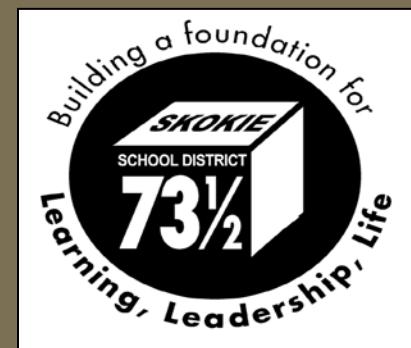


**Skokie School District 73½
Skokie, Illinois**

**Comprehensive Annual
Financial Report**

For the Fiscal Year Ended June 30, 2020



SKOKIE SCHOOL DISTRICT 73-1/2

SKOKIE, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2020

Prepared By:

***Anthony Ruelli
Chief Financial Officer***

Department Issuing Report:

Business Office

SKOKIE SCHOOL DISTRICT 73-1/2

TABLE OF CONTENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	PAGE
INTRODUCTORY SECTION	
Organization Chart	i
Officers and Officials	ii
Transmittal Letter	iii-vii
Association of School Business Officials International - Certificate of Excellence	viii
FINANCIAL SECTION	
Independent Auditor's Report	1
Required Supplementary Information	
Management's Discussion and Analysis	4
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	12
Statement of Activities	13
Fund Financial Statements	
Balance Sheet – Governmental Funds	14
Reconciliation of the Balance Sheet to the Statement of Net Position	15
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	18
Statement of Fiduciary Assets and Liabilities – Agency Fund	19
Notes to Basic Financial Statements	20

SKOKIE SCHOOL DISTRICT 73-1/2

TABLE OF CONTENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	PAGE
FINANCIAL SECTION (Continued)	
Required Supplementary Information	
Illinois Municipal Retirement Fund – Schedule of Changes in the Employer's Net Pension Liability and Related Ratios	47
Illinois Municipal Retirement Fund – Schedule of Employer Contribution	48
Teachers' Retirement System of the State of Illinois – Schedule of the Employer's Proportionate Share of the Net Pension Liability	49
Teachers' Retirement System of the State of Illinois – Schedule of Employer Contribution	50
Teacher Health Insurance Security Fund of the State of Illinois – Schedule of the Employer's Proportionate Share of the Net OPEB Liability	51
Teacher Health Insurance Security Fund of the State of Illinois – Schedule of Employer Contribution	52
Other Post-Employment Benefit – Schedule of Changes in the Employer's Net OPEB Liability and Related Ratios	53
Other Post-Employment Benefit – Schedule of Employer Contribution	54
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund	55
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Operations and Maintenance Fund	60
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Transportation Fund	61
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Illinois Municipal Retirement/Social Security Fund	62

SKOKIE SCHOOL DISTRICT 73-1/2

TABLE OF CONTENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	PAGE
FINANCIAL SECTION (Continued)	
Required Supplementary Information (Continued)	
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Tort Immunity and Judgment Fund	64
Notes to Required Supplementary Information	65
Supplementary Information	
Combining Balance Sheet – General Fund	66
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - General Fund	67
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund – Educational Fund	68
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual – General Fund – Working Cash Fund	73
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Debt Services Fund	74
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Capital Projects Fund	75
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Capital Projects Fund – Fire Prevention and Life Safety Fund	76
Schedule of Changes in Fiduciary Assets and Liabilities – Agency Fund – Activity Funds	77
Computation of Operating Expense Per Pupil and Per Capita Tuition Charge	78
STATISTICAL SECTION	
Schedule of Changes in Net Position	79
Schedule of Changes in Fund Balances - Governmental Funds	81

SKOKIE SCHOOL DISTRICT 73-1/2

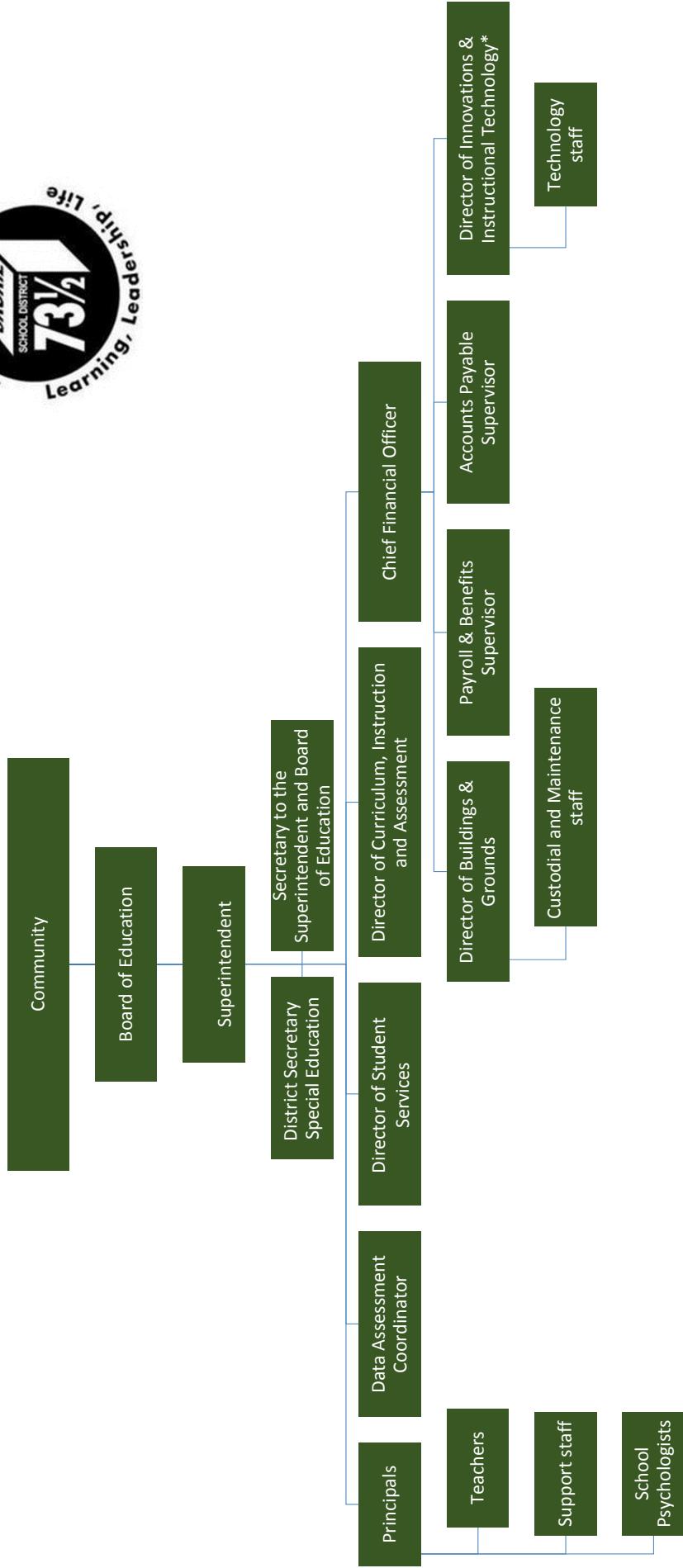
TABLE OF CONTENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	PAGE
STATISTICAL SECTION (Continued)	
Fund Balances - Governmental Funds	82
Property Tax Levies and Collections	83
Assessed Value and Estimated Actual Value of Taxable Property	84
Property Tax Rates - Direct and Overlapping Governments	85
Schedule of Principal Taxpayers in the District	86
Schedule of Legal Debt Margins	87
Schedule of Legal Debt Margin Calculation	88
Schedule of Outstanding Debt by Type	89
Schedule of Net Bonded Debt	90
Computation of Direct and Overlapping Debt	91
Demographic and Economic Statistics	92
Principal Employers	93
School Building Information	94
Number of Employees by Type	95
Operating Indicators by Function	96
Operating Costs and Tuition Charges	97

INTRODUCTORY SECTION

Skokie School District 73.5



* Denotes position that reports to the Superintendent and the Chief Financial Officer



SKOKIE SCHOOL DISTRICT 73½

District Office
8000 East Prairie Road
Skokie, IL 60076

Comprehensive Annual Financial Report For the Fiscal year ended June 30, 2020

Board of Education

		Term Expires
Nicholas Werth	President	2021
Emily Twarog Miller	Vice President	2021
Kelli Nelson	Secretary	2023
Bushra Amiwala	Secretary Pro-tem	2023
Carla Arias	Member	2023
Scott Bramley	Member	2021
John Wash	Member	2021

Township School Treasurer

Marty Paltzer, C.P.A.

District 73½ Administration

Kate Donegan	Superintendent (Through June 30, 2020)
Ellen Correll	Interim Superintendent (Since June 30, 2020)
John Correll	Interim Superintendent (Since June 30, 2020)
Anthony Ruelli	Chief Financial Officer
Helen Wei	Principal, Elizabeth Meyer School
Courtney Goodman	Principal, John Middleton Elementary School
Stephanie Larenas	Asst. Principal, John Middleton Elementary School
Nancy Ariola	Principal, Oliver McCracken Middle School
Nathan McBride	Director of Innovations and Instructional Technology
Michael Golonka	Director of Buildings and Grounds

Official Issuing Report

Anthony Ruelli, CSBO
Chief Financial Officer

Department Issuing Report

Business Office



Skokie School District 73½
Oliver McCracken Middle School • John Middleton Elementary School • Elizabeth Meyer School

October 13, 2020

President and Members of the Board of Education
Skokie School District 73½
8000 East Prairie Road
Skokie, Illinois 60076

The Comprehensive Annual Financial Report (CAFR) of Skokie School District 73½ (District) for the fiscal year ended June 30, 2020 is submitted herewith. This report was prepared by the District's Business Office.

Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation including all disclosure rests with the District. We believe the data as presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included. The District does not exercise oversight responsibility over any other entity and thus does not include any other entity as a component unit in the report.

The CAFR is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the management's discussion and analysis, basic financial statements including government-wide financial statements, governmental funds, and other supplemental information. Also included is the auditors' report on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multiyear basis.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

This report includes all funds of the District. For all the governmental fund-types, the District reports on a modified accrual basis of accounting, which is applied to the District's budget and accounting records. The notes to the financial statements expand upon the modified accrual basis as well as the District's accounting policies and procedures. All District funds are included in this report and have been audited by Eder, Casella & Co.

PROFILE OF THE DISTRICT

The District is an elementary (Pre-K-8) school district in Niles Township, Illinois, which operates as an independent single district. The governing body consists of a seven-member Board of Education and the three-member Niles Township Board of Trustees for Schools, who are all elected by the registered voters of Niles Township. The District's boundaries are within the Village of Skokie.



Based on the legislative authority codified in The School Code of Illinois, the Board of Education has the following powers:

- a. Has the corporate power to sue and be sued in all counts,
- b. Has the power to levy and collect taxes and to issue bonds,
- c. Can contract for appointed administrators, teachers, and other personnel, as well as for goods and services.

Based on the legislative authority codified in The School Code of Illinois, the Township Trustee members have the following powers:

- a. The corporate power to sue and be sued in all courts;
- b. The authority to hold title to all district property;
- c. The power to appoint the Township Treasurer who serves as legal guardian of all District funds.

District 73½ is home to approximately 1,200 pre-kindergarten through eighth grade students. Enrollment is projected to have minor fluctuations over the next five years. We have three schools: Elizabeth Meyer School (1994), John Middleton Elementary School (1955), and Oliver McCracken Middle School (1959).

More than 52% of our students come from homes in which a language other than English is spoken – over 60 languages in all. Our student population is more diverse economically, racially, ethnically, and linguistically than most schools in the surrounding suburbs. The District also provides an Extended Learning Program, Early Childhood Program, band, choral music, performance arts, Spanish, STEM, experiential education, physical education, and after-school remedial and enrichment classes.

Students who have limited language proficiency in English receive additional instruction by teachers who are specifically trained to teach English for second language learners. As mandated by State law, all students who come from a home where a language other than English is spoken are given an English language proficiency assessment. The District also partners with the Niles Township ELL Parent Center which provides adult English literacy programs, free family literacy classes, parenting classes, translation services, understanding of American public school system and networking with other parents.

The Extended Learning Program for grades 4 through 8 provides opportunities for acceleration for qualified students. The philosophy of the Extended Learning Program is based on the principles that all students are to receive an education appropriate to their individual capabilities, interests and needs, and that students have learning opportunities that help develop their abilities to the highest level. Students identified for the program generally demonstrate the capacity for high performance beyond age/grade expectations; they are atypical learners who require specialized learning experiences beyond the regular curriculum.

The District is a member of the Niles Township District for Special Education #807 (NTDSE), a nine-member cooperative providing services for children ages 3 through 21 in need of special education services.

The District partners with the Skokie Public Library to ensure that every student receives and utilizes a library card.

ECONOMIC CONDITIONS AND FINANCIAL PLANNING

Property taxes continue to be the District's major revenue source. Skokie School District 73½ is currently in a strong financial position due to additional property tax revenue generated from the successful referendum which was approved overwhelmingly by the voters in March 2004.



Even though voters approved a tax rate increase, the District's property tax revenues continue to be affected by the 1994 Property Tax Extension Limitation Act (Tax Cap), which limits the tax levy to 105% or the Consumer Price Index (CPI) increase (whichever is less) of the previous tax extension, excluding growth due to new construction. The CPI was 2.1% for the 2018 levy and 1.9% for the 2019 levy.

District 73½, along with many other school districts, is experiencing an increasing number of property tax refund requests. The District continues to refund property tax collections for previous tax years' Property Tax Appeal Board decisions, Circuit Court decisions, and tax rate objections. Taxpayers file property tax appeals either through the Property Tax Appeal Board (PTAB) or through the Circuit Court.

Five year financial projections are completed and updated throughout the year for the District. The District updates these projections in order to assist with the budgeting and planning process. It is the intent of the District to continue to spend conservatively, while seeking long-term solutions to the issues that have adversely affected the financial resources of our District.

The District has been awarded "Aa2" bond ratings by Moody's, which is a strong bond rating. This is a direct result of the District's internal control policies and procedures, budget oversight and fiscal management.

The salary schedule was eliminated from the Collective Bargaining Agreement for 2017-2020. In 2019-20, teachers, classified staff and administrators received a 3% increase.

One to one technology initiatives continued during 2019-20. Every student in Grades 3-8 received a Chromebook. Additionally, Pre-K through 2nd grade classrooms received iPads for student use.

For additional information regarding the District's financial position, please read the Managements' Discussion and Analysis included in the CAFR.

RELEVANT FINANCIAL POLICIES

Beginning in October, budget planning begins for the following fiscal year. The proposed budget is available for public inspection and comment at least 30 days before the budget hearing. Within 30 days of adoption, the budget is filed with the Cook County Clerk's office, the Regional Office of Education and the Illinois State Board of Education (ISBE). The Budget is also posted on the District's website. The Board of Education may amend the budget by following the same procedure as provided for in the original adoption.

Budgetary control is maintained at line-item levels and built into program and/or cost centers before being combined to form totals by fund. All actual activity compared to budget is reported to the Board of Education on a monthly basis. The District also maintains an encumbrance accounting system as one technique in accomplishing budgetary control. Encumbered amounts lapse at year-end. The District's legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level. The District maintains sound budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District's Board of Education.

The Board of Education maintains an established budget policy that requires year-end balances no less than six months of expenditures in the aggregate.

The Certificate of Property Tax Levy is filed with the Cook County Clerk's office by the last Tuesday in December. The District annually publishes a Statement of Affairs regarding its financial position by December 1st each year.



The Township Treasurer invests up to 100% of available cash, timing investment maturities to actual cash needs. In addition, all checking accounts are of the interest-bearing type. Investments are maintained in Certificates of Deposit, Bank Repurchase Agreements, U.S. Treasury Obligations, and Commercial Paper. When deemed appropriate, Certificates of Deposits are collateralized beyond FDIC insurance limits. Investments in prime Commercial Paper are made well within the restrictions allowed by the Illinois School Code. The Treasurer maintains investment relationships with several major local and Chicago-based banks and commercial paper dealers. Investment strategies are structured to obtain the best yield for all invested funds, which may require rapid turnover of investment among several depositories. The Treasurer does not bid out its banking needs on an annual basis but prefers to secure investment bids on a daily basis.

Independent Audit

State statutes require an annual audit of the books of accounts, financial records, and transactions of all funds of the District. The audit was performed by the independent certified public accounting firm of Eder, Casella & Co.

Internal Controls

The District is responsible for establishing and maintaining internal controls designed to ensure that the assets of the District are protected from loss, theft, or misuse and that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal controls are designed to provide reasonable but not absolute assurance 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.

AWARDS AND ACKNOWLEDGMENTS

Our music program is the best in the area, as evidenced by countless awards won over the past 20 years, including “Best Middle School Band” at the 2000, 2003, 2006, 2011, 2013, 2015, 2017, 2019 at the University of Illinois SuperState Concert Band Festival in Champaign/Urbana, Illinois. In 2006 and 2013, the McCracken Symphonic Band was chosen as one of three middle school bands to perform at Midwest Clinic, an International Band and Orchestra Conference. The Symphonic Band was also selected to perform at the Illinois Music Education Association State Conference in 2001, 2004, 2010, and 2019. The McCracken Band program received the Sudler Silver Cup from the John Philip Sousa Foundation in 2017 and the Programs of Excellence Award from the National Band Association in 2016.

The Early Childhood program at the Elizabeth Elementary School received the Accelerated Illinois Gold Circle of Quality award. The Gold Circle of Quality recognizes programs which have demonstrated quality based on fifteen standards set by the State of Illinois. Gold Circle programs meet or exceed specific quality benchmarks on learning environment, instructional quality, and all program administrative standards; group size and staff/child ratios; staff qualifications; and professional development.

The District’s mission to provide students with greater access to the Skokie Public Library and its digital content was acknowledged in 2016 through Past President Barack Obama’s ConnectED Initiative. The ConnectED initiative was designed to enrich K-12 education for every student in America by empowering teachers with advanced technology and empowering students through individualized learning and rich, digital content. Representatives from the District and the Library attended the ConnectED event sponsored by the White House, the Urban Library Council, the Institute of Museum and Library Services and the American Library Association.

The District partners with SkokieCares, a coalition of key stakeholder groups throughout the Skokie community who are working on a campaign to welcome and support everyone who lives in Skokie. Initiatives



include the “Skokie Welcomes Everyone” lawn sign and button campaign and the SEED (Seeking Educational Equity and Diversity) Initiative to drive personal, organizational, and community change toward greater equity and diversity.

Certificate of Excellence and Achievement

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to Skokie School District 73½ for its Comprehensive Annual Financial Report for fiscal years 2005, 2007, 2008, 2009, 2010, 2011, 2012, 2013, 2014, 2015, 2016, 2017 2018, and 2019.

In order to be awarded this Certificate, the District must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

Certificates of Excellence are valid for a period of one year only. We believe that our current report continues to conform to the Certificate requirements, and we are submitting this report to ASBO to determine its eligibility for another certificate.

Closing Comment

The purpose of the Comprehensive Annual Financial Report (CAFR) is to provide the Board of Education, the Niles Township Board of Trustees for Schools, the Township Treasurer, District administration, and other interested local citizens with a meaningful report of the District’s financial condition as of June 30, 2020.

Acknowledgments

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of all members of the Business Office who assisted in the closing of the District’s financial records and the preparation of this report.

We wish to thank 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,

Kate Donegan
Kate Donegan
Superintendent
(Through June 30, 2020)

Anthony Ruelli
Anthony Ruelli, CSBO
Chief Financial Officer

Ellen Correll
Ellen Correll
Interim Superintendents
(Since June 30, 2020)

John Correll
John Correll



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Skokie School District 73.5

**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 that reads 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink that reads 'David J. Lewis'.

David J. Lewis
Executive Director

FINANCIAL SECTION



815.344.1300 mchenry
847.382.3366 barrington
847.336.6455 gurnee
www.edercasella.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Skokie School District No. 73-1/2
Skokie, Illinois

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

SKOKIE SCHOOL DISTRICT NO. 73-1/2

as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

ed
er
cas
ella
&
co

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 Skokie School District No. 73-1/2 as of June 30, 2020, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplemental information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The introductory section, combining fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections 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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 13, 2020 on our consideration of Skokie School District No. 73-1/2'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 solely 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 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 Skokie School District No. 73-1/2's internal control over financial reporting and compliance.

Eder, Casella & Co.

EDER, CASELLA & CO.
Certified Public Accountants

McHenry, Illinois
October 13, 2020

REQUIRED SUPPLEMENTARY INFORMATION

SKOKIE SCHOOL DISTRICT 73-1/2

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2020

As management of Skokie School District 73-1/2 (District), we offer readers of the District's statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2020.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at June 30, 2020 by \$30,013,563 (net position).
- The District's total net position increased by \$1,684,612.
- At June 30, 2020, the District reported combined ending fund balances of \$34,607,240 an increase of \$2,244,250 in comparison with the prior year. 58% of this fund balance is available for spending at the District's discretion (\$20,028,325 - unassigned fund balance).
- At June 30, 2020, the unassigned fund balance for the General Fund was \$20,028,325, or 81% of total General Fund expenditures.
- The District's total long-term debt decreased by \$990,000 (10%) during the year ended June 30, 2020. The key factor in this decrease was the scheduled bond payments.

OVERVIEW OF FINANCIAL STATEMENTS

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

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

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

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

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

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

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

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

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

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

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

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

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

The basic governmental fund financial statements can be found on pages 14 through 18 and the required supplementary information can be found on pages 47 through 65 of this report.

