

DUPAGE COUNTY SCHOOL  
DISTRICT 45, ILLINOIS

---

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED  
JUNE 30, 2023

255 West Vermont Street  
Villa Park, IL 60181  
Phone: 630.516.7330  
[www.d45.org](http://www.d45.org)

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**TABLE OF CONTENTS**

---

---

**PAGE**

**FINANCIAL SECTION**

<b>INDEPENDENT AUDITORS' REPORT</b>	<a href="#"><u>1</u></a>
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS</b>	<a href="#"><u>5</u></a>
<b>BASIC FINANCIAL STATEMENTS</b>	
Government-Wide Financial Statements	
Statement of Net Position	<a href="#"><u>15</u></a>
Statement of Activities	<a href="#"><u>17</u></a>
Fund Financial Statements	
Balance Sheet - Governmental Funds	<a href="#"><u>19</u></a>
Reconciliation of Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities	<a href="#"><u>21</u></a>
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<a href="#"><u>23</u></a>
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities - Governmental Activities	<a href="#"><u>25</u></a>
Notes to Financial Statements	<a href="#"><u>26</u></a>
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
Schedule of Changes in the Employer's Total OPEB Liability	
Retiree's Health Plan	<a href="#"><u>64</u></a>
Schedule of Employer Contributions	
Teacher's Health Insurance Security Fund	<a href="#"><u>66</u></a>
Schedule of the Employer's Proportionate Share of the Collective Net OPEB Liability	
Teacher's Health Insurance Security Fund	<a href="#"><u>68</u></a>
Schedule of the Employer's Proportionate Share of the Net Pension Liability and Employer Contributions	
Teachers' Retirement System	<a href="#"><u>70</u></a>
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	<a href="#"><u>72</u></a>
Schedule of Changes in the Employer's Net Pension Liability/(Asset)	
Illinois Municipal Retirement Fund	<a href="#"><u>74</u></a>

# DUPAGE COUNTY SCHOOL DISTRICT 45

## TABLE OF CONTENTS

---

---

PAGE

### FINANCIAL SECTION - Continued

#### **REQUIRED SUPPLEMENTARY INFORMATION - Continued**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
General Fund	<a href="#">76</a>
Operations and Maintenance - Special Revenue Fund	<a href="#">77</a>
Transportation - Special Revenue Fund	<a href="#">79</a>
Municipal Retirement/Social Security - Special Revenue Fund	<a href="#">80</a>

#### **OTHER SUPPLEMENTARY INFORMATION**

Combining Balance Sheet - General Fund - by Accounts	<a href="#">85</a>
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	
General Fund - by Accounts	<a href="#">86</a>
Schedule of Revenues, Expenditures and changes in Fund Balance - Budget and Actual	
General Fund by Accounts	
Educational Accounts - General Fund	<a href="#">87</a>
Tort Immunity and Judgment Accounts - General Fund	<a href="#">97</a>
Working Cash Accounts - General Fund	<a href="#">98</a>
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Debt Service Fund	<a href="#">99</a>
Site and Construction - Capital Projects Fund	<a href="#">100</a>
Consolidated Year-End Financial Report	<a href="#">101</a>
Report on Internal Control over Financial Reporting and on Compliance and Other Matters	
Based on an Audit of Financial Statements Performed in Accordance with <i>Governmental Audit Standards</i>	<a href="#">102</a>

#### **SUPPLEMENTAL SCHEDULES**

Schedule of Assessed Valuations, Tax Rates and Extensions - Last Seven Tax Levy Years	<a href="#">106</a>
Long-Term Debt Requirements	
General Obligation School Bonds of 2015	<a href="#">108</a>
General Obligation Limited Tax Refunding School Bonds of 2016	<a href="#">109</a>
General Obligation Limited Tax Refunding School Bonds of 2017	<a href="#">110</a>
General Obligation Limited Tax School Bonds of 2019	<a href="#">111</a>
General Obligation Limited Tax School Bonds of 2020	<a href="#">112</a>
General Obligation Limited Tax Refunding School Bonds of 2020A	<a href="#">113</a>
General Obligation Limited Tax Refunding School Bonds of 2022	<a href="#">114</a>

## **FINANCIAL SECTION**

This section includes:

Independent Auditors' Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

## **INDEPENDENT AUDITORS' REPORT**

This section includes the opinion of the District's independent auditing firm.



## **INDEPENDENT AUDITORS' REPORT**

December 12, 2023

Members of the Board of Education  
DuPage County School District 45  
Villa Park, Illinois

### **Report on the Audit of the Financial Statements**

#### *Opinion*

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the DuPage County School District 45 (the District), Illinois, 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, and, 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 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.

## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, required pension, and other post-employment benefit (OPEB) schedules, 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 DuPage County School District 45, Illinois' basic financial statements. The other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Lauterbach & Amen, LLP*

LAUTERBACH & AMEN, LLP



## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

## DUPAGE COUNTY SCHOOL DISTRICT 45

### Management's Discussion and Analysis

June 30, 2023

---

---

The discussion and analysis of DuPage County School District 45's (the District) financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2023. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the MD&A).

#### FINANCIAL HIGHLIGHTS

- In total, Government-wide net position increased by \$575,180, due to increases in revenues during the fiscal year.
- General revenues accounted for \$53,782,184 in revenue or 69.7% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$23,359,436 or 30.3% of total revenues of \$77,141,620.
- The District had \$76,566,440 in expenses related to governmental activities. However, only \$23,359,436 of these expenses were offset by program specific charges and grants.
- Revenues for fiscal year 2023 (FY23), as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances, were \$77,141,620, inclusive of on-behalf payments to the Teacher's Retirement System (TRS) and the Teacher's Health Insurance Security Fund (THIS). Expenditures for FY23 were \$86,129,849, also inclusive of State of Illinois payments to TRS and THIS. During the current year, the District spent \$7,939,838 from the Site and Construction Fund for capital improvements.
- TRS and THIS receive on-behalf pension and post-retirement health insurance program payments from the State of Illinois for the District's certified staff. In FY23, \$15,255,713 was included in the total revenues and expenditures of the District representing the State of Illinois contributions.
- Actual revenues received in FY23 for the General Fund, exclusive of the State of Illinois on-behalf payment to TRS and THIS, was \$46,698,626. Actual expenditures exclusive of on-behalf contributions were \$48,185,183 in FY23.
- The District decreased the total outstanding long-term debt by 6.0%. As of June 30, 2023 total outstanding debt was \$54,485,000.
- Beginning net position was restated due to a capital asset appraisal which occurred during the current fiscal year.

#### USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the District's finances. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. The remaining statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the government unit.

#### Government-Wide Financial Statements

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

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Management's Discussion and Analysis

June 30, 2023

---

---

### USING THIS ANNUAL REPORT - Continued

#### Government-Wide Financial Statements - Continued

The Statement of Net Position reports information on all of the District's assets/deferred outflows and liabilities/deferred inflows, 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 deteriorating. Consideration of other nonfinancial factors, such as changes in the District's property tax base and the condition of the District's infrastructure, is needed to assess the overall health of the District.

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

#### Fund Financial Statements

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

#### Governmental Funds

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

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

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Operations and Maintenance Fund, Transportation Fund, Municipal Retirement/Social Security Fund, Debt Service Fund, Fire Prevention and Life Safety Fund, and the Site and Construction Fund, all of which are considered major funds.

The District adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Management's Discussion and Analysis

June 30, 2023

---

---

### USING THIS ANNUAL REPORT - Continued

#### Notes to the Financial Statements

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

#### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's Retiree's Health Plan, Teacher's Health Insurance Security Fund, Teacher's Retirement and I.M.R.F employee pension obligations, and budgetary comparison schedules for the General Fund and major special revenue funds.

#### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, liabilities/deferred inflows exceeded assets/deferred outflows by \$25,386,790.

