

Comprehensive Annual Financial Report

of

**Community High School
District 99**

Downers Grove, Illinois

For the Fiscal Year Ended June 30, 2020

Official Issuing Report

Mark E. Staehlin, District Controller

Department Issuing Report

Business Office

Community High School District 99
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended June 30, 2020

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INTRODUCTORY SECTION (UNAUDITED)

December 14, 2020

President and Members of the Board of Education
and Members of the Community
Community High School District 99
Downers Grove, Illinois

The Comprehensive Annual Financial Report of Community High School District 99, Downers Grove, Illinois, as of and for the year ended June 30, 2020, is submitted herewith. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data as presented is: (1) accurate in all material aspects; (2) presented in a manner designed to fairly set forth the financial position and results of operations of the District, as shown by the disclosure of all financial activity of its various funds; and (3) that all disclosures necessary for maximum public understanding of the District's financial status have been incorporated in the report.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The Introductory Section includes this transmittal letter, the District's organizational chart, a list of principal officials, and the Certificate of Excellence in Financial Reporting from the Association of School Business Officials International. The Financial Section includes Management's Discussion and Analysis, the basic financial statements, notes to the financial statements, and the auditors' report on these items, as well as Required Supplementary Information (RSI) and Other Supplementary Financial Information (OSFI). RSI, which is unaudited, includes supplementary information relating to pension and other postemployment benefits, budgetary schedules, and notes to the RSI. OSFI includes individual fund schedules. The Statistical Section (unaudited) includes selected financial, demographic and operating information, generally presented on a multiyear basis.

GAAP/MD&A

Generally Accepted Accounting Principles (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Community High School District 99's MD&A can be found immediately following the report of the independent auditors.

District Profile

Community High School District 99 was formed in 1923. The District is a suburban school district located in south central DuPage County, which covers 31 square miles comprised of the Villages of Downers Grove and Woodridge and portions of the communities of Oak Brook, Lombard, Darien, Lisle, Westmont, and Bolingbrook. The District maintains two high schools (grades 9-12) in addition to a transitional life skill facility and currently serves about 5,000 students. The District is primarily residential with substantial commercial areas as well. Several industrial parks are located in the District, with the major industries employing more than 16,000 people. Numerous retail areas provide for the shopping needs of District residents. Housing includes many older, well-kept frame buildings, new subdivisions with some upper income homes, and many apartments and condominiums.

The District offers a comprehensive high school curriculum including a full range of vocational and technical courses, special education programs, a gifted education program and twenty-eight advanced placement course offerings. Both of the District's high schools sponsor a variety of athletic teams and co-curricular activities. The District also offers an extensive professional development program to staff, including a comprehensive induction program, mentoring program, professional appraisal system, and numerous professional workshops.

Reporting Entity

GAAP requires that the financial reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Community High School District 99 is a municipal corporation governed by a Board of Education, which is elected by the public and has the exclusive responsibility and accountability for the decisions it makes. The District has the statutory authority to adopt its own budget, to levy taxes, and to issue debt without the approval of another government. It has the right to sue and be sued, and has the right to buy, sell, lease, or mortgage property in its own name. Based on these criteria, the District is considered a primary government and there are no other organizations or agencies whose financial statements should be combined and presented with these basic financial statements.

Accounting Systems and Budgetary Control

The District's funds report on the modified accrual basis of accounting, which is applied to the District's accounting records. The notes to the financial statements expand upon the modified accrual basis and upon all District accounting policies and procedures. All District funds are included in this report.

This presentation allows the reader to obtain an overview of the District's financial operations by viewing the basic financial statements, in the front section of the report. Detailed presentations of the basic financial statements are available throughout the remainder of the report. All of the figures used in the following discussion were obtained or derived from the financial statements attached herewith.

The District's management 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 GAAP.

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 (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgetary control is maintained at the department level within each building by the encumbrance of estimated purchase amounts prior to release of purchase orders. Purchase orders, which exceed the available account balances, are not approved until the responsible administrator reapportions his budget. All outstanding encumbrances lapse at year-end.

Administrators have real-time access to their transaction activity and budgetary status. Monthly expenditure and revenue reports are reviewed by the business office and provided to the Board of Education. On a quarterly basis, detailed public presentations are also made to the Board, at its regular business meeting, comparing year-to-date actual account balance activity with the budgeted amounts.

The Illinois Department of Revenue attempts to equalize the assessment practices of the 102 county assessors, by annually setting a property tax multiplier. This multiplier is applied to the base assessment of real property to achieve the equalized assessed valuation (EAV) used for taxation.

Real estate tax bills in DuPage County, Illinois, are due in two equal installments. Generally, first installment collections are remitted to the District in May and June of each year. Second installments are generally remitted in September of each year. Each calendar year based levy is intended to be used in the next immediate fiscal year that begins on July 1, except that general obligation bond levy proceeds are intended to be used when the specific bond principal and interest payments are due. Accordingly, the 2019 levy, collected by the District in May/June and September of 2020 (with the exception of certain general obligation bond levy proceeds as previously noted), is intended for the fiscal year beginning July 1, 2020.

First installment tax collections of the 2019 tax levy were \$47.0 million, representing 50.8% of the total levy, and were deferred to the 2020-21 fiscal year, with the exception of certain general obligation bond levy proceeds as noted above. This compares to the prior year's first installment collection of \$45.7 million which was 50.8% of the total 2018 tax levy.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the District operates.

Beginning in 2018, the State of Illinois adopted a multi-tiered Evidence Based Funding model (EBF) system to determine the amount of General State Aid to be allocated to each public school district in the state. The EBF model uses 23 different data sets for each district to estimate an average cost per pupil for each individual district. The relative real estate property wealth per pupil is the major factor in determining the allocation tier applied to each district. District 99 is in the highest, fourth tier, in terms of local property wealth. Any increase in funding under the EBF model goes first to districts in the lower three tiers with only a small fraction going to tier 4 districts.

Under EBF, our State Aid has been frozen at the 2016-17 fiscal year level of about \$4 million representing about \$818 per student per year. This amount is considered a “Hold Harmless”, or “guaranteed base funding level” going forward.

While the Hold Harmless base gives the District some financial security, it represents a relatively small portion of our overall support and is not adjusted for inflation. The increase for fiscal year 2019-20 was about \$6,200 or about 0.15%. Total State funding for the year, exclusive of “on behalf” support, makes up a relatively small percentage of our total revenue. Consequently, the District relies heavily upon its local property tax base to support its operations.

Property tax extension limits (tax caps) have been in place in DuPage County since 1991. Tax caps limit the growth of the District’s annual extension of taxes on existing property to the prior year’s (not seasonally adjusted) Consumer Price Index for Urban areas (CPI-U), or 5%, whichever is lower. The CPI-U has ranged between 0.7% and 2.3% over the last five years. Annual CPI-U increases for the last decade have averaged about 1.8%.

The State of Illinois is experiencing its worst financial crisis in several decades. School funding has remained a high priority and is improving, but even so, the State does not have sufficient cash on hand to fund all educational programs on a timely basis. At the end of the fiscal year, about \$0.6 million in funding was due and receivable from the State.

The Local Economy and Long-Term Financial Planning

The total increase in local property taxes that will be available for the District’s operations is a combination of (1) the tax cap limit amount and (2) taxes on new construction values added to the tax rolls each year. The 2020 calendar year levy tax cap limit (CPI-U) is 2.3%. The District is using the last ten-year average of 1.8% to estimate the increase in the CPI-U index for the next four years.

Increases in the District’s assessed values attributable to new construction have been rising steadily over the last five years, ranging from 0.67% to 0.95%. The District anticipates new construction to average about 1.0% over the next five years.

The 1.8% CPI-U increases, along with annual estimated new construction increases of 1.0%, provides a future annual property tax growth rate expectation of about 2.9%. In addition to normal new construction, we have a large Tax Incremental Financing District (TIF) that will be expiring on December 31, 2020. The increase in property value from the 23 year old program will boost our new construction values by an additional 1%. That will impact our 2022 calendar tax levy and should provide about \$900,000 in new revenue starting with the 2022-23 fiscal year.

Expenditure changes for the next several years are expected to be closely aligned with changes in the District’s revenue level. This is due to the fact that increases in all major employment and purchased service contracts are tied to the same inflation factor (CPI-U) which limits property taxes, the largest component of our revenue stream.

The District uses an independent professional demographer to provide future enrollment estimates going out as far as the 2031-32 school year. This information is updated every five years. Student enrollment levels are expected to remain relatively stable, with variations of less than 1% over the next five years. This is expected to help the District control expenditures.

Our main North Campus building was originally built in 1928 with larger additions made in the 1930’s, 1956 and 2000. Our South Campus building was built in 1964 with large additions made in 1970 and 2000. Pool structures were added to each campus in 1975.

Funding for all critical capital maintenance projects has been identified through the use of planning tools and is not expected to have any negative impact on the District's regular annual financial operations in the foreseeable future. Ongoing building infrastructure and site needs and/or desired improvements are addressed through long-term planning documents referred to as the Master Site Plan (MSP) and the Master Facility Plan (MFP).

The MSP was updated in 2012 and 2013 to coordinate expansion of the North Campus site and to improve safety and utilization aspects for the areas around each campus. In 2014, a new 10,000 square foot facility was completed which was designed specifically to serve our Transitional Life Skills students.

Our MFP was created through a mix of stakeholders which included students, staff and members of the community over a multi-year period. Ultimately, we created a facility improvement plan that provides for a much safer, efficient and supportive learning environment for our students. In order to make all the improvements, we sought, and received, support from our community to issue \$136.6 million of school construction bonds for these improvements. Work began in 2019 and is expected to be completed by the beginning of the 2021-22 school year.

The District has a long-term financial forecast reflecting negative operations for the next two years. We attribute this to the impact of the COVID-19 Pandemic. Interest income and corporate personal property replacement taxes are expected to drop substantially for the next two years. The third through fifth year of our five-year forecast look promising as we expect the economy to have recovered and we expect a boost in tax revenues due to the expiring TIF. Further, the District expects to be able to maintain a stable level of fund balances into the future by continuing a careful scrutiny and development of the annual budget. Approvals of new initiatives and curriculum enhancements will only occur when adequate funding has been identified that will support any proposed new program or service level. As a safeguard, the District issued \$10.3 million in Working Cash Fund Bonds in October of 2020. This is intended to help the District maintain a higher reserve in order to protect our programs and the related services provided to our community.

Major Initiatives

The District has operated under a philosophy of keeping expenditure growth in line with revenue growth and has done so over for more than twenty years. Reductions of fund balances have occurred during this period, but only for planned non-recurring expenditures such as special capital project initiatives. In order to keep operating expenditure growth in check, District 99 was among the first Illinois school districts to directly link increases in all major employee compensation contracts to changes in the Consumer Price Index for all Urban Consumers (CPI-U). Increases in larger purchased service contracts, such as those for cafeteria operations management, are also tied to the CPI-U factor. This management practice has allowed the District to maintain a more stable educational program for its students and community.

In addition, other expenditure control adjustments were made so that certain relatively small capital improvements could be funded from operations without the need to ask our taxpayers for an increase. The renovation of 14 science labs and a fine arts lab, a major HVAC/boiler replacement project and major site safety projects have all occurred in the last nine years. In the 2012-13 fiscal year, an expansion of our North Campus site was completed by purchasing eight adjacent residential properties. In 2013-14, our Transition Program students were provided with a new 10,000 square foot state-of-the-art facility. In 2015-16, the District rolled out a 1:1 Chromebook learning device program for all students also without raising property taxes. In total, these projects represent \$38.0 million worth of improvements, funded with revenue sources other than those which would have increased the burden on our local taxpayers.

In 2014, the District used the Master Facility Planning process to study whether major facility changes or improvements might enhance the learning environment, increase safety and address accessibility concerns at each campus. In 2016-17 this multi-year process, involving all District stakeholders, resulted in our identifying several major structural improvements that could be made at each campus. The recommended changes include creating a Learning Commons section in the center of each of our two campuses, addressing major safety and ADA compliance issues and adding additional spaces for STEM and fine arts programs. In March of 2018 the District 99 community approved a \$136.6 million referendum for these major improvements to be made to our facilities. These improvements are being phased over 3 years.

Independent Audit

The School Code of Illinois and the District's adopted policy require an annual audit of the financial statements of all funds of the District. The audit is performed by independent certified public accountants, selected by the District's Board of Education. The independent auditors' report has been included in the financial section of this report.

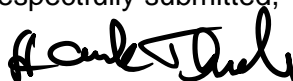
Award and Acknowledgements

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report, for the fiscal year ended June 30, 2019. This was the twenty-first consecutive year that the District has received this prestigious award. In order to be awarded this Certificate, the District published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

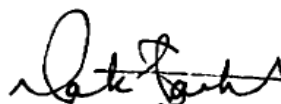
The Certificate is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the program requirements and we are submitting it to ASBO to determine its eligibility for a fiscal year 2020 Certificate.

We have prepared this Comprehensive Annual Financial Report to provide a more meaningful financial presentation to our Board of Education, local citizens, and interested outside investors. The preparation of this report would not have been possible without the dedicated services of the entire staff of the Business Office. We would like to express our appreciation to all members of the office who assisted and contributed to the preparation of this report. We also extend our appreciation to the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,

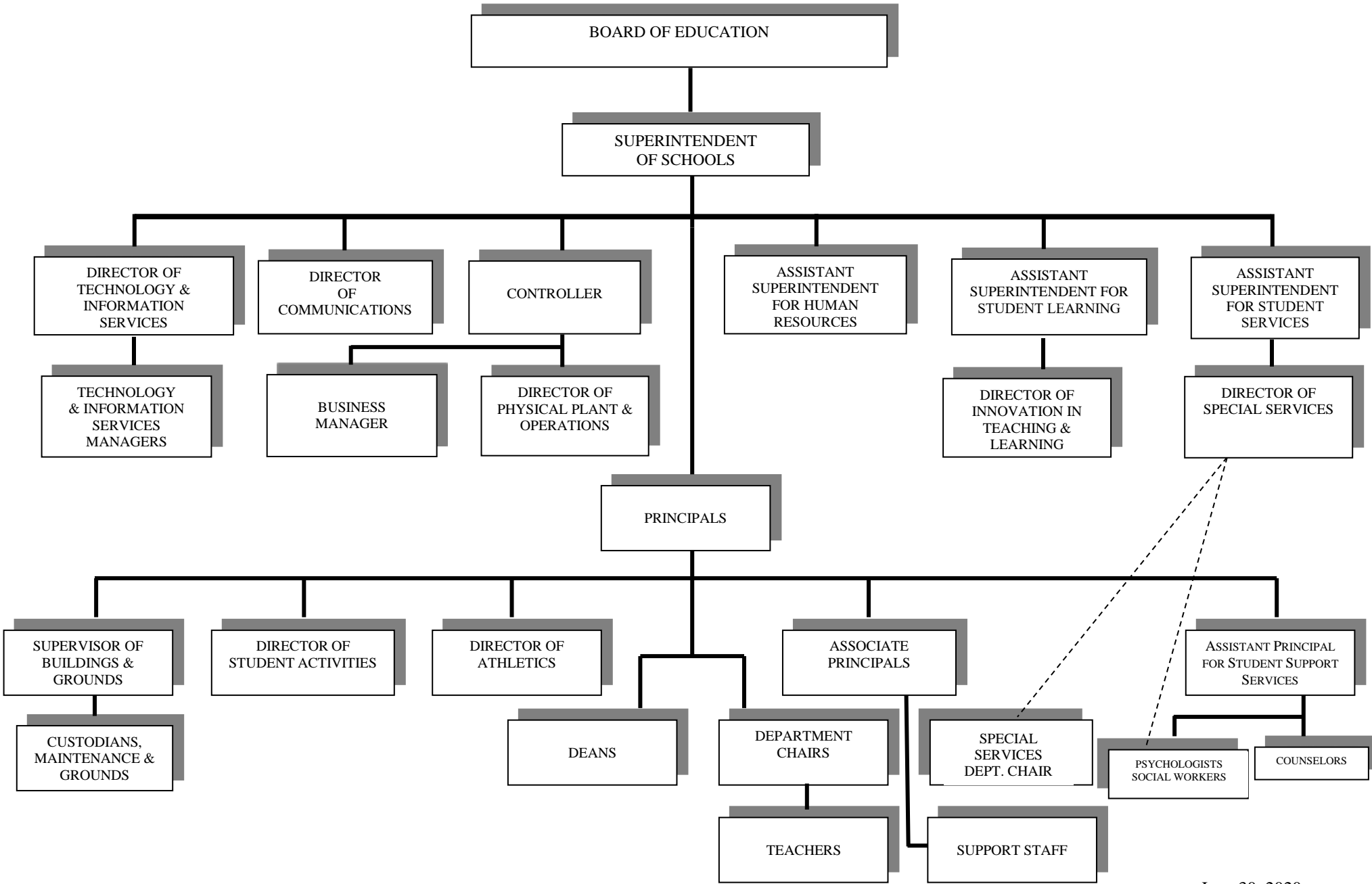


Dr. Hank Thiele
Superintendent



Mr. Mark Staehlin
District Controller

**COMMUNITY HIGH SCHOOL DISTRICT 99
ORGANIZATIONAL CHART**



Community High School District 99

6301 Springside Avenue
Downers Grove, Illinois 60516

Comprehensive Annual Financial Report

Officers and Officials

For the Fiscal Year Ended June 30, 2020

Board of Education

		<u>Term Expires</u>
Nancy J. Kupka	President	2023
Michael J. Davenport	Vice President	2023
Sherell Fuller	Member	2021
Teresa K. Pavesich	Member	2021
Daniel Nicholas	Member	2021
Rick A. Pavinato	Member	2021
Joanna Vazquez Drexler	Member	2023

Appointed Officials

Juli A. Gniadek	Secretary
Eric C. Wagner	District Treasurer

District Administration

Henry C. Thiele	Superintendent
Gina R. Ziccardi	Assistant Superintendent for Student Learning
Mark E. Staehlin	District Controller
Peter L. Theis	Assistant Superintendent for Human Resources
Scott D. Wuggazer	Assistant Superintendent for Special Services
Rodney D. Rousseau	Director of Technology & Information Services
James J. Kolodziej	Director of Physical Plant & Operations
Jeree L. Ethridge	Business Manager
Jill S. Browning	Director of Communications
Janice Schwarze	Principal - North High School
Edward H. Schwartz	Principal - South High School
Robert Lang	Director of Innovation in Teaching & Learning
Lisa Bollow	Director of Special Services

Official Issuing Report

Mark E. Staehlin	District Controller
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Department Issuing Report

Business Office



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Community High School District 99

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director

FINANCIAL SECTION

MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Members of the Board of Education
Community High School District 99
Downers Grove, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Community High School District 99 (the District), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

(Continued)

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2020, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 18, the Illinois Municipal Retirement Fund and Teachers' Retirement System of the State of Illinois Pension data on pages 83 through 89, the other postemployment benefits data on pages 90 through 92, and the budgetary comparison schedules and notes to the required supplementary information on pages 93 through 116, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit for the year ended June 30, 2020 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other schedules listed in the table of contents in the introductory section, the statistical section, and the other supplementary financial information, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Other Information (Continued)

The other supplementary financial 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. Such information for the year ended June 30, 2020 has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2020 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 other supplementary financial information for the year ended June 30, 2020 is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2020.

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, 2019 (not presented herein), and have issued our report thereon dated December 18, 2019, 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 the Debt Service Fund with comparative actual amounts for the year ended June 30, 2019 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 2019 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 2019 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 the 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, 2019.

The introductory and statistical sections, as listed in the table of contents, have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2020, 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
December 14, 2020

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

This section of the Community High School District 99 Comprehensive Annual Financial Report presents management's discussion and analysis of the District's financial performance during the fiscal year ended June 30, 2020. Please read it in conjunction with the Transmittal Letter found in the Introductory Section, and the District's financial statements.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB).

Financial Overview

- The District's total assets were \$335.0 million.
- Total capital assets, net of accumulated depreciation, were \$154.7 million at year end reflecting a net increase of \$53.1 million.
- Depreciation expense was \$4.1 million in FY 2020 and \$3.6 million in FY 2019.
- The District's deferred outflows of resources consisted of \$11.2 million in deferred amounts related to pensions and other postemployment benefits (OPEB), as detailed in Note I and Note J.
- The District's total liabilities at year end, on a government-wide basis, were \$242.3 million.
- Long-term liabilities increased by \$52.1 million.
- The District's deferred inflows of resources consisted of \$89.6 million in property taxes levied for a future period and \$19.0 million related to pensions and OPEB.
- The total net deficit decreased by \$7.9 million from the beginning of year balance, to \$(4.7) million at June 30, 2020.
- General revenues were \$99.0 million and total expenses, net of program revenues, were \$91.1 million.
- Expenses for total governmental activities, net of program revenues, increased by \$4.7 million, or by about 5.4%, compared to FY 2019.

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 include two kinds of statements that present different views of the District:

- The first two statements are *government-wide financial statements* that provide a *long-term* view of the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more detail* than the government-wide statements, with a short-term view.

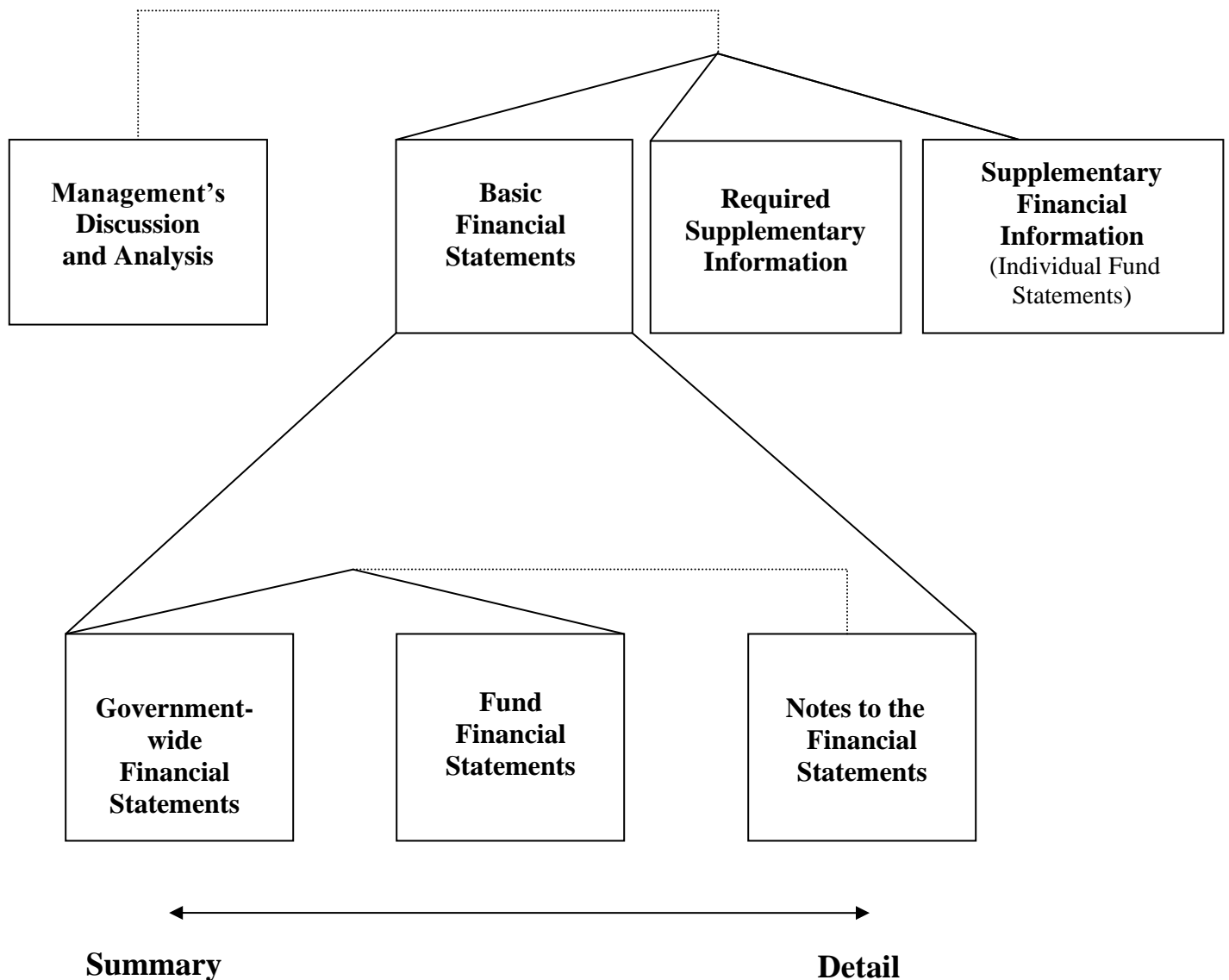
COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The notes are followed by sections of required supplementary information and supplementary financial information that further explain and support the basic financial statements.

Figure A-1 shows how the various parts of this Comprehensive Annual Financial Report are arranged and related to one another.

