated School District 46

General Fund

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

For the Year Ended June 30, 2023

	Educational Account	Tort Immunity and Judgment Account	Working Cash Account	Total
Other financing sources (uses)				
Transfers (out)	\$ (658,494)	\$ -	\$ -	\$ (658,494)
Subscription liability issued	<u>661,218</u>	<u>-</u>	<u>-</u>	<u>661,218</u>
Total other financing sources (uses)	<u>2,724</u>	<u>-</u>	<u>-</u>	<u>2,724</u>
Net change in fund balance	(2,208,665)	(410)	82,145	(2,126,930)
Fund balance, beginning of year	<u>13,904,954</u>	<u>201,811</u>	<u>2,829,633</u>	<u>16,936,398</u>
Fund balance, end of year	<u>\$ 11,696,289</u>	<u>\$ 201,401</u>	<u>\$ 2,911,778</u>	<u>\$ 14,809,468</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, 2023

With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023		Variance From Final Budget	2022 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 7,706,949	\$ 7,719,112	\$ 12,163	\$ 7,660,516
Interest on investments	<u>29,705</u>	<u>127,466</u>	<u>97,761</u>	<u>8,133</u>
Total local sources	<u>7,736,654</u>	<u>7,846,578</u>	<u>109,924</u>	<u>7,668,649</u>
Total revenues	<u>7,736,654</u>	<u>7,846,578</u>	<u>109,924</u>	<u>7,668,649</u>
Expenditures				
Debt service				
Debt services - interest				
Bonds and other - interest	<u>1,165,378</u>	<u>1,404,545</u>	<u>(239,167)</u>	<u>1,312,131</u>
Total debt service - interest	<u>1,165,378</u>	<u>1,404,545</u>	<u>(239,167)</u>	<u>1,312,131</u>
Principal payments on long-term debt	<u>6,942,000</u>	<u>13,994,662</u>	<u>(7,052,662)</u>	<u>7,012,514</u>
Other debt service				
Other objects	<u>-</u>	<u>148,492</u>	<u>(148,492)</u>	<u>168,628</u>
Total	<u>-</u>	<u>148,492</u>	<u>(148,492)</u>	<u>168,628</u>
Total debt service	<u>8,107,378</u>	<u>15,547,699</u>	<u>(7,440,321)</u>	<u>8,493,273</u>
Total expenditures	<u>8,107,378</u>	<u>15,547,699</u>	<u>(7,440,321)</u>	<u>8,493,273</u>
Deficiency of revenues over expenditures	<u>(370,724)</u>	<u>(7,701,121)</u>	<u>(7,330,397)</u>	<u>(824,624)</u>
Other financing sources (uses)				
Issuance of refunding bonds	-	6,480,000	6,480,000	-
Debt issuance	-	-	-	1,662,747
Transfer to pay principal on financed purchases	-	85,337	85,337	77,514
Transfer to pay interest on financed purchases	-	13,718	13,718	21,541
Transfer to pay principal on subscription liability	-	559,325	559,325	-
Transfer to pay interest on subscription liability	-	114	114	-
Transfer to pay principal and interest on debt certificates	-	597,016	597,016	598,434
Deposit with escrow agent	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,495,554)</u>
Total other financing sources (uses)	<u>-</u>	<u>7,735,510</u>	<u>7,735,510</u>	<u>864,682</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, 2023

With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023		Variance From Final Budget	2022 Actual
	Original and Final Budget	Actual		
Net change in fund balance	<u>\$ (370,724)</u>	\$ 34,389	<u>\$ 405,113</u>	\$ 40,058
Fund balance, beginning of year		<u>5,010,306</u>		<u>4,970,248</u>
Fund balance, end of year		<u>\$ 5,044,695</u>		<u>\$ 5,010,306</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, 2023

With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023		Variance From Final Budget	2022 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
Interest on investments	\$ 160,746	\$ 318,223	\$ 157,477	\$ (22,715)
Total local sources	<u>160,746</u>	<u>318,223</u>	<u>157,477</u>	<u>(22,715)</u>
Total revenues	<u>160,746</u>	<u>318,223</u>	<u>157,477</u>	<u>(22,715)</u>
Expenditures				
Support services				
Facilities acquisition and construction services				
Purchased services	-	17,400	(17,400)	-
Capital outlay	-	4,583,322	(4,583,322)	512,702
Total	-	<u>4,600,722</u>	<u>(4,600,722)</u>	<u>512,702</u>
Other support services				
Purchased services	<u>2,220,144</u>	-	<u>2,220,144</u>	-
Total	<u>2,220,144</u>	-	<u>2,220,144</u>	-
Total support services	<u>2,220,144</u>	<u>4,600,722</u>	<u>(2,380,578)</u>	<u>512,702</u>
Total expenditures	<u>2,220,144</u>	<u>4,600,722</u>	<u>(2,380,578)</u>	<u>512,702</u>
Deficiency of revenues over expenditures	<u>(2,059,398)</u>	<u>(4,282,499)</u>	<u>(2,223,101)</u>	<u>(535,417)</u>

(Continued)

