

ANNUAL FINANCIAL REPORT

**COOK COUNTY SCHOOL DISTRICT NO. 92
BROADVIEW, ILLINOIS**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2023**

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Cook County School District No. 92
Broadview, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Cook County School District No. 92, Broadview, Illinois (the "District"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Other Matters

Prior-Year Comparative Information

We have previously audited the District's 2022 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information in our report dated December 12, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District as of and for the year ended June 30, 2022, (not presented herein), and have issued our report December 12, 2022, which contained unmodified audit opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The supplementary information, as listed in the table of contents, for the year ended June 30, 2022, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2022 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2022.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 24, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Evans, Marshall & Pease, P.C.

Evans, Marshall & Pease, P.C.
Certified Public Accountants

Rolling Meadows, Illinois
January 24, 2024

REQUIRED SUPPLEMENTARY INFORMATION
Management's Discussion and Analysis

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The discussion and analysis of Cook County School District 92's (the "District") financial performance provides an overall review of the District's financial activities for the year ended June 30, 2023. The District management encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

Certain comparative information between the current year and the prior year is required to be presented in this management discussion and analysis (MD&A). The information is presented throughout the report to illustrate the differences in the District's results between the two years.

Financial Highlights

- The government-wide financial statements are on the accrual basis of accounting. Under this basis, revenues are recognized in the period in which they are earned and become measurable, and expenses are recognized when incurred. The following information should be viewed with this in mind.
- The District's net position increased by \$1,034,336. Net position at June 30, 2023, is \$17,489,982.
- The District reported combined ending fund balances of \$18,722,792, an increase of \$6,289,024 in comparison with the prior year.
- The District made bond principal payments in the amount of \$405,000. See Note 6 for more information.
- The District issued general obligation bonds in the amount of \$5,235,000.
- The District made capital outlay expenditures for improvements and equipment in the amount of \$377,495. See Note 4 for more information.

Overview of the Financial Statements

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

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

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

This report also contains required supplementary information and supplementary information in addition to the basic financial statements. Included as revenue and expense in the Educational Account is the annual "on-behalf" payment by the State to the Teachers' Retirement System (TRS) and the Teachers' Health Insurance Security (THIS) fund discussed elsewhere in this audit report. This is money over which the District has no control and never sees on its books. In fact, the State does not always make this contribution, or make it on time. This contribution by the State must be shown in the audit, but it should be kept in mind that to get a true picture of the District's revenue, expenses and balances, this contribution must be discounted.

Major Features of the Government-Wide and Fund Financial Statements

	Government-Wide Statements	Fund Financial Statements Governmental Funds
Scope	Entire District	The activities of the District
Required financial statements	Statement of net position	Balance sheet
	Statement of activities	Statement of revenues, expenditures, and changes in fund balance
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or liabilities included
Type of deferred inflows/outflows of resources information	All deferred inflows and outflows of resources, financial, short-term and long-term	Generally deferred outflows of resources to be used up and deferred inflows that come due during the year or soon thereafter; no capital or debt included
Type of inflow/outflow information	All revenues and expenses during the year, regardless of dates of actual cash transactions	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable

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, deferred inflows of resources, deferred outflows of resources and liabilities, with the difference between the two 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 declining.

The statement of activities presents information showing how the District's net position changed during the fiscal year being reported. It includes a description of the expenses and revenues for all governmental activities for the fiscal year. Revenues from specific programs and grants are identified by the functions that they support.

The government-wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District's governmental activities include instructional services (regular education, special education and other) and supporting services, including operation and maintenance of facilities.

Fund Financial Statements

A fund is a self-balancing group of accounts with its own assets, liabilities, revenues and expenditures. Each fund is used to maintain control over resources and expenditures that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into one category: governmental funds (the District maintains no proprietary funds and no fiduciary 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, where the focus is on the government as a whole, governmental fund financial statements focus their reporting on individually significant funds.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental 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 governmental funds during the year. 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 Fund (Educational and Working Cash Accounts), Operations and Maintenance Fund, Transportation Fund, Municipal Retirement/Social Security Fund, Tort Fund, Debt Service Fund, Capital Projects Fund, and Fire Prevention and Safety Fund.

The District adopts an annual budget for each of the funds. A budgetary comparison statement is provided for the General Fund and each major fund in the basic financial statements as other information to demonstrate compliance with this budget.

Notes to the financial statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *Required Supplementary Information* concerning the District's operations presented to supplement the basic financial statements and progress in funding related to the Teachers' Retirement System (TRS), Illinois Municipal Retirement Fund (IMRF), and Teachers' Health Insurance Security (THIS) Fund. The *Supplementary Information* provides additional analysis derived from and relate directly to the underlying accounting and other records used to prepare the financial statements.

Government-Wide Financial Analysis

Statement of Net Position: The following summary data is compared with data from the preceding year. The following provides a summary of the District's Statement of Net Position as of June 30, 2023 and 2022 (Table 1):

Table 1 Condensed Statement of Net Position			
	2023	2022	% Change
Current assets	\$ 22,327,510	\$ 15,995,870	39.58%
Non-current assets	8,007,481	8,646,097	-7.39%
Total Assets	30,334,991	24,641,967	23.10%
Total Deferred Outflows of Resources	1,623,421	1,371,042	18.41%
Current liabilities	210,604	70,410	199.11%
Non-current liabilities	7,145,652	3,380,658	111.37%
Total Liabilities	7,356,256	3,451,068	113.16%
Total Deferred Inflows of Resources	6,106,295	6,106,295	0.00%
Net investment in capital assets	7,923,615	7,769,940	1.98%
Restricted	2,649,071	2,663,067	-0.53%
Unrestricted	6,917,296	6,022,639	14.85%
Total Net Position	\$ 17,489,982	\$ 16,455,646	6.29%

Changes in Net Position from Operating Results: The following is a summary of the District's changes in net position for the year ending June 30, 2023, and 2022 (Table 2):

Table 2 Changes in Net Position			
	2023	2022	% Change
Revenues			
Program revenues			
Charges for services	\$ 109,117	\$ 278,986	-60.89%
Grants and contributions	3,964,267	3,646,701	8.71%
General revenues			
Property taxes	6,441,036	6,152,829	4.68%
Personal property replacement taxes	727,262	696,900	4.36%
Evidence based funding	1,737,261	1,727,950	0.54%
Interest on investments and other	284,149	21,354	1230.66%
Total Revenues	13,263,092	12,524,720	5.90%
Expenses			
Instruction	5,546,405	5,348,440	3.70%
Support services	4,165,352	3,375,916	23.38%
Community services	28,011	30,739	-8.87%
Payments to other governmental units	1,596,615	1,058,312	50.86%
Debt service - interest and other	347,419	24,491	1318.56%
Depreciation - unallocated	544,954	517,066	5.39%
Total Expenses	12,228,756	10,354,964	18.10%
Change in Net Position	1,034,336	2,169,756	
Net Position - Beginning	16,455,646	14,285,890	
Net Position - Ending	\$ 17,489,982	\$ 16,455,646	

Revenues by Source: Taxes, including personal property taxes, in the amount of \$7,168,298 accounted for 54.05% of total revenues, grants and contributions in the amount of \$3,964,267 accounted for 29.89%, charges for services in the amount of \$109,117 accounted for .83%, evidence-based funding formula in the amount of \$1,737,261 accounted for 13.10%, and interest on investments and other in the amount of \$284,149 accounted for 2.13%.

Expenses by Function: Expenses for instruction in the amount of 5,546,405 accounted for 45.36% of total expenses, while support services in the amount of \$4,165,352 accounted for 34.06%, community services in the amount of \$28,011 accounted for 0.23%, payments to other governmental units in the amount of \$1,596,615 accounted for 13.06%, debt service interest and other in the amount of \$347,419 accounted for 2.84%, and depreciation – unallocated in the amount of \$544,954 accounted for 4.45%.

Financial Analysis of the District's Funds

The financial performance of the District reflects the financial climate of the country as a whole and Illinois in particular. Expenditures and revenues are monitored carefully. Financial updates and projections are shared with the Board of Education regularly. Account balances for all funds are at a positive levels for the year ended June 30, 2023. The governmental funds reported combined fund balances of \$18,722,792, which is an increase of \$6,289,024 in comparison to the prior year.

General Fund (Educational and Working Cash Accounts)

- Fund balance increased by \$6,282,086, resulting in an ending fund balance of \$16,080,626.

Operations and Maintenance Fund

- Fund balance increased by \$492,900, resulting in an ending fund balance of \$547,964.

Transportation Fund

- Fund balance decreased by \$226,430, resulting in an ending fund balance of \$58,971.

Municipal Retirement/Social Security Fund

- Fund balance decreased by \$118,335, resulting in an ending balance of \$818,723.

Tort Fund

- Fund balance decreased by \$49,961, resulting in an ending balance of \$740,341.

Debt Service Fund

- Fund balance decreased by \$157,401, resulting in an ending fund balance of \$105,044.

Capital Projects Fund

- Fund balance decreased by \$12,892, resulting in an ending fund balance of \$94,097.

Fire Prevention and Safety Fund

- Fund balance increased by \$79,057, resulting in an ending fund balance of \$277,026.

Capital Assets and Long-term Debt

Capital assets

By the end of fiscal year 2023, the District invested \$8,007,481 (net of depreciation) in a broad range of capital assets, including various improvements and equipment (Table 3).

Table 3 Capital Assets			
	2023	2022	% Change
Land	\$ 314,014	\$ 314,014	0.00%
Construction in progress	64,775	-	n/a
Site improvements	125,847	146,765	-14.25%
Building and improvements	7,367,763	7,630,774	-3.45%
Equipment	135,082	83,387	61.99%
Total	<u>\$ 8,007,481</u>	<u>\$ 8,174,940</u>	<u>-2.05%</u>

More detailed information about capital assets can be found in Note 4 of the basic financial statements.

Long-term debt

At June 30, 2023, the District had total debt outstanding of \$6,940,804 (Table 4).

Table 4 Long-term Debt			
	2023	2022	% Change
Leases	\$ 83,866	\$ -	n/a
Bonds	5,235,000	405,000	1192.59%
Pension	741,852	276,225	168.57%
Other post-employment benefits	880,086	2,699,433	-67.40%
Total	<u>\$ 6,940,804</u>	<u>\$ 3,380,658</u>	<u>105.31%</u>

More detailed information on long-term debt can be found in Note 6 of the basic financial statements.

Budgetary Information

EXPENDITURES IN EXCESS OF BUDGET

For the year ended June 30, 2023, expenditures exceeded budget in the General Fund by \$2,046,708 driven by unbudgeted on-behalf expenditures of \$1,918,213, the Operations and Maintenance Fund by \$60,088, the Transportation Fund by \$45,505, the Municipal Retirement/Social Security Fund by \$13,604, the Tort Fund by \$20,579, the Debt Service Fund by \$315,978; the Capital Projects Fund by \$64,775, and the Fire Prevention and Safety Fund by \$16,309. These over expenditures were covered by existing fund balances.

Factors Bearing on the District's Future

The District is aware of the following factors that may affect its future financial health:

- The lack of consistent on-time payments from the State of Illinois and the potential loss of significant State revenues.
- The continued deterioration of the financial condition of the statewide Teachers Retirement System (TRS) and the threat of the normal cost for the pension system being passed on to the District.
- Property tax appeals leading to assessment reductions and eroding District property tax collections or EAV.
- The state of the economy, particularly at the State level, continues to affect the District's state funding levels and timing of state receipts.
- The inability of lawmakers to address the State's financial dilemmas continues to create future financial uncertainty for school districts, of which the District is not immune. Likewise, the issue of local property tax "freezes" and pension reform continues to be a focus of State lawmakers, again creating more financial uncertainty for school districts.
- Employment contracts with mandatory financial obligations.

Requests for Information

The financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about the report, or need additional financial information, contact the District's business office: Cook County School District 92, 2400 South 18th Avenue, Broadview, IL 60155.

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BASIC FINANCIAL STATEMENTS

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COOK COUNTY SCHOOL DISTRICT NO. 92
STATEMENT OF NET POSITION
JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS AS OF JUNE 30, 2022

	Governmental Activities	
	2023	2022
ASSETS		
Cash and investments	\$ 17,545,064	\$ 12,008,592
Receivables (net of allowance for uncollectibles)		
Interest	71,945	4,430
Property taxes	3,496,070	3,492,409
Personal property replacement taxes	114,681	114,179
Intergovernmental	1,063,300	341,694
Prepaid items	36,450	34,566
Capital assets not being depreciated	314,014	314,014
Capital assets, net of accumulated depreciation	7,693,467	7,860,926
Net pension asset	-	471,157
	<u>30,334,991</u>	<u>24,641,967</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pensions	1,286,898	969,699
Other post-employment benefits	336,523	401,343
	<u>1,623,421</u>	<u>1,371,042</u>
LIABILITIES		
Accounts payable	198,526	79,501
Other	(9,735)	(9,808)
Interest payable	21,813	717
Non-current liabilities		
Due within one year	164,347	405,000
Due in more than one year	6,981,305	2,975,658
	<u>7,356,256</u>	<u>3,451,068</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	3,496,070	3,492,409
Pensions	791,469	1,269,359
Other post-employment benefits	2,824,635	1,344,527
	<u>7,112,174</u>	<u>6,106,295</u>
NET POSITION		
Net investment in capital assets	7,923,615	7,769,940
Restricted	2,649,071	2,663,067
Unrestricted	6,917,296	6,022,639
	<u>\$ 17,489,982</u>	<u>\$ 16,455,646</u>

The accompanying notes to the financial statements are an integral part of this statement.