	Net Position	
	2023	2022
Current/Other Assets	\$ 64,088,526	75,893,601
Capital Assets	52,278,823	48,387,229
Total Assets	116,367,349	124,280,830
Deferred Outflows	10,361,351	9,616,529
Total Assets/Deferred Outflows	126,728,700	133,897,359
Long-Term Debt	70,890,236	86,578,839
Other Liabilities	8,219,588	10,649,828
Total Liabilities	79,109,824	97,228,667
Deferred Inflows	73,005,666	63,582,292
Total Liabilities/Deferred Inflows	152,115,490	160,810,959
Net Position		
Net Investment in Capital Assets	(2,829,641)	(1,992,433)
Restricted	5,179,559	8,444,438
Unrestricted (Deficit)	(27,736,708)	(33,365,605)
Total Net Position	(25,386,790)	(26,913,600)

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Management's Discussion and Analysis

June 30, 2023

---

---

### GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

A portion of the District's net position, a deficit of \$2,829,641, reflects its investment in capital assets (for example, land, construction in progress, site improvements, buildings, equipment, and transportation equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$5,179,559, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining deficit of \$27,736,708, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

	Change in Net Position	
	2023	2022
Revenues		
Program Revenues		
Charges for Services	\$ 299,111	336,741
Operating Grants/Contrib.	23,060,325	21,136,628
General Revenues		
Taxes	44,719,167	43,896,364
General State Aid	6,286,352	6,149,827
Other General Revenues	2,776,665	332,079
Total Revenues	<u>77,141,620</u>	<u>71,851,639</u>
Expenses		
Instructional	45,152,519	41,865,378
Support Services	29,528,495	29,030,346
Community Services	125,649	107,850
Provision for Contingencies	120,253	—
Interest and Fees	1,639,524	1,680,795
Total Expenses	<u>76,566,440</u>	<u>72,684,369</u>
Change in Net Position	575,180	(832,730)
Net Position - Beginning as Restated	<u>(25,961,970)</u>	<u>(26,080,870)</u>
Net Position - Ending	<u>(25,386,790)</u>	<u>(26,913,600)</u>

Net position of the District's governmental activities increased by 2.2 percent (restated (\$25,961,970) in 2022 compared to (\$25,386,790) in FY23). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled (\$27,736,708) at June 30, 2023.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Management's Discussion and Analysis**

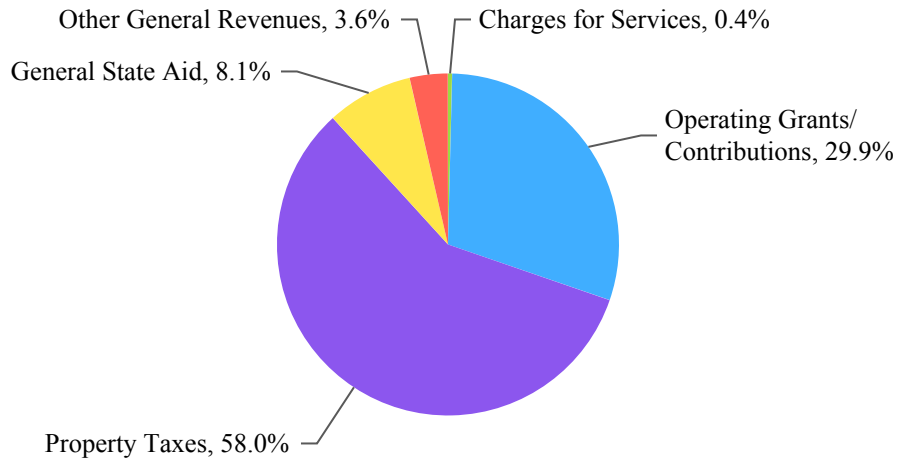
**June 30, 2023**

---

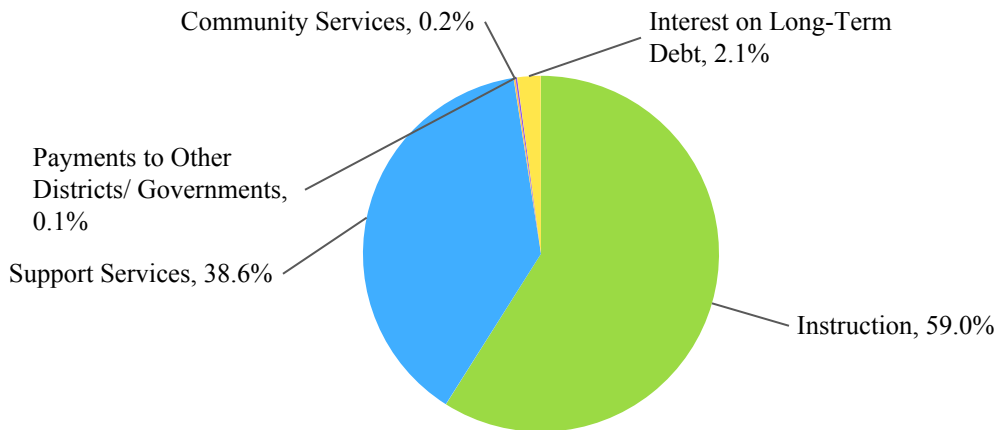
---

**GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued**

**District-Wide Revenues by Source**



**District-Wide Expenses by Function**



Revenues for governmental activities totaled \$77,141,620, while the cost of all governmental functions totaled \$76,566,440. This results in an increase of \$575,180. In 2022, revenues of \$71,851,639 fell short of expenses of \$72,684,369, resulting in a decrease of \$832,730. The increase in 2023 is due to the District having an increase in revenues during the fiscal year.

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Management's Discussion and Analysis

June 30, 2023

---

---

### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

#### Governmental Funds

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

The District's governmental funds reported combining ending fund balances of \$13,811,822, which \$8,632,263, or 62.5 percent, of the fund balance constitutes unassigned fund balance.

Actual revenues, excluding on-behalf payments, for FY23 were \$61,885,907 representing approximately 96.4 percent of the total budgeted FY23 revenues. Actual expenditures, excluding on-behalf payments, totaled \$70,874,136. Expenditures were monitored closely during the year, which resulted in the expenditures being below budget, except for Tort Immunity, Operations, and Transportation funds. Property taxes accounted for the largest portion of the District's revenues, contributing 70.7 percent of total revenues. The remainder of revenues came from other local, state, and federal grant sources.

The total cost of all the District's programs was \$70,874,136, excluding on-behalf payments, with the majority, 48.8 percent, of expenditures dedicated to instructing and caring for the students and student transportation. The remaining amount of District expenditures was split among district leadership and business services, building operation and non-operational support such as debt service, pension and other payroll taxes, and tort liability and life safety capital improvements.

The District uses capital improvement and replacement schedule for curriculum, facility improvement and technology. Each schedule allows for replacement of instructional materials and equipment as necessary so the District does not experience deferred maintenance or replacement issues.

### FUND BUDGETARY HIGHLIGHTS

The General Fund is the District's largest budgeted fund and consists of the Educational, Tort Immunity, and Working Cash Accounts. The General Fund's budgeted revenues, exclusive of on behalf payments, were more than actual revenues of \$46,698,626 by \$2,493,526. Actual expenditures, exclusive of on behalf payments, of \$48,185,183, were less than budgeted expenditures of \$50,440,611 by \$2,255,428.

### CAPITAL ASSETS AND DEBT ADMINISTRATION

#### Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2023, was \$52,278,823 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, site improvements, buildings, equipment, and transportation equipment.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Management's Discussion and Analysis**

**June 30, 2023**

---

---

**ASSETS AND DEBT ADMINISTRATION - Continued**

**Capital Assets - Continued**

	Capital Assets - Net of Depreciation	
	2023	2022
Land	\$ 1,689,568	1,689,568
Construction in Progress	—	16,332,644
Site Improvements	496,460	605,185
Buildings	45,736,052	28,984,705
Equipment	4,081,889	1,414,497
Transportation Equipment	274,854	312,260
Total	<u>52,278,823</u>	<u>49,338,859</u>

This year's major additions included:

Buildings	\$ 2,037,581
Equipment	<u>3,048,565</u>
	<u>5,086,146</u>

Additional information on the District's capital assets can be found in Note 3 on of this report.