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

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

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

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

Supplemental financial information can be found on pages 66 through 78 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$30,013,563 at June 30, 2020. The following table presents a summary of the District's net position for the years ended June 30, 2020 and June 30, 2019:

Skokie School District 73-1/2's Net Position			
	Governmental Activities		
	2020	2019	
ASSETS			
Current and Other Assets	\$ 43,349,922	\$ 41,471,187	
Capital Assets	18,486,356	19,536,767	
Total Assets	\$ 61,836,278	\$ 61,007,954	
DEFERRED OUTFLOWS OF RESOURCES			
Pension Expense/Revenue	\$ 634,551	\$ 1,440,197	
OPEB Expense/Revenue	320,260	356,979	
Total Deferred Outflows of Resources	\$ 954,811	\$ 1,797,176	
LIABILITIES			
Long-Term Liabilities Outstanding	\$ 21,288,745	\$ 22,675,806	
Other Liabilities	616,403	543,679	
Total Liabilities	\$ 21,905,148	\$ 23,219,485	
DEFERRED INFLOWS OF RESOURCES			
Property Taxes - Subsequent Year	\$ 8,154,169	\$ 8,595,709	
Pension Expense/Revenue	1,254,167	1,106,308	
OPEB Expense/Revenue	1,464,042	1,554,677	
Total Deferred Inflows of Resources	\$ 10,872,378	\$ 11,256,694	
NET POSITION			
Net Investment in Capital Assets	\$ 8,706,936	\$ 8,684,294	
Restricted	9,143,067	7,213,851	
Unrestricted	12,163,560	12,430,806	
Total Net Position	\$ 30,013,563	\$ 28,328,951	

One portion of the District's net position (29% of total net position) reflects its investment in capital assets (e.g., land, buildings, equipment, etc.); less any related debt used to acquire those assets that is still outstanding. The District uses these assets to provide educational services and extracurricular activities for the students of the local community; consequently, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

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

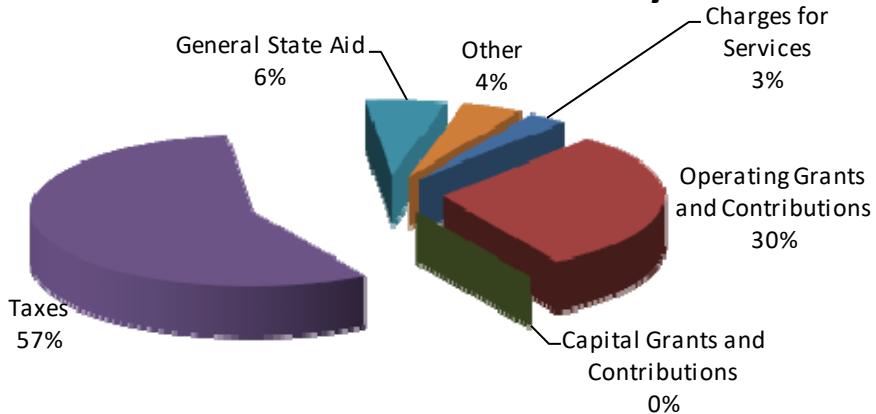
Skokie School District 73-1/2's Change in Net Position

	Governmental Activities	
	2020	2019
Revenues		
Program Revenues		
Charges for Services	\$ 903,413	\$ 969,746
Operating Grants and Contributions	9,257,843	7,337,992
General Revenues		
Property Taxes	16,902,853	16,763,983
Other Taxes	501,485	463,785
Grants and Contributions not Restricted to Specific Activities	1,796,934	1,310,276
Unrestricted Investment Earnings	1,331,922	1,614,635
Gain/(Loss) on Sale of Capital Assets	-	(306)
Total Revenues	\$ 30,694,450	\$ 28,460,111
Expenses		
Instruction		
Regular Programs	\$ 7,475,524	\$ 7,054,257
Special Education Programs	3,504,143	3,428,733
Other Instructional Programs	1,180,938	1,084,517
State Retirement Contributions	8,108,249	6,133,813
Support Services		
Pupils	1,308,696	1,185,122
Instructional Staff	1,238,724	1,078,207
General Administration	871,928	794,262
School Administration	1,298,194	1,277,289
Business	634,649	691,432
Facilities Acquisition and Construction	80,689	-
Operations and Maintenance	1,266,638	1,148,405
Transportation	708,500	845,740
Food Services	235,824	346,300
Central	797,175	684,158
Community Services	29,446	65,762
Interest and Fees on Long-Term Debt	270,521	314,568
Total Expenses	\$ 29,009,838	\$ 26,132,565
Change in Net Position	\$ 1,684,612	\$ 2,327,546
Net Position - Beginning of Fiscal Year	28,328,951	26,567,130
Net Position Adjustment	-	(565,725)
Net Position - End of Fiscal Year	\$ 30,013,563	\$ 28,328,951

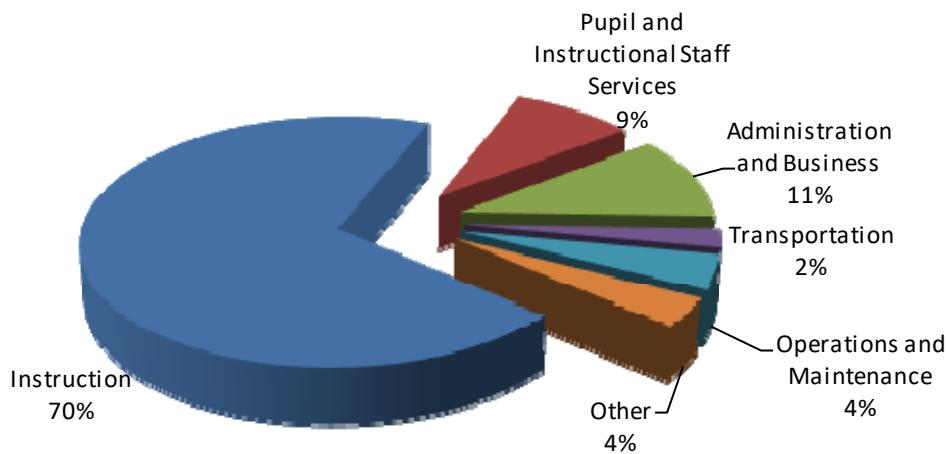
The District's total revenues increased \$2,234,339 (8%) compared to the prior year. The most significant change in the revenues compared to the prior year was an increase in Operating Grants and Contributions of \$1,919,851. Total revenues were \$30,694,450 for the year ended June 30, 2020. Property and replacement taxes accounted for the largest portion of the District's revenues, or 57%. The remainder of the revenues came from state and federal grants and other sources.

Overall expenditures increased \$2,877,273 (11%) compared to the prior year. A significant change in expenditures compared to the prior year was an increase in the State Retirement Contributions. This increase is due to an increase in the contributions intended to be paid by the State. The District's total expenses were \$29,009,838. Instructional expense accounts for the largest portion of the District's expenses, or 42%. This percentage increases to 70% when State Retirement Contributions and Payments to Other Districts and Governmental Units are included with Instructional expenses. The remaining expenses were used for administration, building operations, transportation and other sources.

District-Wide Revenues by Source



District-Wide Expenses by Source



FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

At June 30, 2020, the District reported combined ending fund balances of \$34,607,240, an increase of \$2,244,250 in comparison with the prior year. The increase is primarily due to the \$751,044 increase in the Operations and Maintenance Fund and a \$1,316,734 increase in the Transportation Fund.

The General Fund is the chief operating fund of the District. At June 30, 2020, unassigned fund balance was \$20,028,325. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 81% of total General Fund expenditures.

The Operations and Maintenance Fund's fund balance increased \$751,044 in comparison with the prior year. This increase is due to increased property taxes in 2020 as well as proceeds from trade-in of a capital asset.

The Debt Services Fund's fund balance increased by \$482,742 in comparison with the prior year. This increase is due to the transfer of interest offset by regularly scheduled debt payments.

The Transportation Fund's fund balance increased by \$1,316,734 in comparison with the prior year. This increase is due to an increase in property taxes and grant revenue.

The Illinois Municipal Retirement/Social Security Fund's fund balance increased by \$208,464 in comparison with the prior year. This increase is due to an increase in property taxes.

The Capital Projects Fund's fund balance decreased by \$74,288 in comparison with the prior year. This decrease is due to purchased services expenditures during the fiscal year.

The Tort Immunity and Judgment Fund's fund balance increased by \$237,001 in comparison with the prior year. This increase is due to lower purchased services expenditures.

The Fire Prevention and Life Safety Fund's fund balance increased by \$328,689 in comparison with the prior year. This increase is due to having no expenditures in the fund during the year as well as a gain on sale of investments.

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund revenues and expenditures are a combination of the Educational Fund and the Working Cash Fund.

Actual revenues exceeded budgeted revenues by \$9,698,619. This was primarily attributable to no amount being budgeted for State Retirement Contributions.

Actual expenditures exceeded budgeted expenditures by \$7,941,080. This was primarily attributable to no amount being budgeted for State Retirement Contributions.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets – The District's investment in capital assets as of June 30, 2020 amounts to \$18,486,356 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements other than buildings, equipment other than transportation, and transportation equipment.

Some of the more significant capital asset events during the year ended June 30, 2020 were as follows:

- Security Camera Project - \$151,005
- E-Rate Switch Upgrade Project - \$66,535

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

Skokie School District 73-1/2's Capital Assets
(net of depreciation)

	Governmental Activities	
	2020	2019
Land	\$ 369,846	\$ 369,846
Buildings	15,266,844	16,341,924
Improvements Other than Buildings	1,802,418	1,908,366
Equipment Other than Transportation	975,420	876,846
Transportation Equipment	71,828	39,785
Total	\$ 18,486,356	\$ 19,536,767

For more detail on the District's capital assets see Note 4 in the Notes to the Financial Statements.

Long-term debt – At June 30, 2020, the District had total debt outstanding of \$9,115,000.

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

Skokie School District 73-1/2's Outstanding Debt

	Governmental Activities	
	2020	2019
General Obligation Bonds	\$ 9,115,000	\$ 10,105,000
Total	\$ 9,115,000	\$ 10,105,000

Principal payments on all outstanding debt were \$990,000 during the year ended June 30, 2020.

For more detail on the District's debt obligations see Note 5 in the Notes to the Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Property Tax Extension Limitation law (also known as PTELL or tax caps) continues to limit local revenue growth for the District. The PTELL limits property tax increases by the consumer price index or 5%, whichever is less. The Consumer Price Index (CPI-U) is used as an indicator of inflation. The Consumer Price Index for the 2018 levy was 2.1% and 1.9% for the 2019 levy.

The District continues to refund property tax collections for previous tax years due to tax rate objections, Property Tax Appeal Board (PTAB) decisions, and Circuit Court decisions. Since 2012, these refunds total approximately \$3.1 million dollars.

In recent negotiations with the McCracken, Middleton, Meyer Education Association, the salary schedule was eliminated and replaced with a Base Salary System. The Base Salary System provides starting salary information for new teachers. Teachers hired prior to July 1, 2017 will receive a 3% increase each year of the 2017-2020 collective bargaining agreement. Teachers hired on or after July 1, 2017 will receive a 3% increase annually for the remainder of the agreement. The contract was rolled over for an additional two years with a 3% increase.

There continues to be uncertainty concerning the State of Illinois's financial condition and the impact that new and proposed legislation, specifically the new funding model and the proposed pension reform, will have on the District's expenditures. Illinois' Evidence Based Funding Model was passed in 2017. This model gives each public school district an adequacy target based on several factors tied to student performance. Those furthest from their target are prioritized when new funds are added to the formula. The District's rate of adequacy for the 2019-20 school year was 99%. This means that the District is able to provide 99% of what is considered "adequate" educational funding with local revenue.

REQUESTS FOR INFORMATION

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

Skokie School District 73-1/2
Business Office
8000 East Prairie Road
Skokie, IL 60076

BASIC FINANCIAL STATEMENTS

SKOKIE SCHOOL DISTRICT 73-1/2
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF NET POSITION
JUNE 30, 2020

	<u>Governmental Activities</u>
ASSETS	
Cash and Cash Equivalents	\$ 34,849,815
Property Taxes Receivable, net of allowance of \$0	8,154,169
Other Taxes Receivable, net of allowance of \$1	71,506
Due from Other Governments, net of allowance of \$0	274,119
Other Accounts Receivable, net of allowance of \$0	313
Capital Assets (Note 4):	
Land	369,846
Depreciable Buildings, Property, and Equipment, net of depreciation	18,116,510
Total Assets	<u>\$ 61,836,278</u>
DEFERRED OUTFLOWS OF RESOURCES	
OPEB Expense/Revenue - IMRF/TRS	\$ 103,719
OPEB Expense/Revenue - THIS	216,541
Pension Expense/Revenue - IMRF	172,925
Pension Expense/Revenue - TRS	461,626
Total Deferred Outflows of Resources	<u>\$ 954,811</u>
LIABILITIES	
Accounts Payable and Accrued Expenses	\$ 131,458
Payroll Liabilities	475,344
Unearned Registration Fees	9,601
Long-Term Liabilities	
Due Within One Year	1,137,066
Due in More Than One Year	20,151,679
Total Liabilities	<u>\$ 21,905,148</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes - Subsequent Year	\$ 8,154,169
OPEB Expense/Revenue - IMRF/TRS	25,457
OPEB Expense/Revenue - THIS	1,438,585
Pension Expense/Revenue - IMRF	468,135
Pension Expense/Revenue - TRS	786,032
Total Deferred Inflows of Resources	<u>\$ 10,872,378</u>
NET POSITION	
Net Investment in Capital Assets	\$ 8,706,936
Restricted for:	
Operations and Maintenance	3,571,985
Transportation	1,896,093
Retirement	1,159,039
Tort	1,479,694
Capital Projects	1,036,256
Unrestricted/(Deficit)	12,163,560
Total Net Position	<u>\$ 30,013,563</u>

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

SKOKIE SCHOOL DISTRICT 73-1/2
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental Activities				
Instruction				
Regular Programs	\$ 7,475,524	\$ 387,180	\$ 359,991	\$ (6,728,353)
Special Education Programs	3,504,143	-	267,565	(3,236,578)
Other Instructional Programs	1,180,938	125,878	47,199	(1,007,861)
State Retirement Contributions	8,108,249	-	8,108,249	-
Support Services				
Pupils	1,308,696	-	23,957	(1,284,739)
Instructional Staff	1,238,724	-	-	(1,238,724)
General Administration	871,928	-	-	(871,928)
School Administration	1,298,194	-	-	(1,298,194)
Business	634,649	-	-	(634,649)
Facilities Acquisition and Construction	80,689	-	-	(80,689)
Operations and Maintenance	1,266,638	137,742	-	(1,128,896)
Transportation	708,500	51,589	325,863	(331,048)
Food Services	235,824	201,024	125,019	90,219
Central	797,175	-	-	(797,175)
Community Services	29,446	-	-	(29,446)
Interest and Fees on Long-Term Debt	270,521	-	-	(270,521)
Total Governmental Activities	<u>\$ 29,009,838</u>	<u>\$ 903,413</u>	<u>\$ 9,257,843</u>	<u>\$ (18,848,582)</u>
General Revenues				
Taxes				
Property Taxes, Levied for General Purposes				\$ 15,949,444
Property Taxes, Levied for Debt Service				953,409
Personal Property Replacement Taxes				501,485
Grants and Contributions not Restricted to Specific Activities				1,796,934
Unrestricted Investment Earnings				1,331,922
Total General Revenues				<u>\$ 20,533,194</u>
Change in Net Position				\$ 1,684,612
Net Position - July 1, 2019				<u>28,328,951</u>
Net Position - June 30, 2020				<u>\$ 30,013,563</u>

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

SKOKIE SCHOOL DISTRICT 73-1/2
FUND FINANCIAL STATEMENTS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020

		Illinois Municipal								
		General Fund	Operations and Maintenance Fund	Debt Fund	Transportation Fund	Social Security Fund	Capital Projects Fund	Tort Immunity and Judgment Fund	Fire Prevention and Life Safety Fund	Total Governmental Funds
ASSETS										
Cash and Cash Equivalents		\$ 20,270,502	\$ 5,193,847	\$ 1,945,923	\$ 2,672,563	\$ 2,010,580	\$ 119,359	\$ 1,540,458	\$ 1,096,583	\$ 34,849,815
Property Taxes Receivable, net of allowance of \$0		5,749,437	815,927	272,770	799,252	271,409	-	101,587	143,787	8,154,169
Other Taxes Receivable, net of allowance of \$1		71,506	-	-	-	-	-	-	-	71,506
Due from Other Governments, net of allowance of \$0		193,572	-	-	80,547	-	-	-	-	274,119
Other Accounts Receivable, net of allowance of \$0		-	-	-	313	-	-	-	-	313
Total Assets		\$ 26,285,017	\$ 6,009,774	\$ 2,218,693	\$ 3,552,675	\$ 2,281,989	\$ 119,359	\$ 1,642,045	\$ 1,240,370	\$ 43,349,922
LIABILITIES										
Accounts Payable and Accrued Expenditures		\$ 54,935	\$ 41,915	\$ 1,750	\$ 234	\$ -	\$ 4,734	\$ -	\$ -	\$ 103,568
Payroll Liabilities		442,719	23,802	-	8,823	-	-	-	-	475,344
Unearned Registration Fees		9,601	-	-	-	-	-	-	-	9,601
Total Liabilities		\$ 507,255	\$ 65,717	\$ 1,750	\$ 9,057	\$ -	\$ 4,734	\$ -	\$ -	\$ 588,513
DEFERRED INFLOWS OF RESOURCES										
Property Taxes - Subsequent Year		\$ 5,749,437	\$ 815,927	\$ 272,770	\$ 799,252	\$ 271,409	\$ -	\$ 101,587	\$ 143,787	\$ 8,154,169
Total Deferred Inflows of Resources		\$ 5,749,437	\$ 815,927	\$ 272,770	\$ 799,252	\$ 271,409	\$ -	\$ 101,587	\$ 143,787	\$ 8,154,169
FUND BALANCES										
Restricted										
Operations and Maintenance		\$ -	\$ 3,571,985	\$ -	\$ 1,896,093	\$ -	\$ -	\$ -	\$ -	\$ 3,571,985
Transportation		-	-	-	-	1,795,428	-	-	-	1,896,093
Retirement		-	-	-	-	-	-	-	-	1,795,428
Capital/Projects		-	-	-	-	-	-	-	-	1,036,256
Tort		-	-	-	-	-	-	-	-	1,479,694
Assigned										
Operations and Maintenance		-	1,556,145	-	-	-	-	-	-	1,556,145
Debt Services		-	-	1,944,173	848,273	-	-	-	-	1,944,173
Transportation		-	-	-	-	-	-	-	-	848,273
Retirement		-	-	-	215,152	-	-	-	-	215,152
Capital/Projects		-	-	-	-	114,625	-	-	-	174,952
Tort		-	-	-	-	-	60,764	-	60,327	60,764
Unassigned		-	-	-	-	-	-	-	-	20,028,325
Total Fund Balances		\$ 20,028,325	\$ 5,128,130	\$ 1,944,173	\$ 2,744,366	\$ 2,010,580	\$ 114,625	\$ 1,540,458	\$ 1,096,583	\$ 34,607,240
Total Liabilities, Deferred Inflows of Resources, and Fund Balances		\$ 26,285,017	\$ 6,009,774	\$ 2,218,693	\$ 3,552,675	\$ 2,281,989	\$ 119,359	\$ 1,642,045	\$ 1,240,370	\$ 43,349,922

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

SKOKIE SCHOOL DISTRICT 73-1/2
FUND FINANCIAL STATEMENTS
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020

Total Fund Balances - Governmental Funds \$ 34,607,240

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

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

Capital Assets	\$ 35,428,183
Accumulated Depreciation on Capital Assets	<u>(16,941,827)</u>
	18,486,356

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

Bond Discounts, net of related amortization	\$ 46,638
Bond Premiums, net of related amortization	<u>(711,058)</u>
	(664,420)

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

OPEB Deferred Outflows - IMRF/TRS	\$ 103,719
OPEB Deferred Outflows - THIS	216,541
Pension Deferred Outflows - IMRF	172,925
Pension Deferred Outflows - TRS	461,626
OPEB Deferred Inflows - IMRF/TRS	(25,457)
OPEB Deferred Inflows - THIS	(1,438,585)
Pension Deferred Inflows - IMRF	(468,135)
Pension Deferred Inflows - TRS	<u>(786,032)</u>
	(1,763,398)

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

Bonds and Notes Payable	\$ (9,115,000)
Accrued Interest on Long-Term Debt	(27,890)
Compensated Absences Payable	(39,014)
Total OPEB Liability - IMRF/TRS	(50,527)
Net OPEB Liability - THIS	(10,043,599)
Net Pension Liability - IMRF	(341,179)
Net Pension Liability - TRS	<u>(1,035,006)</u>
	(20,652,215)

Net Position of Governmental Activities \$ 30,013,563

SKOKIE SCHOOL DISTRICT 73-1/2
FUND FINANCIAL STATEMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Social Security Fund	Capital Projects Fund	Tort Immunity and Judgment Fund	Fire Prevention and Life Safety Fund	Total Governmental Funds
REVENUES									
Property Taxes	\$ 11,678,808	\$ 1,663,819	\$ 953,409	\$ 1,590,013	\$ 518,460	\$ 43,114	\$ 205,102	\$ 293,242	\$ 16,902,853
Payments in Lieu of Taxes	466,371	-	-	-	-	-	-	-	501,485
Tuition	288,734	-	-	-	-	-	-	-	288,734
Transportation Fees	-	-	-	51,589	-	-	-	-	51,589
Earnings on Investments	835,142	182,973	68,858	77,485	71,744	6,401	53,872	35,447	1,331,922
Food Service	201,024	-	-	-	-	-	-	-	201,024
District/School Activity Income	102,305	-	-	-	-	-	-	-	102,305
Textbooks	122,019	-	-	-	-	-	-	-	122,019
Other Local Sources	20,833	137,404	-	-	-	-	-	-	158,237
State Aid	1,853,006	-	-	-	-	-	-	-	2,178,869
Federal Aid	747,164	-	-	-	-	-	-	-	747,164
State Retirement Contributions	8,108,249	-	-	-	-	-	-	-	8,108,249
	\$ 24,415,655	\$ 1,984,196	\$ 1,022,267	\$ 2,044,950	\$ 633,318	\$ 6,401	\$ 258,974	\$ 328,669	\$ 30,694,450
EXPENDITURES									
Current Instruction									
Regular Programs	\$ 5,965,826	\$ -	\$ -	\$ -	\$ 91,968	\$ -	\$ -	\$ -	\$ 6,057,794
Special Education Programs	1,520,065	-	-	-	44,419	-	-	-	1,564,484
Other Instructional Programs	1,105,913	-	-	-	16,036	-	-	-	1,121,949
State Retirement Contributions	8,108,249	-	-	-	-	-	-	-	8,108,249
Support Services									
Pupils	1,206,205	-	-	-	37,493	-	-	-	1,243,698
Instructional Staff	1,182,885	-	-	-	20,360	-	-	-	1,203,245
General Administration	784,055	-	-	-	19,188	-	-	-	825,216
School Administration	1,151,896	-	-	-	56,469	-	-	-	1,208,365
Business	550,250	-	-	-	29,372	-	-	-	579,622
Facilities Acquisition and Construction									
Operations and Maintenance	29,390	1,168,292	-	-	80,689	-	-	-	80,689
Transportation	-	-	-	673,183	-	-	-	-	1,239,375
Food Services	235,824	-	-	-	21,116	-	-	-	694,299
Central	708,749	-	-	-	46,661	-	-	-	755,410
Community Services	29,220	-	-	79	-	-	-	-	29,299
Debt Service	-	-	-	-	-	-	-	-	990,000
Principal	-	-	-	-	-	-	-	-	336,875
Interest and Fees	-	-	-	-	-	-	-	-	408,995
Capital Outlay	295,604	58,358	356,875	55,033	-	-	-	-	1,768,812
Intergovernmental Payments									
Payments to Other Districts and Governments	1,740,310	28,502	\$ 1,346,875	\$ 728,216	\$ 424,854	\$ 80,889	\$ 21,973	\$ -	\$ 2,472,200
	\$ 24,614,441	\$ 1,255,152	\$ 1,346,875	\$ 728,216	\$ 424,854	\$ 80,889	\$ 21,973	\$ -	\$ 2,472,200
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (198,786)	\$ 729,044	\$ (324,608)	\$ 1,316,734	\$ 208,464	\$ (74,288)	\$ 237,001	\$ 328,669	\$ 2,222,250

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

SKOKIE SCHOOL DISTRICT 73-1/2
FUND FINANCIAL STATEMENTS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

OTHER FINANCING SOURCES (USES)	General	Operations and Maintenance	Debt	Transportation	Illinois Municipal Retirement/Social Security Fund	Capital Projects Fund	Tort Immunity and Judgment Fund	Fire Prevention and Life Safety Fund	Total Governmental Funds
	Fund	Fund	Services Fund	Fund	Fund	Fund	Fund	Fund	Fund
Interfund Transfers	\$ (807,350)	\$ -	\$ 807,350	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sale or Compensation for Fixed Assets	\$ -	\$ 22,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,000
NET CHANGE IN FUND BALANCES	\$ (1,006,136)	\$ 751,044	\$ 482,742	\$ 1,316,734	\$ 208,464	\$ (74,288)	\$ 237,001	\$ 328,669	\$ 2,244,250
FUND BALANCES - JULY 1, 2019	\$ 21,034,461	\$ 4,377,086	\$ 1,461,431	\$ 1,427,632	\$ 1,802,116	\$ 188,913	\$ 1,303,457	\$ 767,894	\$ 32,362,990
FUND BALANCES - JUNE 30, 2020	\$ 20,028,325	\$ 5,128,130	\$ 1,944,173	\$ 2,744,366	\$ 2,010,580	\$ 114,625	\$ 1,540,458	\$ 1,096,553	\$ 34,607,240

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

SKOKIE SCHOOL DISTRICT 73-1/2
FUND FINANCIAL STATEMENTS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020

Net Change in Fund Balances - Total Governmental Funds \$ 2,244,250

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

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

Depreciation Expense	\$ (1,399,803)
Capital Outlays	<u>408,996</u>
	(990,807)

In the Statement of Activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the undepreciated balance of the capital assets sold.

Gain/(Loss) on Sale of Capital Assets	\$ (37,604)
Proceeds from Sale of Fixed Assets	<u>(22,000)</u>
	(59,604)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Amortization of Bond Premiums and Discounts	\$ 83,053
Accrued Interest	3,301
OPEB Benefit Payments - IMRF/TRS	31,657
OPEB Benefit Payments - THIS	84,520
OPEB Expense - IMRF/TRS	(15,173)
OPEB Expense - THIS	(459,906)
Pension Expense - IMRF	(451,802)
Pension Expense - TRS	36,110
Compensated Absences	<u>(13,900)</u>
	(702,140)

Employer Pension Contributions are expensed in the fund financial statements but treated as a reduction in the Net Pension Liability on the government-wide financial statements.