COOK COUNTY SCHOOL DISTRICT NO. 92
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

Functions/ Programs	Expenses Disbursed	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
Instruction	\$ 5,546,405	\$ 101,145	\$ 3,460,512	\$ -
Support services	4,165,352	7,972	453,755	50,000
Community services	28,011	-	-	-
Payments to other governmental units	1,596,615	-	-	-
Debt service				
Interest and other	347,419	-	-	-
Depreciation - unallocated	544,954	-	-	-
Total	<u>\$ 12,228,756</u>	<u>\$ 109,117</u>	<u>\$ 3,914,267</u>	<u>\$ 50,000</u>

GENERAL REVENUES

Taxes

 Property taxes, levied for general purposes

 Property taxes, levied for debt service

 Personal property replacement taxes

Evidence based funding formula

Interest on investments

Other

Total General Revenues

CHANGE IN NET POSITION

NET POSITION - BEGINNING

NET POSITION - ENDING

The accompanying notes to the financial statements are an integral part of this statement.

<u>2023</u>	<u>2022</u>
Net (Expense) Revenue and Changes in Net Position	
\$ (1,984,748)	\$ (1,838,117)
(3,653,625)	(2,960,552)
(28,011)	(30,739)
(1,596,615)	(1,058,312)
(347,419)	(24,491)
<u>(544,954)</u>	<u>(517,066)</u>
<u>(8,155,372)</u>	<u>(6,429,277)</u>
6,029,691	5,725,050
411,345	427,779
727,262	696,900
1,737,261	1,727,950
284,149	(12,396)
-	33,750
<u>9,189,708</u>	<u>8,599,033</u>
1,034,336	2,169,756
<u>16,455,646</u>	<u>14,285,890</u>
<u>\$ 17,489,982</u>	<u>\$ 16,455,646</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2023

WITH SUMMARIZED COMPARATIVE ACTUAL AMOUNTS AS OF JUNE 30, 2022

	General Fund	Operations and Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund
ASSETS				
Cash and investments	\$ 14,939,574	\$ 559,183	\$ 59,556	\$ 813,848
Receivables (net of allowance for uncollectibles)				
Interest	61,028	1,298	1,496	3,389
Property taxes	2,687,738	319,598	58,425	50,204
Personal property replacement taxes	114,681	-	-	-
Intergovernmental	1,063,300	-	-	-
Prepaid items	-	-	-	-
Total Assets	\$ 18,866,321	\$ 880,079	\$ 119,477	\$ 867,441
LIABILITIES				
Accounts payable	\$ 171,296	\$ 17,512	\$ 3,419	\$ -
Other	(11,717)	2,330	-	(348)
Total Liabilities	159,579	19,842	3,419	(348)
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	2,626,116	312,273	57,087	49,066
Total Deferred Inflows of Resources	2,626,116	312,273	57,087	49,066
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	28,718	547,964	58,971	818,723
Unassigned	16,051,908	-	-	-
Total Fund Balances	16,080,626	547,964	58,971	818,723
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 18,866,321	\$ 880,079	\$ 119,477	\$ 867,441

The accompanying notes to the financial statements are an integral part of this statement.

Tort Fund	Debt Service Fund	Capital Projects Fund	Fire Prevention and Safety Fund	Total	
				2023	2022
\$ 705,349	\$ 99,517	\$ 93,516	\$ 274,521	\$ 17,545,064	\$ 12,008,592
2,292	590	581	1,271	71,945	4,430
111,466	215,162	-	53,477	3,496,070	3,492,409
-	-	-	-	114,681	114,179
-	-	-	-	1,063,300	341,694
36,450	-	-	-	36,450	34,566
<u>\$ 855,557</u>	<u>\$ 315,269</u>	<u>\$ 94,097</u>	<u>\$ 329,269</u>	<u>\$ 22,327,510</u>	<u>\$ 15,995,870</u>
\$ 6,299	\$ -	\$ -	\$ -	\$ 198,526	\$ 79,501
-	-	-	-	(9,735)	(9,808)
<u>6,299</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>188,791</u>	<u>69,693</u>
<u>108,917</u>	<u>210,225</u>	<u>-</u>	<u>52,243</u>	<u>3,415,927</u>	<u>3,492,409</u>
<u>108,917</u>	<u>210,225</u>	<u>-</u>	<u>52,243</u>	<u>3,415,927</u>	<u>3,492,409</u>
36,450	-	-	-	36,450	34,566
703,891	105,044	94,097	277,026	2,634,434	2,629,218
-	-	-	-	16,051,908	9,769,984
<u>740,341</u>	<u>105,044</u>	<u>94,097</u>	<u>277,026</u>	<u>18,722,792</u>	<u>12,433,768</u>
<u>\$ 855,557</u>	<u>\$ 315,269</u>	<u>\$ 94,097</u>	<u>\$ 329,269</u>	<u>\$ 22,327,510</u>	<u>\$ 15,995,870</u>

(Continued)

COOK COUNTY SCHOOL DISTRICT 92
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2023

Total fund balances - governmental funds (Exhibit C)			\$ 18,722,792
Amounts reported for governmental activities in the Statement of Net Position are different because:			
Net capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.			
			8,007,481
Certain revenues receivable by the District and recognized in the governmental funds balance sheet do not provide current financial resources and are unearned in the statement of net position, as follows:			
Property taxes receivable			(80,143)
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the postretirement benefits are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.			
Deferred outflows - pension related	\$	1,286,898	
Deferred inflows - pension related		(791,469)	
Deferred outflows - other post-employment benefits related		336,523	
Deferred inflows - other post-employment benefits related		<u>(2,824,635)</u>	(1,992,683)
Long-term liabilities that are not due and payable in the current period, and therefore, are not reported in the funds.			
Interest payable		(21,813)	
Bonds payable		(5,235,000)	
Unamortized premium payable		(204,848)	
Leases payable		(83,866)	
Pension related debt		(741,852)	
Other post-employment benefits debt		<u>(880,086)</u>	<u>(7,167,465)</u>
Total net position of governmental activities (Exhibit A)			<u>\$ 17,489,982</u>

The accompanying notes to the financial statements are an integral part of this statement.

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COOK COUNTY SCHOOL DISTRICT 92
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2023

WITH SUMMARIZED COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	General Fund	Operations and Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund
REVENUES				
Local sources				
Property taxes	\$ 4,989,583	\$ 590,317	\$ 112,987	\$ 96,403
Personal property replacement taxes	722,512	-	-	4,750
Interest on investments	241,717	5,215	5,843	13,201
Other	101,145	7,972	-	-
State sources	1,469,707	628,972	104,495	-
State on-behalf retirement	1,918,213	-	-	-
Federal sources	1,530,141	-	-	-
<u>Total Revenues</u>	<u>10,973,018</u>	<u>1,232,476</u>	<u>223,325</u>	<u>114,354</u>
EXPENDITURES				
Current				
Instruction	3,721,224	-	-	94,384
State on-behalf retirement	1,918,213	-	-	-
Support services	2,973,191	586,980	111,696	138,305
Community services	28,011	-	-	-
Payments to other governmental units	1,301,068	152,596	142,951	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Other	-	-	-	-
Capital outlay	117,612	-	195,108	-
<u>Total Expenditures</u>	<u>10,059,319</u>	<u>739,576</u>	<u>449,755</u>	<u>232,689</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>913,699</u>	<u>492,900</u>	<u>(226,430)</u>	<u>(118,335)</u>
OTHER FINANCING SOURCES (USES)				
Bonds issued	5,235,000	-	-	-
Premium on bonds issued	51,100	-	-	-
Leases issued	94,271	-	-	-
Transfers in	1,033,178	-	-	-
Transfers out	(1,045,162)	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>5,368,387</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	6,282,086	492,900	(226,430)	(118,335)
FUND BALANCE - BEGINNING OF YEAR	<u>9,798,540</u>	<u>55,064</u>	<u>285,401</u>	<u>937,058</u>
FUND BALANCE - END OF YEAR	<u>\$ 16,080,626</u>	<u>\$ 547,964</u>	<u>\$ 58,971</u>	<u>\$ 818,723</u>

The accompanying notes to the financial statements are an integral part of this statement.

Tort Fund	Debt Service Fund	Capital Projects Fund	Fire Prevention and Safety Fund	Total	
				2023	2022
\$ 215,263	\$ 416,282	\$ -	\$ 100,344	\$ 6,521,179	\$ 6,152,829
-	-	-	-	727,262	696,900
8,955	2,313	1,883	5,022	284,149	(12,396)
-	-	-	-	109,117	278,986
-	-	50,000	-	2,253,174	2,085,115
-	-	-	-	1,918,213	1,691,118
-	-	-	-	1,530,141	1,598,418
<u>224,218</u>	<u>418,595</u>	<u>51,883</u>	<u>105,366</u>	<u>13,343,235</u>	<u>12,490,970</u>
-	-	-	-	3,815,608	3,674,640
-	-	-	-	1,918,213	1,691,118
274,179	-	-	26,309	4,110,660	3,525,005
-	-	-	-	28,011	30,739
-	-	-	-	1,596,615	1,058,312
-	415,405	-	-	415,405	390,000
-	172,325	-	-	172,325	25,500
-	153,998	-	-	153,998	500
-	-	64,775	-	377,495	541,175
<u>274,179</u>	<u>741,728</u>	<u>64,775</u>	<u>26,309</u>	<u>12,588,330</u>	<u>10,936,989</u>
<u>(49,961)</u>	<u>(323,133)</u>	<u>(12,892)</u>	<u>79,057</u>	<u>754,905</u>	<u>1,553,981</u>
-	-	-	-	5,235,000	-
-	153,748	-	-	204,848	-
-	-	-	-	94,271	-
-	11,984	-	-	1,045,162	683,000
-	-	-	-	(1,045,162)	(683,000)
-	165,732	-	-	5,534,119	-
<u>(49,961)</u>	<u>(157,401)</u>	<u>(12,892)</u>	<u>79,057</u>	<u>6,289,024</u>	<u>1,553,981</u>
<u>790,302</u>	<u>262,445</u>	<u>106,989</u>	<u>197,969</u>	<u>12,433,768</u>	<u>10,879,787</u>
<u>\$ 740,341</u>	<u>\$ 105,044</u>	<u>\$ 94,097</u>	<u>\$ 277,026</u>	<u>\$ 18,722,792</u>	<u>\$ 12,433,768</u>

(Continued)

COOK COUNTY SCHOOL DISTRICT 92
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Net Change in Fund Balances - total governmental funds (Exhibit D) \$ 6,289,024

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

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

Depreciation expense	\$ (544,954)	
Capital outlay over capitalization limits	<u>377,495</u>	(167,459)

Because some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered as "available" revenues in the governmental funds, and are instead counted as deferred inflows. They are, however, recorded as revenues in the statement of activities. (80,143)

Bonds and other debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond and other debt principal is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Bonds issued	(5,235,000)	
Premium on bonds issued	(204,848)	
Leases issued	(94,271)	
Principal paid on bonds	405,000	
Principal paid on leases	<u>10,405</u>	(5,118,714)

Some amounts reported in the statement of activities do not require the use of current financial resources and therefore are not reported in the governmental funds.

Accrued interest on long-term debt	(21,096)	
Changes in pension and related deferred outflows and deferred inflows of resources	(141,695)	
Changes in other post-employment benefits and related deferred outflows and deferred inflows of resources	<u>274,419</u>	<u>111,628</u>

Change in net position of governmental activities (Exhibit B) \$ 1,034,336

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cook County School District No. 92 (the “District”) operates as a public school system governed by an elected Board of Education. The accounting policies of the District conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. A summary of the significant accounting policies, consistently applied in the preparation of the accompanying financial statements is described below.

A. The Reporting Entity

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include or exclude a potential component unit in the reporting entity is made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The definition of a component unit is a legally separate organization for which the District is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete. The District is financially accountable if it appoints a voting majority of the organization’s governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the District. The District also may be financially accountable if an organization is fiscally dependent on the District regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government or (3) a jointly appointed board. There are no component units, as defined by GASB, which are included in the District’s reporting entity. Even though there are local government agencies serving the geographic area that is served by the District, such as the municipality, library and park district, these agencies have been excluded from the report because they are legally separate and the District is not financially accountable for them.

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

The District is a member of the following Joint Venture organization:

Proviso Area for Exceptional Children (PAEC) (See Note 9)

B. Basis of Presentation

The District’s basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-Wide Financial Statements (GWFS)

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the District. The effect of interfund activity has been removed from these statements. The District’s operating activities are all considered “governmental activities,” that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered “business activities.”

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

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Governmental Funds Financial Statements

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

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

Governmental Fund Types

General Fund – The General Fund, which consists of the legally mandated Educational Account and the Working Cash Account is the general operating fund of the District and is always classified as a major fund. It is used to account for all financial resources except those required to be accounted for in other funds. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state and federal government aid. The Working Cash Account accounts for financial resources held by the District to be used as temporary interfund loans for working capital requirements to the Educational Account and the Special Revenue Fund's Operations and Maintenance and Transportation Funds. Loans by the Working Cash Account to other funds must be repaid within one year.

As allowed by the School Code of Illinois, this account may be permanently abolished and become a part of the General Fund or it may be partially abated to the Educational Account, Special Revenue Funds, Debt Service Funds, or the Fire Prevention and Safety Fund.

Special Revenue Funds – The Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes and include the Operations and Maintenance Fund, Transportation Fund, the Municipal Retirement/Social Security Fund, and the Tort Fund. Special Revenue Funds do not include the Debt Service Fund, or Capital Projects Funds.

Debt Service Fund – The Debt Service Fund accounts for the accumulation of resources for, and the payment of general long-term debt principal, interest and related costs. Since there are no legal requirements on bond indentures which mandate a separate fund be established for each bond issue, the District maintains one Debt Service Fund for all issues.

Capital Projects Funds – The Capital Projects Funds include the Capital Projects Fund and the Fire Prevention and Safety Fund. The Capital Projects Fund accounts for construction projects and renovations financed through serial bond issues or local property taxes levied specifically for such purposes. The Fire Prevention and Safety Fund accounts for State-approved life safety projects financed through serial bond issues or local property taxes levied specifically for such purposes.

Proprietary Fund Types (not included in governmental-wide statements)

There are no Proprietary Fund Types.