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, 2023

With Comparative Actual Amounts for the Year Ended June 30, 2022

	2023		Variance From Final Budget	2022 Actual
	Original and Final Budget	Actual		
Other financing sources				
Permanent transfer from working cash fund - abatement	\$ -	\$ -	\$ -	\$ 9,086,867
Permanent transfer to capital projects fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>500,000</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,586,867</u>
Net change in fund balance	<u>\$ (2,059,398)</u>	(4,282,499)	<u>\$ (2,223,101)</u>	9,051,450
Fund balance, beginning of year		<u>9,425,938</u>		<u>374,488</u>
Fund balance, end of year		<u>\$ 5,143,439</u>		<u>\$ 9,425,938</u>

(Concluded)

STATISTICAL SECTION
(Unaudited)

Statistical Section

This part of the District's annual comprehensive 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.

Contents

Page

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.

113 - 124

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, property taxes.

125 - 130

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.

131 - 135

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.

136 - 138

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.

139 - 141

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

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

	2023	2022	2021	2020***
Governmental activities				
Net investment in capital				
assets	\$ 27,629,585	\$ 24,832,301	\$ 20,464,000	\$ 20,139,045
Restricted	10,108,546	19,880,398	11,801,000	10,009,239
Unrestricted	(14,598,689)	(25,314,996)	(20,901,000)	(25,178,127)
	<u>\$ 23,139,442</u>	<u>\$ 19,397,703</u>	<u>\$ 11,364,000</u>	<u>\$ 4,970,157</u>
Total net position	<u>\$ 23,139,442</u>	<u>\$ 19,397,703</u>	<u>\$ 11,364,000</u>	<u>\$ 4,970,157</u>

*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>2019</u>	<u>2018</u>	<u>2017**</u>	<u>2016</u>	<u>2015</u>	<u>2014*</u>
\$ 19,205,421	\$ 19,318,378	\$ 16,849,399	\$ 18,147,447	\$ 14,023,504	\$ 13,820,705
8,893,402	9,001,067	11,603,461	11,678,432	12,663,257	12,057,301
<u>(25,615,965)</u>	<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>\$ 2,482,858</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>

Community Consolidated School District 46

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2023	2022	2021	2020	2019	2018	2017
Expenses							
Instruction:							
Regular programs	\$ 16,127,943	\$ 17,638,775	\$ 15,606,110	\$ 15,524,353	\$ 14,329,540	\$ 14,333,578	\$ 13,492,554
Special programs	9,781,380	9,173,433	9,657,443	7,994,526	7,430,043	7,355,509	6,817,850
Other instructional programs	4,870,049	3,381,440	3,022,420	5,216,609	4,854,577	4,789,946	4,385,064
State retirement contributions	17,761,867	13,175,801	21,196,259	49,972,421	16,337,293	15,649,218	16,875,300
Support services:							
Pupils	4,750,831	4,103,096	4,053,189	4,311,791	3,623,403	3,692,978	3,442,504
Instructional staff	1,845,595	1,639,838	1,642,462	1,869,307	2,080,325	2,115,102	2,045,958
District administration	1,635,071	1,371,989	1,175,099	1,574,349	1,489,253	1,389,328	1,443,226
School administration	2,161,644	2,109,153	2,120,007	2,085,509	1,939,234	1,955,255	1,838,026
Business	2,169,743	2,047,020	1,582,442	769,945	1,122,636	973,237	961,595
Transportation	4,243,303	3,588,685	2,981,437	2,706,037	2,741,548	3,207,407	3,072,450
Operations and maintenance	4,659,507	4,198,989	2,939,601	2,922,013	4,134,932	3,331,568	3,156,386
Central	2,681,261	1,962,110	1,741,997	1,719,509	1,384,319	1,017,308	1,019,363
Other supporting services	-	-	-	676,461	791,581	692,191	620,427
Community services	196,504	155,291	141,487	48,568	52,917	53,855	37,462
Nonprogrammed charges	2,193,529	1,746,673	2,254,168	1,547,001	1,646,225	1,803,191	1,644,138
Interest and fees	1,349,016	1,687,590	1,441,512	2,009,686	2,342,825	2,746,196	3,112,825
Unallocated depreciation	3,253,928	2,886,947	3,084,522	3,049,235	3,097,979	2,970,137	2,967,631
Total expenses	79,681,171	70,866,830	74,640,155	103,997,320	69,398,630	68,076,004	66,932,759
Program revenues							
Charges for services							
Instruction:							
Regular programs	823,970	746,858	405,407	184,025	298,351	597,990	596,764
Special programs	24,971	30,311	8,183	27,451	38,801	22,844	37,998
Other instructional programs	-	-	-	322,170	582,409	534,884	500,844
Support services:							
Transportation	-	-	-	12,678	34,314	33,211	25,636
Business	470,397	7,756	6,731	279,286	383,509	325,668	246,018
Operations and maintenance	-	250	14,121	32,967	61,282	69,850	93,309
Operating grants and contributions							
Instruction:							
Regular programs	1,309,295	4,355,996	1,196,958	557,115	343,641	529,311	519,166
Special programs	2,344,386	2,452,506	1,824,581	672,270	621,479	457,548	1,937,938
Other programs	83,714	42,639	95,855	51,395	48,325	278,475	103,547
State retirement contributions	17,761,867	13,175,801	21,196,259	49,972,421	16,337,293	15,649,218	16,875,304
Support services:							
Pupils	-	-	-	339,283	469,185	483,215	439,280
Instructional staff	115,347	135,829	82,624	-	2,743	5,131	-
Operations and maintenance	-	-	-	638,690	111,012	76,932	108,456
Transportation	1,956,236	2,224,908	1,641,370	1,559,006	1,938,614	1,940,810	1,611,992
Business	764,518	1,747,960	1,225,560	499,236	500,458	493,000	425,715
Payments from other districts and gov't entities	-	-	-	415,566	345,641	784,377	3,909
Capital grants and contributions							
Support services:							
Business	100,000	-	-	13,350	34,961	58,401	49,157
Total program revenues	25,754,701	24,920,814	27,697,649	55,576,909	22,152,018	22,340,865	23,575,033
Net expense	(53,926,470)	(45,946,016)	(46,942,506)	(48,420,411)	(47,246,612)	(45,735,139)	(43,357,726)
General revenues							
Taxes:							
Property taxes	39,102,190	37,808,739	37,249,585	36,667,112	35,887,545	35,175,986	34,739,181
Replacement taxes	471,984	452,249	209,163	145,397	146,459	124,763	151,560
State-aid formula grants	16,352,774	14,985,195	13,555,378	13,548,900	12,610,225	11,637,308	9,594,627
Investment earnings	982,476	50,193	29,825	401,866	528,240	301,607	124,706
Miscellaneous	758,785	683,427	1,201,316	144,435	70,024	161,397	126,268
Total general revenues	57,668,209	53,979,803	52,245,267	50,907,710	49,242,493	47,401,061	44,736,342
Change in net position	\$ 3,741,739	\$ 8,033,787	\$ 5,302,761	\$ 2,487,299	\$ 1,995,881	\$ 1,665,922	\$ 1,378,616