Employer Pension Contributions - IMRF	\$ 149,600
Employer Pension Contributions - TRS	<u>53,313</u>
	202,913

Repayment of long-term debt requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

Repayment of Long-Term Debt	<u>990,000</u>
-----------------------------	----------------

Change in Net Position of Governmental Activities	<u>\$ 1,684,612</u>
---	---------------------

SKOKIE SCHOOL DISTRICT 73-1/2
FUND FINANCIAL STATEMENTS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUND
JUNE 30, 2020

	<u>Agency Fund</u>
ASSETS	
Cash and Cash Equivalents	\$ 124,177
Total Assets	<u>\$ 124,177</u>
LIABILITIES	
Due to Student Groups	\$ 104,682
Flex Spending Fund	<u>19,495</u>
Total Liabilities	<u>\$ 124,177</u>

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

**SKOKIE SCHOOL DISTRICT 73-1/2
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Skokie School District 73-1/2's (District) accounting policies conform to accounting principles generally accepted in the United States of America (GAAP) as applied to local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant accounting policies used by the District are discussed below.

A. *Reporting Entity*

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

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

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

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)

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

The District does not allocate indirect costs.

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

C. *Basic Financial Statements – Fund Financial Statements*

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

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

1. Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate. The District reports these major governmental funds:

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

Special Revenue Funds – The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted, committed, or assigned to expenditures for specified purposes other than debt service and capital projects.

- *Operations and Maintenance Fund* – accounts for expenditures made for repair and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes.
- *Transportation Fund* – accounts for all revenue and expenditures made for student transportation. Revenue is 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 non-certified employees. Revenue to finance the contributions is derived primarily from local property taxes and personal property replacement taxes.
- *Tort Immunity and Judgment Fund* – accounts for the District's tort immunity or tort judgment purposes. Revenue is derived primarily from local property taxes.

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

NOTES TO FINANCIAL STATEMENTS (Continued)

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

- *Capital Projects Fund* – accounts for construction projects and renovations financed through bond proceeds or transfers from other funds.
- *Fire Prevention and Life Safety Fund* – accounts for State-approved life safety projects financed through serial bond issues or local property taxes levied specifically for such purposes.

2. Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net position and is reported using the accrual basis of accounting.

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

The following is a description of the fiduciary fund of the District:

Agency Funds – The Agency Funds (Student Activity Fund and Flex Spending Account) account for assets held by the District as an agent for the student organizations or employees. These funds are custodial in nature and do not involve the measurement of the results of operations. The amounts due to student organizations are equal to the assets.

D. Basis of Accounting

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

1. Accrual

The governmental activities in the government-wide financial statements and the fiduciary fund financial statements are presented on the accrual basis of accounting.

Property taxes are reported in the period for which levied. Other nonexchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements have been met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

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

NOTES TO FINANCIAL STATEMENTS (Continued)

E. Cash and Cash Equivalents and Investments

State statutes require the District to use the treasury services of the Township School Treasurer and authorize the District's treasurer to invest in obligations of the U.S. Treasury, certain highly rated commercial paper, corporate bonds, repurchase agreements, and money market mutual funds registered under the Investment Company Act of 1940, with certain restrictions.

Separate bank accounts are not maintained for all District funds. Instead, the funds maintain their cash balances in common accounts, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Occasionally certain of the funds participating in the common bank account will incur overdrafts (deficits) in the account. Such overdrafts in effect constitute cash borrowed from other District funds and are, therefore, interfund loans that have not been authorized by District Board action.

No fund had a cash overdraft at June 30, 2020.

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

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

F. Receivables

All receivables are reported net of estimated uncollectible amounts.

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the current fiscal year are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

H. Inventories

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

I. Interfund Activity

Interfund activity is reported either as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. All other interfund transactions are treated as transfers. In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified.

J. Capital Assets

Capital assets purchased or acquired with an original cost of \$2,500 or more are reported at historical cost or estimated historical cost. Donated capital assets, donated works of art and similar items are reported at acquisition value. Additions, improvements and other capital outlays that significantly extend

NOTES TO FINANCIAL STATEMENTS (Continued)

the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line half-year basis over the following estimated useful lives:

Buildings	15 - 50 years
Improvements Other than Buildings	15 - 30 years
Equipment Other than Transportation	5 - 20 years
Transportation Equipment	8 years

K. Deferred Outflows and Inflows of Resources

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

L. Compensated Absences

The District accrues accumulated unpaid vacation when earned (or estimated to be earned) by the employee. Vacation benefits are granted to employees in varying amounts depending on tenure with the District and the employee's contract. Future payments will be made from the same fund where the employee's salary is recorded. Historically, the expenditures are recorded in the General Fund.

M. Long-Term Obligations

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

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

N. Government-Wide Net Position

Net position is divided into three components:

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

O. Governmental Fund Balances

Governmental fund balances are divided between nonspendable and spendable.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

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

- **Restricted** – Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
- **Committed** – Committed fund balances are amounts that can only be used for specific purposes as a result of a resolution of the Board of Education. Committed amounts cannot be used for any other purpose unless the Board of Education removes those constraints by way of resolution. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation. Board approval ordinance is required to establish, modify or rescind a fund balance commitment. There are no funds committed as of June 30, 2020.
- **Assigned** – Assigned fund balances are amounts that are constrained by the District's intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by an appointed body (e.g. a budget or finance committee) or official to which the Board of Education has delegated the authority to assign, modify or rescind amounts to be used for specific purposes. The District has delegated this authority to the Business Manager.

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital projects or debt services fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the District itself. All remaining positive spendable amounts in governmental funds, other than the General Fund, that are neither restricted nor committed are considered assigned. Assignments may take place after the end of the reporting period.

- **Unassigned** – Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance in the General Fund also includes amounts levied and/or borrowed for working cash. This classification is also used to represent negative fund balances in special revenue, debt services, and capital projects funds.

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

P. Property Tax Calendar and Revenues

Property taxes are levied each calendar year on all taxable real property located in the District on or before the last Tuesday in December. The 2019 tax levy was passed by the Board on December 10, 2019. The 2018 tax levy was passed by the Board on November 12, 2018. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are for and are payable in two installments early in March and early in September of the following calendar year. The District receives significant distributions of tax receipts approximately one month after these dates.

Q. Estimates

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

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 2 - DEPOSITS AND INVESTMENTS

As explained in Note 1, the Illinois Complied Statutes require the District to utilize the investment services of the Township School Treasurer (the Treasurer). As such, the Treasurer is the lawful custodian of these school funds. The Treasurer is appointed by the Township Treasurer's Board of Trustees. The investment policies are established by the Treasurer, as prescribed by the Illinois Complied Statutes.

The Treasurer is the direct recipient of property taxes, replacement taxes, and most state and federal aid, and disburses school funds upon lawful order to the school board. The Treasurer invests excess funds at his discretion, subject to the legal restrictions discussed below.

District cash and investments (other than the student activity and petty cash funds) are part of a common pool for all the school districts and cooperatives within the township. The Treasurer maintains records that segregate the cash and investments balances by district or cooperative. Income from investments is distributed based upon the district's percentage participation in the pool. Cash for all funds, including cash applicable to the Debt Services Fund and the Illinois Municipal Retirement/Social Security Fund, is not deemed available for purposes other than those for which these balances are intended.

The Treasurer's office operates as a nonrated, external investment pool. The fair value of the District's investment in the Treasurer's pool is determined by the District's proportionate share of the fair value of the investments held by the Treasurer's office.

The weighted-average maturity of all pooled marketable investments held by the Treasurer was 3.46 years at June 30, 2020. The Treasurer also holds money-market type investments and deposits with financial institutions, including certificates of deposit. As of the same date, the fair value of all investments held by the Treasurer's office was \$428,836,823 and the fair value of the District's proportionate share of the cash and investments held by the Treasurer's office was \$34,848,315 at June 30, 2020.

Interest Rate Risk

The District's investment policy, which is the same as the Treasurer's office, aims to ensure preservation of capital in the District's overall portfolio. The highest return on investments is sought, consistent with the preservation of principal and prudent investment principles. The investment portfolio is required to provide sufficient liquidity to pay District obligations as they come due, considering maturity and investments, as appropriate to the nature, purpose and amount of funds. The District will also consider investments in local financial institutions, recognizing their contribution to the community's economic development.

Cash and Investments in the Custody of the District

At June 30, 2020, the carrying value of the District's agency funds was \$124,177, all of which was deposited with financial institutions. The District also maintains \$1,500 in an imprest account.

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 requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. At June 30, 2020, the District had \$0 deposited with a financial institution which was uncollateralized and uninsured.

NOTE 3 - FAIR VALUE MEASUREMENT

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure

NOTES TO FINANCIAL STATEMENTS (Continued)

the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs

The District has the following recurring fair value measurements as of June 30, 2020:

- Municipal Bonds (Level 2 inputs) and U.S. Government backed debt (Level 1 inputs) backed debt are valued using quoted market prices

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

NOTE 4 - CAPITAL ASSETS

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

	Balance July 1, 2019	Increases	Decreases	Balance June 30, 2020
Governmental Activities				
Capital Assets not being depreciated				
Land	\$ 369,846	\$ -	\$ -	\$ 369,846
Total Capital Assets not being depreciated	<u>\$ 369,846</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 369,846</u>
Other Capital Assets				
Buildings	\$ 30,458,360	\$ 23,990	\$ -	\$ 30,482,350
Improvements Other than Buildings	2,303,940	6,500	-	2,310,440
Equipment Other than Transportation	1,840,081	323,473	153,646	2,009,908
Transportation Equipment	200,606	55,033	-	255,639
Total Other Capital Assets at Historical Cost	<u>\$ 34,802,987</u>	<u>\$ 408,996</u>	<u>\$ 153,646</u>	<u>\$ 35,058,337</u>
Less Accumulated Depreciation				
Buildings	\$ 14,116,436	\$ 1,099,070	\$ -	\$ 15,215,506
Improvements Other than Buildings	395,574	112,448	-	508,022
Equipment Other than Transportation	963,235	165,295	94,042	1,034,488
Transportation Equipment	160,821	22,990	-	183,811
Total Accumulated Depreciation	<u>\$ 15,636,066</u>	<u>\$ 1,399,803</u>	<u>\$ 94,042</u>	<u>\$ 16,941,827</u>
Other Capital Assets, Net	<u>\$ 19,166,921</u>	<u>\$ (990,807)</u>	<u>\$ 59,604</u>	<u>\$ 18,116,510</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 19,536,767</u></u>	<u><u>\$ (990,807)</u></u>	<u><u>\$ 59,604</u></u>	<u><u>\$ 18,486,356</u></u>

Depreciation expense was charged to functions as follows:

Governmental Activities	
Regular Programs	\$ 1,210,989
Special Education Programs	107,469
Other Instructional Programs	27,008
Pupils	14,569
General Administration	2,659
School Administration	9,517
Business	27,592
Total Governmental Activities Depreciation Expense	<u>\$ 1,399,803</u>

NOTE 5 - LONG-TERM LIABILITY ACTIVITY

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

NOTES TO FINANCIAL STATEMENTS (Continued)

	Balance July 1, 2019	Additions	Retirement	Balance June 30, 2020	Amounts Due Within One Year
Governmental Activities:					
Long-Term Debt					
Bonds and Notes Payable					
GO Limited School Bonds - 2016A	\$ 8,840,000	\$ -	\$ -	\$ 8,840,000	\$ 740,000
GO Limited School Bonds - 2016B	1,265,000	-	990,000	275,000	275,000
Total Bonds and Notes Payable	<u>\$ 10,105,000</u>	<u>\$ -</u>	<u>\$ 990,000</u>	<u>\$ 9,115,000</u>	<u>\$ 1,015,000</u>
Other Long-Term Debt					
Unamortized Bond Discount	\$ (52,468)	\$ -	\$ (5,830)	\$ (46,638)	\$ (5,830)
Unamortized Bond Premium	799,941	-	88,883	711,058	88,882
Total Other Long-Term Debt	<u>\$ 747,473</u>	<u>\$ -</u>	<u>\$ 83,053</u>	<u>\$ 664,420</u>	<u>\$ 83,052</u>
Total Long-Term Debt	<u>\$ 10,852,473</u>	<u>\$ -</u>	<u>\$ 1,073,053</u>	<u>\$ 9,779,420</u>	<u>\$ 1,098,052</u>
Other Long-Term Liabilities					
Compensated Absences	\$ 25,114	\$ 68,878	\$ 54,978	\$ 39,014	\$ 39,014
Net OPEB Liability - IMRF/TRS	107,031	-	56,504	50,527	-
Net OPEB Liability - THIS	9,574,277	469,322	-	10,043,599	-
Net Pension Liability - IMRF	1,179,342	-	838,163	341,179	-
Net Pension Liability - TRS	937,569	97,437	-	1,035,006	-
Total Other Long-Term Liabilities	<u>\$ 11,823,333</u>	<u>\$ 635,637</u>	<u>\$ 949,645</u>	<u>\$ 11,509,325</u>	<u>\$ 39,014</u>
Governmental Activities Long-Term Liabilities	<u>\$ 22,675,806</u>	<u>\$ 635,637</u>	<u>\$ 2,022,698</u>	<u>\$ 21,288,745</u>	<u>\$ 1,137,066</u>

Bonds and notes payable consisted of the following at June 30, 2020:

	Maturity Date	Interest Rate	Face Amount	Carrying Amount
GO Limited School Bonds - 2016A	12/1/2027	2.00% - 4.00%	\$ 8,840,000	\$ 8,840,000
GO Limited School Bonds - 2016B	12/1/2020	4.00%	1,265,000	275,000
Total			<u>\$ 10,105,000</u>	<u>\$ 9,115,000</u>

The bond payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$1,944,173 in the Debt Services Fund to service the outstanding bonds payable. As of June 30, 2020, the District was in compliance with all significant bond covenants.

The liability for compensated absences is 75% liquidated by the General Fund and 25% liquidated by the Operations and Maintenance Fund. The IMRF Liability will be liquidated by the Illinois Municipal Retirement/Social Security Fund and the TRS Liability will be liquidated by the General Fund.

At June 30, 2020 the annual debt service requirements to service long-term debt are:

Year Ending June 30	Principal	Interest	Total
2021	\$ 1,015,000	\$ 314,312	\$ 1,329,312
2022	1,070,000	283,313	1,353,313
2023	1,090,000	250,813	1,340,813
2024	1,135,000	206,312	1,341,312
2025	1,150,000	160,613	1,310,613
2026	1,230,000	113,012	1,343,012
2027	1,280,000	62,813	1,342,813
2028	1,145,000	18,606	1,163,606
	<u>\$ 9,115,000</u>	<u>\$ 1,409,794</u>	<u>\$ 10,524,794</u>

Reconciliation to the Statement of Net Position

The following summarizes non-current liabilities as shown on the Statement of Net Position:

NOTES TO FINANCIAL STATEMENTS (Continued)

	Due Within One Year	Due in More Than One Year	Total
Bonds and Notes Payable	\$ 1,015,000	\$ 8,100,000	\$ 9,115,000
Bond Premiums, net of amortization	88,882	622,176	711,058
Bond Discounts, net of amortization	(5,830)	(40,808)	(46,638)
Other Long-Term Obligations	39,014	11,470,311	11,509,325
	<u>\$ 1,137,066</u>	<u>\$ 20,151,679</u>	<u>\$ 21,288,745</u>

NOTE 6 - PROPERTY TAXES

Property taxes receivable and unavailable revenue recorded in these financial statements are from the 2019 tax levy. The District has determined that a portion of the 2019 tax levy (\$8,869,101) and a portion of the 2018 tax levy, plus back taxes, less uncollectible amounts (\$8,033,752) are allocable for use in fiscal year 2020. Therefore, the portion of each of these levies listed above is recorded in these financial statements as property taxes revenue. A summary of tax rates, assessed valuations, and extensions for tax years 2019, 2018, and 2017 is as follows:

COOK COUNTY

TAX YEAR	2019		2018		2017		
	ASSESSED VALUATION	RATE	EXTENSION	RATE	EXTENSION	RATE	EXTENSION
Educational	\$355,243,531	2.9987	\$ 10,652,688	3.5167	\$ 10,490,175	3.5705	\$ 10,815,015
Special Education		0.3379	1,200,368	0.4000	1,193,184	0.4000	1,211,569
Operations and Maintenance		0.4646	1,650,461	0.5500	1,640,628	0.5500	1,665,908
Debt Service		0.1603	569,455	0.4802	1,432,417	0.4903	1,485,081
Transportation		0.4697	1,668,579	0.5179	1,544,875	0.2321	703,013
Municipal Retirement		0.0725	257,552	0.0691	206,123	0.0935	283,204
Tort		0.0597	212,080	0.0691	206,123	0.0680	205,967
Working Cash		0.0422	149,913	0.0500	149,148	0.0500	151,446
Leasing Educational Facilities		0.0149	52,931	0.0173	51,605	0.0170	51,492
Social Security		0.0870	309,062	0.0950	283,381	0.1020	308,950
Life Safety		0.0845	300,181	0.1000	298,296	0.1000	302,892
		4.7920	\$ 17,023,270	5.8653	\$ 17,495,955	5.6734	\$ 17,184,537

NOTE 7 - EXCESS OF EXPENDITURES OVER BUDGET

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

Fund	Budget	Actual	Excess of Actual
			Over Budget
General	\$ 16,673,361	\$ 24,614,441	\$ 7,941,080
Debt Services	1,344,412	1,346,875	2,463
Illinois Municipal Retirement/Social Security	420,273	424,854	4,581

The General Fund expenditures exceeded budget due to not budgeting for State Retirement Contributions. Debt Services expenditures exceed budget due to not budgeting Debt Service Fund fees. IMRF expenditures exceeded budget due to higher than budgeted employee benefit expenses.

NOTE 8 - OPERATING LEASES, AS LESSEE

In fiscal year 2017, the District leased one school bus. The lease is a three year agreement with annual payments of \$13,866 beginning at closing. The second year payment was due on October 19, 2017 and the final payment was due on October 19, 2018. The lease term was extended, and the school bus was purchased with a final payment paid on October 19, 2019.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 9 - RETIREMENT FUND COMMITMENTS

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

General Information About the Pension Plan

Plan Description

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

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

Benefits Provided

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

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

Essentially all Tier I retirees receive an annual 3% increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier II annual increases will be the lesser of 3% of the original benefit or 1/2% of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Public Act 100-0023, enacted in 2017, creates an optional Tier III hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout program that expire on June 30, 2021. Once program allows retiring Tier I members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier I and II members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and will be funded by bonds issued by the state of Illinois.

Contributions

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

NOTES TO FINANCIAL STATEMENTS (Continued)

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2019 was 9.0% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2020, State of Illinois contributions recognized by the District were based on the State's proportionate share of the pension expense associated with the District, and the District recognized revenue and expenditures of \$7,997,672 in pension contributions from the State of Illinois..

2.2 Formula Contributions. District's contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2020, were \$53,313 and are deferred because they were paid after the June 30, 2019 measurement date.

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

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

For the year ended June 30, 2020, the District pension contribution was 10.66% of salaries paid from federal and special trust funds. For the year ended June 30, 2020, salaries totaling \$195,649 were paid from federal and special trust funds that required District contributions of \$20,856. These contributions are deferred because they were paid after the June 30, 2019 measurement date.

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

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2020, the District paid \$11,566 to TRS for employer contributions due on salary increases in excess of 6%, \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2019, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related State support and the total portion of the net pension liability that was associated with the District follows below:

District's proportionate share of the net pension liability	\$ 1,035,006
State's proportionate share of the net pension liability associated with the District	73,660,299
Total	\$ 74,695,305

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018 and rolled forward to June 30, 2019. The employer's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2019, relative to the contributions of all participating TRS employers and the State during that period. At June 30, 2019, the District's proportion was 0.0012760820%, which was an increase of 0.0000732192 from its proportion measured as of June 30, 2018.

NOTES TO FINANCIAL STATEMENTS (Continued)

For the year ended June 30, 2020, the District recognized pension expense of \$7,997,672 and revenue of \$7,997,672 for support provided by the State. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Expense in Future Periods	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferred Outflows/(Inflows) of Resources</u>
Differences between expected and actual experience	\$ 16,971	\$ -	\$ 16,971
Net difference between projected and actual earnings on pension plan investments	1,640	-	1,640
Changes of assumptions	23,191	(19,867)	3,324
Changes in proportion and differences between employer contributions and proportionate share of contributions	366,511	(766,165)	(399,654)
Employer contributions subsequent to the measurement date	53,313	-	53,313
Total deferred amounts related to pensions	<u>\$ 461,626</u>	<u>\$ (786,032)</u>	<u>\$ (324,406)</u>

\$53,313 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

<u>Year Ending December 31</u>	<u>Net Deferred Outflows/(Inflows) of Resources</u>
2021	\$ (48,538)
2022	(63,978)
2023	(183,984)
2024	(85,931)
2025	4,712
Total	<u>\$ (377,719)</u>

Actuarial Assumptions

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

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

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)

Asset Class	Target Allocation	Projected Return
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	<u><u>100.0%</u></u>	

Discount Rate

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

Based on those assumptions, TRS's fiduciary net position at June 30, 2019 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier I's liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

	Current		
	1% Decrease	Discount Rate	1% Increase
	6.00%	7.00%	8.00%
Net Pension Liability	\$ 1,264,170	\$ 1,035,006	\$ 846,589

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*.

B. *Illinois Municipal Retirement Fund*

Plan Description

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer

NOTES TO FINANCIAL STATEMENTS (Continued)

public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided

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

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

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

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

Employees Covered by Benefit Terms

All appointed employees of a participating employer who are employed in a position normally requiring 600 hours (1,000 hours for certain employees hired after 1981) or more of work in a year are required to participate. As of December 31, 2019, the following employees were covered by the benefit terms:

Inactive plan members and beneficiaries currently receiving benefits	68
Inactive plan members entitled to but not yet receiving benefits	135
Active plan members	40
Total	<hr/> <hr/> 243

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 7.46%. For the fiscal year ended June 30, 2020, the District contributed \$149,600 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

NOTES TO FINANCIAL STATEMENTS (Continued)

disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The components of the net pension liability of the IMRF actuarial valuation performed as of December 31, 2019, and a measurement date as of December 31, 2019, calculated in accordance with GASB Statement No. 68, were as follows:

Total Pension Liability	\$ 11,043,720
IMRF Fiduciary Net Position	10,702,541
District's Net Pension Liability	341,179
IMRF Fiduciary Net Position as a Percentage of the Total Pension Liability	96.91%

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

Actuarial Assumptions

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

Assumptions	
Inflation	2.50%
Salary Increases	3.35% - 14.25% including inflation
Interest Rate	7.25%
Asset Valuation Method	Market value of assets
Projected Retirement Age	Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016.