Fiduciary Fund Types (not included in governmental-wide statements)

There are no Fiduciary Fund Types.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Major and Non-major Funds

An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the District, is considered major by the District or meets the following criteria:

- a. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues and expenditures of that individual governmental or enterprise fund are at least ten percent of the corresponding total for all funds of that category or type; and:
- b. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues or expenditures of the individual governmental or enterprise fund are at least five percent of the corresponding total for all governmental and enterprise funds combined.

The District has elected to treat all funds as major.

The funds classified as major are as follows:

General Fund – see above for description.

Operations and Maintenance Fund – accounts for expenditures made for the repair and maintenance of the District's building and property. Revenue consists primarily of local property taxes.

Transportation Fund – accounts for all revenues and expenditures related to student transportation to and from school. 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-certificated employees. Revenue to finance the contributions is derived primarily from local property taxes and personal property replacement taxes.

Tort Fund – accounts for financial resources to be used for activity relating to insurance and risk management.

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

Capital Projects Fund – accounts for financial resources to be used for the acquisition or construction of major capital facilities.

Fire Prevention and Safety Fund – accounts for capital expenditures related to fire prevention and safety concerns.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Therefore, when program expenses are incurred, both restricted and unrestricted net assets may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenues.

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide financial statements

The government-wide financial statements are reported using the “economic resources” measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue when measurable and available.

Fund financial statements

Governmental fund financial statements are reported using the “current financial resources” measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both “measurable and available.” Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers property tax revenues available if they are collected within 60 days after year-end. All other state and federal revenues are measurable and available if they are vouchered by the Illinois State Board of Education on or before June 30, 2023, which are normally collected within 60 days of year end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

On-behalf payments (payments made by a third party for the benefit of the District, such as payments made by the state to the Teachers’ Retirement System and Teachers’ Health Insurance Security Fund) have been recognized in the financial statements.

D. Equity Classifications/Fund Balance Reporting

Government-Wide Reporting

Equity is classified as net position displayed in three components: Net Investment in Capital Assets, Restricted Net Position, and Unrestricted Net Position.

Net Investment in Capital Assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less any unspent debt proceeds.

Restricted Net Position – Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation. The restricted net position consists of the General Fund student activities cash balance, \$28,718; Operations and Maintenance Fund, \$547,964; the Transportation Fund, \$58,971; the Municipal Retirement/Social Security Fund, \$818,723; the Tort Fund, \$740,341; the Debt Service Fund, \$105,044, less interest payable \$21,813, totaling \$83,231; the Capital Projects Fund, \$94,097; and the Fire Prevention and Safety Fund, \$277,026; totaling \$2,649,071.

Unrestricted Net Position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

Unless specifically identified, expenditures reduce restricted resources first, then unrestricted resources as they are needed.

Governmental Fund Balance Reporting

Governmental fund balances are classified into five major classifications: Nonspendable, Restricted, Committed, Assigned and Unassigned.

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. The nonspendable fund balance consists of prepaids in the Tort Fund of \$36,450.

Restricted – The restricted balance classification refers to amounts that are subject to restrictions, not controlled by the District. Items such as restrictions imposed by creditors (such as debt covenants), grantors, contributions or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special revenue funds are by definition restricted for those specified purposes. The District has several revenue sources received within different funds that fall into these categories:

- Student Activities – revenues and the related expenditures accounted for in the Educational Account. As of June 30, 2023, the restricted balance is \$28,718.
- Special Education – revenues and the related expenditures of this restricted tax levy are accounted for in the Educational Account. Expenditures exceeded revenues for this purpose, resulting in no restricted fund balance.
- State grants – proceeds from state grants and the related expenditures have been included in the Educational Account and the Transportation Fund. At June 30, 2023, expenditures exceeded revenues from state grants, resulting in no restricted fund balance.
- Federal grants – proceeds from federal grants and the related expenditures have been included in the Educational Account. At June 30, 2023, expenditures exceeded revenues from federal grants, resulting in no restricted fund balance.
- Social Security – expenditures and related expenditures of this restricted tax levy are accounted for in the Municipal Retirement/Social Security Fund. At June 30, 2023, expenditures disbursed exceeded revenue received, resulting in no restricted fund balance.

Committed – the committed fund balance refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the school board. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit that amount. The formal action required to modify, rescind, or commit fund balance is by formal resolution of the school board to allocate funds to a specific project. There are no committed fund balance designations.

Assigned – the assigned fund balance classification refers to amounts that are constrained by the District’s intent to be used for specific purposes, but are neither restricted nor committed. Assignments may take place after the end of the reporting period. There are no assigned fund balance designations.

Unassigned – the unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund.

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

The General Fund and any other fund with a negative fund balance are considered to be unassigned. All special revenue funds are deemed to be “restricted” and prepaid expenses are reported as “non-spendable.”

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Assets, Deferred Inflows/Outflows, Liabilities and Net Position or Equity

Cash and Investments

Cash and investments held by the District are reported by the District at cost or net asset value. Gains or losses on the sale of investments are recognized upon realization.

Funds of the District are in the custody of the Proviso Township School Treasurer. The Township Treasurer's Office invests excess funds of the District and other school districts that utilize its services, and issues payments to vendors and payroll to employees. The District is billed for the services of the Treasurer's Office and also receives interest on its investments controlled by the Treasurer's Office. See Note 2 for a further description of the Treasurer's duties and services.

Receivables

In government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends. Major receivable balances are shown on the exhibits. In fund financial statements, material receivables in governmental funds include revenue accruals that are both measurable and available. Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis.

Prepaid Items

The District's prepaid items are accounted for using the consumption method. Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items. At June 30, 2022, \$36,450 is from prepaid insurance policies. These amounts are reported as non-spendable fund balances in the governmental funds.

Capital Assets

Capital assets, which include land, buildings, improvements, and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial individual cost of more than \$2,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Buildings and improvements, land improvements and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20-50
Equipment	5-15

In the fund financial statements, capital assets are accounted for as capital outlay expenditures upon acquisition. No depreciation is recorded in the fund financial statements.

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Long-Term Liabilities (including leases)

In the government-wide financial statements, long-term debt and other long-term obligations (leases) are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Issuance costs are recognized as an expense in the period incurred. Bonds payable are reported net of the applicable bond premium or discount.

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 new debt issued is reported as other financing sources. Premiums received on new 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 in the year of issuance.

Leases

The District is a lessee for a noncancellable leases of equipment. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has two items that qualifies for this category. The items are pensions and other post-employment benefits reported in the government-wide statement of position.

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

These results are from the differences between expected and actual experience, the net differences projected and actual investment earnings on plan investments, changes of assumptions, and changes in proportion and differences between contributions and proportion share of contributions.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has three items, which arises only under a modified accrual basis of accounting, which qualifies for reporting in this category. The first is unavailable revenue; it is reported in both the government-wide statement of position and in the governmental funds balance sheet. The item for unavailable revenue is from property taxes. The second and third items are pensions and other post-employment benefits. These results are from the differences between expected and actual experience, the net differences projected and actual investment earnings on plan investments, changes of assumptions, and changes in proportion and differences between contributions and proportion share of contributions. These items amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Program Revenues

Amounts reported as program revenues include 1) Tuition and fees and 2) Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. All taxes, including those dedicated for specific purposes, are reported as general revenues rather as program revenues.

Personal Property Replacement Taxes

Personal property replacement tax revenues are first allocated to the extent required by Illinois law in the Municipal Retirement/Social Security Fund with the balance allocated to funds at the discretion of the District.

Eliminations and Reclassifications

In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified.

Comparative Data

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2022, from which such summarized information was derived.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 2 – CASH AND INVESTMENTS

Under *Illinois Compiled Statutes*, the Proviso Township School Treasurer is the lawful custodian of all school funds. The Treasurer is appointed by the Township School Trustees, an independent elected body, to serve the school districts in the Township. The Treasurer is the direct recipient of property taxes, replacement taxes and most state and federal aid and disburses school funds upon lawful order of the school board. The Treasurer invests excess funds at his discretion, subject to the legal restrictions discussed below. For these purposes, the Treasurer is permitted to combine monies from more than one fund of a single district and to combine monies of more than one district to the township. Monies combined under these circumstances as well as investment earnings are accounted for separately for each fund and/or district.

Cash and investments, other than the student activity, imprest funds, petty cash and purchasing card funds are part of a common pool for all school districts and cooperatives within the township. The Treasurer maintains records which segregate the cash and investment balance by district or cooperative. Income from investments is distributed annually based on the District's percentage participation in the pool. The Treasurer's investment policies are established by the District's Board as prescribed by the *Illinois School Code* and the *Illinois Compiled Statutes*.

Custodial Credit Risk – Township Treasurer

The weighted average maturity of all pooled marketable investments held by the Treasurer was 0.64 years at June 30, 2023. The Treasurer also holds money-market type investments and deposits with financial institutions, including certificates of deposit. The fair value of all investments held by the Treasurer's office was \$401,850,886. Further information about investments held at the Treasurer's office is available from the Treasurer's financial statements.

Because cash and investments are pooled by the Treasurer, categorization by risk category is not determinable. Further information about whether investments are insured, collateralized, or uncollateralized is available from the Treasurer's financial statements.

Custodial Credit Risk – District

At June 30, 2023, the carrying value of the District's student activity accounts, imprest funds, petty cash and purchasing card funds was \$186,185 and the bank balances totaled \$156,789, all of which was deposited with financial institutions.

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 does not have a deposit policy for custodial credit risk. As of June 30, 2023, \$156,789 held in bank accounts of the District is covered by collateral or FDIC coverage.

NOTE 3 – PROPERTY TAXES

Property taxes are collected by the Cook County Collector/Treasurer, who remits to the Proviso Township School Treasurer for the use of the District, its share of collections. Property taxes are levied each year on all taxable real property located in the District on or before the last Tuesday in December. The adoption date for the 2022 tax levy was December 20, 2022, and the adoption date for the 2021 tax levy was November 16, 2021. Taxes attach as an enforceable lien on property on January 1 and are due and payable in two installments. The first installment is due on March 1. The due date of the second installment varies and can occur in September, October, or November. The first installment is an estimated bill, and is 55 percent of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill.

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 – PROPERTY TAXES (Cont'd)

A summary of the past two years' assessed valuation, tax rates, and extensions are as follows:

Tax Year	2022		2021	
	Rates	Extensions	Rates	Extensions
Equalized Assessed Valuation	\$119,889,093		\$121,785,221	
Educational	3.9131	\$ 4,691,357	3.6793	\$ 4,480,793
Levy adjustment	0.2964	355,316	0.0717	87,321
Special education	0.3737	448,050	0.3383	412,000
Working cash	0.0430	51,500	0.0423	51,500
Operations and maintenance	0.5500	659,390	0.4844	589,984
Transportation	0.1005	120,510	0.0990	120,510
Municipal retirement	0.0430	51,500	0.0423	51,500
Social security	0.0430	51,500	0.0423	51,500
Tort	0.1916	229,690	0.1886	229,690
Bond and interest	0.3705	444,166	0.3640	443,324
Fire prevention and safety	0.0924	110,725	0.0837	101,970
Totals	6.0172	\$ 7,213,704	5.4359	\$ 6,620,092

During the year, the County Assessor's office settled claims by various taxpayers in the District regarding their property's assessed value. The District was required to refund the excess taxes collected on the higher assessed value to the taxpayers.

Based upon collection histories, the District has provided an allowance for uncollectible real property taxes equivalent to 1 percent of the current levy. All property taxes receivable over one year old have been written off. At June 30, 2023, real property taxes receivable less the allowance for uncollectible real property taxes are as follows:

Property taxes receivable	\$ 3,568,207
Less: allowance for uncollectible taxes	<u>(72,137)</u>
Property taxes receivable, net	<u>\$ 3,496,070</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 – CAPITAL ASSETS

A summary of changes in capital assets follows:

	Beginning Balance	Additions	Deletions	Ending Balance
<u>Governmental Activities</u>				
Capital assets, not being depreciated/amortized				
Land	\$ 314,014	\$ -	\$ -	\$ 314,014
Construction in progress	-	64,775	-	64,775
Total	<u>314,014</u>	<u>64,775</u>	<u>-</u>	<u>378,789</u>
Capital assets, being depreciated/amortized				
Site improvements	418,363	-	-	418,363
Building and improvements	13,150,545	-	-	13,150,545
Equipment (including leases)	2,453,889	312,720	-	2,766,609
Total	<u>16,022,797</u>	<u>312,720</u>	<u>-</u>	<u>16,335,517</u>
Accumulated depreciation/amortization				
Site improvements	271,598	20,918	-	292,516
Building and improvements	5,519,771	263,011	-	5,782,782
Equipment (including leases)	2,370,502	261,025	-	2,631,527
Total accumulated depreciation/ amortization	<u>8,161,871</u>	<u>544,954</u>	<u>-</u>	<u>8,706,825</u>
Net Depreciable/Amortizable Capital Assets	<u>7,860,926</u>	<u>(232,234)</u>	<u>-</u>	<u>7,628,692</u>
Net Total Capital Assets	<u><u>\$ 8,174,940</u></u>	<u><u>\$ (167,459)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 8,007,481</u></u>

NOTE 5 – INTERFUND TRANSFERS

The District transferred \$11,984 from the General Fund (Educational Account) to the Debt Service Fund to fund lease payments, and then \$1,033,178 from the Working Cash Account to the Educational Account for funding purposes.

Interfund transfers are used to (1) move revenues from the fund in which statute or budget requires collection to the fund that statute or budget requires expenditure, and (2) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 6 – LONG-TERM LIABILITIES

Leases Payable

The District has entered into various lease agreements for the acquisition and use of equipment. An initial lease liability was recorded and the District has an option to purchase the equipment at the end of the lease term. The equipment has a five-year estimated useful life. These obligations will be paid from current operating funds of the General Fund (Educational Account).

On July 28, 2022, the District entered into a five-year lease agreement with Canon for the purchase of copiers (equipment). An initial lease liability was recorded in the amount of \$94,271. As of June 30, 2023, the value of the lease liability was \$83,866. The District is required to make monthly principal and interest payments of \$1,712, and has an interest rate of 3.55 percent. The value of the right-to-use asset as of the end of the current fiscal year was \$83,273, and had accumulated amortization of \$10,998.