	2016	2015	2014
\$	13,156,415	\$ 12,390,367	\$ 12,707,994
	6,522,872	5,890,349	6,518,994
	4,287,407	3,904,277	3,483,565
	11,483,352	9,854,968	7,213,139
	3,479,046	3,300,926	2,895,493
	1,811,368	1,487,765	1,275,577
	1,366,494	1,279,511	1,290,103
	1,783,604	1,685,594	1,664,989
	972,160	954,856	956,280
	2,838,271	2,950,311	2,849,278
	3,260,580	2,986,615	2,919,548
	986,972	1,126,878	765,483
	608,330	647,620	691,776
	60,411	51,257	55,335
	877,884	1,008,963	833,435
	3,114,223	4,221,884	4,217,260
	<u>2,947,646</u>	<u>2,703,344</u>	<u>2,741,777</u>
	<u>59,557,035</u>	<u>56,445,485</u>	<u>53,080,026</u>
	654,887	630,955	593,984
	38,254	21,950	16,775
	572,380	411,301	473,287
	35,389	135,698	20,850
	252,659	248,506	287,802
	82,853	99,146	70,928
	560,695	451,423	444,549
	1,869,531	1,987,403	1,924,013
	154,490	240,458	247,288
	11,483,352	9,854,968	7,213,139
	373,814	407,843	204,168
	17,302	141,832	-
	56,814	51,780	37,917
	1,761,754	1,851,930	1,329,030
	397,067	456,228	461,278
	256,210	401,679	305,911
	<u>8,607</u>	<u>2,560</u>	<u>1,000</u>
	<u>18,576,058</u>	<u>17,395,660</u>	<u>13,631,919</u>
	<u>(40,980,977)</u>	<u>(39,049,825)</u>	<u>(39,448,107)</u>
	34,425,938	33,395,165	32,247,656
	137,223	149,891	165,959
	8,727,183	7,624,136	6,003,660
	38,497	23,487	19,766
	<u>154,756</u>	<u>294,824</u>	<u>-</u>
	<u>43,483,597</u>	<u>41,487,503</u>	<u>38,437,041</u>
\$	<u>2,502,620</u>	\$ <u>2,437,678</u>	\$ <u>(1,011,066)</u>

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
General Fund				
Nonspendable	\$ -	\$ 28,749	\$ 416,489	\$ 48,076
Restricted	201,401	201,811	4,498	136,326
Assigned	171,021	120,393	75,006	-
Unassigned	<u>14,437,046</u>	<u>16,585,445</u>	<u>14,383,287</u>	<u>12,699,066</u>
Total General Fund	<u>\$ 14,809,468</u>	<u>\$ 16,936,398</u>	<u>\$ 14,879,280</u>	<u>\$ 12,883,468</u>
All other governmental funds				
Nonspendable	\$ 1,225	\$ 37,721	\$ 35,345	\$ 36,756
Restricted	14,064,001	19,855,923	11,802,792	9,872,913
Assigned	-	-	-	964,832
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>\$ 14,065,226</u>	<u>\$ 19,893,644</u>	<u>\$ 11,838,137</u>	<u>\$ 10,874,501</u>
Total all governmental funds	<u>\$ 28,874,694</u>	<u>\$ 36,830,042</u>	<u>\$ 26,717,417</u>	<u>\$ 23,757,969</u>