Figure A-1
Organization of Community High School District No. 99 Comprehensive Annual Financial Report



COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Figure A-2
Major Features of the Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Financial Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District, such as General and Operations and Maintenance, that are not proprietary or fiduciary.	Instances in which the District administers resources on behalf of someone else, such as student activities monies.
Basic financial statements	<ul style="list-style-type: none"> • Statement of net deficit • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenues, expenditures, and changes in fund balances (deficits). 	<ul style="list-style-type: none"> • Statement of fiduciary net position • Statement of changes in fiduciary net position
Accounting Basis and measurement focus.	Accrual accounting and economic resources focus.	Modified accrual accounting and current financial focus.	Accrual accounting and economic resources focus.
Type of financial information	All assets, deferred outflows, liabilities, and deferred inflows, both financial and capital, short-term and long-term.	Generally assets/deferred outflows expected to be used up and liabilities/deferred inflows that come due during the year or soon thereafter; no capital assets or long-term liabilities included.	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can.
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid.	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All additions and deductions during the year, regardless of when cash is received or paid.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Government-wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net deficit includes all of the District's assets/deferred outflows and liabilities/deferred inflows, except for the fiduciary funds. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's *net deficit* and how it has changed. Net deficit – the difference between the District's assets/deferred outflows and liabilities/deferred inflows – is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net deficit are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, one needs to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the government-wide financial statements, the District's activities are all categorized as *governmental activities*. All of the District's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and State formula aid finance most of these activities.

Fund Financial Statements

The District's fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. The District considers all of its governmental funds to be major funds. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State law or by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues.

The District has two categories of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash, and other financial assets that can readily be converted to cash, flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information following the governmental funds statements explains the relationship (or differences) between them.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

- *Fiduciary funds:* The District is the agent, or *fiduciary*, for assets that belong to others, such as the student activities funds. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and that such use is authorized by those to whom the assets belong. The District excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operations.

Financial Analysis of the District as a Whole

Net position (deficit): The District's total net deficit was \$(4.7) million as of June 30, 2020, a decrease of \$7.8 million compared to \$(12.6) million as of June 30, 2019. (See Figure A-3).

Figure A-3 Condensed Statement of Net Deficit

	Governmental Activities	
	2020	2019
Current and other assets	\$ 180,313,328	\$ 160,773,286
Capital Assets, net of depreciation	<u>154,710,793</u>	<u>101,652,768</u>
Total Assets	<u>335,024,121</u>	<u>262,386,054</u>
Deferred outflows related to pensions	7,430,445	11,208,885
Deferred outflows related to other postemployment benefits	<u>3,726,071</u>	<u>1,820,267</u>
Total deferred outflow of resources	<u>11,156,516</u>	<u>13,029,152</u>
Long-term liabilities	221,163,610	169,051,725
Other liabilities	<u>21,090,316</u>	<u>13,752,539</u>
Total liabilities	<u>242,253,926</u>	<u>182,804,264</u>
Deferred inflows related to pensions	9,253,743	5,320,018
Deferred inflows related to other postemployment benefits	9,721,197	10,663,023
Property taxes levied for a future period	<u>89,630,929</u>	<u>89,178,307</u>
Total deferred inflows	<u>108,605,869</u>	<u>105,161,348</u>
Net position (deficit)		
Net investment in capital assets	82,790,193	75,558,920
Restricted	69,711,496	56,641,727
Unrestricted	<u>(157,180,847)</u>	<u>(144,751,053)</u>
Total net deficit	<u>\$ (4,679,158)</u>	<u>\$ (12,550,406)</u>

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

The District's financial position is the product of many factors. Our largest revenue source is taxes on assessed property within our boundaries. Property tax caps, which limit increases to the lesser of 5% or the annual increase in the rate of the CPI-U, is the most significant factor limiting revenue growth.

Another factor is the relatively low level of aid and grant support from state and federal sources. Grant and aid funding from those two sources combined was about 33.3% of the District's total revenue for the last fiscal year. However, the support level drops to 6.2% when \$40.0 million of State "On Behalf" pension and other postemployment benefits payments made directly to the Teacher's Retirement System (TRS) and Teacher Health Insurance Security Fund (THIS) are excluded.

Finally, investment earnings started to come back at the beginning of the fiscal year, but earnings are still down compared to "pre-recession" levels, reflecting a level of only about \$1.5 million in fiscal year 2019-20. Prior to this stretch, investment revenue had been as high as \$2.3 million per year.

These three major revenue factors, along with several others, have caused the District to make periodic reductions in expenses and service levels in order to maintain a stable overall financial position.

Changes in net position (deficit): The District's total revenues were \$147.4 million (See Figure A-4), representing a \$12.8 million, or 9.5%, increase from last year.

State retirement "on behalf" contributions made directly to TRS and THIS decreased by nearly \$5.9 million compared to the prior fiscal year. This appears as a revenue and expense in Figure A-4.

Real estate and personal property replacement taxes accounted for most of the District's revenue, equating to approximately 63 cents of every dollar raised. (See Figure A-5.)

Investment earnings increased by 40.0% due to improving interest rates. Charges for services decreased by 19.8%.

The total costs of all programs and services were \$139.5 million, representing a \$9.8 million, or 7.6%, increase compared to the previous year.

The District's expenses were predominantly related to instructing, transporting and providing supporting instructional services to our students 54.5%. (See Figure A-6.)

State retirement contributions, made by the State of Illinois on behalf of the District, were \$40.0 million, or 28.7% of total costs, for the year.

The District's administrative and business activities accounted for 5.0% of total costs. Operations and maintenance expenses were 6.6% of the costs for the year. Other costs, including interest on long-term debt, were about 5.2%.

Total revenues exceeded total expenses by \$7.9 million, and resulted in a net deficit of \$(4.7) million at the end of the year.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Figure A-4 Changes in Net Position (Deficit)

	<i>Governmental Activities</i>			
	<u>2020</u>	<u>% of Total</u>	<u>2019</u>	<u>% of Total</u>
Revenues				
Program revenues				
Charges for services	\$ 3,314,484	2.3%	\$ 4,134,289	3.1%
Grants	5,073,995	3.4%	4,991,366	3.7%
State retirement contributions	40,045,723	27.2%	34,193,066	25.4%
General revenues				
Taxes	92,910,102	63.0%	85,625,436	63.6%
State aid - formula grants	4,036,830	2.7%	4,030,581	3.0%
Investment earnings	1,457,934	1.0%	1,041,325	0.8%
Miscellaneous	<u>574,422</u>	<u>0.4%</u>	<u>621,861</u>	<u>0.5%</u>
Total revenues	147,413,490	100.0%	134,637,924	100.0%
Expenses				
Instructional programs	62,566,300	44.8%	60,472,873	46.6%
State retirement contributions	40,045,723	28.7%	34,193,066	26.4%
Pupil and instructional support services	9,098,465	6.5%	9,015,768	6.9%
Administration and business	6,910,719	5.0%	7,423,338	5.7%
Transportation	4,428,592	3.2%	4,548,398	3.5%
Operations and maintenance	9,192,023	6.6%	9,111,428	7.0%
Central and other supporting services	4,030,966	2.9%	3,339,541	2.6%
Community services	22,811	0.0%	29,181	0.0%
Non-programmed charges - excluding special education	894,185	0.6%	809,221	0.6%
Interest on long term liabilities	<u>2,352,458</u>	<u>1.7%</u>	<u>784,405</u>	<u>0.6%</u>
Total expenses	139,542,242	100.0%	129,727,219	100.0%
Change in net position (deficit)	7,871,248		4,910,705	
Net position (deficit):				
July 1 - beginning of year	<u>(12,550,406)</u>		<u>(17,461,111)</u>	
June 30 - end of year	<u>\$ (4,679,158)</u>		<u>\$ (12,550,406)</u>	

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Figure A-5 Governmental Activities - Sources of Revenue Comparison

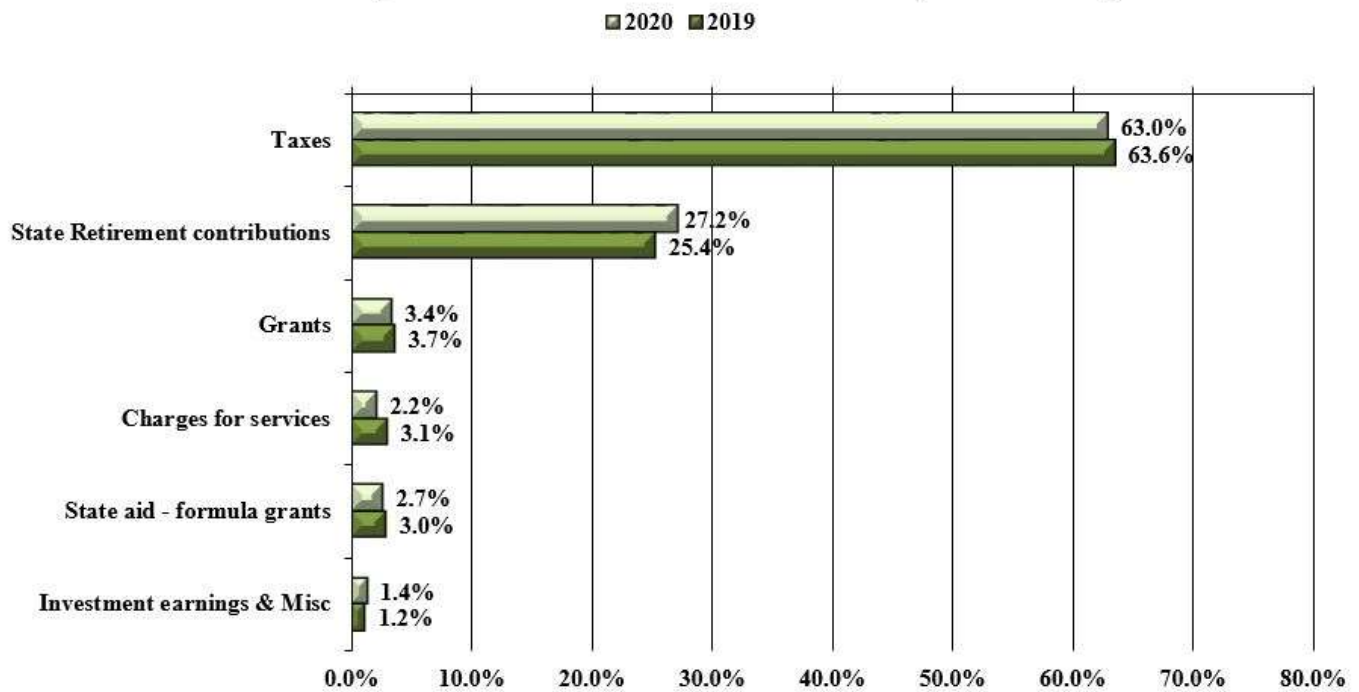
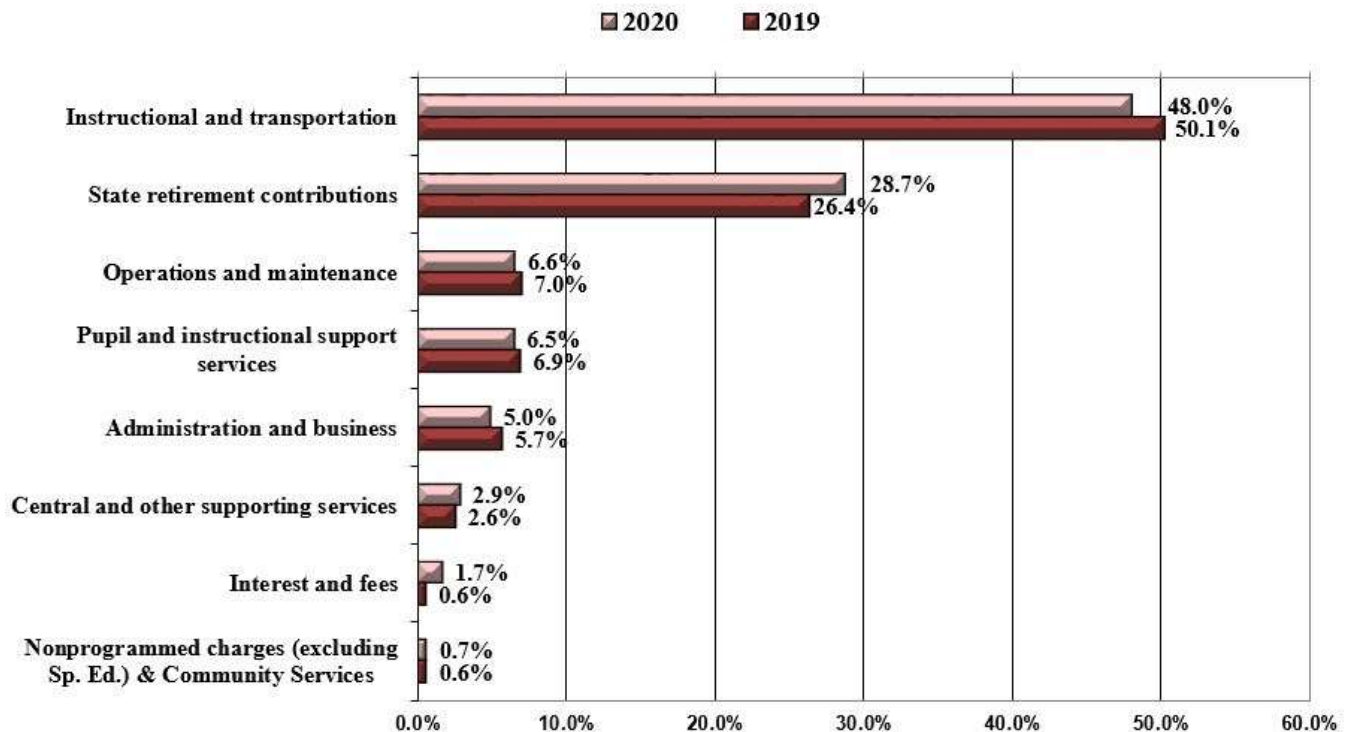


Figure A-6 Expenses of Governmental Activities Comparison



COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Governmental Activities

The District's real estate tax base remains very strong when compared to many other regions of the State and country. The imposition of property tax extension controls, however, has constrained the District's ability to fully access that resource. Increases in the District's tax extension, on existing taxable properties, have been limited to annual increases in the CPI-U (Consumer Price Index for All Urban Users - not seasonally adjusted) and have lagged behind the rates of increases in certain expenses incurred by the District. New property, which is added to the tax rolls as a result of new construction or property improvements occurring within the District's boundaries, has helped the District cope with this financial constraint. Also, annual levies for debt service purposes, which were approved prior to the imposition of the tax extension controls, or later if approved by public referenda, are not subject to the annual limits.

During the fiscal year ended June 30, 2020, real estate tax revenues increased by \$7.2 million or 8.5%. Replacement Taxes increased by \$0.1 million or 8.1%. State retirement contributions increased by \$5.8 million or 17.1%. Miscellaneous revenues decreased by \$0.1 million or (7.6) %. State aid-formula grants and other grants increased by \$0.1 million, or 0.1%.

Figure A-7 presents the cost of major District activities:

- The cost of all *governmental* activities this year was \$139.5 million.
- About 2.4% of the cost was financed by the users of the District's programs (\$3.3 million).
- The federal and State governments subsidized certain programs with grants and contributions totaling \$49.2 million – which includes \$40.0 million of On-Behalf payments to TRS and THIS from the State of Illinois.
- District's net costs of \$91.1 million, or 65.3%, were financed primarily by District taxpayers.

Figure A-7 Total Cost of Governmental Activities

	TOTAL COST OF SERVICES			
	<u>2020</u>	<u>2019</u>	<u>\$ change</u>	<u>% change</u>
Instructional programs	\$62,566,300	\$60,472,873	\$2,093,427	3.5%
State retirement contributions	40,045,723	34,193,066	5,582,657	17.1%
Pupil and instructional support services	9,098,465	9,015,768	82,697	0.9%
Administration and business	6,910,719	7,423,388	(512,619)	-6.9%
Transportation	4,428,592	4,548,398	(119,806)	-2.6%
Operations and maintenance	9,192,023	9,111,428	80,595	0.9%
Central and other supporting services	4,030,966	3,339,541	691,425	20.7%
Community services	22,811	29,181	(6,370)	-21.8%
Non-programmed charges	894,185	809,221	84,964	10.5%
Interest and fees	<u>2,352,458</u>	<u>784,405</u>	<u>1,568,053</u>	199.9%
Total	<u>\$139,542,242</u>	<u>\$129,727,219</u>	<u>\$9,815,023</u>	<u>7.6%</u>

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Figure A-8 shows each activity's *net cost* (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions.

Figure A-8 Net Cost of Governmental Activities

	NET COST OF SERVICES			
	<u>2020</u>	<u>2019</u>	<u>\$ change</u>	<u>% change</u>
Instructional programs	\$57,248,405	\$54,125,203	\$3,123,202	5.8%
Pupil and instructional support services	8,980,522	8,885,723	94,799	1.1%
Administration and business	5,542,226	6,121,367	(579,141)	-9.5%
Transportation	2,975,632	3,411,989	(436,357)	-12.8%
Operations and maintenance	9,060,835	8,901,868	158,967	1.8%
Central and other supporting services	4,030,966	3,339,541	691,425	20.7%
Community services	22,811	29,181	(6,370)	-21.8%
Non-programmed charges	894,185	809,221	84,964	10.5%
Interest and fees	<u>2,352,458</u>	<u>784,405</u>	<u>1,568,053</u>	199.9%
Total	<u>\$91,108,040</u>	<u>\$86,408,948</u>	<u>\$4,699,542</u>	<u>5.4%</u>

Financial Analysis of the District's Funds

The financial performance of the District as a whole can be better understood through a more detailed analysis of the governmental funds. As the District completed the year, its governmental funds reported an increase in fund balance of about \$11.9 million, resulting in a combined fund balance of about \$69.8 million.

Total governmental fund revenues increased by \$8.4 million, or 6.9%, during the fiscal year. The net revenue change is primarily due to real estate taxes. Real estate taxes increased by \$7.2 million, or 8.5%; Replacement taxes increased by \$0.1 million, or 8.1%; and other revenues decreased by \$0.9 million, or (18.2) %. Total State revenues, exclusive of the State retirement contribution, increased by 5.1% when taken in the aggregate. Federal support decreased by \$0.2 million, or 8.2% and interest income increased by \$0.4 million, or 40.0%. Total governmental fund expenditures increased by \$51.5 million, or 37.9%. The net expenditure change is primarily due to the Master Facility Plan. Total expenditures exclusive of On Behalf Payments made to TRS and THIS by the State, increased by \$50.1 million, or 43.4%.

The fund balance of the General (Educational) Fund is approximately \$0.3 million, reflecting a decrease of approximately \$1.7 million for the year ended June 30, 2020. Total General Fund revenues, exclusive of On Behalf Payments to TRS and THIS from the State, increased by \$1.1 million, or 1.5%, during the fiscal year.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Total expenditures for the General Funds, exclusive of On Behalf Payments to TRS and THIS from the State, increased by approximately \$3.1 million or 4.2%, for the 2019-20 fiscal year. Other financing uses in the General Fund reflect \$1.7 million transferred to the Debt Service Fund for retiring debt incurred for capital projects and capital lease obligations.

The Operations and Maintenance Fund reflects a net decrease of \$0.1 million resulting in a Fund Balance of about \$0.5 million at year end. Total revenues in the 2019-20 fiscal year decreased by \$0.4 million compared to the prior fiscal year. Property tax revenue was \$8.8 million for the year ended June 30, 2020, \$0.3 million lower than that of the previous fiscal year. The decrease in property taxes was deliberate. The levy for the previous year was higher for this fund to increase the fund balance.

Expenditures in the Operations and Maintenance Fund decreased by \$0.1 million this year. During the year, this fund transferred \$0.9 million to the Debt Service Fund to retire debt from prior year capital projects.

The Transportation Fund shows a \$1.0 million increase in the fund balance. Revenues were \$5.4 million and expenditures were \$4.4 million. Transportation costs were less this fiscal year due to the pandemic. The fund balance for the Transportation Fund is \$0.2 million at year end.

The fund balance of the Municipal Retirement/Social Security Fund decreased by \$0.5 million during the year. This fund's deficit is \$0.4 million at year end which is intended to be offset with future tax levies.

The Debt Service Fund revenues of \$13.3 million and transfers in of \$2.5 million totaling \$15.8 million, were slightly exceeded by expenditures of \$16.5 million for the year. The Debt Service Fund has a fund balance of \$1.0 million at year end.

The Capital Projects Fund had revenues of \$0.7 million and expenditures of \$55.8 million this year. Proceeds of a \$60.8 million bond issuance for major renovations to each campus are accounted for in this fund. This bond issuance also involved premiums of \$7.9 million providing combined total other financing sources of \$68.7 million. The fund balance at year end is \$68.2 million.

There are no variances from budget in any Governmental Fund that management believes might have a significant impact on future operations of the District.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Capital Asset and Debt Administration

Capital Assets

By the end of 2020, the District had invested \$211.2 million in a broad range of capital assets, including land, school buildings, an administrative office, and equipment (see Figure A-9; more detailed information about capital assets can be found in Note D to the financial statements). Total depreciation expense for the year was approximately \$4.1 million, and net improvements and additions amounted to about \$56.4 million. Capital assets, net of depreciation, totaled \$154.7 million at June 30, 2020.

Figure A-9 Capital Assets (net of depreciation)

	<u>2020</u>	<u>2019</u>	<u>\$ change</u>	<u>% change</u>
Land	\$ 3,234,393	\$ 3,234,393	\$ -	0.0%
Buildings and Improvements	125,318,984	124,902,490	416,494	0.3%
Equipment	13,769,414	12,318,938	1,450,476	11.8%
Vehicles	833,039	833,039	-	0.0%
Construction in Progress & Equipment Not Yet Placed in Service	<u>67,999,579</u>	<u>13,441,744</u>	<u>54,557,835</u>	405.9%
Total	211,155,409	154,730,604	56,424,805	36.5%
Less accumulated depreciation	<u>(56,444,616)</u>	<u>(53,077,836)</u>	<u>(3,366,780)</u>	6.3%
Net Capital Assets	<u>\$ 154,710,793</u>	<u>\$ 101,652,768</u>	<u>\$ 53,058,025</u>	52.2%

The District maintains a Five-Year Capital Project Program designed to identify, quantify, and plan all future major capital expenditures. This program provides for the District to address routine maintenance and repairs of existing capital assets and also facilitates the prioritization of new capital assets being considered each year. The District also developed a Master Facility Plan to address large environmental changes that would improve the educational environment for our students. In March of 2018, the community approved a referendum authorizing the District to issue up to \$136.6 million in school construction bonds to address safety, accessibility and operational deficiencies in our facilities. Work is expected to be complete in the latter part of 2021.

Every ten years a Fire Prevention and Safety Survey is performed to identify capital projects or maintenance work necessary to keep all facilities in compliance with local safety codes which may have changed or been updated in between surveys. A survey was performed in 2015-16 identifying a number of eligible projects. The District has issued \$5.8 million of general obligation bonds for these purposes which is believed to be adequate to address all items. Future bonding capacity exists if other items are identified or if costs exceed the bonds issued. The Illinois School Code allows the District up to five years to address all items.

Long-Term Liabilities

At year-end, the District had \$221.2 million in general obligation bonds and other long-term liabilities outstanding – as shown in Figure A-10. (More detailed information about the District's long-term liabilities is presented in Note E to the financial statements.)

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

- The District retired \$14.5 million of outstanding bonds and related premiums, debt certificates, and capital leases during the year.
- \$60.8 million of School Construction bonds were issued during the year.
- The legal debt margin is \$212.5 million, or 62.4% unused, of the total authority of \$340.5 million.

Figure A-10 Outstanding Long Term Debt

	<u>2020</u>	<u>2019</u>	<u>\$ change</u>	<u>% change</u>
General obligation bonds	\$ 138,826,543	\$ 82,893,727	\$ 55,932,816	67.5%
Debt certificates	2,850,000	3,655,000	(805,000)	-22.0%
Capital Leases	1,645,160	1,095,365	549,795	50.2%
Pension liabilities	13,079,491	20,197,066	(7,117,575)	-35.2%
Other postemployment benefit liabilities	64,233,509	60,831,652	3,401,857	5.6%
Compensated absences	<u>528,907</u>	<u>378,915</u>	<u>149,992</u>	<u>39.6%</u>
TOTAL	<u>\$ 221,163,610</u>	<u>\$ 169,051,725</u>	<u>\$ 52,111,885</u>	30.8%

Factors Bearing on the District's Future

Property taxes account for 71.1% of the District's governmental fund revenue. Accordingly, the future expectations for this funding source have great impact on the District's projected revenue stream. The property tax limitation law (tax cap) limits the amount of annual property tax revenue increase to the lesser of 5% or the consumer price index for all urban consumers (CPI-U). The CPI-U limit for the 2019 and 2020 tax extensions have already been established and are 1.9% for 2019 and 2.3% for 2020. These limits will impact the property tax revenue to be reflected in the 2020-21 and 2021-22 fiscal year budgets. Long-term financial projections for the CPI-U reflect an annual increase of 1.8% for the three fiscal years following 2021-22.