COOK COUNTY SCHOOL DISTRICT NO. 92
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 6 – LONG-TERM LIABILITIES (Cont'd)

Bonds Payable

General Obligation Bonds, were issued March 15, 2003, totaling \$5,850,000 due in varying installments through 2023, interest rates varying from 2.5 percent to 4.5 percent. These bonds were fully retired at June 30, 2023.

General Obligation Bonds, were issued October 18, 2022, totaling \$5,235,000 due in varying installments through 2043, at interest rates of 5 percent. At June 30, 2023, \$5,235,000 remains outstanding.

Summary

The following is a summary of changes in long-term liabilities of the District for the year ended June 30, 2023:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Leases payable	\$ -	\$ 94,271	\$ 10,405	\$ 83,866	\$ 17,855
Bonds payable	405,000	5,235,000	405,000	5,235,000	130,000
Total	405,000	5,329,271	415,405	5,318,866	147,855
Pensions	276,225	465,627	-	741,852	-
Other post-employment benefits (OPEB)	2,699,433	-	1,819,347	880,086	-
Grand Total	\$ 3,380,658	\$ 5,794,898	\$ 2,234,752	\$ 6,940,804	\$ 147,855

Annual Debt Service Requirements

As of June 30, 2023, the annual debt service requirements to service all leases payable are:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 17,855	\$ 2,689	\$ 20,544
2025	18,500	2,044	20,544
2026	19,167	1,377	20,544
2027	19,859	685	20,544
2028	8,485	75	8,560
Total	\$ 83,866	\$ 6,870	\$ 90,736

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 6 – LONG-TERM LIABILITIES (Cont'd)

As of June 30, 2023, the annual debt service requirements to service bonds payable are:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 130,000	\$ 258,500	\$ 388,500
2025	165,000	251,125	416,125
2026	175,000	242,625	417,625
2027	185,000	233,625	418,625
2028	195,000	224,125	419,125
2029	205,000	214,125	419,125
2030	215,000	203,625	418,625
2031	225,000	192,625	417,625
2032	235,000	181,125	416,125
2033	245,000	169,125	414,125
2034	260,000	156,500	416,500
2035	270,000	143,250	413,250
2036	285,000	129,375	414,375
2037	300,000	114,750	414,750
2038	315,000	99,375	414,375
2039	330,000	83,250	413,250
2040	345,000	66,375	411,375
2041	365,000	48,625	413,625
2042	385,000	29,875	414,875
2043	405,000	6,750	411,750
Total	<u>\$ 5,235,000</u>	<u>\$ 3,048,750</u>	<u>\$ 8,283,750</u>

Leases are liquidated by the General Fund (Educational Account). Bonds are liquidated by the Debt Service Fund. Pensions and other post-employment benefit obligations (OPEB) are liquidated by the General Fund.

Legal Debt Margin

Based on the 2022 assessed valuation of \$119,889,093, the legal debt margin of 6.9% is \$8,272,347. At June 30, 2023, the outstanding bonded debt to which the legal debt margin applies is \$5,318,866, leaving an available borrowing power of \$2,953,481.

NOTE 7 – RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System (TRS) of the State of Illinois

General Information about the Pension Plan

Plan Description

The employer participates in the Teachers' Retirement System (TRS) of the State of Illinois. TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago.

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the system's administration.

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – RETIREMENT FUND COMMITMENTS (Cont'd)

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

Benefits Provided

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

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

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

Public Act 100-0023, enacted in 2017, creates an optional Tier III hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2026. One program allows retiring Tier I members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier I and II members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs will begin in 2019 and are funded by bonds issued by the state of Illinois.

Contributions

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

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

On-Behalf Contributions to TRS

The State of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2023, State of Illinois contributions recognized by the employer were based on the State's proportionate share of the collective net pension liability associated with the employer, and the employer recognized revenue and expenditures of \$1,887,682 in pension contributions from the State of Illinois.

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2023, were \$19,675, and are deferred because they were paid after the June 30, 2022, measurement date.

COOK COUNTY SCHOOL DISTRICT NO. 92
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 7 – RETIREMENT FUND COMMITMENTS (Cont'd)

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, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling \$57,324 were paid from federal and special trust funds that required employer contributions of \$6,013. These contributions are deferred because they were paid after the June 30, 2022, measurement date.

Employer Retirement 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 percent if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2023, the employer paid \$17,981 to TRS for employer contributions due on salary increases in excess of 6 percent, \$-0- for salary increases in excess of governor's statute, and \$-0- for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2022, the employer 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 employer. The state's support and total are for disclosure purposes only. The amount recognized by the employer 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 employer were as follows:

Employer's proportionate share of the net pension liability	\$	277,038
State's proportionate share of the net pension liability associated with the employer		24,031,199
Total	\$	24,308,237

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2022, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2022, the employer's proportion was 0.0003304351 percent and at June 30, 2021 was 0.0003540839 percent.

For the year ended June 30, 2023, the employer recognized pension expense of \$1,977,475 and revenue of \$1,887,682 for support provided by the state. At June 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – RETIREMENT FUND COMMITMENTS (Cont'd)

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred amounts to be recognized in pension expense in future periods</i>		
Differences between expected and actual experience	\$ 557	\$ 1,527
Net difference between projected and actual earnings on pension plan investments	253	-
Changes of assumptions	1,277	529
Changes in proportion and differences between employer contributions and proportionate share of contributions	417,378	399,637
Total deferred amounts to be recognized in pension expense in future periods	419,465	401,693
<i>Pension contributions made subsequent to the measurement date</i>	25,652	-
Total	\$ 445,117	\$ 401,693

\$25,652 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2024	\$ (33,050)
2025	10,646
2026	44,124
2027	(2,402)
2028	(1,546)
Total	\$ 17,772

Actuarial Assumptions

The total pension liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

<i>Inflation</i>	2.50 percent
<i>Salary increases</i>	varies by amount of service credit
<i>Investment rate of return</i>	7.00 percent, net of pension plan investment expense, including inflation

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

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – RETIREMENT FUND COMMITMENTS (Cont’d)

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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	16.3%	5.73%
U.S. equities small/mid cap	1.9%	6.78%
International equities developed	14.1%	6.56%
Emerging market equities	4.7%	8.55%
U.S. bonds core	6.9%	1.15%
Cash equivalents	1.2%	-0.32%
TIPS	0.5%	0.33%
International debt developed	1.2%	6.56%
Emerging international debt	3.7%	3.76%
Real estate	16.0%	5.42%
Private debt	12.5%	5.29%
Hedge funds	4.0%	3.48%
Private equity	15.0%	10.04%
Infrastructure	2.0%	5.86%
Total	<u>100.0%</u>	

Discount Rate

At June 30, 2022, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2021 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS’s fiduciary net position at June 30, 2022, was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I’s liability is partially-funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

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

COOK COUNTY SCHOOL DISTRICT NO. 92
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 7 – RETIREMENT FUND COMMITMENTS (Cont'd)

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's proportionate share of the net pension liability	\$ 338,820	\$ 277,038	\$ 225,806

TRS Fiduciary Net Position

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

B. Illinois Municipal Retirement Fund (IMRF)

IMRF Plan Description

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

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 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

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

COOK COUNTY SCHOOL DISTRICT NO. 92
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 7 – RETIREMENT FUND COMMITMENTS (Cont'd)

Employees Covered by Benefit Terms

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

	IMRF
Retirees and beneficiaries currently receiving benefits	30
Inactive plan members entitled to but not yet receiving benefits	62
Active plan members	30
Total	122

Contributions

As set by statute, the employer’s Regular Plan Members are required to contribute 4.5 percent 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 employer’s annual contribution rate for calendar year 2022 was 7.54 percent. For the fiscal year ended 2023, the employer contributed \$78,296 to the plan. The employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The employer’s net pension liability was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2022:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.25%.
- Salary Increases were expected to be 2.85% to 13.75%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017 to 2019.
- For Non-Disabled Retirees, the Pub-2010, Amounted-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and female (adjusted 105%) tables, and future morality improvements projected using scale MP-2020.
- For Disabled Retirees, the Pub-2010, Amounted-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – RETIREMENT FUND COMMITMENTS (Cont'd)

- For Active Members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future morality improvements projected using scale MP- 2020.
- 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:

Asset Class	Target Allocation	Return 12/31/2022	Projected Returns/Risk	
			One Year Arithmetic	Ten Year Geometric
Equities	35.5%	-19.12%	7.82%	6.50%
International Equities	18.0%	-17.86%	9.23%	7.60%
Fixed Income	25.5%	-11.83%	5.01%	4.90%
Real Estate	10.5%	12.83%	7.10%	6.20%
Alternatives	9.5%	3.99%		
Private Equity		N/A	13.43%	9.90%
Hedge Funds		N/A	N/A	N/A
Commodities		N/A	7.42%	6.25%
Cash Equivalents	1.0%	3.18%	4.00%	4.00%
Total	<u>100.0%</u>			

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. 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 the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 4.05%, and the resulting single discount rate is 7.25%.

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – RETIREMENT FUND COMMITMENTS (Cont'd)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A) - (B)
Balances at December 31, 2021	\$ 3,923,021	\$ 4,394,178	\$ (471,157)
Changes for the year			
Service Cost	89,945	-	89,945
Interest on the Total Pension Liability	279,924	-	279,924
Differences Between Expected and Actual Experience of the Total Pension Liability	202,585	-	202,585
Contributions - Employer	-	76,907	(76,907)
Contributions - Employees	-	48,619	(48,619)
Net Investment Income	-	(535,593)	535,593
Benefits Payments and Refunds	(213,948)	(213,948)	-
Other (Net Transfer)	-	46,550	(46,550)
Net Changes	<u>358,506</u>	<u>(577,465)</u>	<u>935,971</u>
Balances at December 31, 2022	<u>\$ 4,281,527</u>	<u>\$ 3,816,713</u>	<u>\$ 464,814</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:

	1% Decrease 6.25%	Current Single Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability/(Asset)	<u>\$ 948,566</u>	<u>\$ 464,814</u>	<u>\$ 71,067</u>

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

For the year ended June 30, 2023, the employer recognized pension (revenue) of \$155,886. At June 30, 2022, the employer reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred amounts to be recognized in pension expense in future periods</i>		
Differences between expected and actual experience	\$ 117,988	\$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	<u>682,122</u>	<u>389,776</u>
Total deferred amounts to be recognized in pension expense in future periods	800,110	389,776
<i>Pension contributions made subsequent to the measurement date</i>	<u>41,671</u>	<u>-</u>
Total	<u>\$ 841,781</u>	<u>\$ 389,776</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – RETIREMENT FUND COMMITMENTS (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31	Net Deferred Outflows (Inflows) of Resources
2023	\$ 62,425
2024	80,956
2025	96,424
2026	170,529
2027	-
Thereafter	-
Total	\$ 410,334

C. Aggregate Pension Amounts

For the year ended June 30, 2023, aggregate pension amounts are as follows:

	TRS	IMRF	Total
Deferred Outflows of Resources	\$ 445,117	\$ 841,781	\$ 1,286,898
Net Pension Liability/(Asset)	277,038	464,814	741,852
Deferred Inflows of Resources	401,693	389,776	791,469
Pension Expense/(Revenue), Net of State Support	89,793	155,886	245,679

D. Social Security/Medicare

Employees not qualifying for coverage under the Illinois Teachers' Retirement System 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/Medicare.

NOTE 8 – OTHER POST-EMPLOYMENT BENEFITS

A. Teachers' Health Insurance Security (THIS) Fund

General Information about the Plan

Plan Description

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

Benefits Provided

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

COOK COUNTY SCHOOL DISTRICT NO. 92
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8 – OTHER POST-EMPLOYMENT BENEFITS (Cont’d)

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor’s approval. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

Contributions

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

On-behalf contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the employer. State contributions are intended to match contributions to the THIS Fund from active members which were 0.90 percent of pay during the year ended June 30, 2023. State of Illinois contributions were \$30,531 and the employer recognized revenue and expenditures of this amount during the year.

Employer contributions to the THIS Fund

The employer also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2023. For the year ended June 30, 2023, the employer paid \$22,728 to the THIS Fund, which was 100 percent of the required contribution. The contributions are deferred because they were paid after the June 30, 2022 measurement date.

THIS Liabilities, THIS Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to THIS

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

Employer's proportionate share of the net THIS liability	\$	848,410
State's proportionate share of the net THIS liability associated with the employer		1,154,178
Total	\$	2,002,588

The net THIS liability was measured as of June 30, 2022, and the total THIS liability used to calculate the net THIS liability was determined by an actuarial valuation as of June 30, 2022. The employer’s proportion of the net THIS liability was based on the employer’s share of contributions to THIS for the measurement year ended June 30, 2022, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2022, the employer’s proportion was 0.012395 percent and at June 30, 2021 was 0.012239 percent.

For the year ended June 30, 2023, the employer recognized THIS expense of \$(252,955) and revenue of \$30,531 for support provided by the state. At June 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to THIS from the following sources:

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 – OTHER POST-EMPLOYMENT BENEFITS (Cont'd)

<u>Deferred Amounts Related to THIS</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<i>Deferred amounts to be recognized in THIS expense in future periods</i>		
Differences between expected and actual experience	\$ -	\$ 554,902
Net difference between projected and actual earnings on THIS plan investments	123	19
Changes of assumptions	765	2,092,801
Changes in proportion and differences between employer contributions and proportionate share of contributions	<u>312,907</u>	<u>176,794</u>
Total deferred amounts to be recognized in THIS expense in future periods	313,795	2,824,516
<i>THIS contributions made subsequent to the measurement date</i>	<u>22,728</u>	<u>-</u>
Total	<u>\$ 336,523</u>	<u>\$ 2,824,516</u>

\$22,728 reported as deferred outflows of resources related to THIS resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the THIS OPEB liability in the reporting year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to THIS will be recognized in THIS expense as follows:

<u>Year Ending June 30</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2024	\$ (408,228)
2025	(380,994)
2026	(339,959)
2027	(329,155)
2028	(324,986)
Thereafter	<u>(704,670)</u>
Total	<u>\$ (2,487,992)</u>

Actuarial Assumptions

The total THIS liability was determined by an actuarial valuation as of June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified:

The total THIS liability was determined by an actuarial valuation as of June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified:

Inflation	2.25 percent
Salary increases	Depends on service and ranges from 8.50% at 1 year of service to 3.50% at 20 or more years of service.
Investment rate of return	2.75 percent, net of THIS plan investment expense, including inflation, for all plan years.