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

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2019:

NOTES TO FINANCIAL STATEMENTS (Continued)

Asset Class	Target Allocation	Projected Return
Equities	37.0%	5.75%
International Equities	18.0%	6.50%
Fixed Income	28.0%	3.25%
Real Estate	9.0%	5.20%
Alternatives	7.0%	
Private Equity		7.60%
Hedge Funds		N/A
Commodities		3.60%
Cash Equivalents	1.0%	1.85%
	<u>100.0%</u>	

Single Discount Rate

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

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

For the purpose of this discount rate, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 2.75%; and resulting single discount rate is 7.25%. The prior year single discount rate was 7.25% and increased 0.00% to the current year single discount rate.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balances at December 31, 2018	<u>\$ 10,434,775</u>	<u>\$ 9,255,433</u>	<u>\$ 1,179,342</u>
Changes for the year:			
Service Cost	\$ 174,587	\$ -	\$ 174,587
Interest on the Total Pension Liability	744,038	-	744,038
Differences Between Expected and Actual			
Experience of the Total Pension Liability	209,264	-	209,264
Changes of Assumptions	-	-	-
Contributions - Employer	-	129,645	(129,645)
Contributions - Employee	-	78,204	(78,204)
Net Investment Income	-	1,745,985	(1,745,985)
Benefit Payments, including Refunds			
of Employee Contributions	(518,944)	(518,944)	-
Other (Net Transfer)	-	12,218	(12,218)
Net Changes	<u>\$ 608,945</u>	<u>\$ 1,447,108</u>	<u>\$ (838,163)</u>
Balances at December 31, 2019	<u>\$ 11,043,720</u>	<u>\$ 10,702,541</u>	<u>\$ 341,179</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:

NOTES TO FINANCIAL STATEMENTS (Continued)

	Current		
	1% Decrease	Discount Rate	1% Increase
	6.25%	7.25%	8.25%
Net Pension Liability/(Asset)	\$ 1,573,740	\$ 341,179	\$ (690,600)

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/(income) of \$451,802. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Expense in Future Periods	Outflows of Resources	Inflows of Resources	Net Outflows of Resources
Differences between expected and actual experience	\$ 84,790	\$ -	\$ 84,790
Net difference between projected and actual earnings on pension plan investments	-	468,135	(468,135)
Total deferred amounts to be recognized in pension expense in future periods	\$ 84,790	\$ 468,135	\$ (383,345)
Pension contributions made subsequent to the measurement date	88,135	-	88,135
Total deferred amounts related to pensions	<u>\$ 172,925</u>	<u>\$ 468,135</u>	<u>\$ (295,210)</u>

\$88,135 reported as deferred outflows of resources related to pensions resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows of Resources
2020	\$ (50,920)
2021	(152,673)
2022	37,409
2023	(217,161)
2024	-
Thereafter	-
Total	<u>\$ (383,345)</u>

C. Social Security

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

NOTE 10 - POST-EMPLOYMENT BENEFIT COMMITMENTS

A. Teacher Health Insurance Security Fund (THIS)

General Information About the OPEB Plan

Plan Description

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature

NOTES TO FINANCIAL STATEMENTS (Continued)

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

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

Benefits Provided

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

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

Contributions

For the fiscal year ended June 30, 2020, the State Employees Group Insurance Act of 1971 (5 ILCS 375/6.6) requires that all active contributors of the THIS make contributions to the plan at a rate of 1.24% of salary and for every employer of a teacher to contribute an amount equal to 0.92% of each teacher's salary. For the fiscal year ended June 30, 2019, the employee contribution was 1.24% of salary and the employer contribution was 0.92% of each teacher's salary. The Department of Central Management Services determines, by rule, the percentage required, which each year shall not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. In addition, under the State

NOTES TO FINANCIAL STATEMENTS (Continued)

Pension Funds Continuing Appropriations Act (40 ILCS 15/1.3), there is appropriated, on a continuing annual basis, from the General Revenue Fund, an account of the General Fund, to the State Comptroller for deposit in the Teachers' Health Insurance Security Fund (THISF), an amount equal to the amount certified by the Board of Trustees of THIS as the estimated total amount of contributions to be paid under 5 ILCS 376/6.6(a) in that fiscal year. The member contribution, which may be paid on behalf of employees by the employer, is submitted to THIS by the employer.

On-Behalf Contributions to THIS. The State of Illinois makes employer benefit contributions on behalf of the District. For the year ended June 30, 2020, State of Illinois contributions recognized by the District were based on the State's proportionate share of the collective net OPEB liability associated with the District, and the District recognized revenue and expenditures of \$110,577 in benefit contributions from the State of Illinois.

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

At June 30, 2019, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state benefit support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net OPEB liability	\$ 10,043,599
State's proportionate share of the net OPEB liability associated with the District	13,534,775
Total	\$ 23,578,374

The net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018 and rolled forward to June 30, 2019. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2019, relative to the contributions of all participating THIS employers and the State during that period. At June 30, 2019, the District's proportion was 0.036288%, which was a decrease of 0.000053% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized benefit expense of \$110,577 and on-behalf revenue/expense of \$110,577 for support provided by the State. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows of Resources
Differences between expected and actual experience	\$ -	\$ (166,666)	\$ (166,666)
Net difference between projected and actual earnings on pension plan investments	-	(329)	(329)
Changes of assumptions	3,808	(1,151,325)	(1,147,517)
Changes in proportion and differences between employee contributions and proportionate share of contributions	128,213	(120,265)	7,948
Employer contributions subsequent to the measurement date	84,520	-	84,520
	\$ 216,541	\$ (1,438,585)	\$ (1,222,044)

\$84,520 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

NOTES TO FINANCIAL STATEMENTS (Continued)

<u>Year Ending June 30</u>	
2021	\$ (167,898)
2022	(221,306)
2023	(636,419)
2024	(297,244)
2025	16,303
	<u>\$ (1,306,564)</u>

Actuarial Assumptions

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

Inflation	2.50%
Salary Increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Investment Rate of Return	0%, net of OPEB plan investment expense, including inflation
Healthcare Cost Trend Costs	Actual trend used for fiscal year 2019. For fiscal years on and after 2020, trend starts at 8.00% and 9.00% for non-Medicare costs and post-Medicare costs, respectively, and gradually decrease to an ultimate trend of 4.5%. Additional trend rate of 0.31% is added to non-Medicare costs on and after 2022 to account for the Excise Tax.

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Annuitant Mortality Table, adjusted for THIS experience. For disabled annuitants, mortality rates were based on the RP-2014 Disabled Annuitant Table. Mortality rates pre-retirement were based on the RP-2014 White Collar Table. All tables reflect future improvements using Projection Scale MP-2017.

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

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Illinois Public Treasurers' Investment Pool	100.0%	2.04%
	<u>100.0%</u>	

Discount Rate

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since TRIP (Teachers' Retirement Insurance Program) is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year general obligation bond index has been selected. The discount rates are 3.62% as of June 30, 2018, and 3.13% as of June 30, 2019. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

NOTES TO FINANCIAL STATEMENTS (Continued)

Based on those assumptions, THIS's fiduciary net position at June 30, 2019 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on THIS investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

At June 30, 2019, the discount rate used to measure the total OPEB liability was 3.13%.

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

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

	Current		
	1% Decrease	Discount Rate	1% Increase
Employer's proportionate share of the net OPEB liability	2.13%	3.13%	4.13%
	\$ 12,076,045	\$ 10,043,599	\$ 8,438,393

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

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher. The key trend rates are 8.00% in 2020 decreasing to an ultimate trend rate of 4.81% in 2027, for non-Medicare coverage, and 9.00% in 2020 decreasing to an ultimate trend rate of 4.5% in 2027 for Medicare coverage.

	Healthcare		
	1% Decrease	Cost Valuation	1% Increase
Employer's proportionate share of the net OPEB liability	(a) \$ 8,114,404	Rate \$ 10,043,599	(b) \$ 12,649,207

- (a) One percentage point decrease in healthcare trend rates are 7.00% in 2020 decreasing to an ultimate trend rate of 3.81% in 2027, for non-Medicare coverage, and 8.00% in 2020 decreasing to an ultimate trend rate of 3.50% in 2027 for Medicare coverage.
- (b) One percentage point increase in healthcare trend rates are 9.00% in 2020 decreasing to an ultimate trend rate of 5.81% in 2027, for non-Medicare coverage, and 10.00% in 2020 decreasing to an ultimate trend rate of 5.50% in 2027 for Medicare coverage.

B. Postretirement Health Plan

Plan Overview

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

Medical Coverage

Eligible retirees may continue coverage into retirement on the District plan on a pay-all basis. Coverage is also available for eligible dependents on a pay-all basis. Coverage can continue upon the participant reaching Medicare eligibility. Coverage for dependents can continue upon the death of the retiree given that contributions continue.

The District pays the entire cost for the medical, dental, and life insurance coverage of a retired Administrator. Subsidized coverage ends upon the earlier of attainment of age 65 and Medicare eligibility.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

Eligibility

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

Regular Plan Tier 1 (Enrolled in IMRF Prior to January 1, 2011)

- At least 55 years old and at least 8 years of credited service (reduced pension)
- At least 60 years old and at least 8 years of credited service (full pension)

Regular Plan Tier 2 (Enrolled in IMRF On or After January 1, 2011)

- At least 62 years old and at least 10 years of credited service (reduced pension)
- At least 67 years old and at least 10 years of credited service (full pension)

Membership in the plan consisted of the following at June 30, 2020, the date of the latest actuarial valuation:

Active employees	43
Inactive employees entitled to but not yet receiving benefits	-
Inactive employees currently receiving benefits	1
Total	44

Contribution

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

Total OPEB Liability

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

Actuarial Assumptions

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

	Entry Age Normal			
Actuarial Method		2.66%		
Discount rate		4.00%		
Salary Rate Increase		N/A		
Expected long-term investment rate of return			Insurance Year Trends	
Health Care Trend	Period	PPO	HMO	BLUE ADV HMO
(1) Known rate	F20-FY21	6.7% (1)	8.3% (1)	8.3% (1)
	FY21-FY22	7.00%	5.00%	5.00%
	FY22-FY23	6.81%	4.96%	4.96%
	FY23-FY24	6.62%	4.92%	4.92%
	FY24-FY25	6.42%	4.88%	4.88%
	FY25-FY26	6.23%	4.85%	4.85%
	FY26-FY27	6.04%	4.81%	4.81%
	FY27-FY28	5.85%	4.77%	4.77%
	FY28-FY29	5.65%	4.73%	4.73%
	FY29-FY30	5.46%	4.69%	4.69%
	FY30-FY31	5.27%	4.65%	4.65%
	FY31-FY32	5.08%	4.62%	4.62%
	FY32-FY33	4.88%	4.58%	4.58%
	FY33-FY34	4.69%	4.54%	4.54%
	FY34-FY35	4.50%	4.50%	4.50%
	Subsequent	4.50%	4.50%	4.50%

NOTES TO FINANCIAL STATEMENTS (Continued)

Retiree Contribution Trend	Same as Health Care Trend																								
Mortality	TRS Participants: PubT.H-2010 Mortality - Teachers IMRF Participants: PubG.H-2010 Mortality - General																								
Disability Rates	None																								
Average Retirement Age	IMRF Tier 1: Age 60 IMRF Tier 2: Age 65																								
Termination/Turnover Rates	Table T-5 from the Pension Actuary's Handbook																								
Starting Per Capita Costs	<table border="1"> <thead> <tr> <th></th> <th style="text-align: center;"><u>Retiree</u></th> <th style="text-align: center;"><u>Spouse</u></th> </tr> </thead> <tbody> <tr> <td>PPO Plan</td> <td style="text-align: right;">\$ 20,187</td> <td style="text-align: right;">\$ 22,041</td> </tr> <tr> <td>HMO Plan</td> <td style="text-align: right;">11,950</td> <td style="text-align: right;">17,393</td> </tr> <tr> <td>Blue Adv. HMO</td> <td style="text-align: right;">10,963</td> <td style="text-align: right;">15,956</td> </tr> </tbody> </table> <table border="1"> <thead> <tr> <th></th> <th style="text-align: center;"><u>Retiree</u></th> <th style="text-align: center;"><u>Spouse</u></th> </tr> </thead> <tbody> <tr> <td>PPO Plan</td> <td style="text-align: right;">\$ 11,658</td> <td style="text-align: right;">\$ 12,728</td> </tr> <tr> <td>HMO Plan</td> <td style="text-align: right;">6,901</td> <td style="text-align: right;">10,044</td> </tr> <tr> <td>Blue Adv. HMO</td> <td style="text-align: right;">6,331</td> <td style="text-align: right;">9,214</td> </tr> </tbody> </table>		<u>Retiree</u>	<u>Spouse</u>	PPO Plan	\$ 20,187	\$ 22,041	HMO Plan	11,950	17,393	Blue Adv. HMO	10,963	15,956		<u>Retiree</u>	<u>Spouse</u>	PPO Plan	\$ 11,658	\$ 12,728	HMO Plan	6,901	10,044	Blue Adv. HMO	6,331	9,214
	<u>Retiree</u>	<u>Spouse</u>																							
PPO Plan	\$ 20,187	\$ 22,041																							
HMO Plan	11,950	17,393																							
Blue Adv. HMO	10,963	15,956																							
	<u>Retiree</u>	<u>Spouse</u>																							
PPO Plan	\$ 11,658	\$ 12,728																							
HMO Plan	6,901	10,044																							
Blue Adv. HMO	6,331	9,214																							
Retiree Contributions																									
Election at Retirement	5% of active IMRF employees are assumed to elect coverage continuation at retirement																								
Marital Status	50% of active employees are assumed to be married and elect spousal coverage upon retirement. Males are assumed to be three years older than females.																								
Retiree Lapse Rate	0.00%																								

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2019 through June 30, 2020

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

Discount Rate

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

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

Changes in the Total OPEB Liability

	Increase/(Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
	\$ 107,031	\$ -	\$ 107,031
Balances at June 30, 2019			
Changes for the year:			
Service Cost	\$ 1,158	\$ -	\$ 1,158
Interest on Total OPEB Liability	2,545	-	2,545
Difference Between Expected & Actual	(16,762)	-	(16,762)
Assumption Changes	(10,706)	-	(10,706)
Benefit Payments	(31,657)	-	(31,657)
Other Changes	(1,082)	-	(1,082)
Net Changes	<u>\$ (56,504)</u>	<u>\$ -</u>	<u>\$ (56,504)</u>
Balances at June 30, 2020	<u>\$ 50,527</u>	<u>\$ -</u>	<u>\$ 50,527</u>

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)

Plan's Total OPEB Liability/(Asset)		
1% Increase	Valuation Rate	1% Decrease
\$ 49,951	\$ 50,527	\$ 51,129

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

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

Plan's Total OPEB Liability/(Asset)		
Healthcare Cost		
1% Increase	Valuation Rate	1% Decrease
\$ 51,330	\$ 50,527	\$ 49,785

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

For the fiscal year ended June 30, 2020, the District recognized OPEB expense of \$15,173. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows/(Inflows) of Resources
Changes of Assumptions	\$ 103,719	\$ 25,457	\$ 78,262
Total	\$ 103,719	\$ 25,457	\$ 78,262

Changes in total OPEB liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in OPEB expense over the expected remaining service life of all employees (8.4 years, active and retired) in the postretirement plan.

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

Year ending June 30	Net Deferred Outflows/(Inflows) of Resources
2021	\$ 11,470
2022	11,470
2023	11,470
2024	11,470
2025	11,470
2026	11,470
2027	11,470
2028	(1,931)
2029	(97)
	<u>\$ 78,262</u>

NOTE 11 - INTERFUND TRANSFERS

The District had an interfund transfer during the year ended June 30, 2020 in the following funds.

Transfer From	Transfer To	Amount
General Fund	Debt Services Fund	\$ 807,350

NOTES TO FINANCIAL STATEMENTS (Continued)

The purpose of the transfer was to abate funds for the 2019 and 2020 levies. This abatement was a requirement of accepting the 2020 Property Tax Relief Grant. The transfer was approved at the March 10, 2020 board meeting.

NOTE 12 - JOINT VENTURE – NILES TOWNSHIP DISTRICT FOR SPECIAL EDUCATION (NTDSE)

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

A summary of financial condition (accrual basis) of NTDSE at June 30, 2019 (most recent information available) is as follows:

Assets	<u>\$ 14,627,650</u>
Liabilities	<u>\$ 57,771</u>
Fund Balance	<u>14,569,879</u>
	<u><u>\$ 14,627,650</u></u>
Revenue Received	<u>\$ 19,540,149</u>
Expenditures Disbursed	<u>17,299,018</u>
Net Increase/ (Decrease) in Fund Balance	<u><u>\$ 2,241,131</u></u>

Complete financial statements for NTDSE can be obtained from the Administrative Offices at 8701 Menard Ave., Morton Grove, IL 60053.

NOTE 13 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The District purchases insurance coverage against such risks. To protect the District from such risks, the District participates in the following public entity risk cooperatives: The Educational Benefit Cooperative (EBC) for health benefit claims and the Suburban School Cooperative Insurance Pool (SSCIP) for property damage and injury claims. The District pays annual premiums to the cooperatives for insurance coverage. The arrangements with the cooperatives provide that the cooperatives will be self-sustaining through member premiums and will reinsurance through commercial companies for claims in excess of certain levels established by the cooperative.

The District continues to carry commercial insurance and worker's compensation insurance for all other risks of loss, including torts and professional liability insurance.

During the year ended June 30, 2020, there were no significant reductions in insurance coverage, there were no significant adjustments in premiums based on actual experience, and claims have not exceeded insurance coverage in the last three years.

NOTE 14 - CONTINGENCIES

The District is not aware of any litigation which might have a material adverse effect on the District's financial position.

NOTE 15 - LEGAL DEBT LIMITATION

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

NOTES TO FINANCIAL STATEMENTS (Continued)

2019 EAV	\$ 355,243,531
Rate	6.9%
Debt Margin	\$ 24,511,804
Current Debt	9,115,000
Remaining Debt Margin	<u>\$ 15,396,804</u>

NOTE 16 - SUBSEQUENT EVENTS

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

REQUIRED SUPPLEMENTARY INFORMATION

SKOKIE SCHOOL DISTRICT 73-1/2
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION
LIABILITY AND RELATED RATIOS
YEAR ENDED JUNE 30, 2020

	<u>6/30/2020*</u>	<u>6/30/2019*</u>	<u>6/30/2018*</u>	<u>6/30/2017*</u>	<u>6/30/2016*</u>	<u>6/30/2015*</u>
TOTAL PENSION LIABILITY						
Service Cost	\$ 174,587	\$ 163,715	\$ 185,138	\$ 190,536	\$ 209,147	\$ 221,581
Interest on the Total Pension Liability	744,038	711,616	723,414	686,151	666,802	620,649
Difference Between Expected and Actual Experience	209,264	162,143	(240,150)	83,505	(187,439)	(230,517)
Changes of Assumptions	-	264,639	(305,257)	(32,679)	20,634	415,720
Benefit Payments, Including Refunds of Member Contributions	(518,944)	(547,381)	(472,111)	(457,308)	(376,657)	(411,282)
Net Change in Total Pension Liability	<u>\$ 608,945</u>	<u>\$ 754,732</u>	<u>\$ (108,966)</u>	<u>\$ 470,205</u>	<u>\$ 332,487</u>	<u>\$ 616,151</u>
Total Pension Liability - Beginning						
Total Pension Liability - Ending	<u><u>\$ 11,043,720</u></u>	<u><u>\$ 10,434,775</u></u>	<u><u>\$ 9,680,043</u></u>	<u><u>\$ 9,789,009</u></u>	<u><u>\$ 9,318,804</u></u>	<u><u>\$ 8,986,317</u></u>
PLAN FIDUCIARY NET POSITION						
Contributions - Employer	\$ 129,645	\$ 156,135	\$ 196,393	\$ 797,869	\$ 200,720	\$ 212,797
Contributions - Member	78,204	78,127	82,682	79,714	84,698	83,341
Net Investment Income	1,745,985	(537,100)	1,596,147	533,468	41,458	490,355
Benefit Payments, Including Refunds of Member Contributions	(518,944)	(547,381)	(472,111)	(457,308)	(376,657)	(411,282)
Other (Net Transfers)	12,218	278,112	(563,353)	452	(253,805)	(134,211)
Net Change in Plan Fiduciary Net Position	<u>\$ 1,447,108</u>	<u>\$ (572,107)</u>	<u>\$ 839,758</u>	<u>\$ 954,195</u>	<u>\$ (303,586)</u>	<u>\$ 241,000</u>
Plan Fiduciary Net Position - Beginning						
Plan Fiduciary Net Position - Ending	<u><u>\$ 9,255,433</u></u>	<u><u>\$ 9,827,540</u></u>	<u><u>\$ 8,987,782</u></u>	<u><u>\$ 8,033,587</u></u>	<u><u>\$ 8,337,173</u></u>	<u><u>\$ 8,096,173</u></u>
District's Net Pension Liability						
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	96.91%	88.70%	101.52%	91.82%	86.21%	92.78%
Covered Payroll	\$ 1,737,859	\$ 1,704,536	\$ 1,759,785	\$ 1,771,425	\$ 1,814,833	\$ 1,852,025
Employer's Net Pension Liability as a percentage of Covered-Valuation Payroll	19.63%	69.19%	-8.38%	45.23%	70.82%	35.05%

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

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

SKOKIE SCHOOL DISTRICT 73-1/2
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTION
JUNE 30, 2020

	6/30/2020*	6/30/2019*	6/30/2018*	6/30/2017*	6/30/2016*	6/30/2015*
Actuarially-Determined Contribution						
Contributions in relation to Actuarially-Determined Contribution	\$ 129,644	\$ 156,135	\$ 196,392	\$ 197,868	\$ 200,721	\$ 212,797
Contribution deficiency/(excess)	<u><u>\$ 129,645</u></u>	<u><u>156,135</u></u>	<u><u>196,393</u></u>	<u><u>797,869</u></u>	<u><u>200,720</u></u>	<u><u>212,797</u></u>
Covered Payroll	\$ 1,808,679	\$ 1,733,505	\$ 1,766,545	\$ 1,771,425	\$ 1,814,833	\$ 1,852,025
Contributions as a percentage of Covered-Valuation Payroll	7.17%	9.01%	11.12%	45.04%	11.06%	11.49%

Notes to Schedule:

Actuarial Method and Assumptions Used on the Calculation of the 2019 Contribution Rate *

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

Actuarial Cost Method: Aggregate entry age normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 24-year closed period

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

Wage Growth: 3.25%

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

Salary Increases: 3.35% to 14.25%, including inflation

Investment Rate of Return: 7.50%

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition, last updated for the 2017 valuation pursuant to an experience study of the period 2014 to 2016.

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

*Based on Valuation Assumptions used in the December 31, 2017 actuarial valuation; note two year lag between valuation and rate setting.

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

SKOKIE SCHOOL DISTRICT 73-1/2
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
JUNE 30, 2020

	<u>6/30/2020 *</u>	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>	<u>6/30/2017 *</u>	<u>6/30/2016 *</u>	<u>6/30/2015 *</u>
Employer's proportion of the Net Pension Liability	0.0012761%	0.0012029%	0.0028358%	0.0017232%	0.0018178%	0.0024925%
Employer's proportionate share of the Net Pension Liability	\$ 1,035,006	\$ 937,569	\$ 2,166,466	\$ 1,360,203	\$ 1,190,869	\$ 1,516,883
State's proportionate share of the Net Pension Liability associated with the employer	<u>73,660.299</u>	<u>64,227,436</u>	<u>62,712,401</u>	<u>65,986,228</u>	<u>52,702,477</u>	<u>45,754,124</u>
Total	<u>\$ 74,695,305</u>	<u>\$ 65,165,005</u>	<u>\$ 64,878,867</u>	<u>\$ 67,346,431</u>	<u>\$ 53,893,346</u>	<u>\$ 47,271,007</u>
Employer's Covered Payroll						
Employer's proportionate share of the Net Pension Liability as a percentage of Covered-Employee Payroll	11.60%	11.07%	25.99%	16.89%	15.93%	21.04%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	39.60%	40.00%	39.30%	36.40%	41.50%	43.00%

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

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

Changes of Assumptions:

For the 2019, 2018, 2017 and 2016 measurement years, the assumed investment rate of return was of 7.0%, including an inflation rate of 2.5% and a real return of 4.5%. Salary increases were assumed to vary by service credit, but the rates of increase in the 2018 measurement year were slightly higher.