The drop in the economy starting in the last quarter of calendar 2008 caused the District to lower interest rate projections, and ultimately, to reduce the expenditure budgets by \$750,000 starting with the 2009-10 fiscal year. This represented a reduction of about 1.0% of the budgets of the four individual funds the District commonly refers to, on a combined basis, as our operating funds. Those four funds are the General (Educational), Operations and Maintenance, Transportation, and Municipal Retirement/Social Security Funds. Interest rates for investments have dropped again over the last year and future projections reflect an average earnings rate to be 1.0% over the next 5 years.

Changes in student enrollments, and the District's desire to maintain appropriate pupil-to-teacher ratios, are the factors that most affect operating costs. Community High School District No. 99's student enrollment increased by 102 students over the last year to a present enrollment level of 4,890. An independent consultant has provided enrollment projections up through the 2031-32 fiscal year. Enrollment is projected to remain stable for the foreseeable future with minor changes from year to year. The District expects to keep pupil-to-teacher ratios constant going forward with no significant negative impact to operations.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

The District negotiated a four-year collective bargaining agreement with the Downers Grove Educational Association beginning with the 2020-21 school year. This agreement covers all certified faculty members which is our largest employee group. The terms will help us maintain cost limits at levels that are in line with the expected revenue stream for the District through the 2024-25 fiscal year. Future contracts are expected to have the same protection for the District. All other employee groups have contracts, or salary schedules, to which increases are directly linked to our expected revenue stream.

At the time these financial statements were prepared and audited, the District was unaware of any existing circumstances that could significantly affect its financial health in the future. The District has adopted a balanced budget for the fiscal year ending June 30, 2020 and projections for future year operations reflect our ability to remain balanced for each of the next four years as well. These projections support the District's expectation that we will be able to continue to offer a broad range of high quality educational programs and opportunities to the communities we serve.

The current facilities adequately accommodate the District's enrollment. Our North campus was built in 1924 with multiple renovations and additions occurring, the most recent of which was completed in 2002. Our South campus was built in 1964 and also has had multiple additions. It was also renovated in 2002. In March of 2018, our community supported the District by approving a referendum authorizing the issuance of \$136.6 million of construction bonds for major renovations of both main campuses and to address safety, accessibility and program equity concerns. \$9.1 million of bonds were issued in June of 2018, \$52.0 million of bonds were issued in June of 2019, and \$60.7 million of bonds were issued in February of 2020 under this new authority. Construction began in the summer of 2018 and is expected to continue in phases lasting through the summer of 2021.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, and investors 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 District Controller at the District 99 Administrative Service Center, 6301 S. Springside Avenue, Downers Grove, IL 60516.

BASIC FINANCIAL STATEMENTS

Community High School District 99
STATEMENT OF NET DEFICIT - GOVERNMENTAL ACTIVITIES
June 30, 2020

ASSETS

Cash and investments	\$ 134,056,342
Receivables (net of allowance for uncollectibles):	
Property taxes	44,647,488
Replacement taxes	147,128
Accounts	249,681
Intergovernmental	1,212,689
Capital assets:	
Land	3,234,393
Construction in progress	67,999,579
Depreciable buildings, property, and equipment, net	83,476,821
Total assets	<u>335,024,121</u>

DEFERRED OUTFLOW OF RESOURCES

Deferred outflows related to pensions	7,430,445
Deferred outflows related to other postemployment benefits	3,726,071
Total deferred outflows	<u>11,156,516</u>

LIABILITIES

Accounts payable	16,014,848
Salaries and wages payable	4,119,281
Claims payable	659,798
Interest payable	168,961
Other current liabilities	127,428
Long-term liabilities:	
Due within one year	10,078,875
Due after one year	211,084,735
Total liabilities	<u>242,253,926</u>

DEFERRED INFLOW OF RESOURCES

Deferred inflows related to pensions	9,253,743
Deferred inflows related to other postemployment benefits	9,721,197
Property taxes levied for a future period	89,630,929
Total deferred inflows	<u>108,605,869</u>

NET DEFICIT

Net investment in capital assets	82,790,193
Restricted For:	
Operations and maintenance	503,771
Debt service	833,704
Retirement benefits	206,605
Capital projects	68,167,416
Unrestricted	(157,180,847)
Total net deficit	<u>\$ (4,679,158)</u>

The accompanying notes are an integral part of this statement.

Community High School District 99
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

Functions / Programs	Expenses	PROGRAM REVENUES			Net (Expenses)
		Charges for	Operating	Capital	Revenue and
		Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Deficit
Governmental activities					
Instruction:					
Regular programs	\$ 39,977,124	\$ 2,367,337	\$ 482,452	\$ -	\$(37,127,335)
Special programs	17,553,094	-	2,256,719	-	(15,296,375)
Other instructional programs	5,036,082	51,169	160,218	-	(4,824,695)
State retirement contributions	40,045,723	-	40,045,723	-	-
Support services:					
Pupils	5,663,421	-	32,716	-	(5,630,705)
Instructional staff	3,435,044	-	85,227	-	(3,349,817)
General administration	1,633,908	-	-	-	(1,633,908)
School administration	2,433,368	-	-	-	(2,433,368)
Business	2,843,443	764,790	553,703	50,000	(1,474,950)
Transportation	4,428,592	-	1,452,960	-	(2,975,632)
Operations and maintenance	9,192,023	131,188	-	-	(9,060,835)
Central	4,030,966	-	-	-	(4,030,966)
Community services	22,811	-	-	-	(22,811)
Nonprogrammed charges -					
excluding special education	894,185	-	-	-	(894,185)
Interest and fees	2,352,458	-	-	-	(2,352,458)
Total governmental activities	<u>\$ 139,542,242</u>	<u>\$ 3,314,484</u>	<u>\$ 45,069,718</u>	<u>\$ 50,000</u>	<u>\$(91,108,040)</u>
General revenues:					
Taxes:					
Real estate taxes, levied for general purposes					64,155,131
Real estate taxes, levied for specific purposes					14,508,218
Real estate taxes, levied for debt service					13,214,905
Personal property replacement taxes					1,031,848
State aid-formula grants					4,036,830
Investment earnings					1,457,934
Miscellaneous					574,422
Total general revenues					<u>98,979,288</u>
Change in net deficit					7,871,248
Net deficit, beginning of year					<u>(12,550,406)</u>
Net deficit, end of year					<u>\$ (4,679,158)</u>

The accompanying notes are an integral part of this statement.

Community High School District 99

Governmental Funds

BALANCE SHEET

June 30, 2020

	General	Operations and Maintenance	Transportation
<hr/>			
ASSETS			
Cash and investments	\$ 38,901,114	\$ 5,436,643	\$ 1,781,246
Receivables (net of allowance for uncollectibles):			
Property taxes	31,730,033	4,340,825	1,780,672
Replacement taxes	147,128	-	-
Accounts	-	249,681	-
Intergovernmental	<u>852,960</u>	<u>-</u>	<u>359,729</u>
Total assets	<u>\$ 71,631,235</u>	<u>\$ 10,027,149</u>	<u>\$ 3,921,647</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES (DEFICITS)			
LIABILITIES			
Accounts payable	\$ 1,403,944	\$ 572,340	\$ 61,333
Salaries and wages payable	4,119,281	-	-
Claims payable	615,574	44,224	-
Other current liabilities	<u>127,428</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>6,266,227</u>	<u>616,564</u>	<u>61,333</u>
DEFERRED INFLOWS			
Property taxes levied for a future period	<u>65,105,938</u>	<u>8,906,814</u>	<u>3,653,709</u>
FUND BALANCES (DEFICITS)			
Restricted	-	503,771	206,605
Assigned	259,070	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances (deficits)	<u>259,070</u>	<u>503,771</u>	<u>206,605</u>
Total liabilities, deferred inflows, and fund balances (deficits)	<u>\$ 71,631,235</u>	<u>\$ 10,027,149</u>	<u>\$ 3,921,647</u>

The accompanying notes are an integral part of this statement.

Municipal Retirement / Soc. Sec.	Debt Service	Capital Projects	Total
\$ 937,308	\$ 4,855,384	\$ 82,144,647	\$ 134,056,342
1,250,904	5,545,054	-	44,647,488
-	-	-	147,128
-	-	-	249,681
-	-	-	1,212,689
<u>\$ 2,188,212</u>	<u>\$ 10,400,438</u>	<u>\$ 82,144,647</u>	<u>\$ 180,313,328</u>

\$ -	\$ -	\$ 13,977,231	\$ 16,014,848
-	-	-	4,119,281
-	-	-	659,798
-	-	-	127,428
-	-	13,977,231	20,921,355
<u>2,566,695</u>	<u>9,397,773</u>	<u>-</u>	<u>89,630,929</u>
-	1,002,665	68,167,416	69,880,457
-	-	-	259,070
(378,483)	-	-	(378,483)
<u>(378,483)</u>	<u>1,002,665</u>	<u>68,167,416</u>	<u>69,761,044</u>
<u>\$ 2,188,212</u>	<u>\$ 10,400,438</u>	<u>\$ 82,144,647</u>	<u>\$ 180,313,328</u>

Community High School District 99
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET DEFICIT
For the Year Ended June 30, 2020

Total fund balances - governmental funds	\$	69,761,044
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Amounts reported for governmental activities in the statement of net deficit are different because:

Net capital assets used in governmental activities and included in the statement of net deficit do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds.		154,710,793
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Deferred outflows and inflows of resources related to pensions and other postemployment benefits are applicable to future periods and, therefore, are not reported in the governmental funds:

Deferred outflows of resources related to pensions		7,430,445
Deferred inflows of resources related to pensions		(9,253,743)
Deferred outflows of resources related to other postemployment benefits		3,726,071
Deferred inflows of resources related to other postemployment benefits		(9,721,197)

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

General obligation bonds	(119,320,000)	
Capital appreciation bonds	(3,954,332)	
Debt certificates	(2,850,000)	
Capital leases	(1,645,160)	
Unamortized bond and debt certificate premiums	(15,552,211)	
Compensated absences	(528,907)	
IMRF net pension liability	(8,304,733)	
TRS net pension liability	(4,774,758)	
RHP total other postemployment benefit liability	(12,474,352)	
THIS net other postemployment benefit liability	(51,759,157)	(221,163,610)

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.		(168,961)
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Net deficit of governmental activities	\$	(4,679,158)
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The accompanying notes are an integral part of this statement.

Community High School District 99

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS)

For the Year Ended June 30, 2020

	General	Operations and Maintenance	Transportation
Revenues			
Property taxes	\$ 64,155,131	\$ 8,759,334	\$ 3,125,695
Replacement taxes	1,001,848	-	-
State aid	26,115,357	-	2,192,960
Federal aid	2,588,334	-	-
Interest	612,454	85,198	22,568
Other	3,649,374	161,483	40,963
Total revenues	<u>98,122,498</u>	<u>9,006,015</u>	<u>5,382,186</u>
Expenditures			
Current:			
Instruction:			
Regular programs	36,949,709	-	-
Special programs	15,434,209	-	-
Other instructional programs	4,742,429	-	-
State retirement contributions	21,835,826	-	-
Support services:			
Pupils	5,347,869	-	-
Instructional staff	2,050,000	-	-
General administration	1,521,413	-	-
School administration	2,205,049	-	-
Business	1,570,734	245,201	-
Transportation	137	-	4,375,933
Operations and maintenance	(73)	7,170,304	-
Central	3,623,449	-	-
Community services	22,020	-	-
Nonprogrammed charges	2,270,758	-	50,727
Debt service:			
Principal	-	-	-
Interest and other	-	-	-
Capital outlay	1,423,278	843,723	-
Total expenditures	<u>98,996,807</u>	<u>8,259,228</u>	<u>4,426,660</u>
Excess (deficiency) of revenues over expenditures	<u>(874,309)</u>	<u>746,787</u>	<u>955,526</u>
Other financing sources (uses)			
Transfers in	-	-	-
Transfers (out)	(1,685,229)	(858,473)	-
Debt issuance	908,974	-	-
Premium on debt issuance	-	-	-
Total other financing sources (uses)	<u>(776,255)</u>	<u>(858,473)</u>	<u>-</u>
Net change in fund balance	(1,650,564)	(111,686)	955,526
Fund balance (deficit), beginning of year	1,909,634	615,457	(748,921)
Fund balance (deficit), end of year	<u>\$ 259,070</u>	<u>\$ 503,771</u>	<u>\$ 206,605</u>

The accompanying notes are an integral part of this statement.

Municipal Retirement / Soc. Sec.	Debt Service	Capital Projects	Total
\$ 2,623,189	\$ 13,214,905	\$ -	\$ 91,878,254
30,000	-	-	1,031,848
-	-	50,000	28,358,317
-	-	-	2,588,334
22,645	97,938	617,131	1,457,934
-	-	37,086	3,888,906
<u>2,675,834</u>	<u>13,312,843</u>	<u>704,217</u>	<u>129,203,593</u>
999,422	-	-	37,949,131
434,637	-	-	15,868,846
135,434	-	-	4,877,863
-	-	-	21,835,826
213,489	-	-	5,561,358
45,984	-	-	2,095,984
33,547	-	-	1,554,960
97,395	-	-	2,302,444
127,682	-	690,623	2,634,240
-	-	-	4,376,070
811,862	-	-	7,982,093
316,952	-	-	3,940,401
583	-	-	22,603
-	-	-	2,321,485
-	13,119,179	-	13,119,179
-	3,426,489	-	3,426,489
-	-	55,148,798	57,415,799
<u>3,216,987</u>	<u>16,545,668</u>	<u>55,839,421</u>	<u>187,284,771</u>
<u>(541,153)</u>	<u>(3,232,825)</u>	<u>(55,135,204)</u>	<u>(58,081,178)</u>
-	2,543,702	-	2,543,702
-	-	-	(2,543,702)
-	-	60,760,000	61,668,974
-	355,127	7,930,948	8,286,075
-	2,898,829	68,690,948	69,955,049
(541,153)	(333,996)	13,555,744	11,873,871
<u>162,670</u>	<u>1,336,661</u>	<u>54,611,672</u>	<u>57,887,173</u>
<u>\$ (378,483)</u>	<u>\$ 1,002,665</u>	<u>\$ 68,167,416</u>	<u>\$ 69,761,044</u>

Community High School District 99

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS) OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended June 30, 2020

Net change in fund balances - total governmental funds	\$	11,873,871
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense and loss on disposal in the current period.

Capital outlay	\$	57,411,973	
Depreciation expense		(4,051,352)	
Loss on disposal		(302,596)	
			53,058,025

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

Deferred outflow and inflows of resources related to IMRF	(7,669,636)
Deferred outflow and inflows of resources related to TRS	(42,529)
Deferred outflow and inflows of resources related to RHP	2,037,691
Deferred outflow and inflows of resources related to THIS	809,939

Accrued interest reported in the statement of activities does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds.	(84,228)
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Governmental funds report the effect of premiums and discounts when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year, net effect of these differences.	(6,867,152)
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The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources:

Issuance of general obligation bonds	\$	(60,760,000)	
Capital lease proceeds		(908,974)	
Principal repayments			
General obligation bonds		9,865,000	
Capital appreciation bonds		2,090,000	
Debt certificates		805,000	
Capital leases		359,179	
Accreted interest		(260,664)	
IMRF pension liability, net		7,104,028	
TRS pension liability, net		13,547	
RHP other postemployment benefit liability, net		(548,400)	
THIS other postemployment benefit liability, net		(2,853,457)	
Compensated absences, net		(149,992)	
			(45,244,733)

Change in net deficit of governmental activities	\$	7,871,248
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The accompanying notes are an integral part of this statement.

Community High School District 99
Fiduciary Funds
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2020

	Agency Fund	Private Purpose Trust Fund
<hr/>		
ASSETS		
Cash and investments	\$ 526,105	\$ 1,580,080
	<hr/>	<hr/>
LIABILITIES		
Due to student groups	\$ 526,105	\$ -
	<hr/>	<hr/>
NET POSITION HELD IN TRUST FOR EXTERNAL PARTIES	\$ -	\$ 1,580,080
	<hr/>	<hr/>

The accompanying notes are an integral part of this statement.

Community High School District 99
Fiduciary Funds - Private Purpose Trust Fund
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
June 30, 2020

	Private Purpose Trust Fund
<hr/>	
ADDITIONS	
Contributions by external parties	\$ 22,250
Interest and investment income	<u>36,117</u>
Total additions	58,367
DEDUCTIONS	
Scholarships paid	<u>24,633</u>
Change in net position	33,734
Net position, beginning of year	<u>1,546,346</u>
Net position, end of year	<u><u>\$ 1,580,080</u></u>

The accompanying notes are an integral part of this statement.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Community High School District 99 (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 DuPage 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. 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.

Funds are classified into the following categories: governmental and fiduciary.

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 projects 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.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the District.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net deficit 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.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

a. General Fund

The *General Fund* includes the Educational 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.

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 Fund, Capital Projects Fund, or fiduciary funds) 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 High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. 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 sources are local property taxes levied specifically for debt service and transfers from other funds.

d. Capital Projects Fund

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.

e. Fiduciary Funds

The Fiduciary Funds account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

The *Agency Fund* - includes Student Activity Funds. These funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. Although the Board of Education has the ultimate responsibility for activity funds, they are not local education agency funds. Student Activity Funds account for assets held by the District which are owned, operated, and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational, or cultural purposes. They account for activities such as student yearbook, student clubs, and student council.

The *Private Purpose Trust Fund* - is accounted for on the flow of economic resources measurement focus and uses the accrual basis of accounting. Under this method, additions are recorded when earned and deductions are recorded at the time liabilities are incurred. The Private Purpose Trust Fund accounts for scholarship and memorial trust funds.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. 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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes, personal property replacement taxes, interest, and intergovernmental grant 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.

The fiduciary fund statements are reported using the accrual basis of accounting.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Deferred Outflows / Deferred Inflows

In addition to assets, the statement of net deficit and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net deficit / fund balance that applies to a future period. At June 30, 2020, the District has deferred outflows of resources related to pensions and other postemployment benefits. In addition to liabilities, the District may report deferred inflows of resources. Deferred inflows of resources represent the acquisition of resources that is applicable to a future reporting period. At June 30, 2020, the District reported deferred inflows of resources related to pensions, other postemployment benefits, and property taxes levied for a future period.

6. Deposits and Investments

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

7. Capital Assets

Capital assets, which include land, buildings and improvements, vehicles, equipment, construction in progress, and equipment not yet in service, 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 \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at acquisition value if purchased or constructed. Donated capital assets are recorded at their acquisition value at the date of donation.

Construction in progress is stated at cost and includes engineering, design, material, and labor incurred for planned construction. No provision for depreciation is made on construction in progress or equipment not yet in service, until the asset is completed and placed in service.

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.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	50 - 100
Vehicles	10 - 20
Equipment	3 - 25

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. 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 and sick leave pay 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 and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at June 30, 2020 are determined on the basis of current salary rates and include salary related payments.

Employees who work a twelve-month year are entitled to be compensated for vacation time. Administrators with a 52 week contract are granted 20 vacation days per year which are given on the first day of the year. Full-time support staff employees (52 week) are granted 15 vacation days per year for the first 5 years. For the next 5 years, support staff earn 1 additional day per year until they reach 20 days. Vacations are usually taken within the year. Employees may carry over up to 10 vacation days into the next fiscal year. Payment for unused vacation days only occurs upon termination of employment.

All certified faculty receive 15 sick days per year. Administrative certified and noncertified employees receive up to 18 days based on the number of days they work per year. Unused sick leave days accumulate to a maximum of 340 days. Upon retirement, a certified faculty or administrator may apply up to 340 days of unused sick leave toward service credit for the Teacher's Retirement System (TRS). Noncertified administrators may apply up to 221 days of unused sick leave toward service credit for the Illinois Municipal Retirement Fund (IMRF). The District does not reimburse certified faculty or administrative employees for unused sick days remaining upon termination of employment or retirement.

Exempt educational support personnel receive 18 sick days per year which accumulate to a maximum of 260 days. All other noncertified employees receive 10 to 18 days per year, which accumulate to a maximum of 240 days. Upon retirement, a noncertified support employee may apply up to 221 days of unused sick leave toward service credit for the Illinois Municipal Retirement Fund (IMRF). The District does not reimburse employees for unused sick days remaining upon termination of employment. Upon retirement, however, educational support personnel who are at least 55 years of age with a minimum of 5 years of service are reimbursed for unused sick days not applied toward IMRF service credit at a rate of \$30 per day.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Accumulated Unpaid Vacation and Sick Pay (Continued)

The liability for accrued vacation, at June 30, 2020, was \$528,907 and is recorded as a long-term liability in the Statement of Net Deficit. 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.

9. Pensions and Other Postemployment Benefits

For purposes of measuring the net pension and other post employment benefits (OPEB) liabilities, 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. 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.

10. 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 deficit. Bond premiums and discounts, and losses on refunding of bonds, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount or loss on refunding. Bond issuance costs are expensed as they are 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. Losses on refunding and issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

11. Personal Property Replacement Taxes

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

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. Budgetary Data

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted at the fund level for the governmental funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year-end.

13. 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. All of 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 they are needed.

14. Fund Balance

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, inventories, and interfund advances receivable. As of June 30, 2020, the District had no nonspendable fund balances.
- 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 the Debt Service and Capital Projects funds are by definition restricted for those specified purposes. All restricted fund balances are for the purpose of the restricted funds as described in Note A-3.
- 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. As of June 30, 2020, the District had no committed fund balances.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

14. 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 may be expressed by the Board of Education or the individual the Board of Education delegates the authority to assign amounts to be used for specific purposes. The Board of Education has designated the Controller with the ability to assign fund balances. The assigned fund balance in the General Fund is comprised of \$259,070 for health claims.
- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the general fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

15. 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, 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.

16. 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. |
|---------|--|

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

16. Fair Value Measurements (Continued)

- Level 2 Inputs to the valuation methodology include the following:
- * Quoted prices for similar assets or liabilities in active markets;
 - * Quoted prices for identical or similar assets or liabilities in inactive markets;
 - * Inputs other than quoted prices that are observable for the asset or liability;
 - * Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

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

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

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

The following is a description of the valuation methodologies used for the District's investments measured at fair value.

U.S. Treasury Securities: Valued based on matrix pricing models, maximizing the use of observable inputs for similar securities.

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. There have been no changes in valuation methodologies from the prior year.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE B - DEPOSITS AND INVESTMENTS

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

At June 30, 2020, the District's cash and investments consisted of the following:

	<u>Governmental</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and investments	\$ 134,056,342	\$ 2,106,185	\$ 136,162,527

For disclosure purposes, this amount is segregated into three components, as follows:

	<u>Total</u>
Cash on hand	\$ 500
Deposits with financial institutions *	135,509,398
Illinois School District Liquid Asset Fund Plus	399,751
Investments	<u>252,878</u>
	<u>\$ 136,162,527</u>

* Includes accounts held in demand accounts and savings accounts, as well as non-negotiable certificates of deposit, which are valued at cost.

Investments comprise US Treasury securities which are rated Aaa by Moody's, AA+ by Standard & Poor's, and AAA by Fitch. These investments are categorized as Level 2 within the fair value hierarchy established by generally accepted accounting principles, and consist of the following:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturity</u>		
		<u>Less than One Year</u>	<u>One to Three Years</u>	<u>More than Three Years</u>
U.S. Treasury securities	\$ <u>252,878</u>	\$ <u>17,590</u>	\$ <u>34,285</u>	\$ <u>201,003</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

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's investment policy seeks to ensure preservation of capital in the District's overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the policy requires the District investment portfolio to be sufficiently liquid to enable the District to meet all operating requirements as they come due. A portion of the portfolio is required to be invested in readily available funds to ensure appropriate liquidity.

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

<u>Investment Type</u>	<u>Value</u>	<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
ISDLAF+	\$ <u>399,751</u>	n/a	Daily	1 day

2. Credit Risk

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

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 AAAm and are valued at share price, which is the price for which the investment could be sold.

3. Concentration of Credit Risk

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

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

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, 2020, the bank balances of the District's deposits with financial institutions totaling \$136,910,894 were fully insured or collateralized. The District's investment instruments are either held by the District or by the District's agent.

With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District 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 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 District's 2019 tax levy resolution was approved by the Board on December 16, 2019. 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 year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year.

Tax rate ceilings are applied at the fund level. These ceilings are established by state law subject to change only by the approval of the voters of the District.

The District's annual property tax levy is subject to Property Tax Extension Limitation Act (PTELA), which is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations, and tax increment finance district property becoming eligible for taxation.

Property taxes are collected by the DuPage 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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE C - PROPERTY TAXES RECEIVABLE (Continued)

The portion of the 2019 property tax levy not received by June 30 is recognized as a receivable, net of estimated uncollectible amounts of approximately 1%. The District considers that the 2019 levy is to be used to finance operations in fiscal 2021, except for certain debt service levies as noted below. Therefore, the entire 2019 levy, including amounts collected in fiscal 2020, except for certain debt service levies, has been reported as a deferred inflow - property taxes levied for a future period, in the accompanying financial statements.

With respect to general obligation bond levy proceeds, the District considers that those taxes are to be recognized within the fiscal year that the specific bond principal and interest payments are due.