COOK COUNTY SCHOOL DISTRICT NO. 92
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8 – OTHER POST-EMPLOYMENT BENEFITS (Cont’d)

Healthcare cost trend rates Trend rates for plan year 2023 are based on actual premium increases. For non-medicare costs, trend rates start at 8.00% for plan year 2024 and decrease gradually to an ultimate rate of 4.25% in 2039. For MAPD costs, trend rates are 0.00% in 2024 to 2028, 19.42% in 2029 to 2033 and 5.81% in 2034, declining gradually to an ultimate rate of 4.25% in 2039.

Mortality rates for retirement and beneficiary annuitants were based on the PubT-2010 Retiree Mortality Table, adjusted for TRS experience. For disabled annuitants mortality rates were based on the PubNS-2010 Non-Safety Disabled Retiree Table. Mortality rates for pre-retirement were based on the PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.

The actuarial valuation was based on the Entry Age Normal cost method. Under this method, the normal cost and actuarial accrued liability are directly proportional to the employee’s salary. The normal cost rate equals the present value of future benefits at entry age divided by the present value of future salary at entry age. The normal cost at the member’s attained age equals the normal cost rate at entry age multiplied by the salary at attained age. The actuarial accrued liability equals the present value of benefits at attained age less present value of future salaries at attained age multiplied by normal cost rate at entry age.

Since THIS is financed on a pays-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index.

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 THIS plan investments (to the extent that the plan 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 THIS is financed on a pay-as-you-go basis, a discount rate consistent with fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity’s index’s “20-year Municipal GO AA Index” has been selected. The discount rates are 1.92% as of June 30, 2021, and 2.45% as of June 30, 2020.

Sensitivity of the Employer’s Proportionate Share of the Net THIS Liability to Changes in the Discount Rate

The following presents the employer’s proportionate share of the net THIS liability calculated using the discount rate of 3.69 percent, as well as what the employer’s proportionate share of the net THIS liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.69 percent) or 1-percentage-point higher (4.69 percent) than the current rate.

	1% Lower (2.69%)	Current Discount Rate (3.69%)	1% Higher (4.69%)
Net THIS Liability	\$ 942,883	\$ 848,410	\$ 751,322

Sensitivity of the Employer’s Proportionate Share of the Net THIS Liability to Changes in the Health Care Trend Rate

The following presents the employer’s proportionate share of the net THIS liability calculated using the health care trend rate of 8.00 percent, as well as what the employer’s proportionate share of the net THIS liability would be if it were calculated using a health care trend rate that is 1-percentage-point lower (7.00 percent) or 1-percentage-point higher (9.00 percent) than the current rate.

COOK COUNTY SCHOOL DISTRICT NO. 92
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8 – OTHER POST-EMPLOYMENT BENEFITS (Cont’d)

	1% Lower (7.00%)	Current Discount Rate (8.00%)	1% Higher (9.00%)
Net THIS Liability	\$ 716,921	\$ 848,410	\$ 992,695

Further information on the THIS Fund

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General. The current reports are listed under “Central Management Services.” Prior reports are available under “Healthcare and Family Services.”

B. Health Benefit Plan (HBP)

General Information about the Plan

Plan Description

The District’s Other Post-Employment Benefit Plan (OPEB) is single-employer defined benefit healthcare plan (HBP) that is administered by the District. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and may be amended by the District through its employment contracts. The plan does not issue a separate financial report.

Benefits Provided

The plan provides the ability for retirees and their spouses to access the District’s group health insurance plan during retirement, provided they are on the group health insurance plan at the time of retirement. Retirees are responsible to contribute a premium toward the cost of their insurance, which is determined by the Board. Retirees may also access dental and life insurance benefits on a “direct pay” basis. Dependents may also continue coverage on a pay-all basis.

Employees Covered by Benefit Terms

As of June 30, 2023, the following employees were covered by the benefit terms:

Actives	33
Inactives entitled to but not yet receiving benefit payments	-
Inactives currently receiving benefit payments	-
Total	33

Contributions

Retirees under the age of 65 contribute the full active employee equivalent rate. Retirees have the option of choosing from an HMO or PPO plan through the District. Premiums for the plan are set by the Board of Education. Currently, the District contributes 0 percent to 100 percent to postemployment benefits, which varies for different employee groups. For fiscal year 2023, the District contributed \$-0- toward the cost of the postemployment benefits for retirees.

Net HBP Liability

The employer’s net HBP liability was measured as of June 30, 2023. The total HBP liability used to calculate the HBP liability was determined by an actuarial valuation as of that date.

Actuarial Methods and Assumptions

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 – OTHER POST-EMPLOYMENT BENEFITS (Cont’d)

The following are the methods and assumptions used to determined total HBP liability at June 30, 2023:

- The Actuarial Cost Method used was Entry Age Normal.
- The Actuarial Valuation Frequency is prepared biennially with a “roll-forward” valuation in the interim year.
- The Discount Rate was 4.13%.
- The Municipal Bond Rate Source was Bond Buyer 20-Bond GO Index.
- The Health Care Trend Rate was 7.00% decreasing per year down to 4.50%, and level thereafter.
- The Actuarial Assumptions was based on the Teachers’ Retirement System (TRS) of the State of Illinois using rates from the June 30, 2022 actuarial valuation report and based on the Illinois Municipal Retirement Fund of the State of Illinois using rates from the December 31, 2022 actuarial valuation report.
- The Mortality Assumptions was based on the Teachers’ Retirement System (TRS) of the State of Illinois using rates from the June 30, 2022 actuarial valuation report and based on the Illinois Municipal Retirement Fund of the State of Illinois using rates from the December 31, 2022 actuarial valuation report.

Discount Rate

A discount rate of 4.13% was used to measure the total HBP liability. The discount rate is based upon all years of projected payments discounted at a municipal bond rate.

Changes in the Net HBP Liability

	Total HBP Liability (A)	Plan Fiduciary Net Position (B)	Net HBP Liability/(Asset) (A) - (B)
Balances at June 30, 2022	\$ 27,334	\$ -	\$ 27,334
Changes for the year			
Service Cost	3,354	-	3,354
Interest on the Total HBP Liability	1,118	-	1,118
Changes in Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total HBP Liability	-	-	-
Changes of Assumptions and Other	(130)	-	(130)
Benefits Payments and Refunds	-	-	-
Net Changes	<u>4,342</u>	<u>-</u>	<u>4,342</u>
Balances at June 30, 2023	<u>\$ 31,676</u>	<u>\$ -</u>	<u>\$ 31,676</u>

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

The following presents the plan’s net HBP liability, calculated using a Discount Rate of 4.13%, as well as what the plan’s net HBP liability would be if it were calculated using a Discount Rate that is 1% lower or 1% higher:

COOK COUNTY SCHOOL DISTRICT NO. 92
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8 – OTHER POST-EMPLOYMENT BENEFITS (Cont'd)

	1% Decrease (3.13%)	Current Discount Rate (4.13%)	1% Increase (5.13%)
Net HBP Liability	\$ 28,114	\$ 31,676	\$ 35,650

Sensitivity of the Net HBP Liability to Changes in the Health Care Trend Rate

The following table shows the plan's net HBP liability as of June 30, 2023, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower.

	1% Decrease	Healthcare Cost Trend Rates Assumption	1% Increase
Net HBP Liability	\$ 37,600	\$ 31,676	\$ 36,738

HBP Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to HBP

For the year ended June 30, 2023, the employer recognized HBP expense of \$31,797. At June 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to HBP from the following sources:

Deferred Amounts Related to HBP	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred amounts to be recognized in HBP expense in future periods</i>		
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions	-	119
Total	\$ -	\$ 119

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

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2024	\$ (11)
2025	(11)
2026	(11)
2027	(11)
2028	(11)
Thereafter	(64)
Total	\$ (119)

C. Aggregate OPEB Amounts

For the year ended June 30, 2023, aggregate OPEB amounts are as follows:

COOK COUNTY SCHOOL DISTRICT NO. 92
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8 – OTHER POST-EMPLOYMENT BENEFITS (Cont’d)

	<u>THIS</u>	<u>HBP</u>	<u>Total</u>
Deferred Outflows of Resources	\$ 336,523	\$ -	\$ 336,523
Net OPEB Liability	848,410	31,676	880,086
Deferred Inflows of Resources	2,824,516	119	2,824,635
OPEB Expense/(Revenue), Net of State Support	(283,486)	31,797	(251,689)

NOTE 9 – JOINT VENTURE – PROVISO AREA FOR EXCEPTIONAL CHILDREN (PAEC)

The District is a member of Proviso Area for Exceptional Children (PAEC), a joint agreement that provides certain special education services to residents of many school districts. The District believes that because it does not control the selection of the governing authority, and because it does not exercise control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, this joint agreement is not included as component unit of the District.

Complete financial statements for PAEC can be obtained from the Administrative Offices at 1000 Van Buren Street, Maywood, Illinois 60153.

NOTE 10 – RISK MANAGEMENT

The District has purchased insurance from various insurance risk pools. Risks covered include general liability, workers compensation, and other. Premiums have been reported as expenditures in appropriate funds. There were no significant changes in insurance coverage from the prior year and the amount of settlements did not exceed insurance coverage for the last three years.

NOTE 11 – SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date but before the financial statements are issued or available to be issued. There are two types of subsequent events: recognized (events that relate to conditions present at the balance sheet date) and non-recognized (events or conditions that did not exist at the balance sheet date but arose after that date).

There have been no recognized or non-recognized subsequent events that have occurred between June 30, 2023, and the date of this audit report requiring disclosure in the financial statements.

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REQUIRED SUPPLEMENTARY INFORMATION

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COOK COUNTY SCHOOL DISTRICT NO. 92
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 TEACHERS' RETIREMENT SYSTEM (TRS) OF THE STATE OF ILLINOIS
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,*	<u>2023</u>	<u>2022</u>	<u>2021</u>
Employer's proportion of the net pension liability	0.000330%	0.000354%	0.000380%
Employer's proportionate share of the net pension liability	\$ 277,038	\$ 276,225	\$ 327,421
State's proportionate share of the net pension liability associated with the employer	<u>24,031,199</u>	<u>23,150,626</u>	<u>25,645,318</u>
Total	<u>\$ 24,308,237</u>	<u>\$ 23,426,851</u>	<u>\$ 25,972,739</u>
Employer's covered-employee payroll	\$ 3,401,930	\$ 3,149,959	\$ 3,193,198
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	8.14%	8.77%	10.25%
Plan fiduciary net position as a percentage of the total pension liability	42.80%	45.10%	37.80%

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

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
-0.000508%	0.001354%	-0.000326%	0.000665%	0.000455%	0.000763%
\$ (411,766)	\$ 1,055,472	\$ (248,736)	\$ 524,829	\$ 298,055	\$ 464,621
<u>(29,304,930)</u>	<u>72,304,230</u>	<u>(14,636,719)</u>	<u>32,572,004</u>	<u>18,988,131</u>	<u>27,840,035</u>
<u>\$(29,716,696)</u>	<u>\$ 73,359,702</u>	<u>\$(14,885,455)</u>	<u>\$ 33,096,833</u>	<u>\$ 19,286,186</u>	<u>\$ 28,304,656</u>
\$ 3,205,451	\$ 2,939,809	\$ 2,576,415	\$ 2,366,140	\$ 2,105,977	\$ 2,216,053
-12.85%	35.90%	-9.65%	22.18%	14.15%	20.97%
39.60%	40.00%	39.30%	36.40%	41.50%	43.00%

COOK COUNTY SCHOOL DISTRICT NO. 92
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 TEACHERS' RETIREMENT SYSTEM (TRS) OF THE STATE OF ILLINOIS
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually-required contribution	\$ 19,675	\$ 19,731	\$ 18,270
Contributions in relation to the contractually-required contribution	<u>19,638</u>	<u>19,893</u>	<u>18,419</u>
Contribution deficiency/(excess)	<u>\$ 37</u>	<u>\$ (162)</u>	<u>\$ (149)</u>
Employer's covered-employee payroll	\$ 3,392,285	\$ 3,401,930	\$ 3,149,959
Contributions as a percentage of covered-employee payroll	0.58%	0.58%	0.58%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 18,521	\$ 18,592	\$ 17,051	\$ 14,943	\$ 13,724	\$ 12,215
<u>18,514</u>	<u>72,199</u>	<u>58,634</u>	<u>53,741</u>	<u>44,527</u>	<u>31,002</u>
<u>\$ 7</u>	<u>\$ (53,607)</u>	<u>\$ (41,583)</u>	<u>\$ (38,798)</u>	<u>\$ (30,803)</u>	<u>\$ (18,787)</u>
\$ 3,193,198	\$ 3,205,451	\$ 2,939,809	\$ 2,576,415	\$ 2,366,140	\$ 2,105,977
0.58%	2.25%	1.99%	2.09%	1.88%	1.47%