**Debt Administration**

The District decreased debt by \$3,480,000 during the fiscal year with a total outstanding debt of \$54,485,000. At the end of FY23, the District had a debt limit of \$90,747,184.

	Long-Term Debt Outstanding	
	2023	2022
General Obligation Bonds	<u>\$ 54,485,000</u>	<u>57,965,000</u>

Additional information on the District's long-term debt can be found in Note 3 of this report.



## DUPAGE COUNTY SCHOOL DISTRICT 45

### Management's Discussion and Analysis

June 30, 2023

---

---

#### ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

At the time these financial statements were prepared and audited, the District was aware of the following circumstances that may significantly affect financial operations in the future:

Local property taxes are the primary revenue source for the District. The annual increase in property tax is generally limited to the lesser of 5% or the increase in the CPI from the preceding year.

Due to the recent rise in interest rates, interest income is anticipated to be greater when compared to previous years. These increases have been included in the FY2024 budget. In addition, with new home construction, the impact fees received has improved as well. For several years, the impact fees were flat. These past few years we have seen a significant recovery in this area and the District has budgeted accordingly for the year.

We continue to watch the impact of changes to state funding and remain cognizant of any changes that may occur. The State of Illinois approved an Evidence Based Funding Model for fiscal year 2023-2024.

The District's staff continue to work collaboratively to improve student achievement through identifying learning targets linked to Evidence Based Funding Model and Illinois State learning standards. The District Strategic and Tactical Plans, integrate technology as an effective learning tool, provide effective professional development for staff, and redesign teaching methods to provide a wider variety of instruction. Focused on meeting individual students learning needs, abilities, interests through differentiation and a constructivist model.

In the interest of ensuring the safety of all students and staff, the District continuously reviews the physical structure of the District. The District has put all physical structures and equipment on preventative maintenance schedules in order to assure that life spans of structures and equipment are closely monitored.

The District finalized the Master Facility Plan in December of 2019. The resulting Master Facility Plan provides a working document for Educational Adequacy, Physical Assessment, costs estimates based on committed results and recommendations of the planning committee. In March of 2020, the voters approved a \$30 million dollar referendum to begin design and construction on phase one of the Master Facility Plan. The District will continue to issue Working Cash Bonds to fund the remaining stages of the capital projects plan, as has been the standard practice.

On March 13, 2020, Governor Pritzker issued an Executive Order that closed all Illinois public schools due to the Coronavirus Pandemic. The Federal Government, through the Federal Emergency Management Agency (FEMA), the Coronavirus Aid, Relief, and Economic Security (CARES) Act, and Elementary and Secondary School Emergency Relief (ESSER) has provided some funding to offset costs. The financial impact of the Coronavirus is yet to be determined.

On February 10, 2022, the District went to the bond market for \$3.0 million dollars in GO Limited Tax School Bonds. The District was again able to take advantage of the low interest rate environment prior to the climb in borrowing costs that shortly followed.

#### REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to DuPage County School District 45, 255 W. Vermont Street, Villa Park, Illinois 60181.

## **BASIC FINANCIAL STATEMENTS**

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements
  - Governmental Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Statement of Net Position**

**June 30, 2023**

---

---

**See Following Page**

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Statement of Net Position**

**June 30, 2023**

---

---

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current Assets	
Cash and Investments	\$ 40,913,081
Receivables - Net of Allowances	
Property Taxes	21,426,206
Due from Other Governments	<u>1,749,239</u>
Total Current Assets	<u>64,088,526</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	1,689,568
Depreciable	95,960,440
Accumulated Depreciation	<u>(45,371,185)</u>
Total Noncurrent Assets	<u>52,278,823</u>
Total Assets	<u>116,367,349</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Items - Retiree's Health Plan	51,809
Deferred Items - THIS	5,709,751
Deferred Items - TRS	412,801
Deferred Items - IMRF	3,538,613
Loss on Refunding	<u>648,377</u>
Total Deferred Outflows of Resources	<u>10,361,351</u>
Total Assets and Deferred Outflows of Resources	<u>126,728,700</u>

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

	<u>Governmental Activities</u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts Payable	\$ 264,259
Accrued Payroll	4,256,822
Current Portion of Long-Term Debt	<u>3,698,507</u>
Total Current Liabilities	<u>8,219,588</u>
Noncurrent Liabilities	
Compensated Absences	214,027
Total OPEB Liability - Retiree's Health Plan	279,563
Total OPEB Liability - THIS	6,664,933
Net Pension Liability - TRS	2,201,904
Net Pension Liability - IMRF	5,899,346
General Obligation Bonds - Net	<u>55,630,463</u>
Total Noncurrent Liabilities	<u>70,890,236</u>
Total Liabilities	<u>79,109,824</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Taxes	45,521,084
Grants	234,539
Deferred Items - Retiree's Health Plan	189,741
Deferred Items - THIS	26,368,500
Deferred Items - TRS	691,802
Total Deferred Inflows of Resources	<u>73,005,666</u>
Total Liabilities and Deferred Inflows of Resources	<u>152,115,490</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	(2,829,641)
Restricted	
Tort Immunity	5,737
Student Activities	3,648
Operations and Maintenance	3,079,421
Transportation	523,474
Retirement Benefits	196,093
Debt Services	604,526
Fire Prevention and Life Safety	3,156
Site and Construction	763,504
Unrestricted (Deficit)	<u>(27,736,708)</u>
Total Net Position	<u>(25,386,790)</u>

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

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Statement of Activities**

**For the Fiscal Year Ended June 30, 2023**

	Expenses	Program Revenues		(Expenses)/
		Charges for Services	Operating Grants/ Contributions	Revenues Governmental Activities
<b>Governmental Activities</b>				
Instruction				
Regular Programs	\$ 15,058,775	—	2,507	(15,056,268)
Special Programs	6,917,295	—	2,904,907	(4,012,388)
Other Instructional Programs	6,425,484	—	111,034	(6,314,450)
State Retirement Contributions	15,255,713	—	15,255,713	—
Support Services				
Pupils	4,556,850	—	—	(4,556,850)
Instructional Staff	4,671,792	—	192,283	(4,479,509)
General Administration	1,112,863	—	—	(1,112,863)
School Administration	3,246,783	—	—	(3,246,783)
Business	5,458,496	299,111	3,300,343	(1,859,042)
Transportation	3,537,963	—	1,293,538	(2,244,425)
Operations and Maintenance	4,473,867	—	—	(4,473,867)
Central	2,469,290	—	—	(2,469,290)
Community Services	125,649	—	—	(125,649)
Provision for Contingencies	120,253	—	—	(120,253)
Other Support Services	591	—	—	(591)
Payments to Other Districts/Govts.	1,495,252	—	—	(1,495,252)
Interest and Fees	1,639,524	—	—	(1,639,524)
<b>Total Governmental Activities</b>	<b>76,566,440</b>	<b>299,111</b>	<b>23,060,325</b>	<b>(53,207,004)</b>
<b>General Revenues</b>				
Taxes				
Real Estate Taxes, Levied for General Purposes				36,894,661
Real Estate Taxes, Levied for Specific Purposes				1,480,184
Real Estate Taxes, Levied for Debt Services				5,392,129
Personal Property Replacement Taxes				952,193
State Aid-Formula Grants				6,286,352
Investment Income				1,206,859
Other General Revenues				1,569,806
				<u>53,782,184</u>
Change in Net Position				575,180
Net Position - Beginning as Restated				<u>(25,961,970)</u>
Net Position - Ending				<u><u>(25,386,790)</u></u>

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

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Balance Sheet - Governmental Funds**

**June 30, 2023**

---

---

**See Following Page**

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Balance Sheet - Governmental Funds**