2019	2018	2017	2016	2015	2014
\$ 23,590	\$ 39,561	\$ 23,571	\$ 113,682	\$ 169,693	\$ 119,038
149,894	162,923	164,245	184,084	131,706	1,049
-	-	-	-	-	-
13,352,224	13,676,705	12,766,827	13,034,735	12,206,368	11,674,676
<u>\$ 13,525,708</u>	<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>
\$ 38,174	\$ 46,323	\$ 64,005	\$ 43,473	\$ 45,074	\$ -
8,984,348	9,081,815	11,689,467	11,752,928	12,814,849	12,371,841
1,797,373	1,557,546	1,249,847	908,595	626,403	445,450
-	-	-	-	-	(372,582)
<u>\$ 10,819,895</u>	<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>\$ 24,345,603</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>

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Local Sources				
Property taxes	\$ 39,102,190	\$ 37,708,739	\$ 37,249,585	\$ 36,667,112
Replacement taxes	471,984	452,249	209,163	145,397
Other local sources	3,060,599	1,518,795	1,665,583	2,006,918
	<u>42,634,773</u>	<u>39,679,783</u>	<u>39,124,331</u>	<u>38,819,427</u>
State sources	19,212,089	18,071,284	16,141,857	(2,688,692)
Federal sources	3,814,181	7,873,749	3,635,674	1,881,463
On-behalf sources	<u>12,815,952</u>	<u>12,722,011</u>	<u>10,976,297</u>	<u>18,500,000</u>
Total	<u>\$ 78,476,995</u>	<u>\$ 78,346,827</u>	<u>\$ 69,878,159</u>	<u>\$ 56,512,198</u>

2019	2018	2017	2016	2015	2014
\$ 35,887,545	\$ 35,175,986	\$ 34,739,181	\$ 34,425,938	\$ 33,395,165	\$ 32,247,656
146,459	124,763	151,560	137,223	149,891	165,959
2,142,903	2,185,801	1,909,156	1,895,096	1,920,207	1,669,444
38,176,907	37,486,550	36,799,897	36,458,257	35,465,263	34,083,059
(1,414,028)	(869,563)	(3,999,209)	934,135	1,944,597	2,055,574
1,957,046	1,829,520	1,760,083	1,700,559	1,763,367	1,507,873
16,337,293	15,649,218	16,875,300	11,483,352	9,854,968	7,213,139
<u>\$ 55,057,218</u>	<u>\$ 54,095,725</u>	<u>\$ 51,436,071</u>	<u>\$ 50,576,303</u>	<u>\$ 49,028,195</u>	<u>\$ 44,859,645</u>

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Current expenditures	\$ 72,660,251	\$ 68,267,620	\$ 59,638,321	\$ 97,322,364
Capital outlay	<u>5,365,611</u>	<u>827,369</u>	<u>294,005</u>	<u>405,239</u>
Debt service				
Principal	13,994,662	7,012,514	9,304,485	3,081,616
Interest and other	<u>1,553,037</u>	<u>1,480,759</u>	<u>1,491,311</u>	<u>6,263,034</u>
Total debt service	<u>15,547,699</u>	<u>8,493,273</u>	<u>10,795,796</u>	<u>9,344,650</u>
Total expenditures	<u>\$ 93,573,561</u>	<u>\$ 77,588,262</u>	<u>\$ 70,728,122</u>	<u>\$107,072,253</u>
Debt service required as a percentage of noncapital expenditures	17.63%	11.06%	15.33%	8.76%
Debt service as a percentage of total expenditures	16.62%	10.95%	15.26%	8.73%

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 46,075,950	\$ 44,931,012	\$ 43,480,156	\$ 41,464,221	\$ 39,976,969	\$ 38,878,177
<u>5,536,338</u>	<u>2,920,600</u>	<u>373,870</u>	<u>1,406,804</u>	<u>890,941</u>	<u>588,943</u>
1,793,918	2,095,876	2,335,290	2,890,819	1,411,920	1,422,006
5,870,282	5,584,948	5,326,290	5,030,906	5,059,148	4,705,662
<u>7,664,200</u>	<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>\$ 59,276,488</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>
14.26%	14.60%	14.98%	16.04%	13.93%	13.62%
12.93%	13.83%	14.87%	15.60%	13.67%	13.44%

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Excess of revenues over (under) expenditures	\$(15,096,566)	\$ 858,565	\$ (849,963)	\$ (587,634)
Other financing sources (uses)				
Debt issuance	6,480,000	10,020,000	2,345,000	-
Premium on debt issuance	661,218	729,614	-	-
Lease proceeds	-	-	373,413	-
Deposit with escrow agent	-	(1,495,554)	-	-
Transfers in	1,255,510	10,284,356	1,182,598	2,045,015
Transfers out	(1,255,510)	(10,284,356)	(1,182,598)	(2,045,015)
Other	-	-	-	-
Total other financing sources (uses)	<u>7,141,218</u>	<u>9,254,060</u>	<u>2,718,413</u>	<u>-</u>
Net change in fund balances	<u>\$ (7,955,348)</u>	<u>\$ 10,112,625</u>	<u>\$ 1,868,450</u>	<u>\$ (587,634)</u>