COOK COUNTY SCHOOL DISTRICT NO. 92
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)
MOST RECENT CALENDAR YEARS

Calendar year ending December 31,	2022	2021	2020
Total pension liability			
Service cost	\$ 89,945	\$ 80,804	\$ 86,899
Interest on the total pension liability	279,924	261,694	252,054
Difference between expected and actual experience	202,585	110,771	23,566
Changes of assumption	-	-	(36,166)
Benefit payments	<u>(213,948)</u>	<u>(198,824)</u>	<u>(181,871)</u>
Net change in total pension liability	358,506	254,445	144,482
Total pension liability - beginning	<u>3,923,021</u>	<u>3,668,576</u>	<u>3,524,094</u>
Total pension liability - ending (A)	<u>\$ 4,281,527</u>	<u>\$ 3,923,021</u>	<u>\$ 3,668,576</u>
Plan fiduciary net position			
Contributions - employer	\$ 76,907	\$ 82,350	\$ 77,755
Contributions - employees	48,619	40,812	36,793
Net investment income	(535,593)	645,795	489,318
Benefit payments and refunds	(213,948)	(198,824)	(181,871)
Other	<u>46,550</u>	<u>(21,057)</u>	<u>19,886</u>
Net change in plan fiduciary net position	(577,465)	549,076	441,881
Plan fiduciary net position - beginning	4,394,178	3,845,102	3,403,221
Plan fiduciary net position - ending (B)	<u>\$ 3,816,713</u>	<u>\$ 4,394,178</u>	<u>\$ 3,845,102</u>
Net pension liability/(asset) - ending (A) - (B)	<u>\$ 464,814</u>	<u>\$ (471,157)</u>	<u>\$ (176,526)</u>
Plan fiduciary net position as a percentage of the total pension liability	89.14%	112.01%	104.81%
Covered valuation payroll	\$ 1,019,982	\$ 906,944	\$ 817,621
Net pension liability as a percentage of covered valuation payroll	45.57%	-51.95%	-21.59%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

2019	2018	2017	2016	2015	2014
\$ 78,301	\$ 72,546	\$ 74,052	\$ 90,472	\$ 79,414	\$ 85,001
245,419	237,380	232,276	224,338	207,729	198,133
(56,417)	1,642	51,410	(31,802)	128,979	(81,727)
-	88,681	(110,434)	(7,088)	3,421	121,158
<u>(178,301)</u>	<u>(187,909)</u>	<u>(169,079)</u>	<u>(170,651)</u>	<u>(227,985)</u>	<u>(148,269)</u>
89,002	212,340	78,225	105,269	191,558	174,296
<u>3,435,092</u>	<u>3,222,752</u>	<u>3,144,527</u>	<u>3,039,258</u>	<u>2,847,700</u>	<u>2,673,404</u>
<u>\$ 3,524,094</u>	<u>\$ 3,435,092</u>	<u>\$ 3,222,752</u>	<u>\$ 3,144,527</u>	<u>\$ 3,039,258</u>	<u>\$ 2,847,700</u>
\$ 63,924	\$ 73,654	\$ 65,060	\$ 82,198	\$ 89,418	\$ 75,083
34,699	33,445	30,254	36,551	34,333	30,969
559,986	(177,237)	505,353	185,221	12,805	151,547
(178,301)	(187,909)	(169,079)	(170,651)	(227,985)	(148,269)
<u>(63,217)</u>	<u>57,155</u>	<u>(52,463)</u>	<u>8,188</u>	<u>144,614</u>	<u>(1,605)</u>
417,091	(200,892)	379,125	141,507	53,185	107,725
<u>2,986,130</u>	<u>3,187,022</u>	<u>2,807,897</u>	<u>2,666,390</u>	<u>2,613,205</u>	<u>2,505,480</u>
<u>\$ 3,403,221</u>	<u>\$ 2,986,130</u>	<u>\$ 3,187,022</u>	<u>\$ 2,807,897</u>	<u>\$ 2,666,390</u>	<u>\$ 2,613,205</u>
<u>\$ 120,873</u>	<u>\$ 448,962</u>	<u>\$ 35,730</u>	<u>\$ 336,630</u>	<u>\$ 372,868</u>	<u>\$ 234,495</u>
96.57%	86.93%	98.89%	89.29%	87.73%	91.77%
\$ 771,098	\$ 743,228	\$ 663,879	\$ 776,912	\$ 762,963	\$ 688,205
15.68%	60.41%	5.38%	43.33%	48.87%	34.07%

COOK COUNTY SCHOOL DISTRICT NO. 92
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)
 MOST RECENT CALENDAR YEARS

Calendar Year Ending December 31	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2022	\$ 76,907	\$ 76,907	\$ -	\$ 1,019,982	7.54%
2021	82,351	82,350	1	906,944	9.08%
2020	77,756	77,755	1	817,621	9.51%
2019	63,924	63,924	-	771,098	8.29%
2018	73,654	73,654	-	743,228	9.91%
2017	65,060	65,060	-	663,879	9.80%
2016	82,197	82,198	(1)	776,912	10.58%
2015	89,419	89,418	1	762,963	11.72%
2014	75,093	75,083	10	688,296	10.91%

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2022 Contribution Rate*

Valuation Date:

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

Methods and Assumptions Used to Determine 2022 Contribution Rates

<i>Actuarial Cost Method</i>	Aggregate entry age normal
<i>Amortization Method</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period</i>	21-year closed period
<i>Asset Valuation Method</i>	5-year smoothed market; 20% corridor
<i>Wage Growth</i>	2.75%
<i>Price Inflation</i>	2.25%
<i>Salary Increases</i>	2.85% to 13.75%, including inflation
<i>Investment Rate of Return</i>	7.25%
<i>Retirement Age</i>	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2020 valuation pursuant to an experience study of the period 2017 to 2019.
<i>Mortality</i>	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

Other Information

Notes There were no benefit changes during the year.

*Based on Valuation Assumptions used in the December 31, 2020, actuarial valuation

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

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COOK COUNTY SCHOOL DISTRICT NO. 92
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE THIS LIABILITY
 OTHER POST-EMPLOYMENT BENEFITS (OPEB) - TEACHERS' HEALTH INSURANCE SECURITY (THIS) FUND
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,*	<u>2023</u>	<u>2022</u>	<u>2021</u>
Employer's proportion of the net THIS liability	0.012395%	0.012239%	0.012617%
Employer's proportionate share of the net THIS liability	\$ 848,410	\$ 2,699,433	\$ 3,673,216
State's proportionate share of the net THIS liability associated with the employer	<u>1,154,178</u>	<u>3,660,037</u>	<u>4,569,789</u>
Total	<u>\$ 2,002,588</u>	<u>\$ 6,359,470</u>	<u>\$ 8,243,005</u>
Employer's covered-employee payroll	\$ 3,401,930	\$ 3,149,959	\$ 3,193,198
Employer's proportionate share of the net THIS liability as a percentage of its covered-employee payroll	24.94%	85.70%	115.03%
Plan fiduciary net position as a percentage of the total THIS liability	5.24%	1.40%	0.70%

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

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

<u>2020</u>	<u>2019</u>	<u>2018</u>
0.013041%	0.012463%	0.011172%
\$ 3,609,416	\$ 3,283,472	\$ 2,898,987
<u>4,887,610</u>	<u>4,408,995</u>	<u>3,807,090</u>
<u>\$ 8,497,026</u>	<u>\$ 7,692,467</u>	<u>\$ 6,706,077</u>
\$ 3,205,451	\$ 2,939,809	\$ 2,576,415
112.60%	111.69%	112.52%
0.25%	-0.07%	-0.17%

COOK COUNTY SCHOOL DISTRICT NO. 92
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 OTHER POST-EMPLOYMENT BENEFITS (OPEB) - TEACHERS' HEALTH INSURANCE SECURITY (THIS) FUND
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually-required contribution	\$ 22,728	\$ 22,793	\$ 28,980
Contributions in relation to the contractually-required contribution	<u>22,728</u>	<u>22,793</u>	<u>28,980</u>
Contribution deficiency/(excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's covered-employee payroll	\$ 3,392,285	\$ 3,401,930	\$ 3,149,959
Contributions as a percentage of covered-employee payroll	0.67%	0.67%	0.92%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

<u>2020</u>	<u>2019</u>	<u>2018</u>
\$ 29,377	\$ 29,490	\$ 25,870
<u>29,377</u>	<u>29,490</u>	<u>25,870</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,193,198	\$ 3,205,451	\$ 2,939,809
0.92%	0.92%	0.88%

COOK COUNTY SCHOOL DISTRICT NO. 92
GENERAL FUND
COMBINING BALANCE SHEET
June 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS AS OF JUNE 30, 2022

	2023		2022	
	Educational Account	Working Cash Account	Total	Total
ASSETS				
Cash and investments	\$ 9,427,879	\$ 5,511,695	\$ 14,939,574	\$ 9,400,423
Receivables (net of allowance for uncollectibles)				
Interest	40,179	20,849	61,028	3,015
Property taxes	2,662,636	25,102	2,687,738	2,710,498
Personal property replacement taxes	114,681	-	114,681	114,179
Intergovernmental	1,063,300	-	1,063,300	333,644
<u>Total Assets</u>	<u>\$ 13,308,675</u>	<u>\$ 5,557,646</u>	<u>\$ 18,866,321</u>	<u>\$ 12,561,759</u>
LIABILITIES				
Accounts payable	\$ 171,296	\$ -	\$ 171,296	\$ 63,860
Other	(11,717)	-	(11,717)	(11,139)
<u>Total Liabilities</u>	<u>159,579</u>	<u>-</u>	<u>159,579</u>	<u>52,721</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	2,601,583	24,533	2,626,116	2,710,498
<u>Total Deferred Inflows of Resources</u>	<u>2,601,583</u>	<u>24,533</u>	<u>2,626,116</u>	<u>2,710,498</u>
FUND BALANCES				
Restricted	28,718	-	28,718	28,556
Unassigned	10,518,795	5,533,113	16,051,908	9,769,984
<u>Total Fund Balances</u>	<u>10,547,513</u>	<u>5,533,113</u>	<u>16,080,626</u>	<u>9,798,540</u>
<u>Total Liabilities, Deferred Inflows of Resources and Fund Balances</u>	<u>\$ 13,308,675</u>	<u>\$ 5,557,646</u>	<u>\$ 18,866,321</u>	<u>\$ 12,561,759</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
GENERAL FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022	
	Original and Final Budget	Educational Account	Working Cash Account	Total	Actual
REVENUES					
Local sources					
Property taxes	\$ 5,193,117	\$ 4,941,353	\$ 48,230	\$ 4,989,583	\$ 4,557,122
Personal property replacement taxes	325,000	722,512	-	722,512	692,150
Interest on investments	53,800	158,358	83,359	241,717	(9,015)
Other	89,000	101,145	-	101,145	230,982
State sources	1,722,454	1,469,707	-	1,469,707	1,877,108
State on-behalf retirement	-	1,918,213	-	1,918,213	1,691,118
Federal sources	754,140	1,530,141	-	1,530,141	1,598,418
Total Revenues	8,137,511	10,841,429	131,589	10,973,018	10,637,883
EXPENDITURES					
Current					
Instruction	3,861,033	3,721,224	-	3,721,224	3,589,038
State on behalf retirement	-	1,918,213	-	1,918,213	1,691,118
Support services	3,023,423	2,973,191	-	2,973,191	2,434,651
Community services	40,679	28,011	-	28,011	30,739
Payments to other governmental units	1,049,992	1,301,068	-	1,301,068	902,049
Capital outlay	37,484	117,612	-	117,612	175,055
Total Expenditures	8,012,611	10,059,319	-	10,059,319	8,822,650
EXCESS OF REVENUES OVER EXPENDITURES	124,900	782,110	131,589	913,699	1,815,233
OTHER FINANCING SOURCES (USES)					
Bonds issued	-	-	5,235,000	5,235,000	-
Premium on bonds issued	-	-	51,100	51,100	-
Leases issued	-	94,271	-	94,271	-
Transfers in	-	1,033,178	-	1,033,178	-
Transfers out	-	(11,984)	(1,033,178)	(1,045,162)	(341,500)
Total Other Financing Sources (Uses)	-	1,115,465	4,252,922	5,368,387	(341,500)
NET CHANGE IN FUND BALANCES	\$ 124,900	1,897,575	4,384,511	6,282,086	1,473,733
FUND BALANCE - BEGINNING OF YEAR		8,649,938	1,148,602	9,798,540	8,324,807
FUND BALANCE - END OF YEAR		\$ 10,547,513	\$ 5,533,113	\$ 16,080,626	\$ 9,798,540

COOK COUNTY SCHOOL DISTRICT NO. 92
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
REVENUES			
Local Sources			
General tax levy	\$ 4,752,522	\$ 4,535,753	\$ 4,131,048
Special education levy	391,640	405,600	353,673
Personal property replacement taxes	325,000	722,512	692,150
Interest on investments	47,000	158,358	(7,263)
Fees	52,000	16,427	8,324
Student activities	-	162	6
Contributions and donations	-	-	25,421
Refund of prior years' expenditures	25,000	1,650	54,354
Other	12,000	82,906	142,877
Total Local Sources	5,605,162	5,923,368	5,400,590
State Sources			
Evidence based funding formula	1,566,272	1,112,533	1,602,142
Special education - private facility tuition	18,000	71,104	42,089
Special education - orphanage	5,000	165,650	91,561
Special education - orphanage - summer	-	3,921	-
Career and technical education (CTE)	397	-	794
Bilingual education - downstate - tpi and the	-	(11,579)	11,579
State free lunch and breakfast	6,000	1,283	2,148
Early childhood - block grant	126,785	126,795	126,795
On-behalf retirement	-	1,918,213	1,691,118
Total State Sources	1,722,454	3,387,920	3,568,226
Federal Sources			
National school lunch program	250,000	230,630	212,047
School breakfast program	-	60,168	34,815
Summer food service program	-	-	19,453
Fresh fruit and vegetables	19,000	32,203	45,781
Other food service	-	35,208	7,958
Title I - low income	124,121	160,588	113,587
Title IVA - student support and academic enrichment	10,000	12,479	10,096
Special education - preschool flow through	4,127	4,726	7,152
Special education - IDEA - flow through	115,781	105,104	115,781
Title II - teacher quality	16,111	17,977	29,746
Medicaid matching funds - fee for service	55,000	8,457	11,052
Other	160,000	862,601	990,950
Total Federal Sources	754,140	1,530,141	1,598,418
Total Revenues	8,081,756	10,841,429	10,567,234