**June 30, 2023**

	Special Revenue		
	General	Operations and Maintenance	Transportation
<b>ASSETS</b>			
Cash and Investments	\$ 28,826,300	4,979,139	1,357,121
Receivables - Net of Allowances			
Property Taxes	15,478,742	1,638,543	910,370
Due from Other Governments	1,428,868	—	320,371
Total Assets	<u>45,733,910</u>	<u>6,617,682</u>	<u>2,587,862</u>
<b>LIABILITIES</b>			
Accounts Payable	165,393	50,675	7,293
Salaries and Wages Payable	3,926,849	7,160	—
Total Liabilities	<u>4,092,242</u>	<u>57,835</u>	<u>7,293</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes	32,765,481	3,480,426	2,057,095
Grants	234,539	—	—
Total Deferred Inflows of Resources	<u>33,000,020</u>	<u>3,480,426</u>	<u>2,057,095</u>
Total Liabilities and Deferred Inflows of Resources	<u>37,092,262</u>	<u>3,538,261</u>	<u>2,064,388</u>
<b>FUND BALANCES</b>			
Restricted	9,385	3,079,421	523,474
Unassigned	8,632,263	—	—
Total Fund Balances	<u>8,641,648</u>	<u>3,079,421</u>	<u>523,474</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>45,733,910</u>	<u>6,617,682</u>	<u>2,587,862</u>

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



Municipal Retirement/ Social Security	Debt Service	Capital Projects		Totals
		Fire Prevention and Life Safety	Site and Construction	
1,439,016	3,503,947	3,156	804,402	40,913,081
819,578	2,578,973	—	—	21,426,206
—	—	—	—	1,749,239
2,258,594	6,082,920	3,156	804,402	64,088,526
—	—	—	40,898	264,259
322,813	—	—	—	4,256,822
322,813	—	—	40,898	4,521,081
1,739,688	5,478,394	—	—	45,521,084
—	—	—	—	234,539
1,739,688	5,478,394	—	—	45,755,623
2,062,501	5,478,394	—	40,898	50,276,704
196,093	604,526	3,156	763,504	5,179,559
—	—	—	—	8,632,263
196,093	604,526	3,156	763,504	13,811,822
2,258,594	6,082,920	3,156	804,402	64,088,526

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

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities**

**June 30, 2023**

---

---

<b>Total Governmental Fund Balances</b>	<b>\$ 13,811,822</b>
---	----------------------

Amounts reported for Governmental Activities in the Statement of Net Position are different because:

Capital assets used in Governmental Activities are not financial resources and therefore, are not reported in the funds.	52,278,823
--	------------

Deferred Outflows/Inflows of Resources related to the retirement plans not reported in the funds.

Deferred Items - Retiree's Health Plan	(137,932)
Deferred Items - THIS	(20,658,749)
Deferred Items - TRS	(279,001)
Deferred Items - IMRF	3,538,613

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Compensated Absences Payable	(267,534)
Total OPEB Liability - Retiree's Health Plan	(279,563)
Total OPEB Liability - THIS	(6,664,933)
Net Pension Liability - TRS	(2,201,904)
Net Pension Liability - IMRF	(5,899,346)
General Obligation Bonds Payable - Net	(59,275,463)
Loss on Refunding	648,377

<b>Net Position of Governmental Activities</b>	<b><u>(25,386,790)</u></b>
--	----------------------------

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Fiscal Year Ended June 30, 2023**

---

---

**See Following Page**

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Fiscal Year Ended June 30, 2023**

	Special Revenue		
	General	Operations and Maintenance	Transportation
<b>Revenues</b>			
Local Sources			
Property Taxes	\$ 31,584,865	3,274,928	1,829,932
Personal Property Replacement Taxes	—	550,432	—
Investment Income	837,554	101,919	38,058
Other Revenue from Local Sources	1,478,781	379,248	10,888
State Aid	7,134,758	—	1,293,538
Federal Aid	5,662,668	—	—
On-Behalf Payments - State of Illinois	15,255,713	—	—
<b>Total Revenues</b>	<b>61,954,339</b>	<b>4,306,527</b>	<b>3,172,416</b>
<b>Expenditures</b>			
Instruction			
Regular Programs	17,645,715	—	—
Special Programs	6,514,950	—	—
Other Instructional Programs	6,287,638	—	—
Support Services			
Pupils	4,065,846	—	—
Instructional Staff	3,013,395	—	—
General Administration	1,072,870	—	—
School Administration	3,105,643	—	—
Business	2,527,375	—	—
Transportation	—	—	3,360,404
Operations and Maintenance	—	4,091,169	—
Central	2,336,800	—	—
Community Services	119,108	—	—
Provision for Contingencies	—	120,253	—
Other Support Services	591	—	—
Payments to Other Districts and Govt. Units	1,495,252	—	—
Debt Service			
Principal Retirement	—	—	—
Interest and Other	—	—	—
On-Behalf Expenditures	15,255,713	—	—
<b>Total Expenditures</b>	<b>63,440,896</b>	<b>4,211,422</b>	<b>3,360,404</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,486,557)	95,105	(187,988)
Other Financing Sources (Uses)			
Transfers In	300,000	4,333,188	217,913
Transfers Out	(4,551,101)	(3,003,781)	—
	(4,251,101)	1,329,407	217,913
<b>Net Change in Fund Balances</b>	<b>(5,737,658)</b>	<b>1,424,512</b>	<b>29,925</b>
Fund Balances - Beginning	14,379,306	1,654,909	493,549
Fund Balances - Ending	8,641,648	3,079,421	523,474

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

Municipal Retirement/ Social Security	Debt Service	Capital Projects		Totals
		Fire Prevention and Life Safety	Site and Construction	
1,685,120	5,392,129	—	—	43,766,974
401,761	—	—	—	952,193
28,712	67,919	—	132,697	1,206,859
—	—	—	—	1,868,917
—	—	—	—	8,428,296
—	—	—	—	5,662,668
—	—	—	—	15,255,713
<u>2,115,593</u>	<u>5,460,048</u>	<u>—</u>	<u>132,697</u>	<u>77,141,620</u>
250,451	—	—	—	17,896,166
402,345	—	—	—	6,917,295
137,846	—	—	—	6,425,484
132,592	—	—	—	4,198,438
83,099	—	—	—	3,096,494
31,408	—	—	—	1,104,278
141,140	—	—	—	3,246,783
77,429	—	—	7,939,838	10,544,642
8,011	—	—	—	3,368,415
348,359	—	—	—	4,439,528
132,490	—	—	—	2,469,290
6,541	—	—	—	125,649
—	—	—	—	120,253
—	—	—	—	591
—	—	—	—	1,495,252
—	3,480,000	—	—	3,480,000
—	1,945,578	—	—	1,945,578
—	—	—	—	15,255,713
<u>1,751,711</u>	<u>5,425,578</u>	<u>—</u>	<u>7,939,838</u>	<u>86,129,849</u>
363,882	34,470	—	(7,807,141)	(8,988,229)
—	—	—	3,003,781	7,854,882
(300,000)	—	—	—	(7,854,882)
<u>(300,000)</u>	<u>—</u>	<u>—</u>	<u>3,003,781</u>	<u>—</u>
63,882	34,470	—	(4,803,360)	(8,988,229)
132,211	570,056	3,156	5,566,864	22,800,051
<u>196,093</u>	<u>604,526</u>	<u>3,156</u>	<u>763,504</u>	<u>13,811,822</u>

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

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the  
Governmental Funds to the Statement of Activities - Governmental Activities  
For the Fiscal Year Ended June 30, 2023**

---

---

**Net Change in Fund Balances - Total Governmental Funds** \$ (8,988,229)

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

Governmental Funds report capital outlays as expenditures. However, in the  
Statement of Activities the cost of those assets is allocated over their estimated  
useful lives and reported as depreciation expense.