NOTE D - CAPITAL ASSETS

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

	<u>Balance</u> <u>July 1, 2019</u>	<u>Additions/</u> <u>Transfers</u>	<u>Deletions/</u> <u>Transfers</u>	<u>Balance</u> <u>June 30, 2020</u>
Capital assets, not being depreciated				
Land	\$ 3,234,393	\$ -	\$ -	\$ 3,234,393
Construction in progress	<u>13,441,744</u>	<u>54,557,835</u>	<u>-</u>	<u>67,999,579</u>
Total capital assets not being depreciated	<u>16,676,137</u>	<u>54,557,835</u>	<u>-</u>	<u>71,233,972</u>
Capital assets, being depreciated				
Buildings and improvements	124,902,490	1,403,662	987,168	125,318,984
Equipment	12,318,938	1,450,476	-	13,769,414
Vehicles	<u>833,039</u>	<u>-</u>	<u>-</u>	<u>833,039</u>
Total capital assets being depreciated	<u>138,054,467</u>	<u>2,854,138</u>	<u>987,168</u>	<u>139,921,437</u>
Less accumulated depreciation for:				
Buildings and improvements	43,742,820	2,440,761	684,572	45,499,009
Equipment	8,772,898	1,558,100	-	10,330,998
Vehicles	<u>562,118</u>	<u>52,491</u>	<u>-</u>	<u>614,609</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE D - CAPITAL ASSETS (Continued)

Total accumulated depreciation	\$	<u>53,077,836</u>	\$	<u>4,051,352</u>	\$	<u>684,572</u>	\$	<u>56,444,616</u>
Total capital assets being depreciated, net		<u>84,976,631</u>		<u>(1,197,214)</u>		<u>302,596</u>		<u>83,476,821</u>
Governmental activities capital assets, net	\$	<u>101,652,768</u>	\$	<u>53,360,621</u>	\$	<u>302,596</u>	\$	<u>154,710,793</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Regular programs	\$	930,265
Special programs		112,162
Other instructional programs		106,634
Pupils		47,128
Instructional staff		1,286,716
General administration		68,718
School administration		106,514
Business		104,615
Transportation		40,792
Operations and maintenance		<u>1,247,808</u>
Total depreciation expense - governmental activities	\$	<u>4,051,352</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE E - LONG-TERM LIABILITIES

1. Changes in General Long-Term Liabilities

During the year ended June 30, 2020, the following is the long-term liability activity for the District:

	<u>Balance</u> <u>July 1, 2019</u>	<u>Accretion /</u> <u>Additions</u>	<u>Reductions /</u> <u>Refunds</u>	<u>Balance</u> <u>June 30, 2020</u>
Bonds payable:				
General obligation bonds	\$ 68,425,000	\$ 60,760,000	\$ 9,865,000	\$ 119,320,000
Capital appreciation bonds	5,783,668	260,664	2,090,000	3,954,332
Add unamortized premium	8,685,059	8,286,075	1,418,923	15,552,211
Debt certificates	3,655,000	-	805,000	2,850,000
Capital leases	1,095,365	908,974	359,179	1,645,160
IMRF net pension liability	15,408,761	6,673,479	13,777,507	8,304,733
TRS net pension liability	4,788,305	437,447	450,994	4,774,758
RHP total other postemployment benefit liability	11,925,952	2,682,843	2,134,443	12,474,352
THIS net other postemployment benefit liability	48,905,700	3,959,942	1,106,485	51,759,157
Compensated absences	378,915	604,548	454,556	528,907
Total long-term liabilities - governmental activities	\$ <u>169,051,725</u>	\$ <u>84,573,972</u>	\$ <u>32,462,087</u>	\$ <u>221,163,610</u>

	<u>Due Within</u> <u>One Year</u>
General obligation bonds	\$ 6,255,000
Capital appreciation bonds	2,090,000
Debt certificates	815,000
Capital leases	389,968
Compensated absences	528,907
	\$ <u>10,078,875</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE E - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds and Capital Appreciation Bonds

General obligation bonds and capital appreciation bonds are direct obligations, and pledge the full faith and credit of the District. General obligation bonds and capital appreciation bonds currently outstanding are as follows:

<u>Issuance, Purpose, and Maturity</u>	<u>Interest Rates</u>	<u>Original Issue</u>	<u>Face Amount</u>	<u>Carrying Amount</u>
General Obligation Bond Alternate Revenue Source - 2011 Capital improvements - Matures December 2020	3.75%	\$ 10,000,000	\$ 1,265,000	\$ 1,265,000
General Obligation Limited School Bonds - 2016 - Matures December 2023	1.74%	3,500,000	2,870,000	2,870,000
General Obligation Limited School Bonds - 2017 - Matures December 2024	2.12%	1,915,000	1,905,000	1,905,000
General Obligation School Bonds 2018 - Matures December 2021	2.25% - 2.55%	9,055,000	535,000	535,000
Local Government Program Revenue Bonds 2019 - Matures December 2031	2.00% - 5.00%	51,985,000	51,985,000	51,985,000
Local Government Program Revenue Bonds 2020A - Matures December 2037	1.75% - 4.00%	60,370,000	60,370,000	60,370,000
Local Government Program Revenue Bonds 2020B - Matures December 2022	2.00% - 4.00%	<u>390,000</u>	<u>390,000</u>	<u>390,000</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE E - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds and Capital Appreciation Bonds (Continued)

Subtotal - General Obligation Bonds		\$	<u>137,215,000</u>	\$	<u>119,320,000</u>	\$	<u>119,320,000</u>
Capital Appreciation Bonds - 2002A							
Refunding bonds - Matures June 2022	5.38% - 5.43%		<u>4,589,207</u>		<u>4,170,000</u>		<u>3,954,332</u>
		\$	<u>141,804,207</u>	\$	<u>123,490,000</u>	\$	<u>123,274,332</u>

At June 30, 2020, the District's future cash flow requirements for retirement of bond principal and interest were as follows:

Year Ending June 30	Principal	Interest	Total
2021	\$ 8,645,000	\$ 4,581,105	\$ 13,226,105
2022	6,920,000	4,372,264	11,292,264
2023	6,945,000	4,171,972	11,116,972
2024	6,230,000	3,939,869	10,169,869
2025	5,965,000	3,688,422	9,653,422
2026-2030	29,195,000	14,528,294	43,723,294
2031-2035	36,030,000	7,649,175	43,679,175
2036-2038	<u>23,560,000</u>	<u>1,069,599</u>	<u>24,629,599</u>
Total	\$ <u>123,490,000</u>	\$ <u>44,000,700</u>	\$ <u>167,490,700</u>

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$1,002,665 in the Debt Service Fund to service the outstanding bonds payable.

The District is subject to the Illinois School Code, which limits the indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2020, the statutory debt limit for the District was \$340,517,498 of which \$212,532,338 is fully available.

During the fiscal year ended June 30, 2020, the District issued \$60,370,000 of Local Government Program Revenue Bonds Series 2020A. The purpose of this bond issuance was to finance certain capital improvements under the District's Master Facility Plan.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE E - LONG-TERM LIABILITIES (Continued)

2. **General Obligation Bonds and Capital Appreciation Bonds** (Continued)

During the fiscal year ended June 30, 2020, the District also issued \$390,000 of Local Government Program Revenue Bonds Series 2020B. The purpose of this bond issuance was to finance certain life safety improvements.

3. **Debt Certificates**

On November 1, 2016, the District issued \$4,650,000 Taxable Refunding Debt Certificates Series 2016A, for purposes of partially refunding certain maturities of the 2008 debt certificates and fully refunding certain other debt certificates.

At June 30, 2020, annual debt service requirements to maturity for debt certificates are as follows:

Year Ending				
June 30,	Principal	Interest	Total	
2021	\$ 815,000	\$ 41,725	\$ 856,725	
2022	<u>2,035,000</u>	<u>17,806</u>	<u>2,052,806</u>	
	<u>\$ 2,850,000</u>	<u>\$ 59,531</u>	<u>\$ 2,909,531</u>	

The obligations for the debt certificates will be repaid from the Debt Service Fund with funds provided by the General Fund and Operations and Maintenance Fund.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE E - LONG-TERM LIABILITIES (Continued)

4. Capital Leases

The District leases various computer, network, and copier equipment, with a gross asset cost of \$1,857,826, under various capital leases which expire at various dates through September 2023. Accumulated depreciation of the assets was \$590,840 as of June 30, 2020, which includes \$371,566 of depreciation expense recorded for the year ended June 30, 2020. The leases require aggregate annual payments of \$454,076, including interest at rates ranging from 2.00% to 3.96%. The following is a schedule by years of the future minimum lease payments, together with the present value of the minimum lease payments as of June 30, 2020:

<u>Years Ending June 30,</u>	<u>Minimum Payments</u>
2021	\$ 454,085
2022	451,497
2023	451,497
2024	<u>451,497</u>
Total minimum lease payments	1,808,576
Less amount representing interest	<u>(163,416)</u>
Present value of minimum lease payments	<u>\$ 1,645,160</u>

NOTE F - INTERFUND TRANSFERS

The following is a schedule of interfund transfers as shown on the statement of revenues, expenditures, and changes in fund balances (deficits).

<u>To</u>	<u>From</u>	<u>Amount</u>	<u>Principal Purpose</u>
Debt Service Fund	General (Educational Account) Fund	\$ 1,685,229	Principal and interest payments on long-term debt
Debt Service Fund	Operations and Maintenance Fund	<u>858,473</u>	Principal and interest payments on long-term debt
		<u>\$ 2,543,702</u>	

Community High School District 99

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE G - DEFICIT FUND BALANCE

At June 30, 2020 the Municipal Retirement/Social Security Fund had a deficit fund balance of \$378,483. District management expects to fund this deficit through future property tax revenues.

NOTE H - 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 has purchased insurance from private insurance companies for general liability, workers' compensation, and other coverages not included below. Premiums have been recorded as expenditures in the appropriate funds. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

The District is self-insured for medical and dental coverage that is provided to District personnel. 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 District's liability will not exceed \$115,000 per employee, as provided by stop-loss provisions incorporated in the plan.

At June 30, 2020, total unpaid claims, including an estimate of claims that have been incurred but not reported (IBNR) to the administrative agent, totaled \$659,798. These estimates are developed based on reports prepared by the administrative agent, which consider historical lag times and current claims experience. The District does not allocate overhead costs or other nonincremental costs to the claims liability.

Balances of medical and dental claims liabilities during the past two years are as follows:

	June 30, 2020	June 30, 2019
Unpaid claims, beginning of fiscal year	\$ 748,790	\$ 775,189
Incurred claims (including those claims incurred but not reported)	4,320,693	5,079,512
Claim payments	(4,409,685)	(5,105,911)
Unpaid claims, end of fiscal year	<u>\$ 659,798</u>	<u>\$ 748,790</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - PENSION LIABILITIES

1. Teachers' Retirement System of the State of Illinois

General Information about the Pension Plan

Plan Description

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

TRS issues a publicly available financial report that can be obtained at www.trsil.org/financial/cafrs/fy2019; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Benefits Provided

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

Tier 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 last four. Disability provisions for Tier II are identical to those of Tier I. Death benefits are payable under a formula that is different from Tier I.

Essentially all Tier I retirees receive an annual 3 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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - PENSION LIABILITIES (Continued)

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

General Information about the Pension Plan (Continued)

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, 2021. One program allows retiring Tier I members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier I and II members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the state of Illinois.

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2019, 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, 2020, 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 \$36,895,361 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$21,246,687 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, 2020, were \$275,565, and are deferred because they were paid after the June 30, 2019 measurement date.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - 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

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

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

For the year ended June 30, 2020, the employer pension contribution was 10.66 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2020, salaries totaling \$140,061 were paid from federal and special trust funds that required employer contributions of \$14,931.

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, 2020, the District paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent, \$0 for salary increases in excess of 3 percent, and \$20,246 for sick leave days granted in excess of the normal annual allotment.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - 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

At June 30, 2020, 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	\$ 4,774,758
State's proportionate share of the net pension liability associated with the District	<u>339,814,312</u>
Total	<u><u>\$ 344,589,070</u></u>

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018, and rolled forward to June 30, 2019. The 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, 2019, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2019, the District's proportion was 0.0058869017 percent, which was a decrease of 0.0002562953 percent from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized the following pension expense/expenditures and revenue pertaining to the District's employees:

	<u>Governmental Activities</u>	<u>General Fund</u>
State on-behalf contributions - revenue and expense/expenditure	\$ 36,895,361	\$ 21,246,687
District TRS pension expense (benefit)	<u>304,456</u>	<u>275,565</u>
Total TRS expense/expenditure	<u><u>\$ 37,199,817</u></u>	<u><u>\$ 21,522,252</u></u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - 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)

At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 78,293	\$ -
Changes of assumptions	106,987	91,651
Net difference between projected and actual earnings on pension plan investments	7,564	-
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>34,633</u>	<u>660,092</u>
Total deferred amounts to be recognized in pension expense in future periods	<u>227,477</u>	<u>751,743</u>
District contributions subsequent to the measurement date	<u>275,565</u>	<u>-</u>
	<u>\$ 503,042</u>	<u>\$ 751,743</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - 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 \$275,565 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, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30:</u>	<u>Net Deferred Inflows of Resources</u>
2021	\$ 93,832
2022	231,145
2023	127,096
2024	58,452
2025	13,741
Thereafter	<u>-</u>
	<u>\$ 524,266</u>

Actuarial Assumptions

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 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, 2019 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2017. In the June 30, 2018 actuarial valuation, mortality rates were also based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2014.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - 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	15.0 %	6.3 %
U.S. equities small/mid cap	2.0	7.7
International equities developed	13.6	7.0
Emerging market equities	3.4	9.5
U.S. bonds core	8.0	2.2
U.S. bonds high yield	4.2	4.0
International debt developed	2.2	1.1
Emerging international debt	2.6	4.4
Real estate	16.0	5.2
Real return	4.0	1.8
Absolute return	14.0	4.1
Private equity	15.0	9.7
Total	100.0 %	

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

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

Based on those assumptions, TRS's fiduciary net position at June 30, 2019 was projected to be available to make all projected future benefit payments 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:

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
District's proportionate share of the net pension liability \$	<u>\$ 5,831,949</u>	<u>\$ 4,774,758</u>	<u>\$ 3,905,537</u>

TRS Fiduciary Net Position

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

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - PENSION LIABILITIES (Continued)

2. **Illinois Municipal Retirement Fund**

Plan Description

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

Benefits Provided

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

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

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

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - PENSION LIABILITIES (Continued)

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

Employees Covered by Benefit Terms

As of December 31, 2019, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	409
Inactive plan members entitled to but not yet receiving benefits	268
Active plan members	<u>281</u>
Total	<u><u>958</u></u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2019 was 12.03%. For the fiscal year ended June 30, 2020 the District contributed \$1,610,493 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, 2019. 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, 2019:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Inflation Rate	2.50%
Salary Increases	3.35% to 14.25%
Investment Rate of Return	7.25%

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

Retirement Age	Experience-based table of rates, specific to the type of eligibility condition, last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, the IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projections scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
Long-term Expected Rate of Return	The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - PENSION LIABILITIES (Continued)

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

Actuarial Assumptions (Continued)

Long-term Expected Rate of Return (Continued)	Asset Class	Portfolio	Long-Term
		Target Percentage	Expected Real Rate of Return
	Domestic equity	37%	5.75%
	International equity	18%	6.50%
	Fixed income	28%	3.25%
	Real estate	9%	5.20%
	Alternative investments	7%	3.60% - 7.60%
	Cash equivalents	1%	1.85%
	Total	100%	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability, which was the same as the December 31, 2018 rate. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on pension plan investments is 7.25%, the municipal bond rate is 2.75% (based on the daily rate closest to but not later than the measurement date of the "20-Year Municipal GO AA index"), and the resulting single discount rate is 7.25%.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Changes in Net Pension Liability

The following table shows the components of the change in the District's net pension liability for the calendar year ended December 31, 2019:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	\$ 75,808,325	\$ 60,399,564	\$ 15,408,761
Changes for the year:			
Service cost	1,257,450	-	1,257,450
Interest on the total pension liability	5,372,355	-	5,372,355
Difference between expected and actual experience of the total pension liability	(34,205)	-	(34,205)
Changes of assumptions	-	-	-
Contributions - employer	-	1,459,483	(1,459,483)
Contributions - employees	-	551,261	(551,261)
Net investment income	-	11,732,558	(11,732,558)
Benefit payments, including refunds of employee contributions	(4,671,193)	(4,671,193)	-
Other (net transfer)	-	(43,674)	43,674
Net changes	<u>1,924,407</u>	<u>9,028,435</u>	<u>(7,104,028)</u>
Balances at December 31, 2019	<u>\$ 77,732,732</u>	<u>\$ 69,427,999</u>	<u>\$ 8,304,733</u>

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

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

	1% Lower (6.25%)	Current Discount Rate (7.25%)	1% Higher (8.25%)
Net pension liability	<u>\$ 16,818,384</u>	<u>\$ 8,304,733</u>	<u>\$ 1,140,492</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - PENSION LIABILITIES (Continued)

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

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

For the year ended June 30, 2020 the District recognized pension expense of \$2,176,260. At June 30, 2020, the District reported, deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred amounts to be recognized in pension Expense in future periods		
Differences between expected and actual experience	\$ 146,770	\$ 21,964
Change of assumptions	506,027	-
Net difference between projected and actual earnings on pension plan investments	<u>5,348,409</u>	<u>8,480,036</u>
 Total deferred amounts to be recognized in pension expense in the future periods	 <u>6,001,206</u>	 <u>8,502,000</u>
 Pension contributions made subsequent to the measurement date	 <u>926,197</u>	 <u>-</u>
 Total deferred amounts related to pensions	 <u><u>\$ 6,927,403</u></u>	 <u><u>\$ 8,502,000</u></u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - 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)

The District reported \$926,197 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, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	Net Deferred Inflows (Outflows) of Resources
2020	\$ 276,623
2021	1,001,471
2022	(267,622)
2023	1,490,322
2024	-
Thereafter	-
Total	\$ <u>2,500,794</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE I - 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	\$ 275,565	\$ 926,197	\$ 1,201,762
Experience	78,293	146,770	225,063
Assumptions	106,987	506,027	613,014
Proportionate share	34,633	-	34,633
Investments	7,564	5,348,409	5,355,973
	<u>\$ 503,042</u>	<u>\$ 6,927,403</u>	<u>\$ 7,430,445</u>
Net pension liability	<u>\$ 4,774,758</u>	<u>\$ 8,304,733</u>	<u>\$ 13,079,491</u>
Pension expense	<u>\$ 37,199,817</u>	<u>\$ 2,176,260</u>	<u>\$ 39,376,077</u>
Deferred inflows of resources:			
Assumptions	\$ 91,651	-	\$ 91,651
Experience	-	21,964	21,964
Investments	-	8,480,036	8,480,036
Proportionate share	660,092	-	660,092
	<u>\$ 751,743</u>	<u>\$ 8,502,000</u>	<u>\$ 9,253,743</u>

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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - 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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

General Information about the Other Postemployment Plan (Continued)

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 1.24 percent of pay during the year ended June 30, 2020. 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, 2020, the District recognized revenue and expenses of \$3,150,362 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$589,139 in the General Fund based on the current financial resources measurement basis for State of Illinois contributions on behalf of the District's employees.

District contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.92 percent during the year ended June 30, 2020. For the year ended June 30, 2020, the District paid \$437,103 to the THIS Fund, which was 100 percent of the required contribution. These amounts are deferred because they were paid after the June 30, 2019 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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - 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

At June 30, 2020, 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	\$ 51,759,157
State's estimated proportionate share of the net OPEB liability associated with the District*	<u>70,088,502</u>
Total	<u>\$ 121,847,659</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 based 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, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018, and rolled forward to June 30, 2019. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2019, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2019, the District's proportion was 0.187008 percent, which was a decrease of 0.001379 percent from its proportion measured as of June 30, 2018.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - 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, 2020, 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	\$ 3,150,362	\$ 589,139
District OPEB pension expense	<u>2,480,451</u>	<u>437,103</u>
Total OPEB expense/expenditure	<u>\$ 5,630,813</u>	<u>\$ 1,026,242</u>

At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 858,902
Change of assumptions	19,622	5,933,285
Net difference between projected and actual earnings on OPEB plan investments	-	1,695
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>1,322,657</u>	<u>630,985</u>
Total deferred amounts to be recognized in OPEB expense in future periods	<u>1,342,279</u>	<u>7,424,867</u>
District contributions subsequent to the measurement date	<u>437,103</u>	<u>-</u>
Total deferred amounts related to OPEB	<u>\$ 1,779,382</u>	<u>\$ 7,424,867</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - 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 \$437,103 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, 2021. Other amounts reported as deferred inflows of resources and deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year ending June 30:</u>	<u>Net Deferred Inflows of Resources</u>
2021	\$ 1,218,468
2022	1,218,468
2023	1,218,334
2024	1,218,056
2025	882,623
Thereafter	<u>326,639</u>
Total	<u>\$ 6,082,588</u>

Actuarial Assumptions

The total OPEB liability in the June 30, 2019 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, 2019, contribution rates are 1.24% of pay for active members, 0.92% of pay for school districts, and 1.24% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

Actuarial Assumptions (Continued)

Asset Valuation Method	Market value
Investment rate of return	0.00%, net of OPEB plan investment expense, including inflation, for all plan years.
Inflation	2.50 percent
Salary increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2018, actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. Disabled Annuitants: RP-2014 Disabled Annuitant Table. Pre-Retirement: RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.
Healthcare Trend Rate	Actual trend used for fiscal year 2019. For fiscal years on and after 2020, trend starts at 8.00% and 9.00% for non-Medicare cost and Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.50%. Additional trend rate of 0.31% is added to non-Medicare cost on and after 2022 to account for the Excise Tax.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

Discount Rate

The State, school districts, and active members contribute 1.24 percent, 0.92 percent, 1.24 percent of pay, respectively, for fiscal year 2019. 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 3.62 percent at June 30, 2018, and 3.13 percent at June 30, 2019, was used to measure the total OPEB liability. The decrease in the single discount rate, from 3.62 percent to 3.13 percent, caused the total OPEB liability to increase by approximately \$2,296 million as of June 30, 2019.

Investment Return

During plan year end June 30, 2019, the trust earned \$397,000 in interest, and the market value of assets at June 30, 2019, is \$68 million. Given the benefit payable, negative asset value and pay-as-you-go funding policy, the investment return assumption was set to zero.

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 2.038 percent for plan year end June 30, 2019, and 1.301 percent for plan year end June 30, 2018.

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

The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 3.13 percent, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.13 percent) or 1-percentage-point higher (4.13 percent) than the current rate:

	1% Decrease (2.13%)	Current Discount Rate (3.13%)	1% Increase (4.13%)
District's proportionate share of the net OPEB liability	\$ 62,233,291	\$ 51,759,157	\$ 43,486,836

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

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

The following table shows the plan's net OPEB liability as of June 30, 2019, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower. The key trend rates are 8.00 percent in 2020 decreasing to an ultimate trend rate of 4.81 percent in 2027, for non-Medicare coverage, and 9.00 percent in 2020 decreasing to an ultimate trend rate of 4.50 percent in 2027 for Medicare coverage.

	<u>1% Decrease*</u>	<u>Current Trend Rate</u>	<u>1% Increase **</u>
District's proportionate share of the net OPEB liability	\$ <u>41,817,177</u>	\$ <u>51,759,157</u>	\$ <u>65,187,056</u>

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

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

2. **Retiree Health Plan**

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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

Benefits Provided

Subject to certain age and years of service eligibility provisions, the following benefits are provided:

Administrators: TRS and IMRF administrators hired prior to 1999, the District pays the premium for single or employee plus one dependent medical coverage for the life of the administrator. Upon attaining the age of 65, the administrator must enroll in Medicare Part B, and the District insurance becomes secondary coverage. For administrators hired after 1999, the coverage is the same, except that upon reaching Medicare eligibility, the District reimburses the retiree up to \$250 per month for the retiree and up to one dependent's medical coverage in a qualified medical insurance plan of their choice, one year for every year of service with the District, less the number of postretirement years the District already paid the premium on behalf of the Administrator. Surviving spouse coverage continues for the shorter of the aforementioned time period, or the life of the surviving spouse. The District also pays the premium for \$10,000 face value of term life insurance up to the age of 65 or, for certain retirees, for the lifetime of the retiree.

Faculty: The District reimburses up to \$250 per month for premiums paid to a qualified medical insurance plan, for the retiree and one dependent. For retirees who submitted their intent to retire prior to 2012, benefit years are equal to length of service. For retirees who submitted their intent to retire in 2012 or later, this benefit terminates when the retiree attains Medicare eligibility. Surviving spouse coverage continues for the shorter of the aforementioned time period, or the life of the surviving spouse. This benefit is not available for retirees submitting their intent to retire later after June 30, 2020. The District also pays the premium for term life insurance up to the age of 65 or, for certain retirees, for the lifetime of the retiree.

Support Staff and Custodial, Maintenance and Grounds: The District reimburses up to \$250 per month for the retiree's medical coverage on the District's plan or an other qualified medical insurance plan, until the earlier of Medicare eligibility or 10 years from the date of retirement.