(Continued)

COOK COUNTY SCHOOL DISTRICT NO. 92
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
EXPENDITURES			
Instruction			
Regular Programs			
Salaries	\$ 2,161,049	\$ 2,193,077	\$ 2,095,749
Employee benefits	337,314	306,001	291,704
On-behalf payments	-	1,918,213	1,691,118
Purchased services	107,139	124,987	63,106
Supplies and materials	151,000	139,221	116,983
Capital outlay	-	-	9,149
Other	2,500	611	2,470
Total	<u>2,759,002</u>	<u>4,682,110</u>	<u>4,270,279</u>
Pre-K Programs			
Salaries	246,277	258,832	244,372
Employee benefits	46,410	47,739	44,957
Purchased services	13,225	4,058	2,314
Supplies and materials	5,000	6,573	15,428
Total	<u>310,912</u>	<u>317,202</u>	<u>307,071</u>
Special Education Programs			
Salaries	479,807	387,665	382,700
Employee benefits	89,260	107,926	103,003
Purchased services	27,000	8,625	83,416
Supplies and materials	1,500	2,186	1,715
Other	500	95	8,733
Total	<u>598,067</u>	<u>506,497</u>	<u>579,567</u>
Interscholastic Programs			
Salaries	35,500	31,064	30,259
Employee benefits	-	221	281
Purchased services	7,500	16,885	7,398
Supplies and materials	6,000	5,597	8,060
Total	<u>49,000</u>	<u>53,767</u>	<u>45,998</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
EXPENDITURES (Cont'd)			
Instruction			
Summer School Programs			
Salaries	\$ 62,500	\$ 75,733	\$ 35,669
Employee benefits	875	3,895	357
Purchased services	500	-	-
Supplies and materials	300	233	-
Total	64,175	79,861	36,026
Bilingual Programs			
Salaries	67,157	-	44,500
Employee benefits	12,420	-	5,864
Supplies and materials	300	-	-
Total	79,877	-	50,364
Total Instruction	3,861,033	5,639,437	5,289,305
Support Services			
Attendance and Social Work Services			
Salaries	119,108	108,923	115,769
Employee benefits	19,794	19,796	18,943
Purchased services	-	8,638	-
Supplies and materials	600	451	236
Total	139,502	137,808	134,948
Guidance Services			
Salaries	28,350	31,431	27,035
Employee benefits	-	63	60
Purchased services	-	35,750	-
Supplies and materials	400	532	5,451
Total	28,750	67,776	32,546
Health Services			
Salaries	33,850	91	-
Purchased services	11,370	(3,232)	124,839
Supplies and materials	117,954	2,863	3,249
Non-capitalized equipment	3,000	-	3,850
Total	166,174	(278)	131,938

(Continued)

COOK COUNTY SCHOOL DISTRICT NO. 92
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
EXPENDITURES (Cont'd)			
Support Services			
Psychological Services			
Salaries	\$ 69,613	\$ 70,313	\$ 67,422
Employee benefits	12,289	12,123	11,449
Supplies and materials	300	156	387
Total	<u>82,202</u>	<u>82,592</u>	<u>79,258</u>
Other Support Services - Pupils			
Purchased services	5,000	9,061	14,417
Supplies and materials	6,500	3,799	16,015
Total	<u>11,500</u>	<u>12,860</u>	<u>30,432</u>
Improvement of Instruction Services			
Salaries	128,506	112,394	216,200
Employee benefits	42,208	33,249	34,993
Purchased services	138,659	237,343	114,343
Supplies and material	10,000	7,760	7,615
Other	750	297	-
Total	<u>320,123</u>	<u>391,043</u>	<u>373,151</u>
Educational Media Services			
Salaries	64,050	-	35,615
Employee benefits	842	-	952
Supplies and materials	4,500	-	4,198
Other	250	-	250
Total	<u>69,642</u>	<u>-</u>	<u>41,015</u>
Board of Education Services			
Salaries	5,000	4,365	1,906
Employee benefits	-	655	-
Purchased services	117,000	198,464	103,089
Supplies and materials	15,000	13,997	9,402
Other	18,000	32,198	19,683
Total	<u>155,000</u>	<u>249,679</u>	<u>134,080</u>

(Continued)

COOK COUNTY SCHOOL DISTRICT NO. 92
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
EXPENDITURES (Cont'd)			
Support Services			
Executive Administration Services			
Salaries	\$ 235,000	\$ 236,185	\$ 178,195
Employee benefits	53,885	49,957	43,129
Purchased services	15,000	13,082	3,813
Supplies and materials	5,000	4,821	12,617
Other	2,750	5,419	6,298
Total	<u>311,635</u>	<u>309,464</u>	<u>244,052</u>
Office of the Principal Services			
Salaries	290,980	327,298	319,390
Employee benefits	73,695	79,369	66,521
Purchased services	3,500	3,358	199
Supplies and materials	13,200	6,321	15,450
Other	1,500	2,396	1,282
Total	<u>382,875</u>	<u>418,742</u>	<u>402,842</u>
Direction of Business Support Services			
Salaries	121,540	131,122	121,769
Employee benefits	26,383	35,443	26,518
Purchased services	2,000	1,819	445
Supplies and materials	1,000	19	-
Other	1,000	639	1,000
Total	<u>151,923</u>	<u>169,042</u>	<u>149,732</u>
Fiscal Services			
Salaries	54,585	54,200	50,233
Employee benefits	6,922	7,617	6,622
Purchased services	13,350	10,466	17,293
Supplies and materials	1,500	1,183	2,028
Other	2,500	150	150
Total	<u>78,857</u>	<u>73,616</u>	<u>76,326</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
EXPENDITURES (Cont'd)			
Support Services			
Food Services			
Salaries	\$ 117,450	\$ 122,170	\$ 108,100
Employee benefits	11,807	12,065	11,253
Purchased services	336,498	178,254	142,935
Supplies and materials	2,500	35,208	25,617
Capital outlay	37,484	-	4,017
Total	<u>505,739</u>	<u>347,697</u>	<u>291,922</u>
Internal Services			
Supplies and materials	-	-	20,090
Total	<u>-</u>	<u>-</u>	<u>20,090</u>
Staff Services			
Salaries	-	2,908	1,290
Employee benefits	-	1	-
Purchased services	-	47,759	3,251
Supplies and materials	10,000	29,563	27,396
Total	<u>10,000</u>	<u>80,231</u>	<u>31,937</u>
Data Processing Services			
Salaries	97,966	128,326	9,195
Employee benefits	21,173	26,657	19,928
Purchased services	351,046	224,591	15,221
Supplies and materials	165,800	120,641	130,508
Capital outlay	-	117,612	161,889
Non-capitalized equipment	10,000	130,620	87,221
Total	<u>645,985</u>	<u>748,447</u>	<u>423,962</u>

(Continued)

COOK COUNTY SCHOOL DISTRICT NO. 92
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
EXPENDITURES (Cont'd)			
Support Services			
Other Support Services			
Purchased services	\$ -	\$ 1,800	\$ 1,800
Supplies and materials	1,000	188	216
Other	-	96	310
Total	<u>1,000</u>	<u>2,084</u>	<u>2,326</u>
Total Support Services	<u>3,060,907</u>	<u>3,090,803</u>	<u>2,600,557</u>
Community Services			
Salaries	15,000	15,000	15,000
Purchased services	5,679	4,918	3,290
Supplies and materials	20,000	8,093	12,449
Total Community Services	<u>40,679</u>	<u>28,011</u>	<u>30,739</u>
Payments to Other Governmental Units			
Payments for Special Education Programs			
Purchased services	114,992	76,012	178,765
Other	915,000	1,220,686	720,140
Other Payments			
Purchased services	20,000	4,370	3,144
Total Payments to Other Governmental Units	<u>1,049,992</u>	<u>1,301,068</u>	<u>902,049</u>
Total Expenditures	<u>8,012,611</u>	<u>10,059,319</u>	<u>8,822,650</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>69,145</u>	<u>782,110</u>	<u>1,744,584</u>
OTHER FINANCING SOURCES (USES)			
Leases issued	-	94,271	-
Transfers in	-	1,033,178	-
Transfers out	-	(11,984)	(341,500)
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,115,465</u>	<u>(341,500)</u>
NET CHANGE IN FUND BALANCES	<u>\$ 69,145</u>	1,897,575	1,403,084
FUND BALANCE - BEGINNING OF YEAR		<u>8,649,938</u>	<u>7,246,854</u>
FUND BALANCE - END OF YEAR		<u>\$ 10,547,513</u>	<u>\$ 8,649,938</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
WORKING CASH ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
REVENUES			
Local Sources			
General tax levy	\$ 48,955	\$ 48,230	\$ 72,401
Interest on investments	6,800	83,359	(1,752)
Total Local Sources	<u>55,755</u>	<u>131,589</u>	<u>70,649</u>
<u>Total Revenues</u>	<u>55,755</u>	<u>131,589</u>	<u>70,649</u>
EXPENDITURES			
<u>Total Expenditures</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>55,755</u>	<u>131,589</u>	<u>70,649</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	341,500
Transfers out	-	(1,033,178)	(341,500)
Bonds issued	-	5,235,000	-
Premium on bonds issued	-	51,100	-
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>4,252,922</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>\$ 55,755</u>	4,384,511	70,649
FUND BALANCE - BEGINNING OF YEAR		<u>1,148,602</u>	<u>1,077,953</u>
FUND BALANCE - END OF YEAR		<u>\$ 5,533,113</u>	<u>\$ 1,148,602</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
OPERATIONS AND MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
REVENUES			
Local Sources			
General tax levy	\$ 559,285	\$ 590,317	\$ 534,672
Interest on investments	750	5,215	(306)
Refund of prior years' expenditures	5,000	-	9,354
Other	-	7,972	2,059
Total Local Sources	565,035	603,504	545,779
State Sources			
Evidence based funding formula	142,388	624,728	125,808
Other	5,850	4,244	-
Total State Sources	148,238	628,972	125,808
Total Revenues	713,273	1,232,476	671,587
EXPENDITURES			
Support Services			
Operation and Maintenance of Plant Services			
Salaries	238,647	243,590	241,553
Employee benefits	53,041	48,085	50,664
Purchased services	142,950	123,589	186,703
Supplies and materials	175,250	171,716	148,903
Total	609,888	586,980	627,823
Total Support Services	609,888	586,980	627,823
Payments to Other Governmental Units			
Payments for Special Education Programs			
Purchased services	69,600	152,596	47,052
Total Payments to Other Governmental Units	69,600	152,596	47,052
Total Expenditures	679,488	739,576	674,875
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	33,785	492,900	(3,288)

(Continued)

COOK COUNTY SCHOOL DISTRICT NO. 92
OPERATIONS AND MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
OTHER FINANCING SOURCES (USES)			
Transfers in	\$ -	\$ -	\$ 341,500
Transfers out	-	-	(341,500)
<u>Total Other Financing Sources (Uses)</u>	-	-	-
NET CHANGE IN FUND BALANCES	<u>\$ 33,785</u>	492,900	(3,288)
FUND BALANCE - BEGINNING OF YEAR		55,064	58,352
FUND BALANCE - END OF YEAR		<u>\$ 547,964</u>	<u>\$ 55,064</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
REVENUES			
Local Sources			
General tax levy	\$ 116,895	\$ 112,987	\$ 99,718
Interest on investments	2,500	5,843	(252)
Refund of prior years' expenditures	-	-	36,591
Total Local Sources	<u>119,395</u>	<u>118,830</u>	<u>136,057</u>
State Sources			
Transportation - regular and vocational	500	-	-
Transportation - special education	67,500	104,495	32,199
Total State Sources	<u>68,000</u>	<u>104,495</u>	<u>32,199</u>
Federal Sources			
Other	140,000	-	-
Total State Sources	<u>140,000</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>327,395</u>	<u>223,325</u>	<u>168,256</u>
EXPENDITURES			
Support Services			
Pupil Transportation Services			
Purchased services	139,250	111,696	115,156
Capital outlay	140,000	195,108	-
Total Support Services	<u>279,250</u>	<u>306,804</u>	<u>115,156</u>
Payments to Other Governmental Units			
Payments for Special Education Programs			
Purchased services	125,000	142,951	109,211
Total Payments to Other Governmental Units	<u>125,000</u>	<u>142,951</u>	<u>109,211</u>
Total Expenditures	<u>404,250</u>	<u>449,755</u>	<u>224,367</u>
NET CHANGE IN FUND BALANCES	<u>\$ (76,855)</u>	(226,430)	(56,111)
FUND BALANCE - BEGINNING OF YEAR		<u>285,401</u>	<u>341,512</u>
FUND BALANCE - END OF YEAR		<u>\$ 58,971</u>	<u>\$ 285,401</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
REVENUES			
Local Sources			
General tax levy	\$ 42,455	\$ 48,202	\$ 83,303
FICA/Medicare Levy	49,955	48,201	83,303
Personal property replacement taxes	5,000	4,750	4,750
Interest on investments	5,900	13,201	(1,595)
Total Local Sources	103,310	114,354	169,761
Total Revenues	103,310	114,354	169,761
EXPENDITURES			
Employee benefits			
Instruction			
Regular programs	57,850	57,969	58,227
Pre-K programs	9,600	10,980	10,572
Special education programs	14,150	20,025	13,701
Interscholastic programs	1,750	1,377	1,123
Summer school programs	1,050	4,033	1,400
Bilingual programs	750	-	579
Total Instruction	85,150	94,384	85,602
Support Services			
Attendance and social work services	1,625	1,429	1,513
Guidance services	8,450	8,091	7,912
Health services	-	14	-
Psychological services	1,000	1,006	964
Improvement of instruction services	2,700	2,206	10,276
Educational media services	900	-	517
Board of education services	760	635	298
Executive administration services	9,600	10,878	6,649
Office of the principal services	18,700	17,718	18,825
Direction of business support services	2,000	2,092	1,942
Fiscal services	8,900	7,936	8,918
Operation and maintenance of plant services	42,500	46,172	41,753
Food services	15,450	15,660	14,871
Staff services	-	410	214
Data processing services	21,350	24,058	13,153
Total Support Services	133,935	138,305	127,805
Total Expenditures	219,085	232,689	213,407