For the 2015 measurement year, the assumed investment rate of return was 7.5%, including an inflation rate of 3.0% and a real return of 4.5%. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

SKOKIE SCHOOL DISTRICT 73-1/2
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTION
JUNE 30, 2020

	<u>6/30/2020*</u>	<u>6/30/2019*</u>	<u>6/30/2018*</u>	<u>6/30/2017 *</u>	<u>6/30/2016 *</u>	<u>6/30/2015 *</u>
Statutorily-Required Contribution	\$ 57,791	\$ 49,978	\$ 116,832	\$ 66,872	\$ 63,185	\$ 88,931
Contributions in relation to the Statutorily-Required Contribution	<u>\$ 57,791</u>	<u>\$ 49,978</u>	<u>\$ 116,832</u>	<u>\$ 66,872</u>	<u>\$ 63,185</u>	<u>\$ 88,931</u>
Contribution deficiency/(excess)	<u><u>\$ -</u></u>					
Employer's Covered Payroll	\$ 9,186,952	\$ 8,920,484	\$ 8,470,863	\$ 8,050,964	\$ 7,473,621	\$ 7,210,353
Contributions as a percentage of Covered Payroll	0.63%	0.56%	1.38%	0.83%	0.85%	1.23%

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

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

SKOKIE SCHOOL DISTRICT 73-1/2
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
 OF THE NET OPEB LIABILITY
 JUNE 30, 2020

	6/30/2020 *	6/30/2019 *	6/30/2018 *
Employer's proportion of the Net OPEB Liability	0.0850150%	0.0851400%	0.0706330%
Employer's proportionate share of the Net OPEB Liability	\$ 10,043,599	\$ 9,574,277	\$ 9,555,200
State's proportionate share of the Net OPEB Liability associated with the employer	<u>13,534,775</u>	<u>12,856,292</u>	<u>12,548,286</u>
Total	<u>\$ 23,578,374</u>	<u>\$ 22,430,569</u>	<u>\$ 22,103,486</u>
Employer's Covered Payroll	\$ 8,920,484	\$ 8,799,645	\$ 8,646,541
Employer's proportionate share of the Net OPEB Liability as a percentage of Covered Payroll	112.59%	108.80%	110.51%
OPEB Plan Net Position as a percentage of the Total OPEB Liability	0.25%	-0.07%	-0.17%

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

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

Changes of Assumptions:

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

SKOKIE SCHOOL DISTRICT 73-1/2
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
 SCHEDULE OF EMPLOYER CONTRIBUTION
 JUNE 30, 2020

	<u>6/30/2020 *</u>	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>
Statutorily-Required Contribution	\$ 82,055	\$ 75,811	\$ 71,155
Contributions in relation to the Statutorily-Required Contribution	<u>82,068</u>	<u>75,835</u>	<u>71,155</u>
Contribution deficiency//(excess)	<u>\$ (13)</u>	<u>\$ (24)</u>	<u>\$ -</u>
Employer's Covered Payroll	\$ 9,186,952	\$ 9,108,664	\$ 8,799,645
Contributions as a percentage of Covered Payroll	0.89%	0.83%	0.81%

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

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

SKOKIE SCHOOL DISTRICT 73-1/2
OTHER POST-EMPLOYMENT BENEFIT
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET OPEB
LIABILITY AND RELATED RATIOS
JUNE 30, 2020

	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>
TOTAL OPEB LIABILITY			
Service Cost	\$ 1,158	\$ 652	\$ 609
Interest	2,545	3,720	-
Differences Between Expected and Actual Experience	(16,762)	-	-
Benefit Payments	(31,656)	(44,859)	(44,866)
Changes in Assumptions	(10,706)	218	-
Other Changes	(1,083)	52	191,505
Net Change in Total OPEB Liability	<u>\$ (56,504)</u>	<u>\$ (40,217)</u>	<u>\$ 147,248</u>
Total OPEB Liability - Beginning	<u>107,031</u>	<u>147,248</u>	-
Total OPEB Liability - Ending	<u>\$ 50,527</u>	<u>\$ 107,031</u>	<u>\$ 147,248</u>
OPEB PLAN FIDUCIARY NET POSITION			
Net Change in OPEB Plan Net Position	\$ -	\$ -	\$ -
OPEB Plan Net Position - Beginning	-	-	-
OPEB Net Position - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Net OPEB Plan Liability	<u>\$ 50,527</u>	<u>\$ 107,031</u>	<u>\$ 147,248</u>
OPEB Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%	0.00%	0.00%
Covered-Employee Payroll	\$ 1,843,570	\$ 1,277,848	\$ 1,277,848
Employer's Net OPEB Liability as a Percentage of Covered-Valuation Payroll	2.74%	8.38%	11.52%

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

SKOKIE SCHOOL DISTRICT 73-1/2
OTHER POST-EMPLOYMENT BENEFIT
SCHEDULE OF EMPLOYER CONTRIBUTION
JUNE 30, 2020

	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>
Actuarially-Determined Contribution	N/A	N/A	N/A
Contributions in relation to Actuarially-Determined Contribution	-	-	-
Contribution deficiency/(excess)	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Covered-Employee Payroll	\$ 1,843,570	\$ 1,766,545	\$ 1,766,545
Contributions as a percentage of Covered-Employee Payroll	0.00%	0.00%	0.00%

Notes to Schedule:

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

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

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
REVENUES			
Property Taxes	\$ 11,285,891	\$ 11,678,808	\$ 392,917
Payments in Lieu of Taxes	400,000	458,371	58,371
Tuition	333,000	288,734	(44,266)
Earnings on Investments	330,000	835,142	505,142
Food Service	222,500	201,024	(21,476)
District/School Activity Income	114,500	102,305	(12,195)
Textbooks	135,500	122,019	(13,481)
Other Local Sources	30,000	20,833	(9,167)
General State Aid	1,273,160	1,776,439	503,279
Special Education	75,000	74,650	(350)
State Free Lunch and Breakfast	2,000	1,167	(833)
Other Restricted Revenue from State Sources	-	750	750
Federal Aid			
Food Service	150,000	123,852	(26,148)
Title I	182,681	308,592	125,911
Title IV	12,266	22,478	10,212
Federal Special Education	120,000	232,404	112,404
Title III - English Language Acquisition	20,000	7,710	(12,290)
Title II - Teacher Quality	30,538	28,921	(1,617)
Medicaid Matching Funds - Fee-for-Service Program	-	23,207	23,207
State Retirement Contributions	-	8,108,249	8,108,249
Total Revenues	\$ 14,717,036	\$ 24,415,655	\$ 9,698,619
EXPENDITURES			
Instruction			
Regular Programs			
Salaries	\$ 4,771,683	\$ 4,805,251	\$ (33,568)
Employee Benefits	638,744	713,163	(74,419)
Purchased Services	127,843	98,356	29,487
Supplies and Materials	382,119	218,200	163,919
Other Objects	5,575	4,510	1,065
Non-Capitalized Equipment	-	40,585	(40,585)
	\$ 5,925,964	\$ 5,880,065	\$ 45,899
Pre-K Programs			
Salaries	\$ 64,906	\$ 67,872	\$ (2,966)
Employee Benefits	7,665	12,422	(4,757)
Supplies and Materials	6,900	5,467	1,433
	\$ 79,471	\$ 85,761	\$ (6,290)
Special Education Programs			
Salaries	\$ 1,080,923	\$ 1,112,289	\$ (31,366)
Employee Benefits	161,276	197,393	(36,117)
Purchased Services	5,000	4,079	921
Supplies and Materials	18,381	21,646	(3,265)
Other Objects	50,410	54,818	(4,408)
Non-Capitalized Equipment	-	19,672	(19,672)
	\$ 1,315,990	\$ 1,409,897	\$ (93,907)
Special Education Programs Pre-K			
Salaries	\$ 80,845	\$ 80,964	\$ (119)
Employee Benefits	28,133	29,204	(1,071)
	\$ 108,978	\$ 110,168	\$ (1,190)
Remedial and Supplemental Programs K-12			
Salaries	\$ 195,692	\$ 195,649	\$ 43
Employee Benefits	50,356	49,536	820
Supplies and Materials	-	8,026	(8,026)
	\$ 246,048	\$ 253,211	\$ (7,163)
Interscholastic Programs			
Salaries	\$ 39,000	\$ 36,869	\$ 2,131
Employee Benefits	487	483	4
Purchased Services	24,500	72,097	(47,597)
Other Objects	1,500	-	1,500
	\$ 65,487	\$ 109,449	\$ (43,962)

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2020

	<u>Budgeted</u> <u>Amounts</u>		Variance from Final Budget
	Original and Final	Actual Amounts	
EXPENDITURES (Continued)			
Instruction (Continued)			
Summer School Programs			
Salaries	\$ 27,698	\$ 55,370	\$ (27,672)
Employee Benefits	197	862	(665)
Purchased Services	1,151	-	1,151
Supplies and Materials	-	66	(66)
	<u>\$ 29,046</u>	<u>\$ 56,298</u>	<u>\$ (27,252)</u>
Gifted Programs			
Salaries	\$ 130,907	\$ 138,003	\$ (7,096)
Employee Benefits	13,647	13,705	(58)
Supplies and Materials	2,000	131	1,869
	<u>\$ 146,554</u>	<u>\$ 151,839</u>	<u>\$ (5,285)</u>
Bilingual Programs			
Salaries	\$ 424,127	\$ 449,750	\$ (25,623)
Employee Benefits	74,826	78,773	(3,947)
Purchased Services	500	4,429	(3,929)
Supplies and Materials	1,700	2,164	(464)
	<u>\$ 501,153</u>	<u>\$ 535,116</u>	<u>\$ (33,963)</u>
State Retirement Contributions			
	<u>\$ -</u>	<u>\$ 8,108,249</u>	<u>\$ (8,108,249)</u>
Total Instruction	<u>\$ 8,418,691</u>	<u>\$ 16,700,053</u>	<u>\$ (8,281,362)</u>
Support Services			
Pupils			
Attendance and Social Work Services			
Salaries	\$ 245,836	\$ 248,743	\$ (2,907)
Employee Benefits	35,614	35,455	159
Purchased Services	815	-	815
Supplies and Materials	4,169	3,038	1,131
	<u>\$ 286,434</u>	<u>\$ 287,236</u>	<u>\$ (802)</u>
Guidance Services			
Salaries	\$ 207,733	\$ 212,742	\$ (5,009)
Employee Benefits	62,891	63,964	(1,073)
Supplies and Materials	3,500	-	3,500
	<u>\$ 274,124</u>	<u>\$ 276,706</u>	<u>\$ (2,582)</u>
Health Services			
Salaries	\$ 123,647	\$ 141,889	\$ (18,242)
Employee Benefits	26,231	26,409	(178)
Purchased Services	-	1,283	(1,283)
Supplies and Materials	1,700	3,487	(1,787)
	<u>\$ 151,578</u>	<u>\$ 173,068</u>	<u>\$ (21,490)</u>
Psychological Services			
Salaries	\$ 165,120	\$ 165,525	\$ (405)
Employee Benefits	23,165	23,102	63
Purchased Services	6,950	2,500	4,450
Supplies and Materials	2,129	2,212	(83)
Other Objects	670	670	-
	<u>\$ 198,034</u>	<u>\$ 194,009</u>	<u>\$ 4,025</u>
Speech Pathology and Audiology Services			
Salaries	\$ 176,037	\$ 176,054	\$ (17)
Employee Benefits	21,364	21,577	(213)
Purchased Services	1,000	2,092	(1,092)
Supplies and Materials	1,770	675	1,095
	<u>\$ 200,171</u>	<u>\$ 200,398</u>	<u>\$ (227)</u>
Other Support Services - Pupils			
Salaries	\$ 39,046	\$ 49,248	\$ (10,202)
Employee Benefits	5	5	-
Purchased Services	8,000	22,960	(14,960)
Supplies and Materials	3,000	2,575	425
	<u>\$ 50,051</u>	<u>\$ 74,788</u>	<u>\$ (24,737)</u>
Total Support Services - Pupils	<u>\$ 1,160,392</u>	<u>\$ 1,206,205</u>	<u>\$ (45,813)</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original and Final			
EXPENDITURES (Continued)				
Support Services (Continued)				
Instructional Staff				
Improvement of Instruction Services				
Salaries	\$ 175,622	\$ 159,508	\$ 16,114	
Employee Benefits	68,448	48,747	19,701	
Purchased Services	45,046	29,601	15,445	
Supplies and Materials	3,540	1,451	2,089	
Other Objects	500	398	102	
	<u>\$ 293,156</u>	<u>\$ 239,705</u>	<u>\$ 53,451</u>	
Educational Media Services				
Salaries	\$ 547,203	\$ 593,501	\$ (46,298)	
Employee Benefits	96,182	98,012	(1,830)	
Supplies and Materials	15,079	11,475	3,604	
Non-Capitalized Equipment	-	184,557	(184,557)	
	<u>\$ 658,464</u>	<u>\$ 887,545</u>	<u>\$ (229,081)</u>	
Assessment and Testing				
Salaries	\$ 37,839	\$ 37,839	\$ -	
Employee Benefits	568	586	(18)	
Supplies and Materials	22,000	17,210	4,790	
	<u>\$ 60,407</u>	<u>\$ 55,635</u>	<u>\$ 4,772</u>	
Total Support Services - Instructional Staff	<u><u>\$ 1,012,027</u></u>	<u><u>\$ 1,182,885</u></u>	<u><u>\$ (170,858)</u></u>	
General Administration				
Board of Education Services				
Salaries	\$ 125	\$ -	\$ 125	
Employee Benefits	19,500	8,050	11,450	
Purchased Services	177,000	235,137	(58,137)	
Supplies and Materials	10,000	9,545	455	
Other Objects	7,500	15,660	(8,160)	
	<u>\$ 214,125</u>	<u>\$ 268,392</u>	<u>\$ (54,267)</u>	
Executive Administration Services				
Salaries	\$ 350,303	\$ 392,032	\$ (41,729)	
Employee Benefits	100,769	103,358	(2,589)	
Purchased Services	20,000	11,385	8,615	
Supplies and Materials	3,000	4,634	(1,634)	
Other Objects	7,000	4,254	2,746	
	<u>\$ 481,072</u>	<u>\$ 515,663</u>	<u>\$ (34,591)</u>	
Total Support Services - General Administration	<u><u>\$ 695,197</u></u>	<u><u>\$ 784,055</u></u>	<u><u>\$ (88,858)</u></u>	
School Administration				
Office of the Principal Services				
Salaries	\$ 845,722	\$ 848,328	\$ (2,606)	
Employee Benefits	302,594	286,317	16,277	
Purchased Services	17,500	12,648	4,852	
Supplies and Materials	1,500	1,752	(252)	
Other Objects	3,200	2,851	349	
	<u>\$ 1,170,516</u>	<u>\$ 1,151,896</u>	<u>\$ 18,620</u>	
Total Support Services - School Administration	<u><u>\$ 1,170,516</u></u>	<u><u>\$ 1,151,896</u></u>	<u><u>\$ 18,620</u></u>	
Business				
Direction of Business Support Services				
Salaries	\$ 130,000	\$ 135,357	\$ (5,357)	
Employee Benefits	29,700	30,500	(800)	
	<u>\$ 159,700</u>	<u>\$ 165,857</u>	<u>\$ (6,157)</u>	
Fiscal Services				
Salaries	\$ 189,631	\$ 178,962	\$ 10,669	
Employee Benefits	40,014	21,458	18,556	
Purchased Services	157,700	89,843	67,857	
Supplies and Materials	5,000	5,630	(630)	
Other Objects	3,000	1,240	1,760	
	<u>\$ 395,345</u>	<u>\$ 297,133</u>	<u>\$ 98,212</u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Actual Amounts	Variance from Final Budget
	Original and Final			
EXPENDITURES (Continued)				
Support Services (Continued)				
Business (Continued)				
Internal Services				
Purchased Services	\$ 85,000	\$ 68,934	\$ 16,066	
Supplies and Materials	22,800	18,326	4,474	
	<u>\$ 107,800</u>	<u>\$ 87,260</u>	<u>\$ 20,540</u>	
Total Support Services - Business	<u>\$ 662,845</u>	<u>\$ 550,250</u>	<u>\$ 112,595</u>	
Operations and Maintenance				
Purchased Services	\$ 51,000	\$ 29,390	\$ 21,610	
Total Support Services - Operation and Maintenance	<u>\$ 51,000</u>	<u>\$ 29,390</u>	<u>\$ 21,610</u>	
Food Services				
Purchased Services	\$ 270,639	\$ 235,824	\$ 34,815	
Total Support Services - Food Services	<u>\$ 270,639</u>	<u>\$ 235,824</u>	<u>\$ 34,815</u>	
Central				
Information Services				
Purchased Services	\$ 16,120	\$ 19,293	\$ (3,173)	
Supplies and Materials	75,561	94,759	(19,198)	
	<u>\$ 91,681</u>	<u>\$ 114,052</u>	<u>\$ (22,371)</u>	
Staff Services				
Salaries	\$ 130	\$ 36	\$ 94	
Employee Benefits	2	1	1	
Purchased Services	4,500	3,660	840	
Supplies and Materials	11,606	1,601	10,005	
	<u>\$ 16,238</u>	<u>\$ 5,298</u>	<u>\$ 10,940</u>	
Data Processing Services				
Salaries	\$ 407,876	\$ 408,149	\$ (273)	
Employee Benefits	73,157	70,235	2,922	
Purchased Services	18,000	28,531	(10,531)	
Supplies and Materials	35,000	11,675	23,325	
Other Objects	1,000	-	1,000	
Non-Capitalized Equipment	-	70,809	(70,809)	
	<u>\$ 535,033</u>	<u>\$ 589,399</u>	<u>\$ (54,366)</u>	
Total Support Services - Central	<u>\$ 642,952</u>	<u>\$ 708,749</u>	<u>\$ (65,797)</u>	
Total Support Services	<u>\$ 5,665,568</u>	<u>\$ 5,849,254</u>	<u>\$ (183,686)</u>	
Community Services				
Salaries	\$ 10,605	\$ 5,000	\$ 5,605	
Employee Benefits	664	633	31	
Purchased Services	49,000	13,511	35,489	
Supplies and Materials	800	2,440	(1,640)	
Non-Capitalized Equipment	-	7,636	(7,636)	
Total Community Services	<u>\$ 61,069</u>	<u>\$ 29,220</u>	<u>\$ 31,849</u>	
Intergovernmental Payments				
Payments to Other Districts and Governmental Units (In-State)				
Payments for Regular Programs				
Purchased Services	\$ -	\$ 5,000	\$ (5,000)	
	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ (5,000)</u>	
Payments for Special Education Programs				
Purchased Services	\$ 412,053	\$ 194,324	\$ 217,729	
Other Objects	175,000	270,035	(95,035)	
	<u>\$ 587,053</u>	<u>\$ 464,359</u>	<u>\$ 122,694</u>	
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 587,053</u>	<u>\$ 469,359</u>	<u>\$ 117,694</u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL FUND
 YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Intergovernmental Payments (Continued)			
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Special Education Programs			
Other Objects	\$ 896,230	\$ 1,270,951	\$ (374,721)
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 896,230</u>	<u>\$ 1,270,951</u>	<u>\$ (374,721)</u>
Total Intergovernmental Payments	<u>\$ 1,483,283</u>	<u>\$ 1,740,310</u>	<u>\$ (257,027)</u>
Capital Outlay			
Instruction			
Regular Programs	\$ 50,000	\$ 127,054	\$ (77,054)
Support Services			
Instructional Staff	597,538	17,545	579,993
Central	397,212	151,005	246,207
Total Capital Outlay	<u>\$ 1,044,750</u>	<u>\$ 295,604</u>	<u>\$ 749,146</u>
Total Expenditures	<u>\$ 16,673,361</u>	<u>\$ 24,614,441</u>	<u>\$ (7,941,080)</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	\$ (1,956,325)	\$ (198,786)	\$ 1,757,539
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	-	(807,350)	(807,350)
NET CHANGE IN FUND BALANCE	<u>\$ (1,956,325)</u>	<u>\$ (1,006,136)</u>	<u>\$ 950,189</u>
FUND BALANCE - JULY 1, 2019		21,034,461	
FUND BALANCE - JUNE 30, 2020		<u>\$ 20,028,325</u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - OPERATIONS AND MAINTENANCE FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Variance from Final Budget
	Original and Final	Actual Amounts	
REVENUES			
Property Taxes	\$ 1,613,211	\$ 1,663,819	\$ 50,608
Earnings on Investments	60,000	182,973	122,973
Other Local Sources	80,000	137,404	57,404
Federal Aid			
Other Federal Aid	15,000	-	(15,000)
Total Revenues	\$ 1,768,211	\$ 1,984,196	\$ 215,985
EXPENDITURES			
Support Services			
Operations and Maintenance			
Salaries	\$ 271,531	\$ 253,285	\$ 18,246
Employee Benefits	68,750	48,956	19,794
Purchased Services	379,000	526,125	(147,125)
Supplies and Materials	372,500	339,823	32,677
Other Objects	2,500	103	2,397
Total Support Services - Operations and Maintenance	\$ 1,094,281	\$ 1,168,292	\$ (74,011)
Total Support Services	\$ 1,094,281	\$ 1,168,292	\$ (74,011)
Payments to Other Districts and Governmental Units			
Payments to Other Districts and Governmental Units (In-State)			
Payments for Special Education Programs			
Purchased Services	\$ 28,502	\$ 28,502	\$ -
	\$ 28,502	\$ 28,502	\$ -
Total Payments to Other Districts and Governmental Units (In-State)	\$ 28,502	\$ 28,502	\$ -
Total Payments to Other Districts and Governmental Units	\$ 28,502	\$ 28,502	\$ -
Capital Outlay			
Support Services			
Operations and Maintenance	\$ 1,082,000	\$ 58,358	\$ 1,023,642
Total Capital Outlay	\$ 1,082,000	\$ 58,358	\$ 1,023,642
Total Expenditures	\$ 2,204,783	\$ 1,255,152	\$ 949,631
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	\$ (436,572)	\$ 729,044	\$ 1,165,616
OTHER FINANCING SOURCES (USES)			
Sale or Compensation for Fixed Assets	-	22,000	22,000
NET CHANGE IN FUND BALANCE	\$ (436,572)	\$ 751,044	\$ 1,187,616
FUND BALANCE - JULY 1, 2019		4,377,086	
FUND BALANCE - JUNE 30, 2020		\$ 5,128,130	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - TRANSPORTATION FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Variance from Final Budget
	Original and Final	Actual Amounts	
REVENUES			
Property Taxes	\$ 1,443,641	\$ 1,590,013	\$ 146,372
Transportation Fees	50,000	51,589	1,589
Earnings on Investments	15,000	77,485	62,485
State Aid			
Transportation	300,000	325,863	25,863
Total Revenues	\$ 1,808,641	\$ 2,044,950	\$ 236,309
EXPENDITURES			
Support Services			
Transportation			
Salaries	\$ 131,392	\$ 134,912	\$ (3,520)
Employee Benefits	34,737	24,524	10,213
Purchased Services	667,550	509,063	158,487
Supplies and Materials	6,000	4,684	1,316
Other Objects	500	-	500
Total Support Services - Transportation	\$ 840,179	\$ 673,183	\$ 166,996
Total Support Services	\$ 840,179	\$ 673,183	\$ 166,996
Capital Outlay			
Support Services			
Transportation	\$ 45,000	\$ 55,033	\$ (10,033)
Total Capital Outlay	\$ 45,000	\$ 55,033	\$ (10,033)
Total Expenditures	\$ 885,179	\$ 728,216	\$ 156,963
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 923,462	\$ 1,316,734	\$ 393,272
OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCE	\$ 923,462	1,316,734	\$ 393,272
FUND BALANCE - JULY 1, 2019		1,427,632	
FUND BALANCE - JUNE 30, 2020		\$ 2,744,366	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts			Variance from Final Budget
	Original and Final	Actual Amounts		
REVENUES				
Property Taxes	\$ 191,954	\$ 227,726	\$ 35,772	
FICA/Medicare Only Purposes Levies	266,900	290,734	23,834	
Payments in Lieu of Taxes	25,000	43,114	18,114	
Earnings on Investments	19,500	71,744	52,244	
Total Revenues	\$ 503,354	\$ 633,318	\$ 129,964	
EXPENDITURES				
Instruction				
Regular Programs				
Employee Benefits	\$ 85,903	\$ 88,807	\$ (2,904)	
Pre-K Programs				
Employee Benefits	2,756	3,161	(405)	
Special Education Programs				
Employee Benefits	37,531	40,544	(3,013)	
Special Education Programs - Pre-K				
Employee Benefits	3,853	3,875	(22)	
Remedial and Supplemental Programs - K-12				
Employee Benefits	4,800	2,801	1,999	
Interscholastic Programs				
Employee Benefits	886	894	(8)	
Summer School Programs				
Employee Benefits	547	1,647	(1,100)	
Gifted Programs				
Employee Benefits	1,798	1,885	(87)	
Bilingual Programs				
Employee Benefits	8,438	8,809	(371)	
Total Instruction	\$ 146,512	\$ 152,423	\$ (5,911)	
Support Services				
Pupils				
Attendance and Social Work Services				
Employee Benefits	\$ 3,486	\$ 4,299	\$ (813)	
Guidance Services				
Employee Benefits	3,404	3,420	(16)	
Health Services				
Employee Benefits	17,033	21,192	(4,159)	
Psychological Services				
Employee Benefits	2,330	2,315	15	
Speech Pathology and Audiology Services				
Employee Benefits	2,514	2,514	-	
Other Support Services - Pupils				
Employee Benefits	3,546	3,753	(207)	
Total Supports Services - Pupils	\$ 32,313	\$ 37,493	\$ (5,180)	
Instructional Staff				
Improvement of Instruction Services				
Employee Benefits	\$ 2,519	\$ 2,531	\$ (12)	
Educational Media Services				
Employee Benefits	16,964	17,280	(316)	
Assessment and Testing				
Employee Benefits	549	549	-	
Total Support Services - Instructional Staff	\$ 20,032	\$ 20,360	\$ (328)	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts			Variance from Final Budget
	Original and Final	Actual Amounts		
EXPENDITURES DISBURSED (Continued)				
Support Services (Continued)				
General Administration				
Board of Education Services	\$ 10	\$ -	\$ 10	
Employee Benefits	18,400	19,188	(788)	
Executive Administration Services				
Employee Benefits	\$ 18,410	\$ 19,188	\$ (778)	
Total Support Services - General Administration				
School Administration				
Office of the Principal Services	\$ 57,518	\$ 56,469	\$ 1,049	
Employee Benefits	\$ 57,518	\$ 56,469	\$ 1,049	
Total Support Services - School Administration				
Business				
Direction of Business Support Services				
Employee Benefits	\$ 2,203	\$ 2,156	\$ 47	
Fiscal Services				
Employee Benefits	25,146	27,216	(2,070)	
Total Support Services - Business	\$ 27,349	\$ 29,372	\$ (2,023)	
Operations and Maintenance				
Employee Benefits	\$ 51,644	\$ 41,693	\$ 9,951	
Total Support Services - Operations and Maintenance	\$ 51,644	\$ 41,693	\$ 9,951	
Transportation				
Employee Benefits	\$ 18,637	\$ 21,116	\$ (2,479)	
Total Support Services - Transportation	\$ 18,637	\$ 21,116	\$ (2,479)	
Central				
Staff Services				
Employee Benefits	\$ 2	\$ 1	\$ 1	
Data Processing Services				
Employee Benefits	47,116	46,660	456	
Total Support Services - Central	\$ 47,118	\$ 46,661	\$ 457	
Total Support Services	\$ 273,021	\$ 272,352	\$ 669	
Community Services				
Employee Benefits	\$ 740	\$ 79	\$ 661	
Total Community Services	\$ 740	\$ 79	\$ 661	
Total Expenditures	\$ 420,273	\$ 424,854	\$ (4,581)	
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	\$ 83,081	\$ 208,464	\$ 125,383	
OTHER FINANCING SOURCES (USES)				
NET CHANGE IN FUND BALANCE	<u>\$ 83,081</u>	<u>\$ 208,464</u>	<u>\$ 125,383</u>	
FUND BALANCE - JULY 1, 2019			1,802,116	
FUND BALANCE - JUNE 30, 2020			<u>\$ 2,010,580</u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - TORT IMMUNITY AND JUDGMENT FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
REVENUES			
Property Taxes	\$ 197,954	\$ 205,102	\$ 7,148
Earnings on Investments	20,000	53,872	33,872
Total Revenues	<u>\$ 217,954</u>	<u>\$ 258,974</u>	<u>\$ 41,020</u>
EXPENDITURES			
Support Services			
General Administration			
Unemployment Insurance Payments	\$ 20,000	\$ 6,370	\$ 13,630
Purchased Services	<u>\$ 20,000</u>	<u>\$ 6,370</u>	<u>\$ 13,630</u>
Insurance Payments			
Purchased Services	\$ 40,000	\$ 15,603	\$ 24,397
	<u>\$ 40,000</u>	<u>\$ 15,603</u>	<u>\$ 24,397</u>
Educational, Inspectional, Supervisory Services			
Purchased Services	\$ 23,000	\$ -	\$ 23,000
	<u>\$ 23,000</u>	<u>\$ -</u>	<u>\$ 23,000</u>
Legal Services			
Purchased Services	\$ 35,000	\$ -	\$ 35,000
	<u>\$ 35,000</u>	<u>\$ -</u>	<u>\$ 35,000</u>
Property Insurance			
Purchased Services	\$ 55,000	\$ -	\$ 55,000
	<u>\$ 55,000</u>	<u>\$ -</u>	<u>\$ 55,000</u>
Total Support Services - General Administration	<u>\$ 173,000</u>	<u>\$ 21,973</u>	<u>\$ 151,027</u>
Total Support Services	<u>\$ 173,000</u>	<u>\$ 21,973</u>	<u>\$ 151,027</u>
Capital Outlay			
General Administration	\$ 12,500	\$ -	\$ 12,500
Total Capital Outlay	<u>\$ 12,500</u>	<u>\$ -</u>	<u>\$ 12,500</u>
Total Expenditures	<u>\$ 185,500</u>	<u>\$ 21,973</u>	<u>\$ 163,527</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 32,454	\$ 237,001	\$ 204,547
OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ 32,454</u>	<u>\$ 237,001</u>	<u>\$ 204,547</u>
FUND BALANCE - JULY 1, 2019			<u>1,303,457</u>
FUND BALANCE - JUNE 30, 2020			<u>\$ 1,540,458</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