Capital Outlays	5,086,146
Depreciation Expense	(2,146,182)

Deferred Outflows/(Inflows) of Resources related to pensions/OPEB plans  
are not reported in the funds

Change in Deferred Items - Retiree's Health Plan	(73,926)
Change in Deferred Items - THIS	(14,454,910)
Change in Deferred Items - TRS	644,015
Change in Deferred Items - IMRF	7,238,201

The issuance of long-term debt provides current financial resources to  
Governmental Funds, while the repayment of the principal on long-term  
debt consumes the current financial resources of the governmental funds.

Changes in Compensated Absences Payable	(25,344)
Changes in Total OPEB Liability - Retiree's Health Plan	68,201
Changes in Total OPEB Liability - THIS	17,439,125
Changes in Net Pension Liability - TRS	75,221
Changes in Net Pension Liability - IMRF	(8,073,192)
Retirement of Long-Term Debt	3,480,000
Amortization of Bond Premium	380,677
Amortization of Loss on Refunding	(74,623)

**Changes in Net Position of Governmental Activities** 575,180

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Notes to the Financial Statements

June 30, 2023

---

---

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

DuPage County School District 45 (the District) operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the District's accounting policies established under GAAP and used by the District are described below.

#### REPORTING ENTITY

In determining the financial reporting entity, the District complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus - an Amendment of GASB Statements No. 14 and No. 34" and includes all component units that have a significant operational or financial relationship with the District. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

#### BASIS OF PRESENTATION

##### Government-Wide Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. 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-type activities.

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

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions (instruction, support services, community services, etc.). The functions are supported by general government revenues (property and personal property replacement taxes, interest income, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function) are normally covered by general revenue (property and personal property replacement taxes, interest income, etc.).

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

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Notes to the Financial Statements

June 30, 2023

---

---

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### BASIS OF PRESENTATION - Continued

##### Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the District:

##### Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

*General Fund* is the general operating fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. 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 government aid. The General Fund is a major fund and is comprised of three subfunds, the Educational Accounts, the Tort Immunity and Judgment Accounts, and the Working Cash Accounts.

*Special Revenue Funds* are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes, other than those accounted for in the Debt Service Fund, Capital Projects Funds or Fiduciary Fund. The District maintains three major special revenue funds. The Operations and Maintenance Fund is used to account for expenditures made for repair and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes. The Transportation Fund is used to account for all revenue and expenditures made for student transportation. Revenue is derived primarily from local property taxes and state reimbursement grants. The Municipal Retirement/Social Security Fund is used to account for the District's portion of pension contributions to the Illinois Municipal Retirement Fund, payments to Medicare, and payments to the Social Security System for non-certified employees. Revenue to finance the contributions is derived primarily from local property taxes.

*Debt Service Funds* are used to account for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service. The Debt Service Fund is a treated as a major fund.



# DUPAGE COUNTY SCHOOL DISTRICT 45

## Notes to the Financial Statements

June 30, 2023

---

---

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### BASIS OF PRESENTATION - Continued

##### Governmental Funds - Continued

*Capital Projects Funds* are used to account for the financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities. The Fire Prevention and Life Safety Fund, also a major fund, is used to account for State-approved life safety projects financed through serial bond issues or local property taxes levied specifically for such purposes. The Site and Construction Fund, also a major fund, is used to account for the financial resources to be used for the acquisition or construction of, and/or addition to, major capital facilities.

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded, regardless of the measurement focus applied.

##### Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus is used.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The accounting objectives of the "economic resources" measurement focus is the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

##### Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Notes to the Financial Statements

June 30, 2023

---

---

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

##### Basis of Accounting- Continued

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means that the amount of the transaction can be determined, and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after year-end, except for state and federal grants which are considered to be available if collected within 180 days after year-end. aid. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

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) have been recognized in the financial statements.

Property taxes, replacement taxes, certain state and federal aid, and interest on investments are susceptible to accrual. Other receipts become measurable and available when cash is received by the District and are recognized as revenue at that time.

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until earned.

#### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

##### Cash and Investments

For the purpose of the Statement of Net Position, cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with a fiscal agent.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the District's investments are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

##### Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Notes to the Financial Statements

June 30, 2023

---

---

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

##### Capital Assets

Capital assets purchased or acquired with an original cost of \$10,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the District as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical costs based on replacement costs.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Site Improvements	15 - 20 Years
Buildings	20 - 40 Years
Equipment	5 - 20 Years
Transportation Equipment	5 - 20 Years

##### Compensated Absences

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

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

Payments for vacation leave will be made at rates in effect when the benefits are used. Accumulated vacation leave liabilities at June 30, 2023 are determined on the basis of current salary rates and include salary related payments. Upon termination or retirement, employees do not receive compensation for any unused sick leave; therefore, no liability is recorded at June 30, 2023.

##### Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents a consumption/acquisition of net assets that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Notes to the Financial Statements

June 30, 2023

---

---

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

##### Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

##### Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

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.

Restricted - Consists of net position with constraints placed on the 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 legislations.

Unrestricted - All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

### NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

#### BUDGETARY INFORMATION

The budgeted amounts for the governmental funds are adopted on the modified accrual basis, which is consistent with accounting principles general accepted in the United States of America.

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

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued**

**BUDGETARY INFORMATION - Continued**

3. Prior to September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December, a tax levy resolution is filed with the county clerk to obtain tax revenues.
4. Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. All budget appropriations lapse at the end of the fiscal year.

During the fiscal year ended June 30, 2023, no supplemental budget appropriations were made.

The Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds includes "on-behalf" payments received and made for the amounts contributed by the State of Illinois for the employer's share of the Teachers Retirement System pension.

**EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS**

The following funds had an excess of actual expenditures over budget as of the date of this report:

Fund	Excess
Tort Immunity Account - General	\$ 99,696
Operations and Maintenance	147,629
Transportation	110,199

**NOTE 3 - DETAIL NOTES ON ALL FUNDS**

**DEPOSITS AND INVESTMENTS**

Under State law, limits are imposed as to investments in commercial paper, corporate bonds, and mutual funds in which the District may invest, as well as the Illinois School District Liquid Asset Fund Plus (ISDLAF+).

The ISDLAF+ is a non-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. It is not registered with the SEC as an investment company. Investments are sold valued at share price, which is the price for which the investment could be sold.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**DEPOSITS AND INVESTMENTS - Continued**

*Deposits.* At year-end, the carrying amount of the District's deposits for governmental activities totaled \$18,401,849 and the bank balances totaled \$18,399,069.

*Investments.* The District has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)	
		Less Than 1	1 to 5
ISDLAF+	\$ 22,511,232	22,511,232	—

The District has the following recurring fair value measurements as of June 30, 2023:

- ISDLAF+ of \$22,511,232 which is measured at net asset value per share as determined by the pool

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's investment policy states that investments in corporate paper are further restricted and cannot comprise more than ten percent of the total investment portfolio. At year-end, the District's investment in ISDLAF+ was not rated.

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

*Custodial Credit Risk - Deposits.* With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2023, the bank balance of the District's deposits with financial institutions totaled \$18,399,069; this entire amount was insured through FDIC insurance.

*Custodial Credit Risk - Investments.* For an investment, this is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy does not address custodial credit risk for investments. At year end, the District investments in ISDLAF+ were not subject to custodial credit risk.

*Concentration of Credit Risk.* Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy requires that the portfolio is diversified as to materials and investments, as appropriate to the nature, purpose, and amount of the funds. At year-end, the District does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**DEPOSITS AND INVESTMENTS - Continued**

**PROPERTY TAXES**

Property taxes attach as an enforceable lien on January 1. They are levied in December (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1 of the following year. They are payable in two installments on or about June 1 and on or about September 1 the following year. The County collects such taxes and remits them periodically. Property taxes are considered to be measurable when they have been collected by DuPage County. The District recognizes property tax revenue in the fiscal year for which the levy is intended to finance operations. Based on the historical tax collection cycle, the District has intended to finance its operations with portions of both the 2022 and 2021 property tax levies. The property tax revenue in the current fiscal year financial statements represents the collections of the first half of the 2022 tax levy, the second half of the 2021 tax levy and minimal amounts from prior year levies.