(Continued)

COOK COUNTY SCHOOL DISTRICT NO. 92
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	<u>2023</u>		<u>2022</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Actual</u>
NET CHANGE IN FUND BALANCES	<u>\$ (115,775)</u>	\$ (118,335)	\$ (43,646)
FUND BALANCE - BEGINNING OF YEAR		<u>937,058</u>	<u>980,704</u>
FUND BALANCE - END OF YEAR		<u>\$ 818,723</u>	<u>\$ 937,058</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
 TORT FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
REVENUES			
Local Sources			
General tax levy	\$ 212,800	\$ 215,263	\$ 302,604
Interest on investments	3,600	8,955	(847)
Total Local Sources	<u>216,400</u>	<u>224,218</u>	<u>301,757</u>
<u>Total Revenues</u>	<u>216,400</u>	<u>224,218</u>	<u>301,757</u>
EXPENDITURES			
Support Services			
Liability Payments			
Purchased services	<u>253,600</u>	<u>274,179</u>	<u>219,570</u>
Total Support Services	<u>253,600</u>	<u>274,179</u>	<u>219,570</u>
<u>Total Expenditures</u>	<u>253,600</u>	<u>274,179</u>	<u>219,570</u>
NET CHANGE IN FUND BALANCES	<u>\$ (37,200)</u>	(49,961)	82,187
FUND BALANCE - BEGINNING OF YEAR		<u>790,302</u>	<u>708,115</u>
FUND BALANCE - END OF YEAR		<u>\$ 740,341</u>	<u>\$ 790,302</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

NOTE 1 – TEACHERS’ RETIREMENT SYSTEM (TRS) OF THE STATE OF ILLINOIS

Changes of Assumptions

For the 2022 measurement year, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.50 percent and a real return of 4.50 percent. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated Sept. 30, 2021.

For the 2021-2017 measurement years, the assumed investment rate of return was 7.0, including an inflation rate of 2.25 percent and a real return of 4.75 percent. Salary increases were assumed to vary by service credit. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 18, 2018 and August 13, 2015, respectively.

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

NOTE 2 – TEACHERS’ HEALTH INSURANCE SECURITY (THIS) FUND

Changes of Assumptions

The discount rate was changed from 1.92 percent at June 30, 2021, to 3.69 percent at June 30, 2022. The healthcare trend assumption was updated based on claim and enrollment experience through June 30, 2021, projected plan cost for plan year end June 30, 2022, premium changes through plan year end 2023, and expectation of future trend increases after June 30, 2022. Per capita claim costs for plan year end June 30, 2022, were updated based on projected claims and enrollment experience through June 30, 2022, and updated premium rates through plan year 2023. Effective as of January 1, 2023, projected per capita costs reflect the newly established zero premium MAPD plan. Healthcare plan participation rates by plan were updated based on observed experience.

Amounts reported in 2022 reflect an investment rate of return of 2.75 percent, an inflation rate of 2.25 percent, and salary increases that vary by service credit. Amounts reported in 2021 reflect an investment rate of return of 2.75 percent, an inflation rate of 2.50 percent, and salary increases that vary by service credit. Amounts reported in 2020 reflect an investment rate of return of 2.75 percent, an inflation rate of 2.50 percent, and salary increases that vary by service credit. Amounts reported in 2019 reflect an investment rate of return of 0.00 percent, an inflation rate of 2.50 percent and salary increases that vary by amount of service credit. Amounts reported in 2018 reflect an investment rate of return of 0.00 percent, an inflation rate of 2.50, and salary increases that vary by service credit. In 2017, assumptions used were an investment rate of return of 0.00 percent, and inflation rate of 2.75 percent, and salary increases that vary by amount of service. In 2016, assumptions used were an investment rate of return of 0.00 percent, and inflation rate of 2.75 percent, and salary increases that vary by amount of service. In 2015 and 2014, assumptions used were an investment rate of return of 4.50 percent, and inflation rate of 3.00 percent, and salary increases that vary by amount of service.

In the Health Benefit Plan, the discount rate was changed from 4.09% at June 30, 2022 to 4.13% at June 30, 2023.

NOTE 3 – 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 original and final budget was passed September 20, 2022. The modified accrual basis budgeted amounts in this report are the result of full compliance with the following procedures:

COOK COUNTY SCHOOL DISTRICT NO. 92
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

NOTE 3 – BUDGETARY PROCESS (Cont'd)

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.

EXPENDITURES IN EXCESS OF BUDGET

For the year ended June 30, 2023, expenditures exceeded budget in the General Fund by \$2,046,708 driven by unbudgeted on-behalf expenditures of \$1,918,213, the Operations and Maintenance Fund by \$60,088, the Transportation Fund by \$45,505, the Municipal Retirement/Social Security Fund by \$13,604, the Tort Fund by \$20,579, the Debt Service Fund by \$315,978; the Capital Projects Fund by \$64,775, and the Fire Prevention and Safety Fund by \$16,309. These over expenditures were covered by existing fund balances.

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SUPPLEMENTARY INFORMATION

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COOK COUNTY SCHOOL DISTRICT NO. 92
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
REVENUES			
Local Sources			
General tax levy	\$ 432,836	\$ 416,282	\$ 427,779
Interest on investments	1,500	2,313	(543)
Total Local Sources	<u>434,336</u>	<u>418,595</u>	<u>427,236</u>
<u>Total Revenues</u>	<u>434,336</u>	<u>418,595</u>	<u>427,236</u>
EXPENDITURES			
Debt Service			
Interest	26,250	172,325	25,500
Principal	399,500	415,405	390,000
Other	-	153,998	500
Total Debt Service	<u>425,750</u>	<u>741,728</u>	<u>416,000</u>
<u>Total Expenditures</u>	<u>425,750</u>	<u>741,728</u>	<u>416,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>8,586</u>	<u>(323,133)</u>	<u>11,236</u>
OTHER FINANCING SOURCES			
Premium on bonds issued	-	153,748	-
Transfers in	-	11,984	-
<u>Total Other Financing Sources</u>	<u>-</u>	<u>165,732</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>\$ 8,586</u>	<u>(157,401)</u>	<u>11,236</u>
FUND BALANCE - BEGINNING OF YEAR		<u>262,445</u>	<u>251,209</u>
FUND BALANCE - END OF YEAR		<u>\$ 105,044</u>	<u>\$ 262,445</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
REVENUES			
Local Sources			
Interest on investments	\$ 700	\$ 1,883	\$ 198
Total Local Sources	700	1,883	198
State Sources			
School maintenance grant	-	50,000	50,000
Total State Sources	-	50,000	50,000
<u>Total Revenues</u>	700	51,883	50,198
EXPENDITURES			
Support Services			
Facilities Acquisition and Construction Services			
Capital outlay	-	64,775	366,120
Total Support Services	-	64,775	366,120
<u>Total Expenditures</u>	-	64,775	366,120
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	700	(12,892)	(315,922)
OTHER FINANCING SOURCES			
Transfers in	-	-	341,500
<u>Total Other Financing Sources</u>	-	-	341,500
NET CHANGE IN FUND BALANCES	\$ 700	(12,892)	25,578
FUND BALANCE - BEGINNING OF YEAR		106,989	81,411
FUND BALANCE - END OF YEAR		\$ 94,097	\$ 106,989

COOK COUNTY SCHOOL DISTRICT NO. 92
 FIRE PREVENTION AND SAFETY FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2023
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
REVENUES			
Local Sources			
General tax levy	\$ 96,911	\$ 100,344	\$ 64,328
Interest on investments	1,250	5,022	(36)
Total Local Sources	<u>98,161</u>	<u>105,366</u>	<u>64,292</u>
<u>Total Revenues</u>	<u>98,161</u>	<u>105,366</u>	<u>64,292</u>
EXPENDITURES			
Support Services			
Facilities Acquisition and Construction Services			
Purchased services	<u>10,000</u>	<u>26,309</u>	<u>-</u>
Total Support Services	<u>10,000</u>	<u>26,309</u>	<u>-</u>
<u>Total Expenditures</u>	<u>10,000</u>	<u>26,309</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>\$ 88,161</u>	79,057	64,292
FUND BALANCE - BEGINNING OF YEAR		<u>197,969</u>	<u>133,677</u>
FUND BALANCE - END OF YEAR		<u>\$ 277,026</u>	<u>\$ 197,969</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
 STUDENT ACTIVITIES (INCLUDED IN EDUCATIONAL ACCOUNT)
 SCHEDULE OF REVENUES, EXPENDITURES AND FUND BALANCE
 FOR THE YEAR ENDED JUNE 30, 2023

	Beginning Balance	Revenues	Expenditures	Ending Balance
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
MSMFA	\$ 207	\$ -	\$ -	\$ 207
Field trips	24,254	162	-	24,416
Band	1,692	-	-	1,692
Student council	1,712	-	-	1,712
7th grade treasury	200	-	-	200
NJHS	217	-	-	217
Pop machine	274	-	-	274
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total	<u>\$ 28,556</u>	<u>\$ 162</u>	<u>\$ -</u>	<u>\$ 28,718</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
 FIVE YEAR SUMMARY OF ASSESSED VALUATIONS,
 TAX RATES, EXTENSIONS AND COLLECTIONS
 JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2022

	2022	2021
ASSESSED VALUATION	\$ 119,889,093	\$ 121,785,221
TAX RATES		
Educational	3.9131	3.6793
Levy adjustment	0.2964	0.0717
Special education	0.3737	0.3383
Working cash	0.0430	0.0423
Operations and maintenance	0.5500	0.4844
Transportation	0.1005	0.0990
Municipal retirement	0.0430	0.0423
Social security	0.0430	0.0423
Tort	0.1916	0.1886
Bond and interest	0.3705	0.3640
Fire prevention and safety	0.0924	0.0837
Total	6.0172	5.4359
TAX EXTENSION		
Educational	\$ 4,691,357	\$ 4,480,793
Levy adjustment	355,316	87,321
Special education	448,050	412,000
Working cash	51,500	51,500
Operations and maintenance	659,390	589,984
Transportation	120,510	120,510
Municipal retirement	51,500	51,500
Social security	51,500	51,500
Tort	229,690	229,690
Bond and interest	444,166	443,324
Fire prevention and safety	110,725	101,970
Total	\$ 7,213,704	\$ 6,620,092
TAX COLLECTIONS:		
Year ended June 30,		
2022	\$ -	\$ 3,399,773
2023	3,645,496	3,068,890
Total	\$ 3,645,496	\$ 6,468,663
Percentage of Total Levy Collected to June 30, 2023	50.54%	97.71%

COOK COUNTY SCHOOL DISTRICT NO. 92
OPERATING COST AND TUITION CHARGES
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	<u>2023</u>	<u>2022</u>
OPERATING COST PER PUPIL		
Average Daily Attendance (ADA):	<u>302</u>	<u>353</u>
Operating Costs:		
Educational	\$ 8,141,106	\$ 7,105,915
Operations and maintenance	739,576	674,875
Debt service	741,728	416,000
Transportation	449,755	224,367
Municipal retirement/social security	232,689	213,407
Tort	<u>274,179</u>	<u>219,570</u>
Subtotal	<u>10,579,033</u>	<u>8,854,134</u>
Less Revenues/Expenditures of Non-regular Programs:		
Capital outlay	312,720	175,055
Community services	28,011	30,739
Debt principal retired	415,405	390,000
Non-capitalized equipment	-	91,071
Payments to other governmental units	1,596,615	1,058,312
Pre-k programs	328,182	317,643
Summer school programs	<u>83,894</u>	<u>37,426</u>
Subtotal	<u>2,764,827</u>	<u>2,100,246</u>
Operating costs	<u>7,814,206</u>	<u>6,753,888</u>
Operating Cost Per Pupil - Based on ADA	<u>\$ 25,846</u>	<u>\$ 19,142</u>
TUITION CHARGE		
Operating costs	\$ 7,814,206	\$ 6,753,888
Less - revenues from specific programs	<u>1,990,755</u>	<u>1,863,199</u>
Net operating costs	5,823,451	4,890,689
Depreciation allowance	<u>544,954</u>	<u>526,173</u>
Allowable Tuition Costs	<u>\$ 6,368,405</u>	<u>\$ 5,416,862</u>
Tuition Charge Per Pupil - based on ADA	<u>\$ 21,064</u>	<u>\$ 15,352</u>

COOK COUNTY SCHOOL DISTRICT NO. 92
 SCHEDULE OF BONDS OUTSTANDING
 JUNE 30, 2023

Date of issue October 18, 2023
 Principal due each year December 1
 Interest dates June 1 and December 1
 Type General Obligation Bonds
 Interest rates 5.00%
 Paying agent Zions Bancorporation N.A.

Year Ending June 30,	Principal	Interest	Total
2024	\$ 130,000	\$ 258,500	\$ 388,500
2025	165,000	251,125	416,125
2026	175,000	242,625	417,625
2027	185,000	233,625	418,625
2028	195,000	224,125	419,125
2029	205,000	214,125	419,125
2030	215,000	203,625	418,625
2031	225,000	192,625	417,625
2032	235,000	181,125	416,125
2033	245,000	169,125	414,125
2034	260,000	156,500	416,500
2035	270,000	143,250	413,250
2036	285,000	129,375	414,375
2037	300,000	114,750	414,750
2038	315,000	99,375	414,375
2039	330,000	83,250	413,250
2040	345,000	66,375	411,375
2041	365,000	48,625	413,625
2042	385,000	29,875	414,875
2043	405,000	6,750	411,750
TOTAL	<u>\$ 5,235,000</u>	<u>\$ 3,048,750</u>	<u>\$ 8,283,750</u>

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