JUNE 30, 2020

NOTE 1 - BUDGETARY PROCESS

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The budget was passed on September 10, 2019 and was not amended during the year. The modified accrual basis budgeted amounts in this report are the result of full compliance with the following procedures:

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

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

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

NOTE 2 - EXCESS OF EXPENDITURES OVER BUDGET

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

Fund	Budget	Actual	Excess of Actual Over Budget
General	\$ 16,673,361	\$ 24,614,441	\$ 7,941,080
Illinois Municipal Retirement/Social Security	420,273	424,854	4,581

The General Fund expenditures exceeded budget due to not budgeting for State Retirement Contributions. IMRF expenditures exceeded budget due to higher than budgeted employee benefit expenses.

SUPPLEMENTARY INFORMATION

SKOKIE SCHOOL DISTRICT 73-1/2
COMBINING BALANCE SHEET
GENERAL FUND
JUNE 30, 2020

	Educational Fund	Working Cash Fund	Total General Fund
ASSETS			
Cash and Cash Equivalents	\$ 13,863,043	\$ 6,407,459	\$ 20,270,502
Property Taxes Receivable, net of allowance of \$0	5,677,629	71,808	5,749,437
Other Taxes Receivable, net of allowance of \$0	71,506	-	71,506
Due from Other Governments, net of allowance of \$0	<u>193,572</u>	<u>-</u>	<u>193,572</u>
Total Assets	<u>\$ 19,805,750</u>	<u>\$ 6,479,267</u>	<u>\$ 26,285,017</u>
LIABILITIES			
Accounts Payable and Accrued Expenses	\$ 54,935	\$ -	\$ 54,935
Payroll Liabilities	442,719	-	442,719
Unearned Registration Fees	9,601	-	9,601
Total Liabilities	<u>\$ 507,255</u>	<u>\$ -</u>	<u>\$ 507,255</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes - Subsequent Year	\$ 5,677,629	\$ 71,808	\$ 5,749,437
Total Deferred Inflows of Resources	<u>\$ 5,677,629</u>	<u>\$ 71,808</u>	<u>\$ 5,749,437</u>
FUND BALANCES			
Unassigned	\$ 13,620,866	\$ 6,407,459	\$ 20,028,325
Total Fund Balances	<u>\$ 13,620,866</u>	<u>\$ 6,407,459</u>	<u>\$ 20,028,325</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 19,805,750</u>	<u>\$ 6,479,267</u>	<u>\$ 26,285,017</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GENERAL FUND
YEAR ENDED JUNE 30, 2020

	Educational Fund	Working Cash Fund	Total General Fund
REVENUES			
Property Taxes	\$ 11,532,279	\$ 146,529	\$ 11,678,808
Payments in Lieu of Taxes	458,371	-	458,371
Tuition	288,734	-	288,734
Earnings on Investments	600,798	234,344	835,142
Food Service	201,024	-	201,024
District/School Activity Income	102,305	-	102,305
Textbooks	122,019	-	122,019
Other Local Sources	20,833	-	20,833
State Aid	1,853,006	-	1,853,006
Federal Aid	747,164	-	747,164
State Retirement Contributions	8,108,249	-	8,108,249
	\$ 24,034,782	\$ 380,873	\$ 24,415,655
EXPENDITURES			
Current			
Instruction			
Regular Programs	\$ 5,965,826	\$ -	\$ 5,965,826
Special Education Programs	1,520,065	-	1,520,065
Other Instructional Programs	1,105,913	-	1,105,913
State Retirement Contributions	8,108,249		8,108,249
Support Services			
Pupils	1,206,205	-	1,206,205
Instructional Staff	1,182,885	-	1,182,885
General Administration	784,055	-	784,055
School Administration	1,151,896	-	1,151,896
Business	550,250	-	550,250
Operations and Maintenance	29,390	-	29,390
Food Services	235,824	-	235,824
Central	708,749	-	708,749
Community Services	29,220	-	29,220
Intergovernmental Payments			
Payments to Other Districts and Governmental Units	1,740,310	-	1,740,310
Capital Outlay	295,604	-	295,604
	\$ 24,614,441	\$ -	\$ 24,614,441
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	\$ (579,659)	\$ 380,873	\$ (198,786)
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	(807,350)	-	(807,350)
NET CHANGE IN FUND BALANCES			
	\$ (1,387,009)	\$ 380,873	\$ (1,006,136)
FUND BALANCES - JULY 1, 2019			
	\$ 15,007,875	\$ 6,026,586	\$ 21,034,461
FUND BALANCES - JUNE 30, 2020			
	\$ 13,620,866	\$ 6,407,459	\$ 20,028,325

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts	Actual Amounts	Variance from Final Budget
	Original and Final		
REVENUES			
Property Taxes	\$ 11,143,707	\$ 11,532,279	\$ 388,572
Payments in Lieu of Taxes	400,000	458,371	58,371
Tuition	333,000	288,734	(44,266)
Earnings on Investments	250,000	600,798	350,798
Food Service	222,500	201,024	(21,476)
District/School Activity Income	114,500	102,305	(12,195)
Textbooks	135,500	122,019	(13,481)
Other Local Sources	30,000	20,833	(9,167)
State Aid			
Evidence Based Funding	1,273,160	1,776,439	503,279
Special Education	75,000	74,650	(350)
State Free Lunch and Breakfast	2,000	1,167	(833)
Other Restricted Revenue from State Sources	-	750	750
Federal Aid			
Food Service	150,000	123,852	(26,148)
Title I	182,681	308,592	125,911
Title IV	12,266	22,478	10,212
Federal Special Education	120,000	232,404	112,404
Title III - English Language Acquisition	20,000	7,710	(12,290)
Title II - Teacher Quality	30,538	28,921	(1,617)
Medicaid Matching Funds - Fee-for-Service Program	-	23,207	23,207
State Retirement Contributions	-	8,108,249	8,108,249
Total Revenues	<u>\$ 14,494,852</u>	<u>\$ 24,034,782</u>	<u>\$ 9,539,930</u>
EXPENDITURES			
Instruction			
Regular Programs			
Salaries	\$ 4,771,683	\$ 4,805,251	\$ (33,568)
Employee Benefits	638,744	713,163	(74,419)
Purchased Services	127,843	98,356	29,487
Supplies and Materials	382,119	218,200	163,919
Other Objects	5,575	4,510	1,065
Non-Capitalized Equipment	-	40,585	(40,585)
	<u>\$ 5,925,964</u>	<u>\$ 5,880,065</u>	<u>\$ 45,899</u>
Pre-K Programs			
Salaries	\$ 64,906	\$ 67,872	\$ (2,966)
Employee Benefits	7,665	12,422	(4,757)
Supplies and Materials	6,900	5,467	1,433
	<u>\$ 79,471</u>	<u>\$ 85,761</u>	<u>\$ (6,290)</u>
Special Education Programs			
Salaries	\$ 1,080,923	\$ 1,112,289	\$ (31,366)
Employee Benefits	161,276	197,393	(36,117)
Purchased Services	5,000	4,079	921
Supplies and Materials	18,381	21,646	(3,265)
Other Objects	50,410	54,818	(4,408)
Non-Capitalized Equipment	-	19,672	(19,672)
	<u>\$ 1,315,990</u>	<u>\$ 1,409,897</u>	<u>\$ (93,907)</u>
Special Education Programs Pre-K			
Salaries	\$ 80,845	\$ 80,964	\$ (119)
Employee Benefits	28,133	29,204	(1,071)
	<u>\$ 108,978</u>	<u>\$ 110,168</u>	<u>\$ (1,190)</u>
Remedial and Supplemental Programs K-12			
Salaries	\$ 195,692	\$ 195,649	\$ 43
Employee Benefits	50,356	49,536	820
Supplies and Materials	-	8,026	(8,026)
	<u>\$ 246,048</u>	<u>\$ 253,211</u>	<u>\$ (7,163)</u>
Interscholastic Programs			
Salaries	\$ 39,000	\$ 36,869	\$ 2,131
Employee Benefits	487	483	4
Purchased Services	24,500	72,097	(47,597)
Other Objects	1,500	-	1,500
	<u>\$ 65,487</u>	<u>\$ 109,449</u>	<u>\$ (43,962)</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Instruction (Continued)			
Summer School Programs			
Salaries	\$ 27,698	\$ 55,370	\$ (27,672)
Employee Benefits	197	862	(665)
Purchased Services	1,151	-	1,151
Supplies and Materials	-	66	(66)
	<u>\$ 29,046</u>	<u>\$ 56,298</u>	<u>\$ (27,252)</u>
Gifted Programs			
Salaries	\$ 130,907	\$ 138,003	\$ (7,096)
Employee Benefits	13,647	13,705	(58)
Supplies and Materials	2,000	131	1,869
	<u>\$ 146,554</u>	<u>\$ 151,839</u>	<u>\$ (5,285)</u>
Bilingual Programs			
Salaries	\$ 424,127	\$ 449,750	\$ (25,623)
Employee Benefits	74,826	78,773	(3,947)
Purchased Services	500	4,429	(3,929)
Supplies and Materials	1,700	2,164	(464)
	<u>\$ 501,153</u>	<u>\$ 535,116</u>	<u>\$ (33,963)</u>
State Retirement Contributions			
	<u>\$ -</u>	<u>\$ 8,108,249</u>	<u>\$ (8,108,249)</u>
Total Instruction	<u><u>\$ 8,418,691</u></u>	<u><u>\$ 16,700,053</u></u>	<u><u>\$ (8,281,362)</u></u>
Support Services			
Pupils			
Attendance and Social Work Services			
Salaries	\$ 245,836	\$ 248,743	\$ (2,907)
Employee Benefits	35,614	35,455	159
Purchased Services	815	-	815
Supplies and Materials	4,169	3,038	1,131
	<u>\$ 286,434</u>	<u>\$ 287,236</u>	<u>\$ (802)</u>
Guidance Services			
Salaries	\$ 207,733	\$ 212,742	\$ (5,009)
Employee Benefits	62,891	63,964	(1,073)
Supplies and Materials	3,500	-	3,500
	<u>\$ 274,124</u>	<u>\$ 276,706</u>	<u>\$ (2,582)</u>
Health Services			
Salaries	\$ 123,647	\$ 141,889	\$ (18,242)
Employee Benefits	26,231	26,409	(178)
Purchased Services	-	1,283	(1,283)
Supplies and Materials	1,700	3,487	(1,787)
	<u>\$ 151,578</u>	<u>\$ 173,068</u>	<u>\$ (21,490)</u>
Psychological Services			
Salaries	\$ 165,120	\$ 165,525	\$ (405)
Employee Benefits	23,165	23,102	63
Purchased Services	6,950	2,500	4,450
Supplies and Materials	2,129	2,212	(83)
Other Objects	670	670	-
	<u>\$ 198,034</u>	<u>\$ 194,009</u>	<u>\$ 4,025</u>
Speech Pathology and Audiology Services			
Salaries	\$ 176,037	\$ 176,054	\$ (17)
Employee Benefits	21,364	21,577	(213)
Purchased Services	1,000	2,092	(1,092)
Supplies and Materials	1,770	675	1,095
	<u>\$ 200,171</u>	<u>\$ 200,398</u>	<u>\$ (227)</u>
Other Support Services - Pupils			
Salaries	\$ 39,046	\$ 49,248	\$ (10,202)
Employee Benefits	5	5	-
Purchased Services	8,000	22,960	(14,960)
Supplies and Materials	3,000	2,575	425
	<u>\$ 50,051</u>	<u>\$ 74,788</u>	<u>\$ (24,737)</u>
Total Support Services - Pupils	<u><u>\$ 1,160,392</u></u>	<u><u>\$ 1,206,205</u></u>	<u><u>\$ (45,813)</u></u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Support Services (Continued)			
Instructional Staff			
Improvement of Instruction Services			
Salaries	\$ 175,622	\$ 159,508	\$ 16,114
Employee Benefits	68,448	48,747	19,701
Purchased Services	45,046	29,601	15,445
Supplies and Materials	3,540	1,451	2,089
Other Objects	500	398	102
	<u>\$ 293,156</u>	<u>\$ 239,705</u>	<u>\$ 53,451</u>
Educational Media Services			
Salaries	\$ 547,203	\$ 593,501	\$ (46,298)
Employee Benefits	96,182	98,012	(1,830)
Supplies and Materials	15,079	11,475	3,604
Non-Capitalized Equipment	-	184,557	(184,557)
	<u>\$ 658,464</u>	<u>\$ 887,545</u>	<u>\$ (229,081)</u>
Assessment and Testing			
Salaries	\$ 37,839	\$ 37,839	\$ -
Employee Benefits	568	586	(18)
Supplies and Materials	22,000	17,210	4,790
	<u>\$ 60,407</u>	<u>\$ 55,635</u>	<u>\$ 4,772</u>
Total Support Services - Instructional Staff	<u>\$ 1,012,027</u>	<u>\$ 1,182,885</u>	<u>\$ (170,858)</u>
General Administration			
Board of Education Services			
Salaries	\$ 125	\$ -	\$ 125
Employee Benefits	19,500	8,050	11,450
Purchased Services	177,000	235,137	(58,137)
Supplies and Materials	10,000	9,545	455
Other Objects	7,500	15,660	(8,160)
	<u>\$ 214,125</u>	<u>\$ 268,392</u>	<u>\$ (54,267)</u>
Executive Administration Services			
Salaries	\$ 350,303	\$ 392,032	\$ (41,729)
Employee Benefits	100,769	103,358	(2,589)
Purchased Services	20,000	11,385	8,615
Supplies and Materials	3,000	4,634	(1,634)
Other Objects	7,000	4,254	2,746
	<u>\$ 481,072</u>	<u>\$ 515,663</u>	<u>\$ (34,591)</u>
Total Support Services - General Administration	<u>\$ 695,197</u>	<u>\$ 784,055</u>	<u>\$ (88,858)</u>
School Administration			
Office of the Principal Services			
Salaries	\$ 845,722	\$ 848,328	\$ (2,606)
Employee Benefits	302,594	286,317	16,277
Purchased Services	17,500	12,648	4,852
Supplies and Materials	1,500	1,752	(252)
Other Objects	3,200	2,851	349
	<u>\$ 1,170,516</u>	<u>\$ 1,151,896</u>	<u>\$ 18,620</u>
Total Support Services - School Administration	<u>\$ 1,170,516</u>	<u>\$ 1,151,896</u>	<u>\$ 18,620</u>
Business			
Direction of Business Support Services			
Salaries	\$ 130,000	\$ 135,357	\$ (5,357)
Employee Benefits	29,700	30,500	(800)
	<u>\$ 159,700</u>	<u>\$ 165,857</u>	<u>\$ (6,157)</u>
Fiscal Services			
Salaries	\$ 189,631	\$ 178,962	\$ 10,669
Employee Benefits	40,014	21,458	18,556
Purchased Services	157,700	89,843	67,857
Supplies and Materials	5,000	5,630	(630)
Other Objects	3,000	1,240	1,760
	<u>\$ 395,345</u>	<u>\$ 297,133</u>	<u>\$ 98,212</u>

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
EXPENDITURES (Continued)			
Support Services (Continued)			
Business (Continued)			
Internal Services			
Purchased Services	\$ 85,000	\$ 68,934	\$ 16,066
Supplies and Materials	22,800	18,326	4,474
	\$ 107,800	\$ 87,260	\$ 20,540
Total Support Services - Business	\$ 662,845	\$ 550,250	\$ 112,595
Operations and Maintenance			
Purchased Services	\$ 51,000	\$ 29,390	\$ 21,610
Total Support Services - Operation and Maintenance	\$ 51,000	\$ 29,390	\$ 21,610
Food Services			
Purchased Services	\$ 270,639	\$ 235,824	\$ 34,815
Total Support Services - Food Services	\$ 270,639	\$ 235,824	\$ 34,815
Central			
Information Services			
Purchased Services	\$ 16,120	\$ 19,293	\$ (3,173)
Supplies and Materials	75,561	94,759	(19,198)
	\$ 91,681	\$ 114,052	\$ (22,371)
Staff Services			
Salaries	\$ 130	\$ 36	\$ 94
Employee Benefits	2	1	1
Purchased Services	4,500	3,660	840
Supplies and Materials	11,606	1,601	10,005
	\$ 16,238	\$ 5,298	\$ 10,940
Data Processing Services			
Salaries	\$ 407,876	\$ 408,149	\$ (273)
Employee Benefits	73,157	70,235	2,922
Purchased Services	18,000	28,531	(10,531)
Supplies and Materials	35,000	11,675	23,325
Other Objects	1,000	-	1,000
Non-Capitalized Equipment	-	70,809	(70,809)
	\$ 535,033	\$ 589,399	\$ (54,366)
Total Support Services - Central	\$ 642,952	\$ 708,749	\$ (65,797)
Total Support Services	\$ 5,665,568	\$ 5,849,254	\$ (183,686)
Community Services			
Salaries	\$ 10,605	\$ 5,000	\$ 5,605
Employee Benefits	664	633	31
Purchased Services	49,000	13,511	35,489
Supplies and Materials	800	2,440	(1,640)
Non-Capitalized Equipment	-	7,636	(7,636)
Total Community Services	\$ 61,069	\$ 29,220	\$ 31,849
Intergovernmental Payments			
Payments to Other Districts and Governmental Units (In-State)			
Payments for Regular Programs	\$ -	\$ 5,000	\$ (5,000)
Purchased Services	-	5,000	(5,000)
Payments for Special Education Programs	\$ -	\$ 5,000	\$ (5,000)
Purchased Services	412,053	194,324	217,729
Other Objects	175,000	270,035	(95,035)
	\$ 587,053	\$ 464,359	\$ 122,694
Total Payments to Other Districts and Governmental Units (In-State)	\$ 587,053	\$ 469,359	\$ 117,694

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Variance from Final Budget
	Original and Final	Actual Amounts	
EXPENDITURES (Continued)			
Intergovernmental Payments (Continued)			
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Special Education Programs	\$ 896,230	\$ 1,270,951	\$ (374,721)
Other Objects	<u>\$ 896,230</u>	<u>\$ 1,270,951</u>	<u>\$ (374,721)</u>
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u><u>\$ 1,483,283</u></u>	<u><u>\$ 1,740,310</u></u>	<u><u>\$ (257,027)</u></u>
Total Intergovernmental Payments	<u><u>\$ 1,483,283</u></u>	<u><u>\$ 1,740,310</u></u>	<u><u>\$ (257,027)</u></u>
Capital Outlay			
Instruction			
Regular Programs	\$ 50,000	\$ 127,054	\$ (77,054)
Instructional Staff	597,538	17,545	579,993
Central	397,212	151,005	246,207
Total Capital Outlay	<u>\$ 1,044,750</u>	<u>\$ 295,604</u>	<u>\$ 749,146</u>
Total Expenditures	<u><u>\$ 16,673,361</u></u>	<u><u>\$ 24,614,441</u></u>	<u><u>\$ (7,941,080)</u></u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u><u>\$ (2,178,509)</u></u>	<u><u>\$ (579,659)</u></u>	<u><u>\$ 1,598,850</u></u>
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	-	(807,350)	(807,350)
NET CHANGE IN FUND BALANCE	<u><u>\$ (2,178,509)</u></u>	<u><u>\$ (1,387,009)</u></u>	<u><u>\$ 791,500</u></u>
FUND BALANCE - JULY 1, 2019			15,007,875
FUND BALANCE - JUNE 30, 2020			<u><u>\$ 13,620,866</u></u>

See Accompanying Independent Auditor's Report

Adjustments to Correct 6/30/18 balances:

Employee Insurance Accrual Adjustment

Education Fund	\$ 522,861
Operations & Maintenance Fund	22,908
Transportation Fund	19,956
	<hr/>
	\$ 565,725
	<hr/>