All IMRF Employees: Retirees and eligible dependents may remain on the District's medical insurance plans on a pay-all basis. Spousal coverage ends upon the death or remarriage of the spouse. Dependent coverage ends on the date it otherwise would have ended (such as attainment of limiting age). Upon attaining the age of 65, the employee must enroll in Medicare Part B, and the District insurance becomes secondary coverage.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

Employees Covered by Benefit Terms

As of June 30, 2020 (most recent information available), the following employees were covered by the benefit terms:

Active employees	706
Inactive employees entitled to but not yet receiving benefits	-
Inactive employees currently receiving benefits	<u>316</u>
Total	<u><u>1,022</u></u>

Total OPEB Liability

The District's total OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability, was determined by an actuarial valuation as of June 30, 2020.

The total OPEB liability, after considering the share of benefit-related costs with inactive Plan members, was determined by an actuarial valuation performed as of June 30, 2020 using the following actuarial methods and assumptions:

Actuarial valuation date	June 30, 2020
Measurement date	June 30, 2020
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Inflation	3.00%
Discount rate	2.66%
Salary rate increase	4.00%
Healthcare inflation rate	4.50 - 5.50% initial 4.50% ultimate
Mortality, retirement, withdrawal and disability rates	IMRF employees and retirees - rates from the December 31, 2019 IMRF Actuarial Valuation Report. TRS employees and retirees - rates from the June 30, 2019 TRS Actuarial Valuation Report.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

Total OPEB Liability (Continued)

Election at Retirement: 100% of eligible faculty members assumed to elect the District medical subsidy and life insurance. 100% of eligible Administrators are assumed to elect the District medical subsidy and life insurance. 100% of eligible support staff are assumed to elect the District medical subsidy.

Coverage Status: Employees are assumed to continue in their current plan into retirement if a District medical plan is selected.

Marital Status: 30% of IMRF employees and 50% of administrators electing District coverage are assumed to be married and to elect spousal coverage with males three years older than females. Actual spouse data was used for current retirees.

Discount Rate

The District does not have a dedicated Trust to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). A rate of 2.66% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2020.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Changes in the Total OPEB Liability

The following table shows the components of the change in the District's net OPEB liability for the fiscal year ended June 30, 2020:

	Total OPEB Liability (A)	Plan Fiduciary Net Position (B)	Net OPEB Liability (A) - (B)
Balances at July 1, 2019	\$ 11,925,952	\$ -	\$ 11,925,952
Changes for the year:			
Service cost	417,913	-	417,913
Interest on the total OPEB liability	318,636	-	318,636
Changes of benefit terms	(993,249)	-	(993,249)
Difference between expected and actual experience of the total OPEB liability	(130,567)	-	(130,567)
Changes of assumptions	1,062,771	-	1,062,771
Contributions - employer	-	-	-
Contributions - employees	-	-	-
Net investment income	-	-	-
Benefit payments, including refunds of employee contributions	(1,010,627)	-	(1,010,627)
Other (net transfer)	883,523	-	883,523
Net changes	548,400	-	548,400
Balances at June 30, 2020	\$ 12,474,352	\$ -	\$ 12,474,352

In 2020, changes in assumptions related to the discount rate were made (2.79% to 2.66%).

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 2.66%, 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 (1.66%)	Current Discount Rate (2.66%)	1% Higher (3.66%)
Total OPEB liability	\$ 13,183,985	\$ 12,474,352	\$ 11,825,503

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

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%-5.50%, 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%- 4.50%)	Current Healthcare Rate (4.50%- 5.50%)	1% Higher (5.50%- 6.50%)
Total OPEB liability	\$ 12,112,798	\$ 12,474,352	\$ 12,871,475

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

For the year ended June 30, 2020 the District recognized an OPEB benefit of (\$478,665). At June 30, 2020, the District reported deferred inflows and outflows of resources related to OPEB from the following sources:

<u>Deferred Amounts Related to OPEB</u>	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	\$ -	\$ 582,435
Change of assumptions	1,946,689	1,713,895
Total deferred amounts to be recognized in OPEB expense in the future periods	\$ 1,946,689	\$ 2,296,330

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

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

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

Year Ended June 30,	Net Deferred Outflows (Inflows) of Resources
2021	\$ (221,965)
2022	(221,965)
2023	(221,965)
2024	(221,965)
2025	84,001
Thereafter	454,218
Total	\$ <u>(349,641)</u>

3. Summary of OPEB Items

Below is a summary of the various OPEB items at June 30, 2020:

	THIS	RHP	Total
Deferred outflows of resources:			
Employer contributions	\$ 437,103	\$ -	\$ 437,103
Experience	-	-	-
Assumptions	19,622	1,946,689	1,966,311
Proportionate share	1,322,657	-	1,322,657
	\$ <u>1,779,382</u>	\$ <u>1,946,689</u>	\$ <u>3,726,071</u>
OPEB liability	\$ <u>51,759,157</u>	\$ <u>12,474,352</u>	\$ <u>64,233,509</u>
OPEB expense (benefit)	\$ <u>5,630,813</u>	\$ <u>(478,665)</u>	\$ <u>5,152,148</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE J - OTHER POSTEMPLOYMENT BENEFITS (Continued)

3. **Summary of OPEB Items** (Continued)

	<u>THIS</u>	<u>RHP</u>	<u>Total</u>
Deferred inflows of resources:			
Assumptions	\$ 5,933,285	\$ 1,713,895	\$ 7,647,180
Experience	858,902	582,435	1,441,337
Investments	1,695	-	1,695
Proportionate share	<u>630,985</u>	<u>-</u>	<u>630,985</u>
	<u>\$ 7,424,867</u>	<u>\$ 2,296,330</u>	<u>\$ 9,721,197</u>

NOTE K - CONSTRUCTION COMMITMENTS

As of June 30, 2020, the District is committed to approximately \$66,312,000 in the upcoming years, for various construction projects. These amounts will be paid from available fund balances as well as proceeds from future issuances of long-term debt.

NOTE L - JOINT AGREEMENT

The District is a member of the School Association for Special Education in DuPage County (SASED), a joint agreement that provides certain special education services to residents of many school districts. The District believes that, because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, these should not be included as component units of the District.

Complete financial statements for the School Association for Special Education in DuPage County (SASED) can be obtained from its business office at 2900 Ogden Avenue, Lisle, Illinois 60532.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE M - CONTINGENCIES

1. Litigation

The District is a defendant in several matters related to alleged abuse by a former employee of the District. Although the outcome of these lawsuits is not presently determinable, it is possible that the outcome could have an adverse effect on the financial condition of the District. The District carries insurance to mitigate its exposure to such matters. The District is also subject to various other litigation and claims in the normal course of business. Although the outcome of these matters is not presently determinable, the resolution of these matters, should the outcome be unfavorable, is not expected by management to be significant.

2. Grants

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

3. Tax Abatements

During fiscal year 2018, the District entered into a real estate tax abatement agreement with an industrial taxpayer to provide an incentive for the taxpayer to expand its existing facility; thereby increasing the District's tax base and increasing employment. Under the terms of the agreement, the District agreed to abate a portion of the additional tax revenues generated by the expansion project, ranging from 90% in the first full tax year following the completion of the project, to 10% in the ninth year. During fiscal year 2020, the amount abated was \$51,820. The amount of the real estate taxes to be abated in future years is not presently determinable, as that amount is subject to future changes in the equalized assessed valuation of the subject property.

4. COVID-19

The direct and indirect impacts of the COVID-19 pandemic on the District's enrollment, vendors, operations, and financing arrangements are currently unknown, except as mentioned below, as is the duration and severity of any impacts that the District may experience. Additionally, DuPage County has elected to waive late fees for taxpayers that can demonstrate financial hardship due to the COVID-19 crisis, which will affect the timing of the District receiving those property taxes. The District is monitoring the situation. While the District's evaluation is ongoing, management is currently unable to quantify the full effects that the pandemic will have on its operations, cash flows, and financial position; however, they may be significant. No adjustments have been made to these financial statements as a result of this uncertainty.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2020

NOTE N - SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 14, 2020, the date that these financial statements were available to be issued. Management has determined that no events or transactions, other than as described below, have occurred subsequent to the statement of net deficit/balance sheet date that require disclosure in the financial statements.

1. **Bond Issuance**

On October 2, 2020, the District issued \$10,300,000 Taxable General Obligation Limited School Bonds Series 2020C, for working cash purposes. The bonds mature in various installments through December 15, 2028, and bear interest at 1.15%.

1. **Capital Lease**

On July 1, 2020, the District entered into a capital lease agreement to finance the purchase of certain educational technology. The lease requires annual payments of \$104,930 through July 1, 2023, including interest at 3.09%.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

Community High School District 99
MULTIYEAR SCHEDULES OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
MOST RECENT CALENDAR YEARS
 Illinois Municipal Retirement Fund
Six Most Recent Fiscal Years

	2020	2019	2018
Total pension liability			
Service cost	\$ 1,257,450	\$ 1,164,352	\$ 1,230,661
Interest on the total pension liability	5,372,355	5,232,014	5,175,148
Difference between expected and actual experience	-		
of the total pension liability	(34,205)	546,034	891,071
Assumption changes	-	1,882,599	(2,278,346)
Benefit payments and refunds	(4,671,193)	(4,389,372)	(4,064,952)
Net change in total pension liability	1,924,407	4,435,627	953,582
Total pension liability, beginning	75,808,325	71,372,698	70,419,116
Total pension liability, ending	\$ 77,732,732	\$ 75,808,325	\$ 71,372,698
Plan fiduciary net position			
Contributions, employer	\$ 1,459,483	\$ 1,607,282	\$ 1,466,500
Contributions, employee	551,261	527,739	506,439
Net investment income	11,732,558	(3,930,318)	10,532,115
Benefit payments, including refunds of employee			
contributions	(4,671,193)	(4,389,372)	(4,064,952)
Other (net transfer)	(43,674)	1,329,706	(1,403,182)
Net change in plan fiduciary net position	9,028,435	(4,854,963)	7,036,920
Plan fiduciary net position, beginning	60,399,564	65,254,527	58,217,607
Plan fiduciary net position, ending	\$ 69,427,999	\$ 60,399,564	\$ 65,254,527
Net pension liability	\$ 8,304,733	\$ 15,408,761	\$ 6,118,171
Plan fiduciary net position as a percentage of the total			
pension liability	89.32 %	79.67 %	91.43 %
Covered Valuation Payroll	\$ 12,132,021	\$ 11,672,342	\$ 11,237,545
Net pension liability as a percentage of covered			
valuation payroll	68.45 %	132.01 %	54.44 %

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

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	1,307,943	\$ 1,302,468	\$ 1,389,450
	4,911,615	4,706,407	4,242,693
	1,168,863	296,678	1,007,713
	(379,672)	221,474	2,770,511
	<u>(3,726,750)</u>	<u>(3,317,101)</u>	<u>(2,715,376)</u>
	3,281,999	3,209,926	6,694,991
	67,137,117	63,927,191	57,232,200
\$	<u><u>70,419,116</u></u>	\$ <u><u>67,137,117</u></u>	\$ <u><u>63,927,191</u></u>
\$	1,491,131	\$ 1,419,419	\$ 1,411,299
	523,856	525,962	530,615
	3,746,168	279,167	3,265,932
	(3,726,750)	(3,317,101)	(2,715,376)
	<u>813,943</u>	<u>(57,476)</u>	<u>100,218</u>
	2,848,348	(1,150,029)	2,592,688
	55,369,259	56,519,288	53,926,600
\$	<u><u>58,217,607</u></u>	\$ <u><u>55,369,259</u></u>	\$ <u><u>56,519,288</u></u>
\$	<u><u>12,201,509</u></u>	\$ <u><u>11,767,858</u></u>	\$ <u><u>7,407,903</u></u>
	82.67 %	82.47 %	88.41 %
\$	11,382,667	\$ 11,530,612	\$ 11,352,324
	107.19 %	102.06 %	65.25 %

Community High School District 99
MULTIYEAR SCHEDULE OF CONTRIBUTIONS
 Illinois Municipal Retirement Fund
Six Most Recent Fiscal Years

<u>Year</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a % of Covered Valuation Payroll</u>
2020	\$ 1,610,494 *	\$ 1,610,493	\$ 1	\$ 12,351,539	13.04 %
2019	1,607,281	1,607,282	(1)	11,979,836	13.42
2018	1,466,500	1,466,500	-	11,537,506	12.71
2017	1,491,129	1,491,131	(2)	11,161,588	13.36
2016	1,419,418	1,419,419	(1)	11,518,734	12.32
2015	1,384,984	1,411,299	(26,315)	11,580,075	12.19

* Estimated based on contribution rates of 12.03% and 13.90% for calendar years 2019 and 2020, respectively, and covered valuation payroll of \$12,351,539.

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

Community High School District 99
MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
Teachers' Retirement System of the State of Illinois
Six Most Recent Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net pension liability	0.0058869017 %	0.0061431970 %	0.0068059517 %
District's proportionate share of the net pension liability	\$ 4,774,758	\$ 4,788,305	\$ 5,199,621
State's proportionate share of the net pension liability associated with the District	<u>339,814,312</u>	<u>328,018,953</u>	<u>320,938,485</u>
Total	\$ <u><u>344,589,070</u></u>	\$ <u><u>332,807,258</u></u>	\$ <u><u>326,138,106</u></u>
District's covered-employee payroll	\$ 45,981,890	\$ 43,987,955	\$ 43,351,908
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	10.38 %	10.89 %	11.99 %
Plan fiduciary net position as a percentage of the total pension liability	39.6 %	40.0 %	39.3 %

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>2017</u>	<u>2016</u>	<u>2015</u>
0.0074887299 %	0.0072615760 %	0.0069728248 %
\$ 5,911,307	\$ 4,757,064	\$ 4,243,541
<u>337,785,602</u>	<u>268,101,504</u>	<u>248,645,969</u>
\$ <u><u>343,696,909</u></u>	\$ <u><u>272,858,568</u></u>	\$ <u><u>252,889,510</u></u>
\$ 42,521,677	\$ 41,404,241	\$ 40,296,860
13.90 %	11.49 %	10.53 %
36.4 %	41.5 %	43.0 %

Community High School District 99
MULTIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS
Teachers' Retirement System of the State of Illinois
Six Most Recent Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contribution	\$ 266,695	\$ 255,130	\$ 281,377	\$ 288,878
Contributions in relation to the contractually required contribution	<u>266,604</u>	<u>255,244</u>	<u>280,403</u>	<u>290,017</u>
Contribution deficiency (excess)	<u>\$ 91</u>	<u>\$ (114)</u>	<u>\$ 974</u>	<u>\$ (1,139)</u>
District's covered-employee payroll	\$ 47,511,152	\$ 45,981,890	\$ 43,987,955	\$ 43,351,908
Contributions as a percentage of covered-employee payroll	0.56 %	0.56 %	0.64 %	0.67 %

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>2016</u>	<u>2015</u>
\$	254,439	\$ 248,750
	<u>254,445</u>	<u>248,787</u>
\$	<u>(6)</u>	\$ <u>(37)</u>
\$	42,521,677	\$ 41,404,241
	0.60 %	0.60 %

Community High School District 99
MULTIYEAR SCHEDULE OF CHANGES IN TOTAL OTHER POSTRETIREMENT BENEFITS
(OPEB) LIABILITY AND RELATED RATIOS
Retiree Health Plan
Three Most Recent Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability			
Service cost	\$ 417,913	\$ 303,267	\$ 309,754
Interest on the total OPEB liability	318,636	346,449	546,967
Change in benefit terms	(993,249)	-	(2,443,098)
Difference between expected and actual experience of the total OPEB liability	(130,567)	-	(792,054)
Assumption changes	1,062,771	163,356	121,857
Benefit payments and refunds	(1,010,627)	(885,423)	(855,178)
Other changes	883,523	(70,214)	(2,722,306)
Net change in total OPEB liability	548,400	(142,565)	(5,834,058)
Total OPEB liability, beginning	11,925,952	12,068,517	17,902,575
Total OPEB liability, ending	<u>\$ 12,474,352</u>	<u>\$ 11,925,952</u>	<u>\$ 12,068,517</u>
Plan fiduciary net position			
Contributions, employer	\$ -	\$ -	\$ -
Contributions, employee	-	-	-
Net investment income	-	-	-
Benefit payments, including refunds of employee contributions	-	-	-
Other (net transfer)	-	-	-
Net change in plan fiduciary net position	-	-	-
Plan fiduciary net position, beginning	-	-	-
Plan fiduciary net position, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB liability	<u>\$ 12,474,352</u>	<u>\$ 11,925,952</u>	<u>\$ 12,068,517</u>
Plan fiduciary net position as a percentage of the total OPEB liability	0.00 %	0.00 %	0.00 %
Covered Valuation Payroll *	\$ 53,308,469	\$ 49,938,246	\$ 49,938,246
Net OPEB liability as a percentage of covered valuation payroll	23.40 %	23.88 %	24.17 %

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

* Covered valuation payroll for 2019 was estimated based on covered valuation payroll for 2018, which is the most recent information available.

Community High School District 99
MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET OTHER POSTEMPLOYMENT BENEFIT (OPEB) LIABILITY
Teachers' Health Insurance Security Fund
Three Most Recent Fiscal Years

	<u>2020</u>		<u>2019</u>		<u>2018</u>
District's proportion of the net OPEB liability	0.1870080 %		0.1856290 %		0.1885040 %
District's proportionate share of the net OPEB liability	\$ 51,759,157	\$	48,905,700	\$	48,915,862
State's proportionate share of the net OPEB liability associated with the District	<u>70,088,502</u>		<u>65,669,808</u>		<u>64,238,682</u>
Total	<u>\$ 121,847,659</u>	\$	<u>114,575,508</u>	\$	<u>113,154,544</u>
District's covered-employee payroll	\$ 45,981,890	\$	43,987,955	\$	43,351,908
District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	112.56%		111.18%		112.83%
Plan fiduciary net position as a percentage of the total OPEB liability	0.25%		-0.07%		-0.17%

Note 1: Actuary valuations all 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.

Community High School District 99
MULTIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS
Teachers' Health Insurance Security Fund
Three Most Recent Fiscal Years

	<u>2020</u>		<u>2019</u>		<u>2018</u>
Contractually required contribution	\$ 423,033	\$	387,094	\$	364,156
Contributions in relation to the contractually required contribution	<u>422,864</u>		<u>387,244</u>		<u>364,262</u>
Contribution excess	\$ <u>(169)</u>	\$	<u>150</u>	\$	<u>106</u>
District's covered-employee payroll	\$ 47,511,152	\$	45,981,890	\$	43,987,955
Contributions as a percentage of covered-employee payroll	0.89%		0.84%		0.83%

Note 1: Actuarial valuations are as of June 30th 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.

Community High School District 99

General Fund

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

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Revenues				
Local sources				
General levy	\$ 62,231,000	\$ 62,135,891	\$ (95,109)	\$ 60,031,548
Special education levy	2,021,000	2,019,240	(1,760)	2,015,843
Corporate personal property replacement taxes	1,067,000	1,001,848	(65,152)	786,256
Regular tuition from pupils or parents	5,500	3,378	(2,122)	5,280
Summer school tuition from pupils or parents	44,000	51,169	7,169	43,440
Special education tuition from other districts	61,000	-	(61,000)	-
Interest on investments	850,000	612,454	(237,546)	713,286
Sales to pupils - lunch	200,000	139,839	(60,161)	201,397
Sales to pupils - breakfast	5,500	4,743	(757)	5,498
Sales to pupils - a la carte	611,500	605,810	(5,690)	609,772
Sales to adults	26,000	14,398	(11,602)	25,767
Admissions - athletic	94,000	89,764	(4,236)	93,392
Fees	862,500	326,631	(535,869)	852,128
Book store sales	8,000	3,197	(4,803)	7,697
Rentals - regular textbook	1,904,000	1,698,037	(205,963)	1,819,722
Rentals - other	352,000	190,067	(161,933)	191,071
Sales - regular textbook	70,000	56,263	(13,737)	69,565
Contributions and donations				
from private sources	20,000	281,175	261,175	15,331
Refund of prior years' expenditures	80,000	18,985	(61,015)	77,753
Drivers' education fees	52,500	54,612	2,112	51,402
Proceeds from vendors' contracts	38,000	-	(38,000)	37,068
Other	1,160,000	111,306	(1,048,694)	377,999
Total local sources	71,763,500	69,418,807	(2,344,693)	68,031,215

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual	
State sources					
Evidence Based Funding Formula	\$ 3,294,474	\$ 3,296,830	\$ 2,356	\$ 3,290,581	
Special Education - Private Facility Tuition	733,000	681,238	(51,762)	702,283	
Special Education - Orphanage - Individual	95,000	98,602	3,602	93,728	
CTE - Secondary Program					
Improvement (CTEI)	96,026	96,235	209	96,026	
State Free Lunch & Breakfast	7,500	4,420	(3,080)	7,435	
Driver Education	135,000	102,206	(32,794)	133,284	
Scientific Literacy	4,000	-	(4,000)	3,661	
Other restricted revenue from state sources	24,000	-	(24,000)	-	
On-Behalf Payments to TRS from the State	<u>34,000,000</u>	<u>21,835,826</u>	<u>(12,164,174)</u>	<u>20,379,008</u>	
Total state sources	<u>38,389,000</u>	<u>26,115,357</u>	<u>(12,273,643)</u>	<u>24,706,006</u>	
Federal sources					
Breakfast Start-Up Expansion	65,016	-	(65,016)	-	
National School Lunch Program	390,000	294,561	(95,439)	388,724	
Special Breakfast Program	-	45,729	45,729	63,378	
Summer Food Service Program	-	208,993	208,993	-	
Title I - Low Income	350,758	301,646	(49,112)	408,344	
Title IV - Student Support & Academic					
Enrichment Grant	2,000	32,716	30,716	5,374	
Federal Special Education -					
IDEA Flow Through	1,009,175	1,062,531	53,356	1,001,710	
Federal Special Education -					
IDEA Room & Board	450,000	340,275	(109,725)	396,041	
CTE - Perkins-Title IIIIE Tech Prep	52,000	46,856	(5,144)	51,597	
Title III - Instruction for English Learners &					
Immigrant Students	-	2,674	2,674	7,976	
Title III - English Language Acquisition	5,000	12,875	7,875	13,975	
Title II - Teacher Quality	81,551	86,805	5,254	124,671	
Medicaid Matching Funds -					
Administrative Outreach	70,000	54,276	(15,724)	61,751	
Medicaid Matching Funds -					
Fee-For-Service Program	226,000	3,244	(222,756)	199,411	

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Federal sources (Continued)				
Other Restricted Revenue from Federal Sources	\$ -	\$ 16,553	\$ 16,553	\$ -
Other Restricted Grants Received from Federal Government through the State	-	78,600	78,600	95,588
Total federal sources	2,701,500	2,588,334	(113,166)	2,818,540
Total revenues	112,854,000	98,122,498	(14,731,502)	95,555,761
Expenditures				
Instruction				
Regular programs				
Salaries	32,262,866	32,072,115	190,751	31,296,581
Employee benefits	3,878,889	3,783,188	95,701	4,352,592
On-Behalf Payments to TRS from the State	34,000,000	21,835,826	12,164,174	20,379,008
Purchased services	327,113	244,346	82,767	304,137
Supplies and materials	783,408	690,500	92,908	630,657
Capital outlay	20,000	908,974	(888,974)	44,501
Other objects	24,125	35,216	(11,091)	25,935
Non-capitalized equipment	129,863	124,061	5,802	167,325
Total	71,426,264	59,694,226	11,732,038	57,200,736
Special education programs				
Salaries	10,414,748	10,479,114	(64,366)	10,115,907
Employee benefits	1,217,301	1,235,443	(18,142)	1,196,709
Purchased services	253,000	335,788	(82,788)	237,169
Supplies and materials	88,405	58,747	29,658	88,509
Other objects	2,807,324	3,088,176	(280,852)	2,633,777
Non-capitalized equipment	27,500	26,271	1,229	26,835
Total	14,808,278	15,223,539	(415,261)	14,298,906

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Remedial and Supplemental programs K-12				
Salaries	\$ -	\$ 83,170	\$ (83,170)	\$ 83,870
Employee benefits	-	8,134	(8,134)	5,851
Purchased services	-	35,552	(35,552)	24,455
Supplies and materials	-	15,483	(15,483)	16,889
Total	-	142,339	(142,339)	131,065
CTE programs				
Salaries	72,000	16,212	55,788	27,201
Employee benefits	-	72	(72)	85
Purchased services	26,072	30,194	(4,122)	24,948
Supplies and materials	133,939	116,252	17,687	84,447
Non-capitalized equipment	5,617	14,700	(9,083)	40,268
Total	237,628	177,430	60,198	176,949
Interscholastic programs				
Salaries	2,424,954	2,373,687	51,267	2,369,753
Employee benefits	93,367	90,771	2,596	92,143
Purchased services	459,200	385,786	73,414	451,284
Supplies and materials	269,000	291,637	(22,637)	260,942
Non-capitalized equipment	23,000	6,887	16,113	8,540
Total	3,269,521	3,148,768	120,753	3,182,662
Summer school programs				
Salaries	251,500	255,137	(3,637)	232,431
Employee benefits	558	2,504	(1,946)	2,196
Purchased services	-	158	(158)	1,222
Supplies and materials	132,700	135,530	(2,830)	139,550
Other objects	-	1,575	(1,575)	-
Total	384,758	394,904	(10,146)	375,399