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ (4,219,270)	\$ (1,436,711)	\$ (79,535)	\$ (216,447)	\$ 1,689,217	\$ (735,143)
4,000,000	-	-	24,151,939	9,038,127	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(23,892,088)	(9,017,797)	-
594,725	19,014	-	-	6,977	840,000
(594,725)	(19,014)	-	-	(6,977)	(840,000)
-	43,622	-	-	-	-
<u>4,000,000</u>	<u>43,622</u>	<u>-</u>	<u>259,851</u>	<u>20,330</u>	<u>-</u>
<u>\$ (219,270)</u>	<u>\$ (1,393,089)</u>	<u>\$ (79,535)</u>	<u>\$ 43,404</u>	<u>\$ 1,709,547</u>	<u>\$ (735,143)</u>

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Assessed valuation	\$ 791,958,636	\$ 751,853,771	\$ 727,350,158	\$ 714,251,648
Rates Extended				
Educational	3.1414	3.1535	3.1873	3.1802
IMRF	0.0785	0.0791	0.1045	0.1029
Operations and Maintenance	0.4844	0.4744	0.4881	0.4802
Bonds	0.9822	1.0281	1.0633	1.0868
Transportation	0.2325	0.2335	0.1959	0.1921
Sedol IMRF	0.0051	0.0056	0.0057	0.0055
Social Security	0.0785	0.0791	0.1176	0.1166
Working Cash	0.0013	0.0013	0.0014	0.0000
Special Education	0.0000	0.0000	0.0000	0.0000
PTAB/CE Recapture	0.0180	0.0468	0.0000	0.0000
Tort Judgement & Liability Insurance	0.0276	0.0277	0.0261	0.0254
Total rates extended	<u>5.0495</u>	<u>5.1291</u>	<u>5.1898</u>	<u>5.1897</u>
Levies Extended				
Educational	\$ 24,878,256	\$ 23,709,618	\$ 23,182,628	\$ 22,714,295
IMRF	621,965	594,476	760,001	735,015
Operations and Maintenance	3,836,232	3,566,847	3,550,007	3,430,058
Bonds	7,778,499	7,730,139	7,733,631	7,762,673
Transportation	1,841,003	1,755,684	1,425,003	1,372,027
Sedol IMRF	40,437	42,021	41,648	39,105
Social Security	621,965	594,476	855,000	833,017
Working Cash	9,955	9,917	10,001	7
Special Education		-	-	-
PTAB/CE Recapture	142,315	351,800	-	-
Tort Judgement & Liability Insurance	218,937	208,068	190,006	181,306
Total levies extended	<u>\$ 39,989,564</u>	<u>\$ 38,563,046</u>	<u>\$ 37,747,924</u>	<u>\$ 37,067,504</u>
Total Collections	<u>\$ 19,640,527</u>	<u>\$ 38,388,930</u>	<u>\$ 37,401,180</u>	<u>\$ 36,909,375</u>
Percentage of extensions collected	<u>49.11%</u>	<u>99.55%</u>	<u>99.08%</u>	<u>99.57%</u>

Source of information: Lake County Clerk's Office.

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

	2018	2017	2016	2015	2014	2013
\$	<u>693,954,245</u>	<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>
	3.2042	3.3038	3.3515	3.4266	3.4840	3.4310
	0.1009	0.0926	0.0978	0.1403	0.0840	0.0750
	0.5044	0.5065	0.5498	0.5500	0.5470	0.5390
	1.1147	1.1727	1.2609	1.3825	1.4430	1.1630
	0.1744	0.1719	0.2144	0.2069	0.2460	0.1930
	0.0060	0.0070	0.0073	0.0077	0.0070	0.0090
	0.1153	0.1166	0.1125	0.1240	0.1470	0.1360
	0.0000	0.0034	0.0041	0.0043	0.0050	0.0050
	0.0000	0.0000	0.0812	0.3162	0.3980	0.2380
	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
	0.0187	0.0245	0.0255	0.0268	0.0540	0.0510
	<u>5.2384</u>	<u>5.3990</u>	<u>5.7049</u>	<u>6.1855</u>	<u>6.4150</u>	<u>5.8400</u>
\$	<u>22,235,557</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>
	699,999	611,440	599,999	784,929	450,001	420,312
	3,500,000	3,341,076	3,372,513	3,076,528	2,932,298	3,020,641
	7,735,217	7,735,492	7,733,735	7,733,502	7,730,649	6,517,636
	1,209,999	1,134,040	1,314,991	1,157,065	1,316,393	1,081,603
	41,311	45,944	44,671	43,262	39,785	50,437
	799,997	768,936	690,003	693,612	785,001	762,166
	7	22,711	25,000	24,316	25,000	28,021
	-	-	497,961	1,768,847	2,132,582	1,333,790
	-	-	-	-	-	-
	<u>129,998</u>	<u>161,322</u>	<u>156,100</u>	<u>150,095</u>	<u>288,669</u>	<u>285,812</u>
\$	<u>36,352,085</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>36,297,009</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>99.85%</u>	<u>99.73%</u>	<u>99.63%</u>	<u>99.83%</u>	<u>99.84%</u>	<u>99.50%</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
2022	\$791,958,636	\$40,104,865	5.33%	\$ 2,375,875,908	5.0495
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