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - WORKING CASH FUND
YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			<u>Variance from Final Budget</u>
	<u>Original and Final</u>	<u>Actual Amounts</u>		
REVENUES				
Property Taxes	\$ 142,184	\$ 146,529	\$ 4,345	
Earnings on Investments	80,000	234,344		154,344
Total Revenues	<u>\$ 222,184</u>	<u>\$ 380,873</u>		<u>\$ 158,689</u>
EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 222,184</u>	<u>\$ 380,873</u>		<u>\$ 158,689</u>
OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>		<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 222,184</u>	<u>\$ 380,873</u>		<u>\$ 158,689</u>
FUND BALANCE - JULY 1, 2019			<u>6,026,586</u>	
FUND BALANCE - JUNE 30, 2020			<u>\$ 6,407,459</u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICES FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Variance from Final Budget
	Original and Final	Actual Amounts	
REVENUES			
Property Taxes	\$ 1,364,549	\$ 953,409	\$ (411,140)
Earnings on Investments	25,000	68,858	43,858
Total Revenues	<u>\$ 1,389,549</u>	<u>\$ 1,022,267</u>	<u>\$ (367,282)</u>
EXPENDITURES			
Debt Services			
Interest			
Other Interest on Long-Term Debt			
Other Objects	\$ 354,412	\$ 354,413	\$ (1)
Total Debt Services - Interest	<u>\$ 354,412</u>	<u>\$ 354,413</u>	<u>\$ (1)</u>
Debt Services - Payment of Principal on Long-Term Debt			
Other Objects	\$ 990,000	\$ 990,000	\$ -
Total Debt Services - Payment of Principal on Long-Term Debt	<u>\$ 990,000</u>	<u>\$ 990,000</u>	<u>\$ -</u>
Debt Services - Other			
Other Objects	\$ -	\$ 2,462	\$ (2,462)
Total Debt Services - Other	<u>\$ -</u>	<u>\$ 2,462</u>	<u>\$ (2,462)</u>
Total Debt Services	<u>\$ 1,344,412</u>	<u>\$ 1,346,875</u>	<u>\$ (2,463)</u>
Total Expenditures	<u>\$ 1,344,412</u>	<u>\$ 1,346,875</u>	<u>\$ (2,463)</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 45,137</u>	<u>\$ (324,608)</u>	<u>\$ (369,745)</u>
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	-	807,350	807,350
NET CHANGE IN FUND BALANCE	<u>\$ 45,137</u>	<u>\$ 482,742</u>	<u>\$ 437,605</u>
FUND BALANCE - JULY 1, 2019		<u>1,461,431</u>	
FUND BALANCE - JUNE 30, 2020		<u>\$ 1,944,173</u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts			Variance from Final Budget
	Original and Final	Actual Amounts		
REVENUES				
Earnings on Investments	\$ 2,500	\$ 6,401	\$ 3,901	
Total Revenues	\$ 2,500	\$ 6,401	\$ 3,901	
EXPENDITURES				
Support Services				
Facilities Acquisition and Construction				
Purchased Services	\$ 45,000	\$ 80,689	\$ (35,689)	
Total Support Services - Facilities Acquisition and Construction	\$ 45,000	\$ 80,689	\$ (35,689)	
Total Support Services	\$ 45,000	\$ 80,689	\$ (35,689)	
Capital Outlay				
Support Services				
Facilities Acquisition and Construction	\$ 50,000	\$ -	\$ 50,000	
Total Capital Outlay	\$ 50,000	\$ -	\$ 50,000	
Total Expenditures	\$ 95,000	\$ 80,689	\$ 14,311	
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (92,500)	\$ (74,288)	\$ 18,212	
OTHER FINANCING SOURCES (USES)	-	-	-	
NET CHANGE IN FUND BALANCE	\$ (92,500)	\$ (74,288)	\$ 18,212	
FUND BALANCE - JULY 1, 2019			188,913	
FUND BALANCE - JUNE 30, 2020			\$ 114,625	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND - FIRE PREVENTION AND LIFE SAFETY FUND
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		
	Original and Final	Actual Amounts	Variance from Final Budget
REVENUES			
Other Tax Levies	\$ 286,369	\$ 293,242	\$ 6,873
Earnings on Investments	10,000	35,447	25,447
Total Revenues	<u>\$ 296,369</u>	<u>\$ 328,689</u>	<u>\$ 32,320</u>
EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 296,369</u>	<u>\$ 328,689</u>	<u>\$ 32,320</u>
OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 296,369</u>	<u>\$ 328,689</u>	<u>\$ 32,320</u>
FUND BALANCE - JULY 1, 2019		<u>767,894</u>	
FUND BALANCE - JUNE 30, 2020		<u>\$ 1,096,583</u>	

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT NO. 73-1/2
 SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
 AGENCY FUND - ACTIVITY FUNDS
 FOR YEAR ENDED JUNE 30, 2020

	BALANCE			
	JULY 1, 2019	ADDITIONS	DEDUCTIONS	
ASSETS				
Cash and Cash Equivalents	\$ 113,556	\$ 92,598	\$ 81,977	\$ 124,177
LIABILITIES				
Due to Student Groups				
Interest	\$ 1,891	\$ -	\$ -	\$ 1,891
District	(1,453)	500	17	(970)
Oliver McCracken Middle School	41,686	7,997	2,672	47,011
Elizabeth Meyer School	2,250	2,141	491	3,900
John Middleton Elementary School	44,135	13,241	4,526	52,850
Flex Spending Account	\$ 88,509	\$ 23,879	\$ 7,706	\$ 104,682
	25,047	68,719	74,271	19,495
	\$ 113,556	\$ 92,598	\$ 81,977	\$ 124,177

See Accompanying Independent Auditor's Report

SKOKIE SCHOOL DISTRICT NO. 73-1/2
COMPUTATION OF OPERATING EXPENSE PER PUPIL
AND PER CAPITA TUITION CHARGE
FOR YEAR ENDED JUNE 30, 2020

OPERATING EXPENSE PER PUPIL

EXPENDITURES:

ED	Total Expenditures	\$ 16,506,192
O&M	Total Expenditures	1,255,152
DS	Total Expenditures	1,346,875
TR	Total Expenditures	728,216
MR/SS	Total Expenditures	424,854
TORT	Total Expenditures	21,973
	Total Expenditures	\$ 20,283,262

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

ED	Pre-K Programs	\$ 85,761
ED	Special Education Programs Pre-K	110,168
ED	Summer School Programs	56,298
ED	Community Services	21,584
ED	Total Payments to Other District & Govt Units	1,740,310
ED	Capital Outlay	295,604
ED	Non-Capitalized Equipment	323,259
O&M	Total Payments to Other Dist & Govt Units	28,502
O&M	Capital Outlay	58,358
DS	Debt Service - Payments of Principal on Long-Term Debt	990,000
TR	Capital Outlay	55,033
MR/SS	Pre-K Programs	3,161
MR/SS	Special Education Programs - Pre-K	3,875
MR/SS	Summer School Programs	1,647
MR/SS	Community Services	79
	Total Deductions	\$ 3,773,639
	Total Operating Expenses (Regular K-12)	\$ 16,509,623
9 Mo ADA from Average Daily Attendance - Student Information System (SIS) in IWAS-preliminary ADA 2019-2020		991.20
Estimated OEPP *	\$ 16,656.20	

PER CAPITA TUITION CHARGE

LESS OFFSETTING RECEIPTS/REVENUES:

TR	Regular -Transp Fees from Pupils or Parents (In State)	\$ 51,589
ED	Total Food Service	201,024
ED-O&M	Total District/School Activity Income	102,305
ED	Rentals - Regular Textbooks	108,080
ED-O&M	Rentals	124,117
ED-O&M-TR	Total Special Education	74,650
ED	State Free Lunch & Breakfast	1,167
ED-O&M-TR-MR/SS	Total Transportation	325,863
ED-O&M-DS-TR-MR/SS-Tort	Other Restricted Revenue from State Sources	750
ED-MR/SS	Total Food Service	123,852
ED-O&M-TR-MR/SS	Total Title I	308,592
ED-O&M-TR-MR/SS	Total Title IV	22,478
ED-O&M-TR-MR/SS	Fed - Spec Education - IDEA - Flow Through	6,445
ED-O&M-TR-MR/SS	Fed - Spec Education - IDEA - Room & Board	225,959
ED-TR-MR/SS	Title III - Language Inst Program - Limited Eng (LIPLEP)	7,710
ED-O&M-TR-MR/SS	Title II - Teacher Quality	28,921
ED-O&M-TR-MR/SS	Medicaid Matching Funds - Fee-for-Service Program	23,207
ED-TR-MR/SS	Special Education Contributions from EBF Funds	406,176
ED - MR/SS	English Learning (Bilingual) Contributions from EBF Funds	57,206
	Total Allowance for PCTC Computation	\$ 2,200,091
	Net Operating Expense for PCTC Computation	14,309,532
	Total Depreciation Allowance (from page 27, Col I)	1,432,129
	Total Allowance for PCTC Computation	15,741,661
	9 Mo ADA	991.20
	Total Estimated PCTC *	\$ 15,881.42

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	79
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Revenue Capacity	83
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	
Debt Capacity	87
These schedules present information to help the reader assess the affordability of the District's current level of outstanding debt and the District's ability to issue additional debt in the future.	
Demographic and Economic Information	92
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	
Operating Information	94
These schedules contain information about the District's service 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.	

SKOKIE SCHOOL DISTRICT 73-12
SCHEDULE OF CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Expenses										
Instruction										
Regular Programs	\$ 7,475,524	\$ 7,054,257	\$ 7,441,412	\$ 6,633,812	\$ 6,768,142	\$ 6,894,394	\$ 6,230,658	\$ 6,117,483	\$ 6,265,966	\$ 5,603,534
Special Education Programs	3,504,143	3,428,733	2,512,505	3,378,523	2,889,828	1,417,899	1,333,101	1,194,893	1,183,982	2,416,369
Other Instructional Programs	1,180,938	1,084,517	1,190,289	1,133,028	1,046,975	1,042,886	936,748	818,130	820,684	810,421
State Retirement Contributions	8,108,249	6,133,813	6,247,689	6,575,124	4,407,039	3,765,813	2,672,987	2,071,245	1,818,793	1,639,702
Supporting Services										
Pupils	1,308,696	1,185,122	1,215,191	1,111,028	1,024,022	1,044,849	963,203	791,217	764,133	885,768
Instructional Staff	1,238,724	1,078,207	940,656	749,100	762,608	699,224	497,319	508,686	350,418	324,688
General Administration	871,928	794,262	703,600	746,692	630,437	611,383	588,308	565,102	575,648	551,431
School Administration	1,298,194	1,277,289	1,543,682	1,383,072	1,318,966	1,338,941	1,320,968	1,244,795	1,113,620	1,052,619
Business	634,649	691,1432	634,355	816,140	666,186	649,793	584,196	549,696	523,995	541,951
Transportation	708,500	845,740	824,369	822,864	768,884	657,717	649,918	513,235	552,633	500,277
Operations and Maintenance										
Food Services	1,266,638	1,148,405	1,659,291	2,396,562	1,388,646	1,326,708	1,293,313	1,199,781	1,064,975	1,328,704
Central	235,824	346,300	337,521	312,772	298,876	317,906	313,023	293,870	380,776	381,951
Other Support Services	797,175	684,158	593,797	530,218	503,054	557,997	473,083	466,397	407,959	382,562
Community Services	80,689	-	-	62	466,540	-	-	-	-	-
Nonprogrammed Charges	29,446	65,762	808,089	62,332	64,517	43,541	37,532	39,960	38,429	40,193
Interest and Fees	270,521	314,568	361,144	403,583	243,707	213,751	251,254	293,224	336,792	376,1414
Total Governmental Activities Expenses	\$ 29,009,838	\$ 26,132,565	\$ 27,013,590	\$ 27,054,912	\$ 23,248,427	\$ 21,686,578	\$ 19,113,118	\$ 17,664,352	\$ 17,299,483	\$ 16,836,334
Program Revenues										
Charges for Services										
Instruction										
Regular Programs	\$ 387,180	\$ 433,934	\$ 364,950	\$ 391,592	\$ 275,778	\$ 264,463	\$ 283,555	\$ 233,145	\$ 245,417	\$ 329,292
Special Programs	-	-	29,750	-	-	86,164	24,624	88,779	34,500	46,000
Other Instructional Programs	125,878	158,050	172,607	63,276	140,634	148,412	117,917	92,597	117,939	31,142
Support Services		-	-	-	-	-	-	-	-	-
Business	-	-	-	-	-	-	-	-	-	16,904
Food Services	201,024	241,133	233,207	225,774	211,190	183,222	193,563	198,150	232,269	254,688
Transportation	51,589	51,206	51,362	57,759	50,181	49,216	44,500	66,352	82,517	76,786
Operations and Maintenance	137,742	85,423	131,819	78,576	58,760	94,281	97,286	66,500	28,785	26,697
Operating and Capital Grants and Contributions	9,257,843	7,337,992	7,165,731	9,349,734	5,609,514	5,062,649	3,896,327	3,510,820	2,809,369	3,005,141
Total Program Revenues	\$ 10,161,256	\$ 8,307,738	\$ 8,149,406	\$ 10,166,711	\$ 6,346,057	\$ 5,888,407	\$ 4,657,802	\$ 4,256,343	\$ 3,550,796	\$ 3,786,660
Net (Expense) Revenue	\$ (18,848,582)	\$ (17,824,827)	\$ (18,864,184)	\$ (16,888,201)	\$ (16,902,370)	\$ (15,798,171)	\$ (14,455,316)	\$ (13,408,009)	\$ (13,748,687)	\$ (13,049,659)

(continued)

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011 **
General Revenues										
Governmental Activities										
Taxes										
Real Estate Taxes, Levied for General Purposes	\$ 15,949,444	\$ 15,356,483	\$ 15,087,267	\$ 15,027,197	\$ 14,596,418	\$ 14,269,686	\$ 14,100,412	\$ 13,807,991	\$ 13,152,542	\$ 13,046,523
Real Estate Taxes, Levied for Debt Service	953,409	1,407,500	1,403,565	1,378,965	1,363,455	1,359,071	1,365,701	1,371,625	1,337,485	1,321,227
Personal Property Replacement Taxes	501,485	463,785	416,774	506,294	458,409	500,730	465,787	460,445	450,644	489,966
State Aid-Formula Grants	1,796,934	1,310,276	1,246,899	785,774	732,648	687,713	685,840	580,922	639,795	528,838
Investment Earnings	1,331,922	1,614,635	27,220	435,283	976,676	883,685	148,912	98,309	377,547	421,687
Miscellaneous	-	-	-	-	45,730	11,830	7,578	38,235	-	41,543
Gain/(Loss) on Sale of Capital Assets										
Total General Revenues	<u>\$ 20,533,194</u>	<u>\$ 20,152,373</u>	<u>\$ 18,180,458</u>	<u>\$ 18,133,513</u>	<u>\$ 18,173,336</u>	<u>\$ 17,700,385</u>	<u>\$ 16,774,230</u>	<u>\$ 16,357,527</u>	<u>\$ 15,945,662</u>	<u>\$ 15,849,984</u>
Change in Net Position										
	<u>\$ 1,664,612</u>	<u>\$ 2,327,546</u>	<u>\$ (683,726)</u>	<u>\$ 1,245,312</u>	<u>\$ 1,270,966</u>	<u>\$ 1,902,214</u>	<u>\$ 2,318,914</u>	<u>\$ 2,949,518</u>	<u>\$ 2,196,975</u>	<u>\$ 2,800,930</u>
Net Position by Component										
Governmental Activities										
Net Investment in Capital Assets	\$ 8,706,936	\$ 8,684,294	\$ 8,633,741	\$ 4,950,812	\$ -	\$ 8,176,041	\$ 6,972,587	\$ 5,102,754	\$ 4,343,891	\$ 3,744,081
Restricted	9,143,067	7,213,851	6,175,804	4,590,874	3,944,508	4,417,265	4,900,897	7,342,059	6,847,237	3,582,374
Unrestricted	12,163,560	12,430,806	11,757,585	27,489,588	31,841,454	21,921,690	22,141,568	19,251,325	17,555,492	19,236,795
Total Governmental Activities Net Position	<u>\$ 30,013,563</u>	<u>\$ 28,328,951</u>	<u>\$ 26,567,130</u>	<u>\$ 37,031,274</u>	<u>\$ 35,785,982</u>	<u>\$ 34,514,996</u>	<u>\$ 34,015,052</u>	<u>\$ 31,696,138</u>	<u>\$ 28,746,620</u>	<u>\$ 26,563,250</u>

Source: Audited Financial Statements

** - Restricted and Unrestricted Net Position were restated with a reduction of \$13,605

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
REVENUES										
Local Sources	\$ 19,660,168	\$ 19,839,695	\$ 17,930,599	\$ 19,444,771	\$ 18,177,231	\$ 17,850,758	\$ 16,849,865	\$ 16,523,313	\$ 16,158,368	\$ 16,101,668
State Sources	2,178,869	1,686,240	1,716,385	1,694,005	1,544,253	1,587,005	1,533,749	1,657,857	1,185,786	1,317,407
Federal Sources	747,164	800,669	436,458	586,324	390,870	397,545	375,432	362,641	358,762	578,767
State Retirement Contributions	8,108,249	6,133,813	6,247,689	6,575,124	4,407,039	3,765,813	2,672,987	2,071,245	1,818,793	1,639,702
Total	\$ 30,694,450	\$ 28,460,417	\$ 26,331,131	\$ 28,300,224	\$ 24,519,393	\$ 23,601,121	\$ 21,432,033	\$ 20,615,056	\$ 19,521,709	\$ 19,637,544
EXPENDITURES										
Instruction	\$ 18,621,288	\$ 16,263,405	\$ 14,700,822	\$ 16,774,890	\$ 14,285,593	\$ 12,182,477	\$ 10,420,023	\$ 9,475,105	\$ 9,387,633	\$ 8,579,513
Support Services	8,065,743	7,959,249	8,871,404	8,776,823	7,996,738	6,994,673	6,659,741	6,111,972	5,694,464	5,831,827
Community Services	29,299	65,947	807,262	62,335	64,517	43,541	37,532	39,960	38,429	40,193
Nonprogrammed Charges	-	-	-	-	-	1,103,776	967,507	996,638	1,100,680	1,073,806
Debt Service										
Principal	990,000	1,180,000	1,235,000	1,175,000	11,450,000	1,085,000	1,125,000	1,085,000	1,070,000	970,000
Interest and Fees	356,875	401,554	448,313	471,341	207,363	227,969	265,663	307,710	349,528	391,395
Capital Outlay	408,995	83,180	3,481,121	6,760,257	639,556	956,846	1,509,835	412,153	253,407	887,505
Total	\$ 28,472,200	\$ 25,953,335	\$ 29,543,922	\$ 34,020,646	\$ 34,643,747	\$ 22,594,282	\$ 20,985,301	\$ 18,428,538	\$ 17,894,141	\$ 17,774,239
Excess or (Deficiency) of Revenues over Expenditures	\$ 2,222,250	\$ 2,507,082	\$ (3,212,791)	\$ (5,720,422)	\$ (10,124,354)	\$ 1,006,839	\$ 446,732	\$ 2,186,518	\$ 1,627,568	\$ 1,863,305
Other Financing Sources (Uses)										
Issuance of Bonds	\$ -	\$ -	\$ -	\$ -	\$ 20,430,000	\$ -	\$ -	\$ -	\$ -	\$ -
Premium on Issuance of Bonds	-	-	-	-	1,155,469	-	-	-	-	-
Payments to Refunding Bond Escrow Agent	-	-	-	-	(185,169)	-	-	-	-	-
Proceeds from Sale of Capital Assets	22,000	-	-	-	-	-	-	-	-	-
Other Uses	-	-	-	-	(25,000)	-	-	-	-	-
Transfers In	807,350	-	1,800,000	11,655,000	2,920,000	1,985,575	1,717,500	174,000	400,162	-
Transfers Out	(807,350)	-	(1,800,000)	(11,655,000)	(2,920,000)	(1,985,575)	(1,717,500)	(174,000)	(400,162)	(770,000)
Total	\$ 22,000	\$ -	\$ -	\$ -	\$ 21,375,300	\$ -	\$ -	\$ -	\$ -	\$ (770,000)
Net Change in Fund Balance	\$ 2,244,250	\$ 2,507,082	\$ (3,212,791)	\$ (5,720,422)	\$ 11,250,946	\$ 1,006,839	\$ 446,732	\$ 2,186,518	\$ 1,627,568	\$ 1,093,305
Debt Service as a Percentage of Noncapital Expenditures	4.8%	6.1%	6.5%	6.0%	34.3%	6.1%	7.1%	7.7%	8.0%	8.1%

Source: Audited Financial Statements

SKOKIE SCHOOL DISTRICT 73-1/2
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011*
General Fund										
Nonspendable	\$ 20,028,325	\$ 21,034,461	\$ 21,043,035	\$ 22,189,848	\$ 31,551,589	\$ 20,259,883	\$ 19,653,549	\$ 18,483,734	\$ 16,879,657	\$ 15,683,478
Total General Fund	<u>\$ 20,028,325</u>	<u>\$ 21,034,461</u>	<u>\$ 21,043,035</u>	<u>\$ 22,189,848</u>	<u>\$ 31,551,589</u>	<u>\$ 20,259,883</u>	<u>\$ 19,653,549</u>	<u>\$ 18,483,734</u>	<u>\$ 16,879,657</u>	<u>\$ 15,683,478</u>
All Other Governmental Funds										
Restricted	\$ 9,779,456	\$ 7,548,038	\$ 6,028,307	\$ 4,810,088	\$ 3,944,508	\$ 4,800,700	\$ 4,921,049	\$ 7,365,610	\$ 6,847,237	\$ 6,744,783
Committed	-	-	-	90,529	706,300	2,100,000	2,100,000	-	-	-
Assigned, reported in:										
Special Revenue Funds	2,680,334	2,105,267	1,637,022	1,523,661	1,271,780	839,956	371,591	535,001	635,416	421,587
Debt Services Fund	1,944,173	1,461,431	1,552,385	1,824,564	2,070,741	301,091	259,578	252,361	-	-
Capital Projects Funds	174,952	213,793	217,959	3,252,809	4,012	-	-	-	-	-
Unassigned	-	-	-	(57,075)	(57,075)	(131,414)	(182,866)	(208,706)	(23,506)	-
Capital Projects Funds						(62,670)	(14,864)	-	-	-
Tort Fund										
Total All Other Governmental Funds	<u>\$ 14,578,915</u>	<u>\$ 11,328,529</u>	<u>\$ 9,378,598</u>	<u>\$ 11,444,576</u>	<u>\$ 7,803,257</u>	<u>\$ 7,844,017</u>	<u>\$ 7,443,512</u>	<u>\$ 8,129,466</u>	<u>\$ 7,482,653</u>	<u>\$ 7,166,370</u>
Total All Governmental Funds	<u><u>\$ 34,607,240</u></u>	<u><u>\$ 32,362,990</u></u>	<u><u>\$ 30,421,633</u></u>	<u><u>\$ 33,634,424</u></u>	<u><u>\$ 39,354,846</u></u>	<u><u>\$ 28,103,900</u></u>	<u><u>\$ 27,097,061</u></u>	<u><u>\$ 26,650,329</u></u>	<u><u>\$ 24,463,811</u></u>	<u><u>\$ 22,849,848</u></u>

Source: Audited Financial Statements

*Note: GASB 54 was implemented in fiscal year 2011, which also required the restatement of 2010. With this implementation, the Working Cash Fund was combined with the General Fund and governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

SKOKIE SCHOOL DISTRICT 73-1/2
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN LEVY YEARS

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Taxes Extended for Levy Year	\$ 17,023,211	\$ 17,495,955	\$ 17,184,537	\$ 16,714,742	\$ 16,548,911	\$ 16,135,607	\$ 15,915,412	\$ 15,646,991	\$ 15,233,566	\$ 15,024,186
Amount of Levy Collected within the Fiscal Year of the Levy	8,869,100	8,900,246	8,796,506	8,479,457	8,146,099	8,022,322	7,861,186	7,842,022	7,613,558	7,601,088
Percentage of Levy Collected within the Fiscal Year of the Levy	52.1%	50.9%	51.2%	50.7%	49.2%	49.7%	49.4%	50.1%	50.0%	50.6%
Amount of Collections in Subsequent Years	-	8,271,775	8,206,775	8,026,704	8,229,269	7,813,587	7,606,435	7,604,927	7,337,595	7,028,234
Amount of Levy Collected to Date	8,869,100	17,172,021	17,003,281	16,506,161	16,375,368	15,835,909	15,467,621	15,446,949	14,951,153	14,629,322
Percentage of Levy Collected to Date	52.1%	98.1%	98.9%	98.8%	99.0%	98.1%	97.2%	98.7%	98.1%	97.4%