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020		Variance From Final Budget	2019 Actual
	Original and Final Budget	Actual		
Drivers education programs				
Salaries	\$ 879,553	\$ 879,241	\$ 312	\$ 850,472
Employee benefits	100,746	100,384	362	96,990
Purchased services	650	550	100	1,127
Supplies and materials	16,100	10,554	5,546	13,593
Other objects	6,000	569	5,431	5,262
Total	1,003,049	991,298	11,751	967,444
Special Education K-12 Programs				
Private Tuition	-	68,331	(68,331)	38,314
Total instruction	91,129,498	79,870,864	11,258,634	76,371,475
Guidance services				
Salaries	2,662,201	2,650,389	11,812	2,522,811
Employee benefits	293,418	302,934	(9,516)	282,488
Purchased services	12,590	12,086	504	10,595
Supplies and materials	19,120	19,171	(51)	206,328
Other objects	400	-	400	-
Total	2,987,729	2,984,580	3,149	3,022,222
Health services				
Salaries	222,426	314,312	(91,886)	209,516
Employee benefits	31,430	56,591	(25,161)	30,342
Purchased services	700	644	56	682
Supplies and materials	5,360	4,210	1,150	5,100
Other objects	420	899	(479)	395
Total	260,336	376,656	(116,320)	246,035
Psychological services				
Salaries	546,938	546,938	-	522,782
Employee benefits	58,827	58,068	759	56,526
Total	605,765	605,006	759	579,308

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Other support services - pupils				
Salaries	\$ 803,672	\$ 695,939	\$ 107,733	\$ 782,653
Employee benefits	98,886	79,342	19,544	78,102
Purchased services	20,250	21,699	(1,449)	29,469
Supplies and materials	622,512	551,603	70,909	675,041
Other objects	45,000	33,044	11,956	43,662
Non-capitalized equipment	<u>500</u>	<u>-</u>	<u>500</u>	<u>227</u>
Total	<u>1,590,820</u>	<u>1,381,627</u>	<u>209,193</u>	<u>1,609,154</u>
Total pupils	<u>5,444,650</u>	<u>5,347,869</u>	<u>96,781</u>	<u>5,456,719</u>
Instructional staff				
Improvement of instruction services				
Salaries	922,309	915,677	6,632	903,418
Employee benefits	89,075	94,092	(5,017)	88,273
Purchased services	80,680	63,721	16,959	81,325
Supplies and materials	33,141	31,044	2,097	12,281
Other objects	4,000	8,198	(4,198)	7,998
Non-capitalized equipment	<u>500</u>	<u>-</u>	<u>500</u>	<u>-</u>
Total	<u>1,129,705</u>	<u>1,112,732</u>	<u>16,973</u>	<u>1,093,295</u>
Educational media services				
Salaries	667,141	672,093	(4,952)	636,895
Employee benefits	71,025	75,188	(4,163)	68,095
Purchased services	11,650	9,599	2,051	7,157
Supplies and materials	142,000	122,663	19,337	131,663
Other objects	1,200	1,300	(100)	260
Non-capitalized equipment	<u>27,200</u>	<u>17,471</u>	<u>9,729</u>	<u>17,615</u>
Total	<u>920,216</u>	<u>898,314</u>	<u>21,902</u>	<u>861,685</u>

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Assessment and testing				
Salaries	\$ 15,000	\$ 18,721	\$ (3,721)	\$ 16,715
Employee benefits	-	278	(278)	251
Purchased services	<u>9,003</u>	<u>19,882</u>	<u>(10,879)</u>	<u>-</u>
Total	<u>24,003</u>	<u>38,881</u>	<u>(14,878)</u>	<u>16,966</u>
Total instructional staff	<u>2,073,924</u>	<u>2,049,927</u>	<u>23,997</u>	<u>1,971,946</u>
General administration				
Board of education services				
Purchased services	662,000	579,873	82,127	622,811
Supplies and materials	14,000	13,570	430	14,403
Other objects	<u>24,500</u>	<u>23,073</u>	<u>1,427</u>	<u>23,315</u>
Total	<u>700,500</u>	<u>616,516</u>	<u>83,984</u>	<u>660,529</u>
Executive administration services				
Salaries	372,640	376,960	(4,320)	341,856
Employee benefits	48,685	49,039	(354)	47,786
Purchased services	29,000	27,289	1,711	27,076
Supplies and materials	18,500	9,511	8,989	1,859
Other objects	7,750	12,188	(4,438)	9,473
Non-capitalized equipment	<u>1,500</u>	<u>4,115</u>	<u>(2,615)</u>	<u>99</u>
Total	<u>478,075</u>	<u>479,102</u>	<u>(1,027)</u>	<u>428,149</u>
Special area administrative services				
Salaries	346,845	348,860	(2,015)	335,286
Employee benefits	73,658	73,982	(324)	71,056
Purchased services	<u>4,000</u>	<u>2,953</u>	<u>1,047</u>	<u>1,991</u>
Total	<u>424,503</u>	<u>425,795</u>	<u>(1,292)</u>	<u>408,333</u>
Total general administration	<u>1,603,078</u>	<u>1,521,413</u>	<u>81,665</u>	<u>1,497,011</u>

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
School administration				
Office of the principal services				
Salaries	\$ 1,716,603	\$ 1,715,776	\$ 827	\$ 1,662,690
Employee benefits	319,231	319,380	(149)	311,742
Purchased services	82,779	50,704	32,075	61,413
Supplies and materials	91,000	108,095	(17,095)	110,708
Capital outlay	20,000	-	20,000	-
Non-capitalized equipment	<u>10,382</u>	<u>11,094</u>	<u>(712)</u>	<u>33,484</u>
Total	<u>2,239,995</u>	<u>2,205,049</u>	<u>34,946</u>	<u>2,180,037</u>
Total school administration	<u>2,239,995</u>	<u>2,205,049</u>	<u>34,946</u>	<u>2,180,037</u>
Business				
Direction of business support services				
Salaries	480,373	471,590	8,783	490,784
Employee benefits	38,128	36,909	1,219	38,232
Purchased services	<u>3,500</u>	<u>4,755</u>	<u>(1,255)</u>	<u>3,332</u>
Total	<u>522,001</u>	<u>513,254</u>	<u>8,747</u>	<u>532,348</u>
Fiscal services				
Other objects	<u>89,000</u>	<u>84,560</u>	<u>4,440</u>	<u>88,955</u>
Total	<u>89,000</u>	<u>84,560</u>	<u>4,440</u>	<u>88,955</u>
Operation and maintenance of plant services				
Non-capitalized equipment	<u>9,719</u>	<u>-</u>	<u>9,719</u>	<u>-</u>
Total	<u>9,719</u>	<u>-</u>	<u>9,719</u>	<u>-</u>

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Pupil transportation services				
Salaries	\$ -	\$ 42	\$ (42)	\$ -
Purchased services	-	-	-	375
Total	-	42	(42)	375
Food services				
Salaries	27,059	42,611	(15,552)	-
Employee benefits	2,412	407	2,005	-
Purchased services	954,251	917,245	37,006	971,615
Supplies and materials	6,815	6,070	745	535
Other objects	6,340	4,033	2,307	5,463
Non-capitalized equipment	78,219	2,932	75,287	-
Total	1,075,096	973,298	101,798	977,613
Total business	1,695,816	1,571,154	124,662	1,599,291
Information services				
Salaries	168,296	168,296	-	162,847
Employee benefits	29,960	32,744	(2,784)	30,663
Purchased services	62,610	18,210	44,400	33,079
Supplies and materials	-	163	(163)	81
Total	260,866	219,413	41,453	226,670
Staff services				
Salaries	383,270	424,674	(41,404)	381,401
Employee benefits	453,221	441,096	12,125	395,708
Purchased services	24,750	21,865	2,885	25,239
Supplies and materials	500	199	301	-
Other objects	1,000	(54)	1,054	768
Total	862,741	887,780	(25,039)	803,116

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Data processing services				
Salaries	\$ 1,185,606	\$ 1,190,405	\$ (4,799)	\$ 1,128,917
Employee benefits	121,911	112,408	9,503	98,832
Purchased services	280,000	278,136	1,864	144,764
Supplies and materials	657,500	858,555	(201,055)	573,953
Capital outlay	237,000	514,304	(277,304)	300,716
Other objects	2,000	1,150	850	2,940
Non-capitalized equipment	-	-	-	14,776
Total	<u>2,484,017</u>	<u>2,954,958</u>	<u>(470,941)</u>	<u>2,264,898</u>
Total central	<u>3,607,624</u>	<u>4,062,151</u>	<u>(454,527)</u>	<u>3,294,684</u>
Total support services	<u>16,665,087</u>	<u>16,757,563</u>	<u>(92,476)</u>	<u>15,999,688</u>
Community services				
Salaries	4,000	17,623	(13,623)	13,076
Employee benefits	1,272	9	1,263	35
Purchased services	18,000	4,203	13,797	13,631
Supplies and materials	-	185	(185)	1,478
Total	<u>23,272</u>	<u>22,020</u>	<u>1,252</u>	<u>28,220</u>
Payments to other districts and government units				
Payments for regular programs				
Purchased services	13,600	13,530	70	18,074
Other objects	<u>50,000</u>	<u>173,710</u>	<u>(123,710)</u>	<u>91,078</u>
Total	<u>63,600</u>	<u>187,240</u>	<u>(123,640)</u>	<u>109,152</u>
Payments for special education programs				
Purchased services	75,602	75,602	-	-
Other objects	<u>1,366,941</u>	<u>1,424,000</u>	<u>(57,059)</u>	<u>1,256,481</u>
Total	<u>1,442,543</u>	<u>1,499,602</u>	<u>(57,059)</u>	<u>1,256,481</u>

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Payments for CTE education programs				
Other objects	<u>\$ 670,000</u>	<u>\$ 659,518</u>	<u>\$ 10,482</u>	<u>\$ 666,499</u>
Total	<u>670,000</u>	<u>659,518</u>	<u>10,482</u>	<u>666,499</u>
Total payments to other districts and other government units	<u>2,176,143</u>	<u>2,346,360</u>	<u>(170,217)</u>	<u>2,032,132</u>
Provision for contingencies	<u>600,000</u>	<u>-</u>	<u>600,000</u>	<u>-</u>
Total expenditures	<u>110,594,000</u>	<u>98,996,807</u>	<u>11,597,193</u>	<u>94,431,515</u>
Excess (deficiency) of revenues over expenditures	<u>2,260,000</u>	<u>(874,309)</u>	<u>(3,134,309)</u>	<u>1,124,246</u>
Other financing sources (uses)				
Proceeds from capital lease	-	908,974	908,974	-
Transfer to debt service fund for principal on capital leases	(361,045)	(359,179)	1,866	(324,817)
Transfer to debt service fund for interest on capital leases	(40,736)	(40,831)	(95)	(11,795)
Transfer to debt service fund for principal on alternate revenue bonds	(1,215,000)	(1,215,000)	-	(1,175,000)
Transfer to debt service fund for interest on alternate revenue bonds	<u>(70,219)</u>	<u>(70,219)</u>	<u>-</u>	<u>(112,094)</u>
Total other financing sources (uses)	<u>(1,687,000)</u>	<u>(776,255)</u>	<u>910,745</u>	<u>(1,623,706)</u>
Net change to fund balance	<u>\$ 573,000</u>	<u>(1,650,564)</u>	<u>\$ (2,223,564)</u>	<u>(499,460)</u>
Fund balance, beginning of year		<u>1,909,634</u>		<u>2,409,094</u>
Fund balance, end of year		<u>\$ 259,070</u>		<u>\$ 1,909,634</u>

(Concluded)

Community High School District 99
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Revenues				
Local sources				
General levy	\$ 8,773,000	\$ 8,759,334	\$ (13,666)	\$ 9,078,576
Interest on investments	100,000	85,198	(14,802)	89,682
Rentals	217,000	131,670	(85,330)	209,560
Refund of prior years' expenditures	-	500	500	-
Other	212,000	29,795	(182,205)	11,738
Total local sources	9,302,000	9,006,497	(295,503)	9,389,556
Total revenues	9,302,000	9,006,497	(295,503)	9,389,556
Expenditures				
Facilities acquisition and construction services				
Purchased services	160,000	162,473	(2,473)	70,388
Capital outlay	929,500	818,406	111,094	1,064,551
Non-capitalized equipment	30,500	82,728	(52,228)	86,369
Total	1,120,000	1,063,607	56,393	1,221,308
Operation and maintenance of plant services				
Salaries	4,029,000	4,033,385	(4,385)	3,901,599
Employee benefits	717,000	680,556	36,444	701,107
Purchased services	904,000	874,708	29,292	932,900
Supplies and materials	1,446,000	1,564,889	(118,889)	1,525,152
Capital outlay	50,000	25,317	24,683	(3,664)
Other objects	-	1,299	(1,299)	1,782
Non-capitalized equipment	60,000	15,949	44,051	44,202
Total	7,206,000	7,196,103	9,897	7,103,078
Total business	8,326,000	8,259,710	66,290	8,324,386
Total support services	8,326,000	8,259,710	66,290	8,324,386

(Continued)

Community High School District 99
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Debt service				
Provision for contingencies	\$ 200,000	\$ -	\$ 200,000	\$ -
Total expenditures	<u>8,526,000</u>	<u>8,259,710</u>	<u>266,290</u>	<u>8,324,386</u>
Excess of revenues over expenditures	<u>776,000</u>	<u>746,787</u>	<u>(29,213)</u>	<u>1,065,170</u>
Other financing uses				
Transfer to debt service fund for principal on debt certificates	(805,000)	(805,000)	-	(790,000)
Transfer to debt service fund for interest on debt certificates	<u>(54,000)</u>	<u>(53,473)</u>	<u>527</u>	<u>(66,340)</u>
Total other financing uses	<u>(859,000)</u>	<u>(858,473)</u>	<u>527</u>	<u>(856,340)</u>
Net change in fund balance	<u>\$ (83,000)</u>	(111,686)	<u>\$ (28,686)</u>	208,830
Fund balance, beginning of year		<u>615,457</u>		<u>406,627</u>
Fund balance, end of year		<u>\$ 503,771</u>		<u>\$ 615,457</u>

(Concluded)

Community High School District 99
Transportation Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Revenues				
Local sources				
General levy	\$ 3,130,500	\$ 3,125,695	\$ (4,805)	\$ 3,027,830
Interest on investments	17,500	22,568	5,068	15,921
Refund of prior years' expenditures	18,000	40,963	22,963	14,100
Other	100,000	-	(100,000)	-
Total local sources	3,266,000	3,189,226	(76,774)	3,057,851
State sources				
Evidence Based Funding Formula	740,000	740,000	-	240,000
Transportation - Regular and Vocational	140,000	141,451	1,451	137,794
Transportation - Special Education	1,297,000	1,311,509	14,509	998,615
Total state sources	2,177,000	2,192,960	15,960	1,376,409
Total revenues	5,443,000	5,382,186	(60,814)	4,434,260
Expenditures				
Business				
Pupil transportation services				
Salaries	225,000	225,549	(549)	218,918
Employee benefits	53,000	53,267	(267)	51,384
Purchased services	4,345,000	4,071,333	273,667	4,201,703
Supplies and materials	32,000	24,023	7,977	32,940
Capital outlay	230,000	-	230,000	-
Non-capitalized equipment	-	1,761	(1,761)	503
Total	4,885,000	4,375,933	509,067	4,505,448
Total support services	4,885,000	4,375,933	509,067	4,505,448

(Continued)

Community High School District 99

Transportation Fund

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL**

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Payments to other districts and government units				
Other payments to in-state				
Purchased services	\$ 25,000	\$ 50,727	\$ (25,727)	\$ 33,570
Total	<u>25,000</u>	<u>50,727</u>	<u>(25,727)</u>	<u>33,570</u>
Total nonprogrammed charges	<u>25,000</u>	<u>50,727</u>	<u>(25,727)</u>	<u>33,570</u>
Debt service				
Provision for contingencies	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>-</u>
Total expenditures	<u>5,010,000</u>	<u>4,426,660</u>	<u>583,340</u>	<u>4,539,018</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 433,000</u>	955,526	<u>\$ 522,526</u>	(104,758)
Fund deficit, beginning of year		<u>(748,921)</u>		<u>(644,163)</u>
Fund balance (deficit), end of year		<u>\$ 206,605</u>		<u>\$ (748,921)</u>

(Concluded)

Community High School District 99
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			
	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Revenues				
Local sources				
General levy	\$ 1,011,250	\$ 1,009,632	\$ (1,618)	\$ 1,112,268
Social security/Medicare only levy	1,615,250	1,613,557	(1,693)	1,112,273
Corporate personal property replacement taxes	30,000	30,000	-	168,000
Interest on investments	24,500	22,645	(1,855)	21,116
Other	<u>100,000</u>	<u>-</u>	<u>(100,000)</u>	<u>-</u>
Total local sources	<u>2,781,000</u>	<u>2,675,834</u>	<u>(105,166)</u>	<u>2,413,657</u>
State sources				
Evidence Based Funding Formula	<u>-</u>	<u>-</u>	<u>-</u>	<u>500,000</u>
Total state sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>500,000</u>
Total revenues	<u>2,781,000</u>	<u>2,675,834</u>	<u>(105,166)</u>	<u>2,913,657</u>
Expenditures				
Instruction				
Regular programs	1,097,679	999,422	98,257	978,833
Special education programs	421,621	431,525	(9,904)	396,763
Remedial and supplemental programs K-12	-	3,112	(3,112)	6,118
Vocational educational programs	-	294	(294)	1,732
Interscholastic programs	111,179	110,335	844	110,389
Summer school programs	12,035	12,572	(537)	12,997
Drivers education programs	<u>12,934</u>	<u>12,233</u>	<u>701</u>	<u>11,847</u>
Total instruction	1,655,448	1,569,493	85,955	1,518,679

(Continued)

Community High School District 99
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020		Variance From Final Budget	2019 Actual
	Original and Final Budget	Actual		
Support services				
Pupils				
Guidance services	\$ 37,591	\$ 37,030	\$ 561	\$ 35,288
Health services	12,468	31,206	(18,738)	12,445
Psychological services	7,931	7,610	321	7,310
Other support services -pupils	<u>155,049</u>	<u>137,643</u>	<u>17,406</u>	<u>150,400</u>
Total pupils	<u>213,039</u>	<u>213,489</u>	<u>(450)</u>	<u>205,443</u>
Instructional staff				
Improvement of instruction services	33,268	36,261	(2,993)	34,664
Educational media services	9,674	9,414	260	8,969
Assessment and testing	<u>-</u>	<u>309</u>	<u>(309)</u>	<u>237</u>
Total instructional staff	<u>42,942</u>	<u>45,984</u>	<u>(3,042)</u>	<u>43,870</u>
General administration				
Executive administration services	22,196	19,775	2,421	21,346
Special area administrative services	<u>13,330</u>	<u>13,772</u>	<u>(442)</u>	<u>12,753</u>
Total general administration	<u>35,526</u>	<u>33,547</u>	<u>1,979</u>	<u>34,099</u>
School administration				
Office of principal services	<u>94,118</u>	<u>97,395</u>	<u>(3,277)</u>	<u>91,838</u>
Total school administration	<u>94,118</u>	<u>97,395</u>	<u>(3,277)</u>	<u>91,838</u>
Business				
Direction of business support services	88,585	92,857	(4,272)	95,435
Fiscal services	25,759	26,856	(1,097)	25,704
maintenance of plant services	754,532	811,862	(57,330)	774,938
Food services	<u>5,241</u>	<u>7,969</u>	<u>(2,728)</u>	<u>-</u>
Total business	<u>874,117</u>	<u>939,544</u>	<u>(65,427)</u>	<u>896,077</u>

(Continued)

Community High School District 99
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Central				
Direction of central support services	\$ 9,281	\$ -	\$ 9,281	\$ -
Information services	33,132	34,491	(1,359)	33,346
Staff services	41,103	42,532	(1,429)	42,244
Data processing services	<u>225,294</u>	<u>239,929</u>	<u>(14,635)</u>	<u>222,534</u>
Total central	<u>308,810</u>	<u>316,952</u>	<u>(8,142)</u>	<u>298,124</u>
Total support services	<u>1,568,552</u>	<u>1,646,911</u>	<u>(78,359)</u>	<u>1,569,451</u>
Community services	<u>-</u>	<u>583</u>	<u>(583)</u>	<u>848</u>
Debt service				
Provision for contingencies	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>-</u>
Total expenditures	<u>3,324,000</u>	<u>3,216,987</u>	<u>107,013</u>	<u>3,088,978</u>
Deficiency of revenues over expenditures	<u>\$ (543,000)</u>	<u>(541,153)</u>	<u>\$ 1,847</u>	<u>(175,321)</u>
Fund balance, beginning of year		<u>162,670</u>		<u>337,991</u>
Fund balance (deficit), end of year		<u>\$ (378,483)</u>		<u>\$ 162,670</u>

(Concluded)

Community High School District 99
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

The Board of Education follows these procedures in establishing the budgetary data reflected in the financial statements:

- 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 of each year, a tax levy resolution is filed with the County Clerk to obtain tax revenues.
- d) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- e) 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.
- f) The budget amounts shown in the financial statements were originally adopted by the Board of Education on September 16, 2019.
- g) All budget appropriations lapse at the end of the fiscal year.

2. EXPENDITURES IN EXCESS OF BUDGETS

The following funds had expenditures in excess of budgets at June 30, 2020:

Fund	Variance
Debt Service	\$ 804,668
Capital Projects	13,749,421

Community High School District 99
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

3. TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Changes of Assumptions

For the 2019, 2018, 2017, and 2016 measurement years, the assumed investment rate of return was 7.00 percent, including an inflation rate of 2.50 percent and a real return of 4.50%. Salary increases were assumed to vary by service credit, but the rates of increase in the 2018 measurement year were slightly higher.

For the 2015 and 2014 measurement years, 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.

Community High School District 99
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

4. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 IMRF CONTRIBUTION RATE*

Valuation Date:

Notes	Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.
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Methods and Assumptions Used to Determine the 2019 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): 24-year closed period. 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 19 years for most employers (three employers were financed over 29 years).
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	3.25%
Price Inflation	2.50%
Salary Increases	3.35% to 14.25%, including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 calculation pursuant to an experience study of the period 2014-2016.

Community High School District 99
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

4. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 IMRF CONTRIBUTION RATE* (Continued)

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

Other Information:

Notes There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2017 actuarial valuation.

Change in Assumptions:

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

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

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 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 20, 2018
Measurement Date	June 30, 2019
Fiscal Year End	June 30, 2020

Community High School District 99
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 THIS CONTRIBUTION RATE (Continued)

Methods and Assumptions Used to Determine the 2019 Contribution Rate:

Actuarial Cost Method	Aggregate Entry Age Normal
Asset Valuation Method	Market value
Investment Rate of Return	0%, net of OPEB plan investment expense, including inflation, for all plan years.
Single equivalent discount rate	3.13%
Price Inflation	2.50%
Salary Increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2018, actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. Disabled Annuitants: RP-2014 Disabled Annuitant Table. Pre-Retirement: RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.
Healthcare Cost Trend Rates	Actual trend used for fiscal year 2019. For fiscal years on and after 2020, trend starts at 8.00% and 9.00% for non-Medicare cost and Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.50%. Additional trend rate of 0.31% is added to non-Medicare cost on and after 2022 to account for the Excise Tax.
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 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".

Community High School District 99
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2020

6. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2020 RHP CONTRIBUTION RATE

Valuation Date:

Valuation Date	June 30, 2020
Measurement Date	June 30, 2020
Fiscal Year End	June 30, 2020

Methods and Assumptions Used to Determine the 2020 Contribution Rate:

Actuarial Cost Method	Entry Age Normal
Municipal Bond Index	S&P Municipal Bond 20-Year High-Grade Rate Index

Asset Valuation Method	N/A
Investment Rate of Return	N/A
Price Inflation	3.00%
Salary Increases	4.00%

Mortality	IMRF employees and retirees - rates from the December 31, 2019 IMRF Actuarial Valuation Report. TRS employees and retirees - rates from the June 30, 2019 TRS Actuarial Valuation Report.
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Healthcare Cost Trend Rates	4.50% - 5.50%, initial 4.50% ultimate
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Change in Assumptions:

The discount rate was changed from 2.79% used in fiscal year 2019 to 2.66% for the fiscal year 2020 valuation, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2020. The discount rate was changed from 2.98% in the fiscal year 2018 valuation to 2.79% for fiscal year 2019.