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

	2022	2021	2020	2019	2018
District direct rates					
Educational	3.1414	3.1535	3.1873	3.1802	3.2042
IMRF	0.0785	0.0791	0.1045	0.1029	0.1009
Operations and Maintenance	0.4844	0.4744	0.4881	0.4802	0.5044
Bonds	0.9822	1.0281	1.0633	1.0868	1.1147
Transportation	0.2325	0.2335	0.1959	0.1921	0.1744
Sedol IMRF	0.0051	0.0056	0.0057	0.0055	0.0060
Social Security	0.0785	0.0791	0.1176	0.1166	0.1153
Working Cash	0.0013	0.0013	0.0014	0.0000	0.0000
Special Education	0.0000	0.0000	0.0000	0.0000	0.0000
PTAB/CE Recapture	0.0180	0.0468	0.0000	0.0000	0.0000
Tort Judgement & Liability Insurance	<u>0.0276</u>	<u>0.0277</u>	<u>0.0261</u>	<u>0.0254</u>	<u>0.0187</u>
Total direct	5.0495	5.1291	5.1898	5.1897	5.2384
Overlapping rates					
Lake County	0.5887	0.5977	0.5980	0.5968	0.6117
Lake County Forest Preserve	0.1732	0.1789	0.1818	0.1798	0.1820
Central Lake County JAWA	0.0000	0.0000	0.0000	0.0000	0.0000
Avon Township	0.1388	0.1409	0.0652	0.0661	0.0687
Avon Township Road & Bridge	0.0000	0.0000	0.0779	0.0799	0.0849
Avon Township Special Road Improvement	0.0000	0.0000	0.0000	0.0000	0.0000
Village of Grayslake	0.5375	0.5472	0.5597	0.5617	0.5488
Grayslake Park District	0.4740	0.4768	0.4798	0.4733	0.4638
Grayslake Area Library District	0.4238	0.4271	0.4277	0.4258	0.4200
Grayslake Fire Protection District	0.8310	0.8321	0.8397	0.8266	0.8185
Community High School District No. 127	3.4764	3.7382	4.3268	4.2911	4.4195
Community College District No. 532	<u>0.2958</u>	<u>0.2935</u>	<u>0.2897</u>	<u>0.2815</u>	<u>0.2819</u>
Total direct and overlapping rate	<u>11.9887</u>	<u>12.3615</u>	<u>13.0361</u>	<u>12.9723</u>	<u>13.1382</u>

Source of information: Lake County Clerk's Office.

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

2017	2016	2015	2014	2013
3.3038	3.3515	3.4266	3.4840	3.4310
0.0926	0.0978	0.1403	0.0840	0.0750
0.5065	0.5498	0.5500	0.5470	0.5390
1.1727	1.2609	1.3825	1.4430	1.1630
0.1719	0.2144	0.2069	0.2460	0.1930
0.0070	0.0073	0.0077	0.0070	0.0090
0.1166	0.1125	0.1240	0.1470	0.1360
0.0034	0.0041	0.0043	0.0050	0.0050
0.0000	0.0812	0.3162	0.3980	0.2380
0.0000	0.0000	0.0000	0.0000	0.0000
<u>0.0245</u>	<u>0.0255</u>	<u>0.0268</u>	<u>0.0540</u>	<u>0.0510</u>
5.3990	5.7049	6.1855	6.4150	5.8400
0.6218	0.6320	0.6628	0.6820	0.6630
0.1873	0.1929	0.2079	0.2100	0.2180
0.0408	0.0458	0.0541	0.0560	0.0550
0.0707	0.0746	0.0807	0.0810	0.0760
0.0895	0.0963	0.1054	0.1080	0.1020
0.0000	0.0000	0.0000	0.0000	0.0000
0.5662	0.5992	0.6533	0.6840	0.6480
0.4779	0.5041	0.5499	0.5720	0.5440
0.4317	0.4549	0.4920	0.5150	0.4840
0.8391	0.8806	0.9449	0.9800	0.8190
4.8786	5.0597	5.3965	5.5390	5.2280
<u>0.2806</u>	<u>0.2854</u>	<u>0.2994</u>	<u>0.3060</u>	<u>0.2960</u>
<u>13.8832</u>	<u>14.5304</u>	<u>15.6323</u>	<u>16.1480</u>	<u>14.9730</u>