Property taxes to be received after June 30, 2023 from the 2022 tax levy, which will be the collection of the second installment of the 2022 tax levy, are intended to finance operations of the fiscal year ended June 30, 2023. That portion of the 2022 tax levy has been recorded as receivable and deferred inflows of resources - deferred revenue and will be recognized as revenue next fiscal year. The allowance for uncollectible taxes has been stated at 2% of the tax levy, to reflect actual collection experience.

**PERSONAL PROPERTY REPLACEMENT TAXES**

Personal property replacement taxes are first allocated to the Operations and Maintenance Fund, and the balance is allocated to the remaining funds at the discretion of the District.

**INTERFUND TRANSFERS**

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Working Cash Account - General	Municipal Retirement/Social Security	\$ 300,000 (2)
Site and Construction	Operations and Maintenance	3,003,781 (1)
Operations and Maintenance	Education Fund - General	1,329,407 (1)
Operations and Maintenance	Working Cash Account - General	3,003,781 (1)
Transportation	Education Fund - General	217,913 (1)
		<u>7,854,882</u>

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**JOINT AGREEMENTS**

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

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**CAPITAL ASSETS**

**Governmental Activities**

Governmental capital asset activity for the year was as follows:

	Beginning Balances as Restated	Increases	Decreases	Ending Balances
<b>Nondepreciable Capital Assets</b>				
Land	\$ 1,689,568	—	—	1,689,568
Construction in Progress	16,332,644	—	16,332,644	—
	<u>18,022,212</u>	<u>—</u>	<u>16,332,644</u>	<u>1,689,568</u>
<b>Depreciable Capital Assets</b>				
Site Improvements	1,719,003	—	—	1,719,003
Buildings	60,471,245	18,370,225	—	78,841,470
Equipment	10,316,944	3,048,565	—	13,365,509
Transportation Equipment	2,034,458	—	—	2,034,458
	<u>74,541,650</u>	<u>21,418,790</u>	<u>—</u>	<u>95,960,440</u>
<b>Less Accumulated Depreciation</b>				
Site Improvements	1,113,818	108,725	—	1,222,543
Buildings	31,486,540	1,618,878	—	33,105,418
Equipment	8,902,447	381,173	—	9,283,620
Transportation Equipment	1,722,198	37,406	—	1,759,604
	<u>43,225,003</u>	<u>2,146,182</u>	<u>—</u>	<u>45,371,185</u>
<b>Total Net Depreciable Capital Assets</b>	<u>31,316,647</u>	<u>19,272,608</u>	<u>—</u>	<u>50,589,255</u>
<b>Total Net Capital Assets</b>	<u>49,338,859</u>	<u>19,272,608</u>	<u>16,332,644</u>	<u>52,278,823</u>

Depreciation expense was charged to governmental activities as follows:

Pupils	\$ 358,412
Instructional Staff	1,575,298
General Administration	8,585
Transportation	169,548
Operations and Maintenance	<u>34,339</u>
	<u>2,146,182</u>



**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT**

**General Obligation Bonds**

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

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Schools Bonds of 2015 - Due in annual installments of \$2,525,000 to \$2,730,000 plus semi-annual interest at 3.25% to 4.00% through January 1, 2035.	\$ 7,880,000	—	—	7,880,000
General Obligation Limited Tax Refunding School Bonds of 2016 - Due in annual installments of \$115,000 to \$985,000 plus semi-annual interest at 2.00% to 2.10% through January 1, 2027.	4,740,000	—	915,000	3,825,000
General Obligation Limited Tax Refunding School Bonds of 2017 - Due in annual installments of \$270,000 to \$1,925,000 plus semi-annual interest at 2.30% to 5.00% through January 1, 2028.	5,635,000	—	670,000	4,965,000
General Obligation Limited Tax School Bonds of 2019 - Due in annual installments of \$320,000 to \$460,000 plus semi-annual interest at 4.00% to 5.00% through January 1, 2027.	2,060,000	—	405,000	1,655,000
General Obligation School Building Bonds of 2020 - Due in annual installments of \$870,000 to \$1,475,000 plus semi-annual interest at 3.00% to 5.00% through January 1, 2040.	25,400,000	—	1,240,000	24,160,000
General Obligation Limited Tax Refunding School Bonds of 2020A - Due in annual installments of \$35,000 to \$2,330,000 plus semi-annual interest at 1.00% to 1.80% through January 1, 2032.	9,530,000	—	250,000	9,280,000
General Obligation Limited Tax School Bonds of 2022 - Due in annual installments of \$135,000 to \$515,000 plus semi-annual interest at 4.00% to 5.00% through January 1, 2031.	2,720,000	—	—	2,720,000
	<u>57,965,000</u>	<u>—</u>	<u>3,480,000</u>	<u>54,485,000</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**Long-Term Liabilities Activity**

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 242,190	50,688	25,344	267,534	53,507
Total OPEB Liability					
Retiree's Health Plan	347,764	—	68,201	279,563	—
THIS	24,104,058	—	17,439,125	6,664,933	—
Net Pension Liability/(Asset)					
TRS	2,277,125	—	75,221	2,201,904	—
IMRF	(2,173,846)	8,073,192	—	5,899,346	—
General Obligation Bonds	57,965,000	—	3,480,000	54,485,000	3,645,000
Plus: Unamortized Premium	5,171,140	—	380,677	4,790,463	—
	<u>87,933,431</u>	<u>8,123,880</u>	<u>21,468,568</u>	<u>74,588,743</u>	<u>3,698,507</u>

The obligations for the compensated absences, the total OPEB liabilities, and the net pension liability for TRS will be repaid from the General Fund (Educational Accounts). The net pension liability/(asset) for IMRF will be repaid by the District's Municipal Retirement/Social Security Fund. The general obligation bonds are being liquidated by the Debt Service Fund.

**Legal Debt Margin**

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. At year-end the legal debt margin is as follows:

Assessed Valuation - 2022	<u>\$ 1,315,176,583</u>
Legal Debt Limit - 6.9% of Assessed Value	90,747,184
Amount of Debt Applicable to Limit	<u>(54,485,000)</u>
Legal Debt Margin	<u>36,262,184</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**Debt Service Requirements to Maturity**

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Governmental Activities	
	General Obligation	
	Bonds	
	Principal	Interest
2024	\$ 3,645,000	1,771,085
2025	3,810,000	1,619,360
2026	3,695,000	1,467,510
2027	3,850,000	1,313,898
2028	3,855,000	1,188,297
2029	3,970,000	1,032,502
2030	4,055,000	906,269
2031	4,140,000	792,446
2032	3,800,000	699,770
2033	3,995,000	634,700
2034	4,100,000	489,525
2035	4,205,000	340,275
2036	1,475,000	198,825
2037	1,475,000	154,575
2038	1,475,000	110,325
2039	1,470,000	66,150
2040	1,470,000	22,050
Totals	<u>54,485,000</u>	<u>12,807,562</u>

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Notes to the Financial Statements

June 30, 2023

---

---

### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of June 30, 2023:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 52,278,823
Plus:	
Unamortized Loss on Refunding	648,377
Unspent Bond Proceeds	1,863,622
Less: Capital Related Debt	
General Obligation School Bonds of 2015	(7,880,000)
General Obligation Limited Tax Refunding School Bonds of 2016	(3,825,000)
General Obligation Limited Tax Refunding School Bonds of 2017	(4,965,000)
General Obligation School Building Bonds of 2020	(24,160,000)
General Obligation Limited Tax Refunding School Bonds 2020A	(9,280,000)
General Obligation Limited Tax School Bonds of 2022	(2,720,000)
Unamortized Premium	<u>(4,790,463)</u>
Net Investment in Capital Assets	<u><u>(2,829,641)</u></u>

#### FUND BALANCE CLASSIFICATIONS

In the governmental funds' financial statements, the District considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The District first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