OTHER SUPPLEMENTARY FINANCIAL INFORMATION

Community High School District 99
Debt Service Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020		Variance From Final Budget	2019 Actual
	Original and Final Budget	Actual		
Revenues				
Local sources				
General levy	\$ 12,132,000	\$ 13,214,905	\$ 1,082,905	\$ 8,292,842
Interest on investments	<u>140,000</u>	<u>97,938</u>	<u>(42,062)</u>	<u>130,674</u>
Total local sources	<u>12,272,000</u>	<u>13,312,843</u>	<u>1,040,843</u>	<u>8,423,516</u>
Total revenues	<u>12,272,000</u>	<u>13,312,843</u>	<u>1,040,843</u>	<u>8,423,516</u>
Expenditures				
Debt service				
Bonds and other - interest	<u>3,898,000</u>	<u>3,426,489</u>	<u>471,511</u>	<u>647,787</u>
Total debt service - interest	<u>3,898,000</u>	<u>3,426,489</u>	<u>471,511</u>	<u>647,787</u>
Principal payments on long-term debt	<u>11,843,000</u>	<u>13,119,179</u>	<u>1,276,179</u>	<u>10,269,817</u>
Total debt service	<u>15,741,000</u>	<u>16,545,668</u>	<u>(804,668)</u>	<u>10,917,604</u>
Total expenditures	<u>15,741,000</u>	<u>16,545,668</u>	<u>(804,668)</u>	<u>10,917,604</u>
Deficiency of revenues over expenditures	<u>(3,469,000)</u>	<u>(3,232,825)</u>	<u>236,175</u>	<u>(2,494,088)</u>

(Continued)

Community High School District 99
Debt Service Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020		Variance From Final Budget	2019 Actual
	Original and Final Budget	Actual		
Other financing sources				
Premium on bonds sold	\$ -	\$ 355,127	\$ (355,127)	\$ -
Transfer to pay principal on capital leases	361,045	359,179	1,866	324,817
Transfer to pay interest on capital leases	40,736	40,831	(95)	11,795
Transfer to pay principal on debt certificates	805,000	805,000	-	790,000
Transfer to pay interest on debt certificates	54,000	53,473	527	66,340
Transfer to pay principal on alternate revenue bonds	1,215,000	1,215,000	-	1,175,000
Transfer to pay interest on alternate revenue bonds	70,219	70,219	-	112,094
Total other financing sources	<u>2,546,000</u>	<u>2,898,829</u>	<u>(352,829)</u>	<u>2,480,046</u>
Net change in fund balance	<u>\$ (923,000)</u>	(333,996)	<u>\$ 589,004</u>	(14,042)
Fund balance, beginning of year		<u>1,336,661</u>		<u>1,350,703</u>
Fund balance, end of year		<u>\$ 1,002,665</u>		<u>\$ 1,336,661</u>

(Concluded)

Community High School District 99
 Capital Projects Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2020
 With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020			2019
	Original and Final Budget	Actual	Variance From Final Budget	Actual
Revenues				
Local sources				
Interest on investments	\$ 1,807,000	\$ 617,131	\$ (1,189,869)	\$ 70,646
Contributions and donations from private sources	<u>40,000</u>	<u>37,086</u>	<u>(2,914)</u>	<u>36,470</u>
Total local sources	<u>1,847,000</u>	<u>654,217</u>	<u>(1,192,783)</u>	<u>107,116</u>
State sources				
School Infrastructure - Maintenance Projects	<u>-</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Total state sources	<u>-</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Total revenues	<u>1,847,000</u>	<u>704,217</u>	<u>(1,142,783)</u>	<u>107,116</u>
Expenditures				
Support services				
Purchased services	-	690,623	(690,623)	860,358
Capital outlay	42,090,000	55,148,798	(13,058,798)	13,608,624
Total	<u>42,090,000</u>	<u>55,839,421</u>	<u>(13,749,421)</u>	<u>14,468,982</u>
Total support services	<u>42,090,000</u>	<u>55,839,421</u>	<u>(13,749,421)</u>	<u>14,468,982</u>
Total expenditures	<u>42,090,000</u>	<u>55,839,421</u>	<u>(13,749,421)</u>	<u>14,468,982</u>
Deficiency of revenues over expenditures	<u>(40,243,000)</u>	<u>(55,135,204)</u>	<u>(14,892,204)</u>	<u>(14,361,866)</u>

(Continued)

Community High School District 99
Capital Projects Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020		Variance From Final Budget	2019
	Original and Final Budget	Actual		Actual
Other financing sources				
Principal on bonds sold	\$ 67,600,000	\$60,760,000	\$ 6,840,000	\$ 51,985,000
Premium on bonds sold	<u>-</u>	<u>7,930,948</u>	<u>(7,930,948)</u>	<u>8,645,126</u>
Total other financing sources	<u>67,600,000</u>	<u>68,690,948</u>	<u>(1,090,948)</u>	<u>60,630,126</u>
Net change in fund balance	<u>\$ 27,357,000</u>	13,555,744	<u>\$ (13,801,256)</u>	46,268,260
Fund balance, beginning of year		<u>54,611,672</u>		<u>8,343,412</u>
Fund balance, end of year		<u>\$68,167,416</u>		<u>\$ 54,611,672</u>

(Concluded)

Community High School District 99
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND - STUDENT ACTIVITY FUNDS
Year Ended June 30, 2020

	<u>Balance</u> <u>July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2020</u>
Assets				
Cash and investments	\$ 637,477	\$ 1,124,307	\$ 1,235,679	\$ 526,105
Liabilities				
Due to student groups				
North High School	\$ 269,908	\$ 516,793	\$ 546,814	\$ 239,887
South High School	367,569	607,514	688,865	286,218
Total liabilities	\$ 637,477	\$ 1,124,307	\$ 1,235,679	\$ 526,105

STATISTICAL SECTION
(Unaudited)

Statistical Section

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

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.

123 - 134

Revenue Capacity

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

135 - 139

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.

140 - 144

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.

145 - 147

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.

148 - 152

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

Community High School District 99

NET POSITION (DEFICIT) LAST TEN FISCAL YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017*</u>
Governmental Activities				
Net investment in capital				
assets	\$ 82,790,193	\$ 75,558,920	\$ 65,719,285	\$ 59,654,622
Restricted	69,711,496	56,641,727	10,372,646	5,162,406
Unrestricted	<u>(157,180,847)</u>	<u>(144,751,053)</u>	<u>(93,553,042)</u>	<u>(88,321,085)</u>
Total governmental				
activities net position (deficit)	\$ <u>(4,679,158)</u>	\$ <u>(12,550,406)</u>	\$ <u>(17,461,111)</u>	\$ <u>(23,504,057)</u>

* 2017 balances restated due to the implementation of GASB 75.

** 2014 balances restated due to the implementation of GASB 68 and 71.

<u>2016</u>	<u>2015</u>	<u>2014**</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 55,484,485	\$ 50,299,332	\$ 43,077,850	\$ 38,594,562	\$ 28,730,656	\$ 18,683,604
4,913,672	1,730,325	2,219,865	1,458,732	3,745,602	10,135,822
<u>(20,471,606)</u>	<u>(17,205,101)</u>	<u>(15,566,445)</u>	<u>(8,318,057)</u>	<u>(6,771,985)</u>	<u>(7,864,450)</u>
\$ <u>39,926,551</u>	\$ <u>34,824,556</u>	\$ <u>29,731,270</u>	\$ <u>31,735,237</u>	\$ <u>25,704,273</u>	\$ <u>20,954,976</u>

Community High School District 99
CHANGES IN NET POSITION (DEFICIT)
LAST TEN FISCAL YEARS

	2020	2019	2018	2017
Expenses				
Instruction:				
Regular programs	\$ 39,977,124	\$ 38,103,631	\$ 37,550,185	\$ 36,611,191
Special programs	17,553,094	16,505,416	15,390,062	14,363,744
Other instructional programs	5,036,082	5,863,826	4,939,887	4,791,697
State retirement contributions	40,045,723	34,193,066	36,144,694	33,658,146
Support services:				
Pupils	5,663,421	5,826,325	5,513,888	5,410,106
Instructional staff	3,435,044	3,189,443	3,240,839	3,320,126
General administration	1,633,908	1,611,766	1,438,790	1,178,329
School administration	2,433,368	2,413,718	2,403,665	2,201,346
Business	2,843,160	3,398,557	2,298,896	2,366,498
Transportation	4,428,592	4,548,398	4,049,470	3,874,563
Operations and maintenance	9,192,023	9,110,725	9,496,295	10,054,371
Central	4,030,966	3,339,541	3,544,538	3,657,967
Other supporting services	-	-	30,577	-
Community services	22,811	29,181	-	35,866
Nonprogrammed charges	894,185	809,221	739,418	603,215
Interest and fees	2,352,458	784,405	651,522	1,198,912
Total expenses	<u>139,541,959</u>	<u>129,727,219</u>	<u>127,432,726</u>	<u>123,326,077</u>
Program Revenues				
Charges for services				
Instruction:				
Regular programs	2,367,337	3,038,855	2,934,679	2,761,033
Special programs	-	-	28,786	-
Other instructional programs	51,169	43,440	43,585	42,461
Support services:				
Business	764,790	842,434	905,433	876,725
Operations and maintenance	131,188	209,560	241,544	231,907
Capital and operating grants and contributions	<u>45,119,435</u>	<u>39,184,432</u>	<u>41,043,628</u>	<u>39,831,047</u>
Total program revenues	<u>48,433,919</u>	<u>43,318,721</u>	<u>45,197,655</u>	<u>43,743,173</u>
Net (expense)/revenue	<u>(91,108,040)</u>	<u>(86,408,498)</u>	<u>(82,235,071)</u>	<u>(79,582,904)</u>
General revenues				
Taxes				
Real estate taxes, levied for general purposes	64,155,131	62,047,391	61,043,785	59,082,643
Real estate taxes, levied for specific purposes	14,508,218	14,330,947	13,164,959	14,185,585
Real estate taxes, levied for debt service	13,214,905	8,292,842	8,246,351	8,138,166
Personal property replacement taxes	1,031,848	954,256	857,538	1,161,696
State aid-formula grants	4,036,830	4,030,581	4,024,511	2,321,318
Grants and contributions not restricted				
Investment earnings	1,457,934	1,041,325	450,116	178,620
Miscellaneous	574,422	621,861	490,757	1,060,163
Total general revenues	<u>98,979,288</u>	<u>91,319,203</u>	<u>88,278,017</u>	<u>86,128,191</u>
Special items - gain on sale of unimproved land	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position (deficit)	<u>\$ 7,871,248</u>	<u>\$ 4,910,705</u>	<u>\$ 6,042,946</u>	<u>\$ 6,545,287</u>

	2016		2015		2014		2013		2012		2011
\$	37,588,258	\$	36,051,834	\$	36,077,791	\$	34,456,548	\$	34,499,640	\$	31,940,740
	12,000,760		12,646,259		11,361,159		11,791,629		11,287,395		10,623,145
	4,675,227		4,370,261		4,239,823		3,860,356		3,952,182		3,760,983
	22,420,118		20,440,963		14,644,970		11,347,061		9,802,334		8,718,032
	5,195,978		4,985,765		4,894,295		4,747,280		4,371,269		4,329,629
	3,275,624		2,991,342		2,758,046		2,862,064		2,754,009		2,459,072
	1,204,947		1,102,268		1,131,090		909,651		1,216,012		1,229,740
	2,208,280		2,111,851		1,998,222		1,971,471		1,950,327		1,922,119
	2,704,508		3,239,497		2,921,024		3,186,831		4,399,500		2,822,510
	3,785,033		3,715,024		3,314,636		3,435,359		3,249,004		3,326,913
	10,062,314		9,824,223		8,904,410		8,061,229		8,104,263		8,484,343
	3,440,595		3,030,225		2,776,870		2,620,375		2,464,640		2,269,360
	-		953		37,880		3,550		1,456		2,960.00
	33,861		27,897		26,277		37,958		6,097		5,167
	673,799		804,108		827,840		793,049		769,579		777,813
	2,210,521		1,799,405		2,742,944		3,113,228		3,418,992		3,452,123
	111,479,823		107,141,875		98,657,277		93,197,639		92,246,699		86,124,649
	2,259,442		1,814,576		1,774,912		1,809,093		2,238,819		2,285,614
	-		-		-		-		-		-
	517,815		350,431		253,542		318,530		95,854		70,810
	794,996		856,280		1,055,280		1,148,685		1,280,501		1,363,558
	294,019		237,118		251,932		206,472		169,060		112,600
	29,055,910		26,935,379		20,706,422		17,366,773		15,375,632		14,683,713
	32,922,182		30,193,784		24,042,088		20,849,553		19,159,866		18,516,295
	(78,557,641)		(76,948,091)		(74,615,189)		(72,348,086)		(73,086,833)		(67,608,354)
	59,309,274		45,415,244		55,031,366		53,178,208		54,207,965		54,546,585
	12,732,672		25,159,486		14,119,596		13,587,016		11,413,399		9,111,823
	7,765,296		8,078,173		7,991,766		7,874,052		8,093,192		7,943,513
	823,212		1,030,249		957,960		946,956		926,804		1,007,473
	2,192,197		2,065,223		2,102,571		2,076,727		2,119,799		2,185,936
	157,004		91,133		116,321		139,755		236,515		330,711
	679,981		201,869		525,225		576,336		838,456		942,153
	83,659,636		82,041,377		80,844,805		78,379,050		77,836,130		76,068,194
	-		-		-		-		-		14,738,294
\$	5,101,995	\$	5,093,286	\$	6,229,616	\$	6,030,964	\$	4,749,297	\$	23,198,134

Community High School District 99
FUND BALANCES (DEFICITS) OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
General Fund				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Assigned	259,070	901,874	1,428,920	1,573,763
Unassigned	<u>-</u>	<u>1,007,760</u>	<u>980,174</u>	<u>(32,839)</u>
Total General Fund	<u>\$ 259,070</u>	<u>\$ 1,909,634</u>	<u>\$ 2,409,094</u>	<u>\$ 1,540,924</u>
All Other Governmental Funds				
Unassigned				
Operations and Maintenance	\$ -	\$ -	\$ -	\$ -
Transportation	-	(748,921)	(644,163)	(768,715)
Municipal Retirement / Soc. Sec.	(378,483)	-	-	-
Capital Projects	-	-	-	-
Restricted				
Operations and Maintenance	503,771	615,457	406,627	605,209
Transportation	206,605	-	-	-
Municipal Retirement / Soc. Sec.	-	162,670	337,991	1,185,472
Debt Service	1,002,665	1,336,661	1,350,703	1,280,940
Capital Projects	68,167,416	54,611,672	8,343,412	2,178,628
Assigned				
Site Acquisition	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total All Other Governmental Funds	<u>\$ 69,501,974</u>	<u>\$ 55,977,539</u>	<u>\$ 9,794,570</u>	<u>\$ 4,481,534</u>
Total Governmental Funds	<u>\$ 69,761,044</u>	<u>\$ 57,887,173</u>	<u>\$ 12,203,664</u>	<u>\$ 6,022,458</u>

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54), which was adopted by the District as of the fiscal year ended June 30, 2011. In the fund financial statements, governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 2,671	\$ 1,929	\$ 17,857,981	\$ 23,318,374	\$ 22,659,025	\$ 21,576,715
1,373,615	1,596,821	2,490,026	2,194,884	1,756,350	1,198,066
(432,113)	175,460	11,524,042	9,209,732	11,065,958	10,387,239
<u>\$ 944,173</u>	<u>\$ 1,774,210</u>	<u>\$ 31,872,049</u>	<u>\$ 34,722,990</u>	<u>\$ 35,481,333</u>	<u>\$ 33,162,020</u>
\$ (103,963)	\$ (1,211,854)	\$ (25,430,061)	\$ (28,432,859)	\$ (27,714,552)	\$ (25,346,052)
(193,520)	(349,484)	-	-	(336,363)	(771,960)
-	-	(2,272,072)	(1,830,775)	(927,850)	(410,664)
-	-	(2,626,583)	(804,393)	-	-
-	-	-	-	-	-
-	-	1,278,343	318,107	-	-
530,583	128,289	-	-	-	-
1,348,320	1,284,260	1,236,284	1,169,846	1,119,643	1,378,578
3,194,682	521,656	-	-	2,644,351	15,721,009
-	-	-	-	-	373,784
<u>\$ 4,776,102</u>	<u>\$ 372,867</u>	<u>\$ (27,814,089)</u>	<u>\$ (29,580,074)</u>	<u>\$ (25,214,771)</u>	<u>\$ (9,055,305)</u>
<u>\$ 5,720,275</u>	<u>\$ 2,147,077</u>	<u>\$ 4,057,960</u>	<u>\$ 5,142,916</u>	<u>\$ 10,266,562</u>	<u>\$ 24,106,715</u>

Community High School District 99
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Local Sources				
Property taxes	\$ 91,878,254	\$ 84,671,180	\$ 82,455,095	\$ 81,406,394
Replacement taxes	1,031,848	954,256	857,538	1,161,696
Charges for services	3,314,484	4,134,289	4,154,027	3,912,126
Investment earnings	1,457,934	1,041,325	450,116	178,620
Other local sources	<u>574,422</u>	<u>621,861</u>	<u>490,757</u>	<u>1,060,163</u>
Total local sources	<u>98,256,942</u>	<u>91,422,911</u>	<u>88,407,533</u>	<u>87,718,999</u>
State sources	<u>28,358,317</u>	<u>26,582,415</u>	<u>42,367,306</u>	<u>39,725,052</u>
Federal sources	<u>2,588,334</u>	<u>2,818,540</u>	<u>2,700,833</u>	<u>2,427,313</u>
Total	<u>\$ 129,203,593</u>	<u>\$ 120,823,866</u>	<u>\$ 133,475,672</u>	<u>\$ 129,871,364</u>

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$	79,807,242	\$ 78,652,903	\$ 77,142,728	\$ 74,639,276	\$ 73,555,663	\$ 71,448,825
	823,212	1,030,249	957,960	946,956	926,804	1,007,473
	3,486,090	2,780,293	3,335,666	3,482,780	3,784,234	3,832,582
	157,004	105,972	111,623	157,930	573,077	413,580
	<u>1,060,163</u>	<u>679,981</u>	<u>525,225</u>	<u>576,336</u>	<u>985,698</u>	<u>1,200,924</u>
	<u>85,333,711</u>	<u>83,249,398</u>	<u>82,073,202</u>	<u>79,803,278</u>	<u>79,825,476</u>	<u>77,903,384</u>
	<u>28,635,335</u>	<u>26,565,093</u>	<u>20,602,080</u>	<u>17,239,163</u>	<u>15,315,334</u>	<u>14,497,892</u>
	<u>2,612,772</u>	<u>2,435,509</u>	<u>2,206,913</u>	<u>2,204,337</u>	<u>2,180,097</u>	<u>2,371,757</u>
\$	<u><u>116,581,818</u></u>	<u><u>112,250,000</u></u>	<u><u>104,882,195</u></u>	<u><u>99,246,778</u></u>	<u><u>97,320,907</u></u>	<u><u>94,773,033</u></u>

Community High School District 99
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS

	2020	2019	2018	2017
Current				
Instruction				
Regular programs	\$ 37,949,131	\$ 37,756,060	\$ 36,215,177	\$ 35,998,411
Special programs	15,868,846	14,871,166	13,924,153	13,193,226
Other instructional programs	4,877,863	4,839,419	4,782,163	4,679,999
State retirement contributions	21,835,826	20,379,008	36,144,694	33,658,146
Total instruction	80,531,666	77,845,653	91,066,187	87,529,782
Supporting Services				
Pupils	5,561,358	5,662,162	5,390,309	5,297,497
Instructional staff	2,095,984	2,015,816	1,890,319	1,830,547
General administration	1,554,960	1,531,110	1,361,147	1,105,123
School administration	2,302,444	2,272,602	2,274,079	2,089,623
Business	2,634,240	2,737,873	2,088,876	2,310,214
Transportation	4,376,070	4,505,823	3,983,588	3,775,286
Operations and maintenance	7,982,093	7,880,977	7,789,424	7,671,635
Central	3,940,401	3,292,092	3,356,760	3,252,311
Other supporting services	-	-	-	-
Total supporting services	30,447,550	29,898,455	28,134,502	27,332,236
Community Services	22,603	29,068	29,409	33,100
Nonprogrammed charges	2,321,485	2,065,702	1,949,676	1,656,678
Total current	113,323,304	109,838,878	121,179,774	116,551,796
Other:				
Debt service:				
Principal	13,119,179	10,269,817	10,303,940	9,593,251
Interest	3,426,489	647,787	767,354	1,134,300
Capital outlay	57,415,799	15,014,001	5,358,205	4,773,422
Total other	73,961,467	25,931,605	16,429,499	15,500,973
Total	\$ 187,284,771	\$ 135,770,483	\$ 137,609,273	\$ 132,052,769
Debt Service as a Percentage of Noncapital Direct Expenditures	12.740%	9.041%	8.371%	8.428%

	2016	2015	2014	2013	2012	2011
\$	37,400,589	\$ 36,003,948	\$ 35,803,282	\$ 34,031,159	\$ 33,405,733	\$ 31,528,932
	10,798,101	11,194,502	10,269,577	10,700,245	10,239,147	9,265,302
	4,600,270	4,302,690	4,161,765	4,119,638	3,877,548	3,684,326
	22,420,118	20,440,963	14,644,970	11,347,061	9,802,334	8,718,032
	<u>75,219,078</u>	<u>71,942,103</u>	<u>64,879,594</u>	<u>60,198,103</u>	<u>57,324,762</u>	<u>53,196,592</u>
	5,086,999	4,929,267	4,859,797	4,703,942	4,330,683	4,281,970
	1,998,173	1,855,051	1,816,151	1,893,919	1,936,170	1,711,443
	1,147,722	1,048,518	1,080,787	1,151,913	1,170,016	1,184,406
	2,125,714	2,033,980	1,920,252	1,881,385	1,877,500	1,850,207
	2,452,619	3,054,907	2,462,985	2,737,530	3,842,000	2,097,380
	3,682,405	3,650,237	3,284,777	3,435,333	3,121,136	3,273,703
	7,680,474	8,187,821	7,990,999	7,983,165	7,850,260	7,955,421
	2,956,041	2,814,854	2,776,870	2,615,604	2,450,385	2,243,771
	-	953	37,880	3,550	1,456	2,960.00
	<u>27,130,147</u>	<u>27,575,588</u>	<u>26,230,498</u>	<u>26,406,341</u>	<u>26,579,606</u>	<u>24,601,261</u>
	<u>32,875</u>	<u>27,516</u>	<u>26,277</u>	<u>37,958</u>	<u>6,097</u>	<u>5,167</u>
	<u>1,817,418</u>	<u>2,210,461</u>	<u>1,837,319</u>	<u>1,835,835</u>	<u>1,729,296</u>	<u>2,035,612</u>
	<u>104,199,518</u>	<u>101,755,668</u>	<u>92,973,688</u>	<u>88,478,237</u>	<u>85,639,761</u>	<u>79,838,632</u>
	8,739,206	8,658,425	7,647,868	7,226,907	6,865,000	6,045,000
	1,500,449	1,657,553	2,362,422	2,676,910	2,913,110	2,660,844
	2,147,176	4,051,880	2,983,173	5,988,370	16,243,040	7,777,563
	<u>12,386,831</u>	<u>14,367,858</u>	<u>12,993,463</u>	<u>15,892,187</u>	<u>26,021,150</u>	<u>16,483,407</u>
\$	<u><u>116,586,349</u></u>	<u><u>116,123,526</u></u>	<u><u>105,967,151</u></u>	<u><u>104,370,424</u></u>	<u><u>111,660,911</u></u>	<u><u>96,322,039</u></u>
	8.948%	9.205%	9.720%	10.067%	10.248%	9.832%

Community High School District 99
OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCE
LAST TEN FISCAL YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Excess of revenues over (under) expenditures	\$ (58,081,178)	\$ (14,946,617)	\$ (4,133,601)	\$ (2,181,405)
Other financing sources (uses)				
Debt issuance	61,668,974	51,985,000	9,055,000	6,565,000
Premiums on debt issuance	8,286,075	8,645,126	-	-
Transfer to refunded bond escrow	-	-	-	(4,738,831)
Transfers in	2,543,702	2,480,046	2,854,932	2,595,724
Transfers out	(2,543,702)	(2,480,046)	(2,854,932)	(2,595,724)
Other	<u>-</u>	<u>-</u>	<u>1,259,807</u>	<u>657,419</u>
Total	<u>69,955,049</u>	<u>60,630,126</u>	<u>10,314,807</u>	<u>2,483,588</u>
Net change in fund balance	<u>\$ 11,873,871</u>	<u>\$ 45,683,509</u>	<u>\$ 6,181,206</u>	<u>\$ 302,183</u>

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ (4,531)	\$ (3,873,526)	\$ (1,084,956)	\$ (5,123,646)	\$ (14,340,004)	\$ (448,324)
3,500,000	21,550,000	-	-	-	10,000,000
-	2,102,226	-	-	-	199,677
-	(23,449,763)	-	-	-	-
2,527,642	22,358,047	2,084,778	2,920,809	3,124,444	1,107,720
(2,527,642)	(22,358,047)	(2,084,778)	(2,920,809)	(3,124,444)	(1,107,720)
<u>77,729</u>	<u>1,760,180</u>	<u>-</u>	<u>-</u>	<u>499,851</u>	<u>14,739,294</u>
<u>3,577,729</u>	<u>1,962,643</u>	<u>-</u>	<u>-</u>	<u>499,851</u>	<u>24,938,971</u>
<u>\$ 3,573,198</u>	<u>\$ (1,910,883)</u>	<u>\$ (1,084,956)</u>	<u>\$ (5,123,646)</u>	<u>\$ (13,840,153)</u>	<u>\$ 24,490,647</u>

Community High School District 99
EQUALIZED ASSESSED VALUATION AND ESTIMATED
ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN TAX LEVY YEARS

Tax Levy Year	Residential	Farms	Commercial	Industrial	Railroad	Total Assessed Value	Total Direct Rate	Estimated Actual Value
2019	\$ 3,973,234,658	52,225	873,540,120	86,018,679	2,190,519	4,935,036,200	1.9131	14,805,108,600
2018	3,699,172,410	50,406	836,351,509	82,015,870	1,850,757	4,619,440,952	1.9500	13,858,322,856
2017	3,534,071,405	58,655	813,690,244	70,883,300	1,720,618	4,420,424,222	1.9184	13,261,272,666
2016	3,363,371,113	69,986	771,880,754	67,318,580	1,549,551	4,204,189,984	1.9648	12,612,569,952
2015	3,143,896,235	37,055	734,583,484	62,366,510	1,370,809	3,942,254,093	2.0666	11,826,762,279
2014	3,033,778,188	37,108	702,845,055	60,396,000	1,316,340	3,798,372,691	2.1079	11,395,118,073
2013	3,045,583,110	61,655	702,845,181	58,983,180	1,301,857	3,808,774,983	2.0729	11,426,324,949
2012	3,215,520,728	59,082	745,361,475	62,407,920	1,202,326	4,024,551,531	1.9209	12,073,654,593
2011	3,480,255,128	53,742	792,618,004	65,387,780	1,128,851	4,339,443,505	1.7271	13,018,330,515
2010	3,708,859,802	52,369	802,848,202	67,642,610	956,519	4,580,359,502	1.6105	13,741,078,506

Source of information: DuPage County Clerk

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

The tax levy year is defined as the first preceding calendar year of each fiscal year.