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

Taxpayer	Tax Levy year 2021 Equalized Assessed Valuation ⁽¹⁾	Percentage of Total 2021 Equalized Assessed Valuation
Meijer Stores Limited Partnership	\$ 5,546,052	0.70%
Baxter Healthcare Corp.	3,972,009	0.50%
SIDA Enterprises, Ltd.	3,031,666	0.38%
Inland Maplevue, LLC	2,679,272	0.34%
Washington Square Development, LLC	2,263,625	0.29%
CompX Security Products, Inc.	2,080,592	0.26%
Grayslake Senior Residence LP	1,886,407	0.24%
Home Depot USA, Inc.	1,590,142	0.20%
Saddlebrook 60 LLC DBA Hometown AME	1,528,497	0.19%
American Homes 4 Rent	1,469,060	0.19%
	<u>\$ 26,047,322</u>	<u>3.29%</u>
Taxpayer	Tax Levy year 2012 Equalized Assessed Valuation	Percentage of Total 2012 Equalized Assessed Valuation
Baxter Healthcare Corp.	\$ 6,466,628	1.21%
Inland Commercial Property Management	3,251,349	0.61%
Round Lake Commons LLC	2,801,107	0.52%
SIDA Enterprises, Ltd.	2,018,985	0.38%
Marling Management, Inc.	1,952,616	0.36%
Home Depot USA, Inc.	1,829,859	0.34%
Washington Square Development, LLC	1,654,511	0.31%
Grayslake Senior Residence LP	1,626,582	0.30%
Equities Associates Corp. IV	1,496,359	0.28%
CompX Security Products, Inc.	1,342,087	0.25%
	<u>\$ 24,440,083</u>	<u>4.56%</u>

⁽¹⁾ Most recent information available

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
2023	2022	\$ 80,757,609	\$ 15,547,699	19.25 %
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

(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 Debt to Actual Estimated Value	Debt Outstanding per Capita
2023	\$ 30,950,000	\$ -	\$ 30,950,000	\$ 791,958,636	\$ 2,375,875,908	1.30	% \$ 1,014
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

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, 2023

Jurisdiction overlapping	Outstanding Debt ⁽¹⁾	Overlapping Percent	Amount
County			
Lake County	\$ 155,595,000	2.747%	\$ 4,274,195
Lake County Forest Preserve	166,060,000	2.747%	4,561,668
Municipalities			
Village of Round Lake	-	26.254%	-
Village of Round Lake Beach	13,515,000	20.843%	2,816,931
Village of Round Lake Park	4,810,000	7.866%	378,355
Fire Districts			
Greater Round Lake Fire Protection District	3,905,000	22.815%	890,926
Library Districts			
Fox Lake Public Library District	6,585,000	0.543%	35,757
Lake Villa Public Library District	-	2.463%	-
Warren-Newport Public Library District	-	30.000%	-
Park Districts			
Grayslake Community Park District	3,580,000	75.783%	2,713,031
Round Lake Area Park District	3,285,000	19.559%	642,513
School Districts			
Grayslake Comm. High School District 127	7,930,000	65.574%	5,200,018
Lake County Community College District 532	13,470,000	3.055%	411,509
Total Overlapping General Obligation Bonded Debt:	378,735,000		21,924,902
Direct Debt:			
Community Consolidated School District #46	31,841,893	100.000%	31,841,893
Total Direct and Overlapping Debt			\$ 53,766,795

Source: Lake County Clerk's Office

Community Consolidated School District 46
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Summary	2023	2022	2021
Debt Limit	\$ 54,645,146	\$ 51,877,910	\$ 50,187,161
Debt Subject to 6.9% Legal Limit	<u>31,841,893</u>	<u>38,695,337</u>	<u>38,630,000</u>
Legal Debt Margin	<u>\$ 22,803,253</u>	<u>\$ 13,182,573</u>	<u>\$ 11,557,161</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	58.27%	74.59%	76.97%
Detail			
Equalized Assessed Valuation	791,958,636		
Debt Limit - 6.9% of Equalized Assessed Valuation	54,645,146		
Total Debt Outstanding	31,841,893		
Add: Capital Appreciation	-		
Less: Exempted Debt	<u>-</u>		
Net, Debt Subject to 6.9% of Legal Limit	<u>31,841,893</u>		
Legal Debt Margin	<u>\$ 22,803,253</u>		

Note: Only nine years of information are available.

2020	2019	2018	2017	2016	2015
\$ 49,283,364	\$ 47,882,843	\$ 45,515,154	\$ 42,321,716	\$ 38,596,444	\$ 36,962,145
<u>12,327,984</u>	<u>15,152,933</u>	<u>12,406,851</u>	<u>13,679,105</u>	<u>15,024,395</u>	<u>16,420,214</u>
<u>\$ 36,955,380</u>	<u>\$ 32,729,910</u>	<u>\$ 33,108,303</u>	<u>\$ 28,642,611</u>	<u>\$ 23,572,049</u>	<u>\$ 20,541,931</u>
25.01%	31.65%	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
2022	30,531	20,968	\$ 1,365,468,444	\$ 44,724	4.3 %
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

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

2023		
Employer	Employees	Percentage of Total Employment
Great Lakes Naval Base	23,000	27.28%
AbbVie, Inc.	3,400	4.03%
Advocate Condell Medical Center	2,200	2.61%
Baxter Healthcare Corp., Medical Products	1,900	2.25%
Six Flags Great America	1,900	2.25%
Medline Industries, Inc.	1,500	1.78%
Southwire Co., LLC	1,200	1.42%
International Brotherhood of Electrical Workers, Local 150	800	0.95%
FedEx Ground Package System, Inc.	500	0.59%
Nosco, Inc.	500	0.59%
Total	36,900	43.75%