*Nonspendable Fund Balance.* Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

*Restricted Fund Balance.* Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

*Committed Fund Balance.* Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Education; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

*Assigned Fund Balance.* Consists of amounts that are constrained by the Board of Education's intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Education itself or b) a body or official to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. The District's highest level of decision-making authority is the Board of Education, who is authorized to assign amounts to a specific purpose.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**FUND BALANCE CLASSIFICATIONS - Continued**

*Unassigned Fund Balance.* Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

*Minimum Fund Balance Policy.* The District's fund balance policy states that the fund balance of the operating funds should maintain a minimum fund balance greater than or equal to 25% of expenditures.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	Special Revenue					Capital Projects		Totals
	General	Operations and Maintenance	Transportation	Municipal Retirement/Social Security	Debt Service	Fire Prevention and Life Safety	Site and Construction	
Fund Balances								
Restricted								
Tort Immunity	\$ 5,737	—	—	—	—	—	—	5,737
Student Activities	3,648	—	—	—	—	—	—	3,648
Operations and Maintenance	—	3,079,421	—	—	—	—	—	3,079,421
Transportation	—	—	523,474	—	—	—	—	523,474
Retirement Benefits	—	—	—	196,093	—	—	—	196,093
Debt Service	—	—	—	—	604,526	—	—	604,526
Fire Prevention and Life Safety	—	—	—	—	—	3,156	—	3,156
Site and Construction	—	—	—	—	—	—	763,504	763,504
	<u>9,385</u>	<u>3,079,421</u>	<u>523,474</u>	<u>196,093</u>	<u>604,526</u>	<u>3,156</u>	<u>763,504</u>	<u>5,179,559</u>
Unassigned	8,632,263	—	—	—	—	—	—	8,632,263
Total Fund Balances	<u>8,641,648</u>	<u>3,079,421</u>	<u>523,474</u>	<u>196,093</u>	<u>604,526</u>	<u>3,156</u>	<u>763,504</u>	<u>13,811,822</u>

**NET POSITION RESTATEMENT**

Beginning net position was restated due to a capital asset appraisal which occurred in the current fiscal year. The following is a summary of the net position as originally reported and as restated:

Net Position	As Reported	As Restated	Increase
Governmental Activities	\$ (26,913,600)	(25,961,970)	951,630

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Notes to the Financial Statements

June 30, 2023

---

---

### NOTE 4 - OTHER INFORMATION

#### RISK MANAGEMENT

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from such risks, the District participates in the Collective Liability Insurance Cooperative (CLIC) for property damage, injury claims, and worker's compensation claims. The District pays annual premiums to the pool for insurance coverage. The arrangements with the pool provide that the pool will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pool. Settled claims has not exceeded coverage for the past three years.

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

The District continues to carry commercial insurance for all other risks of loss, including torts and professional liability insurance. Settled claims have not exceeded commercial insurance coverage for the past three fiscal years.

#### CONTINGENT LIABILITIES

##### Litigation

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

##### State and Federal Aid Contingencies

The District has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under the terms of the grant. Management believes such disallowances, if any, would be immaterial.

#### OTHER POST-EMPLOYMENT BENEFITS

The aggregate amounts recognized for the two plans are:

	OPEB Expense/ (Revenue)	Total OPEB Liability	Deferred Outflows	Deferred (Inflows)
OPEB - RBP	\$ 15,400	279,563	51,809	(189,741)
OPEB - THIS	(2,796,345)	6,664,933	5,709,751	(26,368,500)
	(2,780,945)	6,944,496	5,761,560	(26,558,241)

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**RETIREE'S HEALTH PLAN**

**General Information about the OPEB Plan**

*Plan Description.* The District's defined benefit OPEB plan, Retiree Health Plan (RHP), provides OPEB for all permanent full-time general and public safety employees of the District. RHP is a single-employer defined benefit OPEB plan administered by the District. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the District Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Benefits Provided.* The plan provides medical benefits for eligible retirees and their spouses through the District's medical plan which covers both active and retired members. Benefit provisions are established through collective bargaining agreements for certificated retirees, the District provides a defined benefit to be used toward TRS premiums until the retiree becomes eligible for Medicare benefits, or until the retiree reached age 70. The amount is \$100 per month for administrators and \$40 per month for teachers. Non-Certified retirees and their dependents may continue coverage with the District until age 65 by contributing the active's full monthly premium. District 45, DuPage County has the authority to establish and amend benefit provisions of these OPEB benefit plans. The Retiree Health Plan does not issue a publicly available financial report.

*Employees Covered by Benefit Terms.* As of June 30, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	4
Inactive Employee Entitled to but not yet Receiving Benefits	—
Active Employees	<u>289</u>
Total	<u><u>293</u></u>

**Total OPEB Liability**

The District's total OPEB liability was measured as of June 30, 2023, and was determined by an actuarial valuation as of June 30, 2022.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**RETIREE'S HEALTH PLAN - Continued**

**Total OPEB Liability - Continued**

*Actuarial Assumptions and Other Inputs - Continued.*

Inflation	2.50%
Salary Increases	3.50%
Discount Rate	3.86%
Healthcare Cost Trend Rates	6.50% decreasing to an ultimate rate of 4.50% for 2031 and later years.
Retirees' Share of Benefit-Related Costs	Non-Certificated employees contribute the blended average employee group cost.

The municipal bond index rate used for this valuation was changed from 3.69% as of July 1, 2022 to 3.86%, which is the published rate as of June 30, 2023 for the Fidelity General Obligation 20-year bond index. The discount rate as of June 30, 2023 is 3.86%.

Mortality rates were based on the RP-2014 Combined Healthy Mortality Table, projected with scale MP-2020 fully generationally.

**Change in the Total OPEB Liability**

	<u>Total OPEB Liability</u>
Balance at June 30, 2022	<u>\$ 347,764</u>
Changes for the Year:	
Service Cost	15,698
Interest on the Total OPEB Liability	12,654
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	(42,693)
Changes of Assumptions or Other Inputs	(44,185)
Benefit Payments	(9,675)
Other Changes	—
Net Changes	<u>(68,201)</u>
Balance at June 30, 2023	<u>279,563</u>



**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**RETIREE'S HEALTH PLAN - Continued**

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

The discount rate used to measure the total pension liability was 3.86%, while the prior valuation used 3.69%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

		Current Discount Rate	
	1% Decrease (2.86%)	(3.86%)	1% Increase (4.86%)
Total OPEB Liability	\$ 300,275	279,563	260,039

**Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates**

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

		Healthcare Cost Trend Rates	
	1% Decrease (Varies)	(Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 270,037	279,563	290,452

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**RETIREE'S HEALTH PLAN - Continued**

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

For the year ended June 30, 2023, the District recognized OPEB expense of \$15,400. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 18,782	(83,297)	(64,515)
Change in Assumptions	33,027	(106,444)	(73,417)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	<u>51,809</u>	<u>(189,741)</u>	<u>(137,932)</u>

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

Fiscal Year	Net Deferred (Inflows) of Resources
2024	\$ (12,952)
2025	(12,952)
2026	(12,952)
2027	(12,293)
2028	(10,963)
Thereafter	<u>(75,820)</u>
Total	<u>(137,932)</u>

## DUPAGE COUNTY SCHOOL DISTRICT 45

### Notes to the Financial Statements

June 30, 2023

---

---

#### NOTE 4 - OTHER INFORMATION - Continued

##### OTHER POST-EMPLOYMENT BENEFITS - Continued

##### Teachers' Health Insurance Security Fund

###### Plan Description

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the City of Chicago. THIS health coverage includes provisions for medical, prescription drug, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits. Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Beginning February 1, 2015, annuitants who were enrolled in Medicare Parts A and B may be eligible to enroll in Medicare Advantage Plans.

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

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 THIS Fund.* The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.90 percent of pay during the year ended June 30, 2023. State of Illinois contributions were \$252,363, and the District recognized revenues and expenditures of this amount during the year.