Community High School District 99
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN TAX LEVY YEARS

	2019	2018	2017	2016
District Direct Rates				
Educational	1.3184	1.3478	1.3601	1.4189
Operations and Maintenance	0.1860	0.1900	0.2057	0.1903
Special Education	0.0412	0.0438	0.0457	0.0357
Bond and Interest	0.2376	0.2437	0.1879	0.1965
Transportation	0.0763	0.0678	0.0686	0.0714
Illinois Municipal Retirement	0.0206	0.0219	0.0252	0.0260
Social Security	0.0330	0.0350	0.0252	0.0260
Total Direct	1.9131	1.9500	1.9184	1.9648
Overlapping Rates				
DuPage County	0.1655	0.1673	0.1749	0.1848
DuPage County Forest Preserve Dist.	0.1242	0.1278	0.1306	0.1514
DuPage Airport Authority	0.0141	0.0146	0.0166	0.0176
Downers Grove Township	0.0311	0.0318	0.0331	0.0350
Downers Grove Township Road Dist.	0.0510	0.0510	0.0512	0.0524
Village of Downers Grove & Library	0.7707	0.7576	0.7679	0.7798
Downers Grove Park District	0.3230	0.3256	0.3360	0.3425
Downers Grove Sanitary District	0.0394	0.0398	0.0404	0.0413
Downers Grove School District #58	2.0043	2.0182	2.0489	2.0984
College of DuPage #502	0.2112	0.2317	0.2431	0.2626
Total Direct & Overlapping Rate	5.6476	5.7154	5.7611	5.9306

Source of information: DuPage County Clerk

Note: Tax rates are per \$100 of assessed value.

The Tax Levy Year is defined as the first preceding calendar year of each fiscal year.

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year.

2015	2014	2013	2012	2011	2010
1.4619	1.4612	1.1040	1.2623	1.2103	1.1614
0.2207	0.2501	0.5304	0.2912	0.2049	0.1499
0.0380	0.0395	0.0398	0.0327	0.0202	0.0220
0.2066	0.2051	0.2129	0.1990	0.1822	0.1772
0.0507	0.0658	0.0531	0.0753	0.0675	0.0560
0.0380	0.0395	0.0398	0.0051	0.0152	0.0220
0.0507	0.0467	0.0929	0.0553	0.0268	0.0220
2.0666	2.1079	2.0729	1.9209	1.7271	1.6105
0.1971	0.2057	0.2040	0.1929	0.1773	0.1659
0.1622	0.1691	0.1657	0.1542	0.1414	0.1321
0.0188	0.0196	0.0178	0.0168	0.0169	0.0158
0.0368	0.0378	0.0368	0.0343	0.0307	0.0281
0.0550	0.0564	0.0549	0.0512	0.0459	0.0420
0.8160	0.8257	0.8245	0.7526	0.7923	0.7591
0.3624	0.3765	0.3691	0.3434	0.3077	0.2900
0.0434	0.0448	0.0436	0.0405	0.0363	0.0336
2.2175	2.3051	2.2613	2.0981	1.8851	1.6991
0.2786	0.2975	0.2956	0.2681	0.2495	0.2349
6.2544	6.4461	6.3462	5.8730	5.4102	5.0111

Community High School District 99
PRINCIPAL TAXPAYERS IN THE DISTRICT
CURRENT TAX YEAR AND NINE YEARS AGO

Taxpayer		Tax Levy Year 2019 Equalized Assessed Valuation	Percentage of Total 2019 Equalized Assessed Valuation
# 1	Highland Pointe LLC / Hamilton Partners Inc.	\$ 29,421,740	0.60%
# 2	LSREF4 Turtle LLC	24,573,160	0.50%
# 3	Esplanade I SPE LLC	24,470,120	0.50%
# 4	Executive Towers IL Realty	23,036,380	0.47%
# 5	Kore 3500 Lacey Owner LLC	22,715,270	0.46%
# 6	BCH Westwood And Emerald LLC	22,363,340	0.45%
# 7	Adventus Us Realty 9 LP	21,115,730	0.43%
# 8	AMLI Residential	19,775,530	0.40%
# 9	Hamilton Partners Inc	17,674,640	0.36%
# 10	RPAI Oak Brook Promenade	<u>15,334,860</u>	<u>0.31%</u>
Total		\$ <u>220,480,770</u>	<u>4.47%</u>

Taxpayer		Tax Levy Year 2010 Equalized Assessed Valuation	Percentage of Total 2010 Equalized Assessed Valuation
# 1	Hamilton Partners	\$ 38,729,230	0.85%
# 2	Wells Reit II & III	30,669,040	0.67%
# 3	Real Estate Tax Advisors	22,146,750	0.48%
# 4	PTA-K 225	21,336,490	0.47%
# 5	Bchwestwood LLC and Bchemerald	17,815,830	0.39%
# 6	Amli at 7 Bridges LP	16,811,650	0.37%
# 7	Oak Brook Prmenade LLC	14,939,840	0.33%
# 8	Highland Owner LLC	12,613,060	0.28%
# 9	I & G Highland Pointe	12,253,540	0.27%
# 10	EL AD Windsor Lakes LLC	<u>11,955,260</u>	<u>0.26%</u>
Total		\$ <u>199,270,690</u>	<u>4.35%</u>

Source of information: Office of the DuPage County and Assessor's Offices of the following townships:
Milton, York, Lisle and Downers Grove.

Note: Tax Levy Year is defined as the first preceding calendar year of each fiscal year.

Community High School District 99
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN TAX LEVY YEARS

LEVY YEAR	TAXES EXTENDED FOR THE LEVY YEAR		COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY PERCENTAGE OF LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE PERCENTAGE OF LEVY	
			AMOUNT			AMOUNT	
2019	\$	92,536,254	\$ 46,963,404	50.75 %	\$ -	\$ 46,963,404	50.75 %
2018		90,079,099	45,739,564	50.78	44,158,736	89,898,300	99.80
2017		84,801,418	44,870,549	52.91	39,802,225	84,672,774	99.85
2016		82,603,925	42,413,432	51.35	40,041,663	82,455,095	99.82
2015		81,470,623	40,862,870	50.16	40,543,512	81,406,382	99.92
2014		80,065,897	39,360,039	49.16	40,447,203	79,807,242	99.68
2013		78,952,097	38,636,926	48.94	40,015,978	74,639,276	94.54
2012		77,307,610	37,568,995	48.60	39,573,734	77,142,729	99.79
2011		74,946,529	36,920,677	49.26	37,718,599	74,639,276	99.59
2010		73,766,690	36,313,946	49.23	37,241,827	73,555,773	99.71

Community High School District 99
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Year	General Obligation Bonds	Debt Certificates	Capital Leases	Total	Percentage of Personal Income	Outstanding Debt Per Capita
2020	\$ 123,274,332	\$ 2,850,000	\$ 1,645,160	\$ 127,769,492	2.59%	\$ 1,148
2019	74,208,668	3,655,000	1,095,365	78,959,033	1.67%	716
2018	31,023,866	4,445,000	1,420,182	36,889,048	0.81%	336
2017	30,360,445	5,000,000	1,074,315	36,434,760	0.83%	334
2016	36,309,453	5,335,000	1,210,147	42,854,600	0.98%	388
2015	40,031,349	5,750,000	1,760,180	47,541,529	1.07%	434
2014	48,954,137	6,155,000	148,425	55,257,562	1.28%	513
2013	55,616,419	6,545,000	291,293	62,452,712	1.51%	559
2012	61,897,028	6,915,000	438,200	69,250,228	1.67%	632
2011	67,137,220	7,985,000	-	75,122,220	1.94%	686

Note: See Demographic and Economic Statistics table for personal and population data.

Source of information: Business Office - District's Audited Financial Statements

Community High School District 99
RATIO OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt	Less: Amounts Available To Repay Principal	Net General Bonded Debt	Percentage of Net General Bonded Debt To Estimated Actual Valuation	Net General Bonded Debt Per Capita
2020	\$ 138,826,543	\$ 1,002,665	\$ 137,823,878	1.09 %	\$ 1,238
2019	74,208,668	1,336,661	72,872,007	0.58	664
2018	31,023,866	1,350,703	29,673,163	0.25	272
2017	30,360,445	1,280,940	29,079,505	0.26	263
2016	36,309,453	1,348,320	34,961,133	0.31	319
2015	40,031,349	1,284,260	38,747,089	0.32	360
2014	48,954,137	1,236,284	47,717,853	0.37	427
2013	55,616,419	1,169,846	54,446,573	0.40	497
2012	61,897,028	1,119,643	60,777,385	0.42	555
2011	67,137,220	1,378,578	65,758,642	0.45	768

Community High School District 99
DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT
June 30, 2020

Taxing Authority	Outstanding	Applicable to District	
	Bonds	Percent	Amount
Direct bonded debt:			
Community High School District 99	\$ 138,826,543	100.000%	\$ 138,826,543
Overlapping bonded debt:			
County			
DuPage County	27,410,000	11.675%	3,200,118
DuPage County Forest Preserve	93,615,000	11.675%	10,929,551
School District			
School District 58	10,111,434	100.000%	10,111,434
School District 60	37,360,000	23.354%	8,725,054
School District 61	2,835,000	45.358%	1,285,899
School District 63	5,104,112	0.150%	7,656
School District 66	11,905,000	100.000%	11,905,000
School District 502	121,575,000	10.422%	12,670,547
Park Districts			
Butterfield Park District	2,690,334	12.555%	337,771
Darien Park District	1,674,810	38.337%	642,072
Downers Grove Park District	8,900,000	97.009%	8,633,801
Lisle Park District	8,294,000	8.678%	719,753
Oak Brook Park District	18,935,521	13.740%	2,601,741
Oakbrook Terrace Park District	1,272,000	4.032%	51,287
Westmont Park District	913,000	30.563%	279,040
Woodridge Park District	1,545,000	72.942%	1,126,954
York Center Park District	125,000	12.872%	16,090
Municipalities			
Village of Bolingbrook	158,670,337	1.874%	2,973,482
Village of Darien	5,570,000	38.714%	2,156,370
Village of Downers Grove	58,425,000	96.134%	56,166,290
Woodridge	17,160,000	69.739%	11,967,212
Miscellaneous			
DuPage Co. SSA #26	798,895	100.000%	798,895
York Center Fire Prot. District	2,725,000	18.629%	507,640
Fountaindale Library	26,345,000	1.973%	519,787
Total Direct and Overlapping General Obligation Bonded Debt			\$ 287,159,987

Sources of information: DuPage County Clerk's Office

Note: Percent applicable to School District calculated using assessed valuation of the School District area contained within the noted governmental unit divided by assessed valuation of the governmental unit.

Community High School District 99
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Debt Limit	\$ 340,517,498	\$ 325,175,555	\$ 310,622,998	\$ 294,958,909
Total Net Debt Applicable to Limit	<u>127,985,160</u>	<u>79,435,365</u>	<u>36,889,048</u>	<u>36,434,760</u>
Legal Debt Margin	<u>\$ 212,532,338</u>	<u>\$ 245,740,190</u>	<u>\$ 273,733,950</u>	<u>\$ 258,524,149</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	<u>38%</u>	<u>24%</u>	<u>12%</u>	<u>12%</u>
2019 Equalized Assessed Valuation	<u>\$ 4,935,036,200</u>			
Voted and Unvoted Debt Limit - 6.9% of Equalized Assessed Valuation		\$ 340,517,498		
Total Face Value of Debt Outstanding	127,985,160			
Less: Exempted Debt	<u>-</u>			
Net Subject to 6.9% Limit		<u>127,985,160</u>		
Total Legal Voted and Unvoted Debt Margin		<u>\$ 212,532,338</u>		

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 272,015,532	\$ 262,087,716	\$ 262,805,474	\$ 277,694,056	\$ 299,421,602	\$ 316,044,806
<u>44,630,147</u>	<u>49,820,180</u>	<u>58,013,425</u>	<u>62,452,712</u>	<u>69,250,228</u>	<u>75,122,220</u>
<u>\$ 227,385,385</u>	<u>\$ 212,267,536</u>	<u>\$ 204,792,049</u>	<u>\$ 215,241,344</u>	<u>\$ 230,171,374</u>	<u>\$ 240,922,586</u>
<u>16%</u>	<u>19%</u>	<u>22%</u>	<u>22%</u>	<u>23%</u>	<u>24%</u>

Community High School District 99
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

YEAR	POPULATION	PERSONAL INCOME	PER CAPITA INCOME	UNEMPLOYMENT RATE
2020 *	111,289	\$ 4,926,207,585	\$ 44,265	2.9%
2019	110,321	4,740,824,333	42,973	3.1%
2018	109,750	4,558,685,750	41,537	4.1%
2017	109,216	4,395,944,000	40,250	4.8%
2016	110,458	4,385,624,432	39,704	4.7%
2015	109,627	4,454,912,399	40,637	5.6%
2014	107,735	4,310,477,350	40,010	7.5%
2013	111,674	4,148,130,730	37,145	7.3%
2012	109,523	4,145,336,027	37,849	8.3%
2011	109,523	3,866,380,946	35,302	8.4%

*Previous Calendar year information is used for the current fiscal year

Sources of Information:

U.S. Bureau of Census, 2010 Census - Population data for years 2011 through 2012 is 2010 Census Redistricting Data (Public Law 94-171) Summary File, Table P1.

U.S. Census Bureau, 2009-2013 American Community Survey, 5YR IL for HS 99

For fiscal years 2011-2014 information is for High School 99 from factfinder2.census.gov.

Fiscal years 2015 - 2020 District's information - National Center for Education Statistics, EDGE (Education Demographics and Geographic Statistics, which uses U.S. Census Bureau's American Community Survey 5-year averages, for 2020: 2014-2018 Profile income in 2018 dollars.

Community High School District 99
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

	<u>2020</u>	
Employer	Approximate Number of Employees	Percentage of Total Employment
Navista	2,500	5.08%
Advocate Health Care Good Samaritan Hospital	2,500	5.08%
WeatherTech	1,535	3.12%
GCA Services	1,500	3.05%
Molex, LLC	1,234	2.51%
University Subscription Services/Unique Mailing Svc Inc.	1,050	2.13%
Midwestern University	1,000	2.03%
Southern Glazer's Wine & Spirits Of Illinois, LLC	850	1.73%
Novipax, LLC	800	1.63%
Coventry Health Care, Division of Aetna	800	1.63%
Acxiom Corporation	800	1.63%
Community High School District 99	716	1.45%
Downers Grove SD #58 (13 Schools)	637	1.29%
Hearthside Food Solutions Greencore U.S.A.	600	1.22%
	16,522	33.59%

Data Sources:

* Calculating applicable percentages to the Illinois Department of Employment Security Reports the estimated number of persons employed in the District in 2019 was 49,201.

Village records / school district records

Employers' websites

Data Axle / Industry Select / Mergent Intellect

(Continued)

Community High School District 99
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	<u>2011</u>	
	Approximate Number of Employees	Percentage of Total Employment
Good Samaritan Hospital	2,700	5.77%
Sara Lee Corp.	1,700	3.64%
Sara Lee Food & Beverage	1,200	2.57%
Molex Incorporated	1,700	3.63%
Devry Inc.	850	1.82%
CA, Inc.	800	1.71%
Community High School District 99	673	1.44%
R.R. Donnelley & Sons Co.	642	1.37%
Downers Grove School 58	639	1.37%
IMS Co Inc	550	1.18%
Coventry Health Care	530	1.13%
Acosta Sales & Marketing	500	1.07%
The Morey Corporation	450	0.96%
Wilton Brands	450	0.96%
Woodridge School District 68	420	0.90%
Samuel Strapping Systems	400	0.86%
	14,204	30.38%

Sources: Phone canvass of employers, 2011 Illinois Manufacturers' News Directory
2011 Illinois Services Directory and 2011 Harris Illinois Industrial Directory
Illinois Department of Employment Security

(Concluded)

Community High School District 99
NUMBER OF EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	2019- 2020	2018- 2019	2017- 2018	2016- 2017
Administration:				
Superintendent	1	1	1	1
Assistant Superintendents	3	3	3	3
District Administrators	7	7	7	5
Principals and Building Administrators	<u>16</u>	<u>16</u>	<u>16</u>	<u>15</u>
Total administration	<u>27</u>	<u>27</u>	<u>27</u>	<u>24</u>
Other Certified Staff:				
Teachers	337	337	327	333
Department Chairs	21	21	20	20
Librarians	7	7	7	7
Counselors	20	20	20	19
Student Assistance Coordinators	2	2	2	2
Social workers	9	6	7	7
Deans	5	7	7	7
Psychologists	6	5	5	5
Nurses	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>
Total other certified staff	<u>409</u>	<u>407</u>	<u>397</u>	<u>402</u>
Support staff:				
Teacher aides	92	95	95	95
Student supervisors	24	24	25	25
Clerical and other support	90	90	90	89
Technical Support	14	14	13	13
Maintenance, custodians and grounds	<u>60</u>	<u>60</u>	<u>59</u>	<u>56</u>
Total support staff	<u>280</u>	<u>283</u>	<u>282</u>	<u>278</u>
 Total employees	 <u>716</u>	 <u>717</u>	 <u>706</u>	 <u>704</u>

Source of Information: District Personnel Records

2015- 2016	2014- 2015	2013- 2014	2012- 2013	2011- 2012	2010- 2011
1	1	1	1	1	1
3	3	3	2	2	2
5	6	5	5	5	5
<u>13</u>	<u>14</u>	<u>14</u>	<u>15</u>	<u>15</u>	<u>15</u>
<u>22</u>	<u>24</u>	<u>23</u>	<u>23</u>	<u>23</u>	<u>23</u>
330	330	331	327	322	327
20	20	20	20	20	20
6	6	6	6	6	5
19	19	19	19	18	18
2	2	2	2	2	2
7	7	7	7	7	5
7	7	7	7	7	7
5	5	5	5	5	5
<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>
<u>398</u>	<u>398</u>	<u>399</u>	<u>395</u>	<u>389</u>	<u>391</u>
92	88	85	88	86	83
26	26	26	24	22	22
92	88	88	88	86	84
13	12	12	12	12	11
<u>59</u>	<u>59</u>	<u>59</u>	<u>59</u>	<u>59</u>	<u>59</u>
<u>282</u>	<u>273</u>	<u>270</u>	<u>271</u>	<u>265</u>	<u>259</u>
<u>702</u>	<u>695</u>	<u>692</u>	<u>689</u>	<u>677</u>	<u>673</u>

Community High School District 99
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	EXPENSES	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF	PUPIL - TEACHER RATIO	PERCENTAGE OF STUDENTS RECEIVING FREE OR REDUCED PRICE MEALS
2020	4,890	\$ 114,899,682	\$ 23,497	6.3%	\$ 139,541,959	\$ 28,536	9.9%	337	14.5	21.9%
2019	4,994	110,383,897	22,103	-12.1%	129,727,219	25,977	0.5%	337	14.8	22.3%
2018	4,929	123,956,408	25,148	4.4%	127,432,726	25,854	2.9%	327	15.1	23.2%
2017	4,908	118,204,303	24,084	13.4%	123,326,077	25,128	12.5%	333	14.7	22.5%
2016	4,963	105,441,341	21,245	-0.7%	110,880,005	22,341	3.1%	332.7	14.9	18.0%
2015	4,944	105,799,888	21,400	15.0%	107,141,875	21,671	11.1%	330	15.0	28.1%
2014	5,057	94,119,465	18,612	6.3%	98,657,277	19,509	7.9%	331	15.3	27.8%
2013	5,154	90,214,212	17,504	4.7%	93,197,639	18,083	1.9%	327	15.8	26.6%
2012	5,196	86,856,283	16,716	9.5%	92,246,699	17,753	9.8%	322	16.1	21.8%
2011	5,328	81,313,050	15,261	5.7%	86,124,649	16,165	6.5%	327	16.3	20.0%

Sources of information:

Enrollment from District records - Fall Housing Reports.

Operating Expenditures taken from total expenditures of General and Special Revenue Funds.

Expenses are total governmental activities expense.

Percentage of Free or Reduced meals taken from District records of approved free or reduced applications - National School Lunch and Breakfast Program.

Community High School District 99
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
North Campus										
Square Feet	453,652	453,652	453,652	453,652	453,652	453,652	453,652	453,652	453,652	453,652
Capacity (Students)	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200
Enrollment	2,140	2,154	2,185	2,206	2,197	2,129	2,117	2,130	2,131	2,179
South Campus										
Square Feet	470,878	470,878	470,878	470,878	470,878	470,878	470,878	470,878	470,878	470,878
Capacity (Students)	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400
Enrollment	2,692	2,782	2,696	2,656	2,722	2,769	2,881	3,024	3,065	3,149
Transition Facility										
Square Feet	10,000	10,000	10,000	10,000	10,000	10,000	10,000	-	-	-
Capacity (Students)	80	80	80	80	80	80	80	-	-	-
Enrollment	58	58	48	46	44	46	59	-	-	-
Administrative Office										
Square Feet	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500
Transportation Building										
Square Feet	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600

Sources of information:

- Area of buildings from District records - Office of Director of Physical Plant and Operations
- Capacity reflects functional operating capacity which is approximately 85% of actual capacity
- Enrollment is from District records - Fall Housing Reports

Note: Transition Facility was purchased in FY 2013 -14.

Community High School District 99
OPERATING EXPENDITURES PER STUDENT - STATE BOARD FORMAT
June 30, 2020 and June 30, 2019

	<u>2020</u>	<u>2019</u>
Expenditures:		
Educational Fund	\$ 77,160,981	\$ 74,052,507
Operations and Maintenance Fund	8,259,710	8,324,386
Debt Service Fund	16,545,668	10,917,604
Transportation Fund	4,426,660	4,539,018
Municipal Retirement/Social Security Fund	<u>3,216,987</u>	<u>3,088,978</u>
	<u>109,610,006</u>	<u>100,922,493</u>
Less Revenues/Expenditures not Applicable to Operating Expense of Regular Programs		
<u>General</u>		
Educational:		
Tuition paid	2,414,691	2,032,132
Summer school	394,904	375,399
Special education private tuition		38,314
Capital outlay	1,630,809	653,659
Community service	22,020	28,220
Operations and Maintenance:		
Capital outlay	942,400	1,191,458
<u>Special Revenue</u>		
Transportation:		
Payments to other governmental units	50,727	33,570
Capital outlay	1,761	503
Municipal Retirement/Social Security		
Summer School	12,572	12,997
Community service	583	848
<u>Debt Service</u>		
Debt retirement	<u>13,119,179</u>	<u>10,269,817</u>
	<u>18,589,646</u>	<u>14,636,917</u>
Net operating expenditures	\$ <u>91,020,360</u>	\$ <u>86,285,576</u>
Average daily attendance	<u>4,774.60</u>	<u>4,436.90</u>
Operating expenditure per student	\$ <u>19,063</u>	\$ <u>19,447</u>

Source of information: Annual Financial Reports to Illinois State Board of Education, (ISBE Form 50-35)