2014		
Employer	Employees	Percentage of Total Employment
Department of the Navy	23,000	28.00%
Abbott Laboratories	15,300	18.63%
Hewitt Associates LLC - Employee Benefits	5,570	6.78%
Motorola, Inc.	5,000	6.09%
Kemper Insurance Co.	3,700	4.50%
Six Flags Great America	3,190	3.88%
Allegiance Corp.	2,900	3.53%
The County	2,700	3.29%
Baxter Healthcare Corp., Medical Products	1,900	2.31%
College of Lake County, Grayslake Campus	1,818	2.21%
Total	65,078	79.22%

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

	2023	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	1.0
District Administrators	9.0	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>	<u>10.0</u>
Total Administration	20.0	19.0	19.0	20.0	20.0	21.0	20.0	21.0	18.0	17.0
Teachers										
Regular Classroom Teachers	200.0	207.0	201.0	208.0	208.0	214.0	206.0	209.0	212.0	204.0
Special Education Teachers	37.0	42.0	39.0	40.0	45.0	41.0	39.0	40.0	25.0	41.0
Psychologists	8.0	6.0	6.0	7.0	6.0	9.0	5.0	8.0	6.0	5.0
Librarians / Media Specialists	8.0	6.0	7.0	8.0	7.0	7.0	7.0	7.0	7.0	7.0
Social Workers	13.0	13.0	14.0	14.0	15.0	15.0	15.0	14.0	14.0	13.0
ELL / Bilingual Teachers	31.0	31.0	28.0	28.0	25.0	22.0	21.0	20.0	20.0	18.0
Speech / Language Therapists	10.0	12.0	12.0	12.0	11.0	13.0	11.0	11.0	11.0	11.0
Reading Specialists	14.0	14.0	15.0	15.0	15.0	16.0	14.0	16.0	16.0	13.0
Certified Nurses	<u>5.0</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>	<u>3.0</u>
Total Teachers	326.0	334.0	325.0	335.0	335.0	340.0	321.0	328.0	314.0	315.0
Other Supporting Staff										
Secretarial/Clerical/Paraprofessionals	162.0	155.0	153.0	151.0	155.0	158.0	158.0	152.0	155.0	153.0
Custodial/Maintenance/Technology	<u>31.0</u>	<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	193.0	187.0	192.5	187.0	190.0	193.0	194.0	188.0	189.0	190.0
Other										
Leave of Absence	<u>2.0</u>	<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	2.0	4.0	2.0	5.0	6.0	6.0	4.0	3.0	1.0	3.0
Total Staff	<u>541.0</u>	<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

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

Function	2023	2022	2021	2020	2019	2018
Instruction						
Student Enrollment	3,626	3,690	3,657	3,851	3,851	3,957
Support Services						
Pupil	813	710	649	666	631	589
English Language Learners Program - number of languages served	44	43	41	38	40	434
Instructional Staff						
ISAT - overall student performance*						
Reading - District	42%	N/A	35%	N/A	50%	50%
Reading - State	35%	N/A	31%	N/A	38%	37%
Math - District	31%	N/A	27%	N/A	43%	43%
Math - State	27%	N/A	26%	N/A	32%	32%
School Administration						
Average Daily Attendance	3,232	3,309	3,347	3,583	3,531	3,624
Fiscal						
Purchase Orders Processed	3,010	2,107	246	46	131	28
Maintenance						
District Square Footage Maintained by Custodians and Maintenance	34,112	27,745	30,057	28,855	30,057	26,717
Transportation						
Avg. number of students transported per year	2,373	2,243	2,341	2,383	2,527	2,505
Avg. number of bus runs to/from school	27	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

2017	2016	2015	2014
4,006	3,985	3,774	3,863
505	532	564	513
36	39	37	34
52%	49%	50%	70%
37%	36%	38%	57%
43%	43%	37%	70%
32%	31%	28%	60%
3,631	3,657	N/A	N/A
163	149	204	429
30,057	32,790	31,364	31,364
2,540	2,634	2,761	3,966
28	28	28	28
21	21	21	21
75	75	74	74

Community Consolidated School District 46

SCHOOL BUILDING INFORMATION LAST TEN FISCAL YEARS

		2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
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		564	545	525	580	507	539	548	542	364	382
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		335	362	344	375	390	406	387	380	352	360
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		640	650	672	658	674	711	713	706	725	745
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		412	414	438	447	437	454	445	450	435	451
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		397	372	326	343	332	317	345	349	369	392
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		607	605	616	656	674	663	652	680	675	676
Park Campus											
Built	2007										
Additions	None										
Square Feet		184,000	184,000	184,000	184,000	184,000	184,000	184,000	184,000	184,000	184,000
Student Enrollment		671	742	736	792	837	867	916	878	854	857
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>3,626</u>	<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>

*Prairieview School includes Early Childhood Center

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