Source: Cook County Clerk's Office

SKOKIE SCHOOL DISTRICT 73-1/2
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN LEVY YEARS

Levy Year	Total Taxable						Total Direct Tax Rate	Estimated Actual Taxable Value
	Residential Property	Commercial Property	Industrial Property	Railroad	Assessed Value	Equalized		
2019	\$ 240,986,801	\$ 47,338,792	\$ 66,323,353	\$ 594,585	\$ 355,243,531	4.7920	\$ 1,065,730.593	
2018	208,643,274	37,319,673	51,788,454	544,590	298,295,991	5.8653	894,887,973	
2017	214,122,470	37,736,644	51,033,213	-	302,892,327	5.6734	908,676,981	
2016	216,113,769	35,336,638	50,728,928	-	302,179,335	5.5312	906,538,005	
2015	174,750,777	33,870,289	46,024,803	-	254,645,869	6.4987	763,937,607	
2014	178,698,434	29,006,030	50,504,113	-	258,208,577	6.2488	774,625,731	
2013	174,453,141	28,661,182	49,003,658	-	252,117,981	6.3128	756,353,943	
2012	202,542,997	31,904,995	51,880,069	-	286,328,061	5.4648	858,984,183	
2011	220,685,019	35,132,676	59,842,413	-	315,660,108	4.8259	946,980,324	
2010	237,254,785	46,220,838	67,658,181	-	351,133,804	4.2788	1,053,401,412	

Source: Cook County Clerk

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

SKOKIE SCHOOL DISTRICT 73-1/2
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN LEVY YEARS

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
District Direct Rates										
Educational	2.9987	3.5167	3.5705	2.9631	3.5000	3.4175	3.5000	3.5000	3.4190	3.0803
Tort Immunity	0.0597	0.0691	0.0680	0.0583	0.0727	0.2114	0.2165	0.1853	-	-
Leasing Educational Facilities	0.0149	0.0173	0.0170	0.0286	0.0340	0.0335	0.0343	0.0293	0.0265	0.0227
Operations and Maintenance	0.4646	0.5500	0.5500	0.4656	0.5500	0.5370	0.5434	0.4662	0.4895	0.4237
Special Education	0.3379	0.4000	0.4000	0.3386	0.4000	0.3906	0.4000	0.4000	0.1485	0.0914
Debt Service	0.1603	0.4802	0.4903	0.4627	0.5400	0.5401	0.526	0.4870	0.4425	0.3973
Transportation	0.4697	0.5179	0.2321	0.8994	0.9576	0.7091	0.6504	0.1196	0.1305	0.1108
Life Safety	0.0845	0.1000	0.1000	-	0.0700	0.0976	0.1000	-	-	-
Working Cash	0.0422	0.0500	0.0500	0.0423	0.0500	0.0488	0.0500	0.0500	0.0500	0.0500
Illinois Municipal Retirement	0.0725	0.0691	0.0935	0.1363	0.1577	0.1316	0.1328	0.1137	0.0597	0.0513
Social Security	0.0870	0.0950	0.1020	0.1363	0.1577	0.1316	0.1328	0.1137	0.0597	0.0513
Total Direct	4.7920	5.8653	5.6734	5.5312	6.4987	6.2488	6.3128	5.4648	4.8259	4.2788
Overlapping Rates										
Cook County	0.4540	0.4890	0.4960	0.5330	0.5520	0.5680	0.5600	0.5310	0.4620	0.4230
Cook County Forest Preserve	0.0590	0.0600	0.0620	0.0630	0.0690	0.0690	0.0630	0.0580	0.0510	-
Consolidated Elections	0.0300	-	0.0310	-	0.0340	-	0.0310	-	0.0250	-
Niles Township	0.0450	0.0490	0.0470	0.0460	0.0520	0.0500	0.0490	0.0420	0.0370	0.0320
Niles General Assistance	0.0070	0.0080	0.0070	0.0070	0.0080	0.0070	0.0070	0.0060	0.0050	0.0040
Metro Water Reclamation District	0.3890	0.3960	0.4020	0.4060	0.4260	0.4300	0.4170	0.3700	0.3200	0.2740
North Shore Mosquito Abatement	0.0090	0.0100	0.0100	0.0100	0.0120	0.0110	0.0070	0.0100	0.0100	0.0090
Village of Skokie and Library Fund	1.0720	1.2210	1.1960	1.1960	1.3900	1.3620	1.3900	1.1900	1.0930	0.9710
Skokie Park District	0.4110	0.4630	0.4400	0.4400	0.5070	0.4770	0.5810	0.5180	0.4760	0.4230
Community High School District #219	3.0170	3.3470	3.4090	3.4600	3.8910	3.6500	3.7070	3.2560	2.9040	2.5380
Community College District #535	0.2210	0.2460	0.2320	0.2310	0.2710	0.2580	0.2560	0.2190	0.1960	0.1600
Total Overlapping Rates	5.7140	6.2890	6.3320	6.3920	7.2120	6.8820	7.0740	6.2050	5.5860	4.8850
Total Direct and Overlapping Rate	10.5060	12.1543	12.0054	11.9232	13.7107	13.1308	13.3868	11.6698	10.4119	9.1638

Source: Cook County Clerk's Office

Note: Rates are per \$100 of equalized assessed valuation.

Note: The District is subject to the property tax extension limitation law, which limits the District's ability to raise its direct rates.

SKOKIE SCHOOL DISTRICT 73-1/2
 SCHEDULE OF PRINCIPAL TAXPAYERS IN THE DISTRICT
 CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2019			2010		
	Equalized Assessed Value *	Percentage of Total District Equalized Assessed Valuation	Equalized Assessed Value **	Percentage of Total District Equalized Assessed Valuation		
Oakton Crawford, 8041 Ridgeway, Oakton Kilbourn Oakton Kostner, Ridgeway Keeney, and Main Kedval	\$ 7,587,381	2.14%	\$ 4,179,862	1.19%		
Skokie Oakton LLC	5,103,000	1.44%	N/A	N/A		
Oakton Partners LLC	4,519,800	1.27%	N/A	N/A		
CF St. Louis LLC	4,374,000	1.23%	N/A	N/A		
Mafat Patel	4,031,606	1.13%	N/A	N/A		
IM Daas Torah Invest L	3,269,034	0.92%	6,118,411	1.74%		
Robert Eliot ENT	3,144,734	0.89%	N/A	N/A		
8111 St. Louis LLC	2,677,775	0.75%	N/A	N/A		
Public Storage IL 24524	2,647,860	0.75%	2,637,532	0.75%		
Chris M Bachman	2,634,276	0.74%	N/A	N/A		
General Automation Inc.	N/A	N/A	4,010,992	1.14%		
Ida Crown Jewish Academy	N/A	N/A	3,962,759	1.13%		
Relde	N/A	N/A	3,152,741	0.90%		
Oakton Corp Center	N/A	N/A	3,111,266	0.89%		
M & T Partnership	N/A	N/A	2,536,660	0.72%		
Lowell M. Bachman	N/A	N/A	2,452,976	0.70%		
Porento Family Partnership	N/A	N/A	2,325,035	0.66%		
	<u>\$ 39,989,466</u>	<u>11.26%</u>	<u>\$ 34,488,234</u>	<u>9.82%</u>		

Source: Cook County Clerk and Assessor's Offices

* Includes only those parcels with 2019 equalized assessed values of \$100,000 and over as recorded in the Cook County Assessor's office.

** Includes only those parcels with 2010 equalized assessed values of \$158,000 and over as recorded in the Cook County Assessor's office.

SKOKIE SCHOOL DISTRICT 73-1/2
 SCHEDULE OF LEGAL DEBT MARGINS
 LAST TEN FISCAL YEARS

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Debt Limit	\$ 24,511,804	\$ 20,582,423	\$ 20,899,571	\$ 20,850,374	\$ 17,570,565	\$ 17,821,912	\$ 17,386,141	\$ 19,756,636	\$ 21,780,547	\$ 24,228,232
Total Net Debt Applicable to Limit	9,115,000	10,105,000	11,285,000	12,520,000	13,695,000	4,715,000	5,800,000	6,925,000	8,010,000	9,080,000
Legal Debt Margin	<u>\$ 15,396,804</u>	<u>\$ 10,477,423</u>	<u>\$ 9,614,571</u>	<u>\$ 8,330,374</u>	<u>\$ 3,875,565</u>	<u>\$ 13,106,912</u>	<u>\$ 11,556,141</u>	<u>\$ 12,831,636</u>	<u>\$ 13,770,547</u>	<u>\$ 15,148,232</u>
Total Net Debt Applicable to the Limit as a percentage of Debt Limit	37%	49%	54%	60%	78%	26%	33%	35%	37%	37%

Source: 2011-2020 Annual Financial Reports

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF LEGAL DEBT MARGIN CALCULATION
FISCAL YEAR 2020

Equalized Assessed Value 2019 Tax Year	\$ 355,243,531
Statutory Debt Limit Percentage	<u>6.9%</u>
Statutory Debt Limit	\$ 24,511,804
Total Debt Outstanding	\$ 9,115,000
Exempted Debt	<u>-</u>
Net Debt Subjected to the Limit	<u>9,115,000</u>
Legal Debt Margin	<u>\$ 15,396,804</u>

Source: 2020 Annual Financial Report

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt (1)	Certificates of Participation	ISBE Technology Loan	Total Debt	Percentage of Estimated Actual Value	Personal Income	Ratio of Outstanding Debt per Personal Income			Outstanding Debt Per Capita
							Debt per Personal Income	Estimated	Population	
2020	\$ 9,779,420	\$ -	\$ -	\$ 9,779,420	0.92%	\$ 2,260,648,500	0.43%	62,700	156	
2019	10,852,473	-	-	10,852,473	1.21%	2,180,945,200	0.50%	63,280	171	
2018	11,285,000	-	-	11,285,000	1.24%	2,131,427,070	0.53%	63,978	176	
2017	12,520,000	-	-	12,520,000	1.38%	2,064,352,400	0.61%	64,270	195	
2016	13,695,000	-	-	13,695,000	1.79%	2,064,159,924	0.66%	64,821	211	
2015	4,715,000	-	-	4,715,000	0.61%	2,101,229,352	0.22%	65,112	72	
2014	5,800,000	-	-	5,800,000	0.77%	2,142,204,768	0.27%	65,176	89	
2013	6,850,000	75,000	-	6,925,000	0.81%	2,118,484,070	0.33%	65,074	106	
2012	7,865,000	145,000	-	8,010,000	0.85%	2,015,973,120	0.40%	64,864	123	
2011	8,870,000	210,000	-	9,080,000	0.86%	1,649,854,128	0.55%	64,784	140	

(1) Includes unamortized bond discount and premium

Source: 2011-2020 Audited Financial Statements; www.skokie.org; <http://ilides.state.il.us/laus/lausmenu.htm> (Illinois Dept. Employment Security); U.S. Census Bureau for population estimates

SKOKIE SCHOOL DISTRICT 73-1/2
SCHEDULE OF NET BONDED DEBT
LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt (1)	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
		General Bonded Debt	Amounts Available to Repay Principal			
2020	\$ 9,779,420	\$ 1,944,173	\$ 7,835,247		0.74%	125
2019	10,852,473	1,461,431	9,391,042		1.05%	148
2018	11,285,000	1,552,385	9,732,615		1.07%	152
2017	12,520,000	1,824,564	10,695,436		1.18%	166
2016	13,695,000	2,070,741	11,624,259		1.52%	179
2015	4,715,000	1,247,638	3,467,362		0.45%	53
2014	5,800,000	1,160,022	4,639,978		0.61%	71
2013	6,850,000	1,101,143	5,748,857		0.67%	88
2012	7,865,000	1,192,667	6,672,333		0.70%	103
2011	8,870,000	974,116	7,895,884		0.75%	122

(1) Includes unamortized bond discount and premium

Source of Information: 2011 - 2020 Annual Financial Reports

SKOKIE SCHOOL DISTRICT 73-1/2
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2020

Governmental Jurisdiction	Debt Outstanding	Overlapping Percent	Net and Direct Overlapping Debt
County			
Cook County	\$ 2,803,851,750	0.2190%	\$ 6,140,435
Cook County Forest Preserve	140,990,000	0.2190%	308,768
School Districts and Colleges			
School District 219	53,448,952 (3)	7.7160%	4,124,121
Oakton Community College #535	30,000,000 (4)	1.3900%	417,000
Park Districts			
Skokie Park District	2,812,000 (2)	12.9550%	364,295
Municipalities			
Village of Skokie	52,945,000 (4)	12.7760%	6,764,253
Miscellaneous			
Metropolitan Water Reclamation District of Greater Chicago	2,274,859,669 (1)	0.2230%	<u>5,072,937</u>
Total Overlapping Bonded Debt			\$ 23,191,809
Skokie School District 73-1/2	9,115,000	100.00%	<u>9,115,000</u>
Total Direct and Overlapping General Obligation Bonded Debt			<u>\$ 32,306,809</u>

Sources: Offices of the Cook County Clerk, Controller and Treasurer of the Metropolitan Water Reclamation District of Greater Chicago

- (1) Includes IEPA Revolving Loan Fund Bonds.
- (2) Excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds which are expected to be paid from sources other than general taxation.
- (3) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.
- (4) Excludes outstanding debt certificates.

Note: Percentage of debt applicable to the District is determined by taking the overlapping EAV divided by the other governments total EAV.

Note: Overlapping governments with no outstanding debt are not reflected.

SKOKIE SCHOOL DISTRICT 73-1/2
DEMOGRAPHIC AND ECONOMIC STATISTICS*
LAST TEN FISCAL YEARS

Year	Population (1)	Personal Income	Per-Capita Personal Income (2)	Unemployment Rate (3)
2020	62,700	\$ 2,260,648,500	36,055	3.00%
2019	63,280	2,180,945,200	34,465	3.20%
2018	63,978	2,131,427,070	33,315	4.20%
2017	64,270	2,064,352,400	32,120	4.90%
2016	64,821	2,064,159,924	31,844	4.80%
2015	65,112	2,101,229,352	32,271	5.90%
2014	65,176	2,142,204,768	32,868	7.60%
2013	65,074	2,118,484,070	32,555	7.40%
2012	64,864	2,015,973,120	31,080	7.90%
2011	64,784	1,649,854,128	25,467	8.30%

*Information shown is for the Village of Skokie, Illinois

Sources: (1) 2019 U.S. Census Bureau estimate
 (2) U.S. Census Bureau - Per Capita Income estimate for the Village of Skokie in the past 12 months (in 2018 dollars) 2014-2018
 (3) Illinois Department of Employment Security - 2019

SKOKIE SCHOOL DISTRICT 73-1/2
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2020			2011		
	Employees	Rank	Percentage of Total Employment (1)	Employees	Rank	Percentage of Total Employment (2)
Tenneco(formerly Federal-Mogul Corporation)	1,500	1	4.8%	1,500	1	4.9%
Northshore University Healthsystem	1,200	2	3.9%	1,200	2	3.9%
Village of Skokie	500	3	1.6%	498	8	1.6%
Forsythe Technology	420 #	4	1.4%	500	6	1.6%
Nordstrom & Nordstrom Racks	450 #	5	1.5%			
Skokie Park District	381 *	6	1.2%	826 *	4	2.7%
Generation Brands, LLC (Tech Lighting)	700	7	2.3%			
Georgia Nut Co., Inc.	550	8	1.8%			
Tech Lighting	400	9	1.3%	450	10	1.5%
Niles Township High School District #219	324 *	10	1.0%	653	5	2.1%
Alltran Education, Inc.	300	11	1.0%			
Medgadyne America, LLC	300	11	1.0%			
Oakton Community Collete #535 (Skokie Camp)	300	11	1.0%			
Woodward MPC Production Corporation				900	3	2.9%
Continental Electrical Construcion				500	7	1.6%
Topco Associates LLC				460	9	1.5%
Cook County Circuit Court				440	11	1.4%
Klein Tools, Inc.				400	12	1.3%
	<u>7,325</u>		<u>23.8%</u>	<u>8,327</u>		<u>27.0%</u>

*Includes Full, Part-time, Seasonal and Temporary employees

Not confirmed

2020 Sources:

2020 Illinois Manufacturers' Directory
2020 Illinois Services Directory
Illinois Department of Employment Security
Illinois Department of Economic Opportunity
Phone canvass of some employers

2011 Sources:

2011 Illinois Manufacturers' Directory
2011 Illinois Services Directories
2011 Harris Illinois Industrial Directory
Illinois Department of Employment Security

(1) The Illinois Department of Employment Security reports that 31,017 persons were employed in the Village of Skokie in 2019.
 (2) The Illinois Department of Employment Security reports that 30,878 persons were employed in the Village of Skokie in 2010.

SKOKIE SCHOOL DISTRICT 73-1/2
 SCHOOL BUILDING INFORMATION
 LAST TEN FISCAL YEARS

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
John Middleton Elementary School (1955)										
Square Feet	72,557	72,557	72,557	72,557	71,684	71,684	71,684	71,684	71,684	71,684
Enrollment	556	552	561	533	515	546	514	536	541	536
Elizabeth Meyer School (1994)										
Square Feet	42,982	42,982	42,982	42,982	20,176	20,176	20,176	20,176	20,176	20,176
Enrollment	190	198	217	171	177	184	176	167	160	162
Oliver McCracken Middle School (1959)										
Square Feet	85,300	85,290	85,290	85,290	85,290	85,290	85,290	85,290	85,290	85,290
Enrollment	318	370	384	391	333	345	338	334	339	379

Source: District Records

SKOKIE SCHOOL DISTRICT 73-1/2
NUMBER OF EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	2019-2020	2018-2019	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013	2011-2012	2010-2011
Administration:										
Superintendent	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
District Administrators	5.00	5.00	5.00	4.00	4.00	4.00	3.00	2.00	1.00	1.00
Principals and Assistants	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
	11.00	11.00	11.00	10.00	10.00	10.00	9.00	8.00	7.00	7.00
Teachers:										
Elementary	42.00	44.00	45.00	45.90	44.50	42.00	40.50	38.50	36.70	37.50
Middle School	27.00	26.00	26.00	23.76	23.00	20.00	23.50	23.40	25.70	26.30
Instrumental Music	2.00	2.00	2.00	1.40	1.40	1.40	1.40	1.40	1.40	1.30
Special Education and Bilingual	20.00	19.00	18.00	19.00	18.00	18.84	14.50	16.50	13.90	13.90
Psychologists	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00	1.00	1.00
Social Workers and Counselors	3.00	4.00	5.00	4.50	4.50	4.50	3.50	3.50	3.30	3.30
Learning Center	3.00	3.00	3.00	5.00	2.00	2.00	2.00	2.00	2.00	2.00
Summer School	12.00	12.00	7.00	13.00	8.00	8.00	8.00	9.00	8.00	9.00
	111.00	112.00	108.00	114.56	103.40	98.74	96.40	95.30	92.20	94.30
Other Supporting Staff:										
Technology Support Staff	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	4.00
Learning Center Assistants	2.00	2.00	2.00	2.00	2.00	3.00	3.00	3.00	3.00	3.00
Clerical 10/12 month	10.00	10.00	10.00	11.00	8.00	8.00	8.00	11.00	11.00	11.00
Teacher Assistants	18.00	15.00	15.00	15.00	14.00	17.00	17.50	14.20	12.70	10.70
Tutors	3.00	3.00	3.00	3.00	4.00	5.00	6.50	6.50	6.50	7.00
Maintenance, Custodians, and Warehouse	4.00	4.00	4.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Cafeteria Staff/Payroll Staff/Miscellaneous	19.00	19.00	20.00	32.00	22.00	20.00	20.00	20.00	16.00	17.00
Nurses	3.00	3.00	2.00	2.20	2.20	2.20	2.20	2.20	2.20	2.20
	64.00	61.00	61.00	75.20	62.20	65.20	67.20	63.90	61.40	59.90
Total Staff	186.00	184.00	180.00	199.76	175.60	173.94	172.60	167.20	160.60	161.20

Source: District Records

SKOKIE SCHOOL DISTRICT 73-1/2
 OPERATING INDICATORS BY FUNCTION
 LAST TEN FISCAL YEARS

Year	Enrollment	Attendance	Operating Expenditures	Operating Expenditures per Pupil	Percentage Change	Instructional Expenses	Instructional Expenditures per Pupil	Percentage Change	Total FTE	Pupil-Teacher Ratio	Percentage of Students		
											Receiving Free or Reduced Price-Meals	Limited English Proficiency	Disabilities
2020	1,064	N/A	\$ 20,283,262	\$ 19,063	7.94%	\$ 12,160,605	\$ 11,429	10.66%	N/A	N/A	N/A	N/A	N/A
2019	1,120	95.8%	19,779,783	17,661	5.64%	11,567,507	10,328	4.99%	92	15.7	30.5%	17.9%	16.3%
2018	1,162	95.0%	19,426,030	16,718	-8.84%	11,431,189	9,838	-3.35%	89	15.7	30.3%	18.3%	16.1%
2017	1,095	94.9%	20,050,022	18,338	-37.27%	11,145,363	10,178	-2.54%	83	15.1	29.7%	16.9%	14.2%
2016	1,025	96.1%	29,966,069	29,235	75.22%	10,704,945	10,444	20.02%	103	15.1	36.3%	17.8%	15.2%
2015	1,075	95.5%	18,312,336	17,035	7.06%	9,355,179	8,702	5.24%	99	15.1	38.8%	16.7%	16.7%
2014	1,028	95.7%	17,152,342	16,685	7.68%	8,500,507	8,269	5.47%	96	15.1	33.7%	14.8%	15.7%
2013	1,037	96.2%	16,069,073	15,496	4.92%	8,130,506	7,840	14.68%	95	15.2	33.8%	15.7%	15.1%
2012	1,079	96.2%	15,935,978	14,769	0.69%	7,376,899	6,837	-4.77%	92	16.5	31.2%	13.6%	15.1%
2011	1,100	95.9%	16,134,537	14,668	0.03%	6,926,491	7,179	6.14%	94	16.9	20.5%	15.9%	15.0%

Source: Interactive Illinois Report Card (IIRC.NU.I.EDU)

N/A - not available at time of publication

SKOKIE SCHOOL DISTRICT 73-1/2
 OPERATING COSTS AND TUITION CHARGES
 LAST TWO FISCAL YEARS

	2020	2019
Operating Costs Per Pupil		
Average Daily Attendance (ADA)	<u>991.20</u>	<u>964.40</u>
Operating Costs:		
Educational	\$ 16,506,192	\$ 15,646,652
Operations and Maintenance	1,255,152	1,128,096
Debt Service	1,346,875	1,581,554
Transportation	728,216	835,859
Illinois Municipal Retirement/Social Security	424,854	407,316
Tort Immunity and Judgment	21,973	180,306
Subtotal	<u>\$ 20,283,262</u>	<u>\$ 19,779,783</u>
Less Revenues/Expenditures of Nonregular Programs		
Tuition	\$ 2,295,036	\$ 2,227,716
Summer School	57,945	15,656
Capital Outlay	408,995	43,441
Debt Principal Retired	990,000	1,180,000
Community Services	21,663	52,185
Subtotal	<u>\$ 3,773,639</u>	<u>\$ 3,518,998</u>
Operating Costs	<u>\$ 16,509,623</u>	<u>\$ 16,260,785</u>
Operating Costs per Pupil - Based on ADA	<u>\$ 16,656</u>	<u>\$ 16,861</u>
Tuition Charge		
Operating Costs	\$ 16,509,623	\$ 16,260,785
Less - Revenues from Specific Programs, such as Special Education or Lunch Programs	2,200,091	2,317,947
Net Operating Costs	<u>\$ 14,309,532</u>	<u>\$ 13,942,838</u>
Depreciation Allowance	<u>1,432,129</u>	<u>1,371,573</u>
Allowance Tuition Costs	<u>\$ 15,741,661</u>	<u>\$ 15,314,411</u>
Tuition Charge Per Pupil - Based on ADA	<u>\$ 15,881</u>	<u>\$ 15,880</u>

Source: Annual Financial Report