*Employer Contributions to THIS Fund.* The District also makes contributions to 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 District paid \$187,870 to the THIS Fund, which was 100 percent of the required contribution.

*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: <https://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>. The current reports are listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Notes to the Financial Statements

June 30, 2023

---

---

### NOTE 4 - OTHER INFORMATION - Continued

#### OTHER POST-EMPLOYMENT BENEFITS - Continued

##### Teachers' Health Insurance Security Fund - Continued

##### Plan Description - Continued

*Actuarial Assumptions.* The total OPEB liability was determined by an actuarial valuation as of June 30, 2021, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation:	2.25%
Salary Increases:	Depends on service and ranges from 8.50% at 1 year of service to 3.50% at 20 or more years of service.
Investment Rate of Return:	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
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% 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 PubNS2010 Non-Safety Disabled Retiree Table. Mortality rates for pre-retirement were based on the PubT2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2017 through June 30, 2020.

##### Single Discount Rate

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

Since TRIP 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 3.69% as of June 30, 2022, and 1.92% as of June 30, 2021.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Teachers' Health Insurance Security Fund - Continued**

**Sensitivity of the Employer's Proportionate Share of the Collective Net OPEB Liability to Changes in the Discount Rate**

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

	1% Decrease (2.69%)	Current Discount Rate (3.69%)	1% Increase (4.69%)
Employer's Proportionate Share of the OPEB Liability	\$ 7,407,200	6,664,933	5,902,317

**Sensitivity of the Employer's Proportionate Share of the Collective Net OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following table shows the plan's net OPEB liability as of June 30, 2022, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower. The current claims trend rates are 8.00% in plan year end 2024, decreasing to an ultimate trend rate of 4.25% in plan year end 2039.

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Employer's Proportionate Share of the OPEB Liability	\$ 5,632,068	6,664,933	7,798,520

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

At June 30, 2023, the District reported a liability for its proportionate share of the net OPEB liability that reflected a reduction for State OPEB support provided to the District. The collective net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the collective net OPEB liability was determined by an actuarial valuation as of that date. The District's proportion of the collective net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of the District, actuarially determined. At June 30, 2022, the District's proportion was 0.097374 percent, which was a decrease of 0.011915 from its proportion measured as of June 30, 2021 (0.109289 percent). The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follow:

Employer's Proportionate Share of the Net OPEB Liability	\$ 6,664,933
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>9,066,962</u>
Total	<u><u>15,731,895</u></u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Teachers' Health Insurance Security Fund - Continued**

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - Continued**

For the year ending June 30, 2023, the District recognized OPEB revenue and expense of \$252,363 for support provided by the State. For the year ending June 30, 2022, the District recognized OPEB revenue of \$2,796,345. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ —	(4,359,194)	(4,359,194)
Net Difference Between Projected and Actual Earnings on Pension Investments	6,013	(16,440,616)	(16,434,603)
Changes of Assumptions	962	(152)	810
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	5,514,906	(5,568,538)	(53,632)
Total Pension Expense to be Recognized in Future Periods	5,521,881	(26,368,500)	(20,846,619)
Employer Contributions Subsequent to the Measurement Date	187,870	—	187,870
<b>Totals</b>	<b>5,709,751</b>	<b>(26,368,500)</b>	<b>(20,658,749)</b>

For the fiscal year ended, \$187,870 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2024	\$ (3,420,496)
2025	(3,192,308)
2026	(2,848,480)
2027	(2,757,954)
2028	(2,723,025)
Thereafter	(5,904,356)
<b>Total</b>	<b>(20,846,619)</b>

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Notes to the Financial Statements

June 30, 2023

---

---

### NOTE 4 - OTHER INFORMATION - Continued

#### RETIREMENT SYSTEMS

The retirement plans of the District include the Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF). Most funding for TRS is provided through payroll withholdings of certified employees and contributions made by the State of Illinois on-behalf of the District. IMRF is funded through property taxes and a perpetual lien of the District's corporate personal property replacement tax. Each retirement system is discussed below.

The aggregate amounts recognized for the two pension plans are:

	Pension Expense/ (Revenue)	Net Pension Liability	Deferred Outflows	Deferred (Inflows)
TRS	\$ (496,589)	2,201,904	412,801	(691,802)
IMRF	1,588,033	5,899,346	3,538,613	—
	<u>1,091,444</u>	<u>8,101,250</u>	<u>3,951,414</u>	<u>(691,802)</u>

#### Teachers' Retirement System (TRS)

##### Plan Descriptions, Provisions and Funding Policies

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can only be made by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for TRS's administration. TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/acfrs>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling 888-678-3675, option 2.

##### Benefits Provided

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

Tier 2 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 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different than Tier 1.

# DUPAGE COUNTY SCHOOL DISTRICT 45

## Notes to the Financial Statements

June 30, 2023

---

---

### NOTE 4 - OTHER INFORMATION - Continued

#### RETIREMENT SYSTEMS - Continued

##### Teachers' Retirement System (TRS) - Continued

##### Benefits Provided - Continued

Essentially all Tier 1 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 2 annual increases will be the lesser of three percent of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 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 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the State of Illinois.

##### Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 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 \$15,003,350 in pension contributions from the State. For the years ended June 30, 2022 and June 30, 2021, the employer recognized revenue and expenditures of \$13,688,706 and \$20,042,985, respectively, in pension contributions from the State.

*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, 2022, and 2021 were \$162,634, \$155,856 and \$143,403, respectively, and are deferred because they were paid after the June 30, 2022 and June 30, 2021 measurement date.

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

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



**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

**Contributions - Continued**

*Federal and Special Trust Fund Contributions - Continued.* For the fiscal year ended June 30, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the fiscal year ended June 30, 2022, the employer pension contribution was 10.31 percent of salaries paid from those funds. For the fiscal year ended June 30, 2023, salaries totaling \$572,232 were paid from federal and special trust funds that required employer contributions of \$60,027. These contributions are deferred because they were paid after the June 30, 2022 measurement date. For the fiscal year ended June 30, 2022 and June 30, 2021, required District contributions were \$6,355 and \$6,715, respectively.

*Employer Retirement Cost Contributions.* Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members granted salary increases over 6 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 \$32,092 to TRS for employer contributions due on salary increases in excess of 6 percent, \$7,508 for salary increases in excess of 3 percent and \$0 for sick leave days granted in excess of the normal annual allotment. For the year ended June 30, 2022, the District made no payments to TRS for employer contributions due on salary increased in excess of 3 percent and made no payments 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 follows below:

Employer's Proportionate Share of the Net Pension Liability	\$ 2,201,904
State's Proportionate Share of the Net Pension Liability Associated with the Employer	<u>191,000,598</u>
Total	<u><u>193,202,502</u></u>

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 contributions of all participating TRS employers and the state during that period. At June 30, 2022, the employer's proportion was 0.0026 percent, which was a decrease of 0.0003 percent from its proportion measured as of June 30, 2021, which was 0.0029 percent.

For the year ended June 30, 2023, the employer recognized pension expense of \$15,003,350 and revenue of \$15,003,350 for support provided by the state.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

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

At June 30, 2023, the employer reported deferred outflows of resources and deterred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ 4,426	(12,140)	(7,714)
Net Difference Between Projected and Actual Earnings on Pension Investments	2,014	—	2,014
Changes of Assumptions	10,153	(4,204)	5,949
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	173,561	(675,458)	(501,897)
Total Pension Expense to be Recognized in Future Periods	190,154	(691,802)	(501,648)
Employer Contributions Subsequent to the Measurement Date	222,647	—	222,647
Totals	412,801	(691,802)	(279,001)

\$222,647 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:

Fiscal Year	Net Deferred (Inflows) of Resources
2024	\$ (382,048)
2025	(62,337)
2026	(30,986)
2027	(6,919)
2028	(19,358)
Thereafter	—
Total	(501,648)

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

**Actuarial Assumptions**

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

Inflation: 2.50 Percent

Salary Increases: Varies by Amount of Service Credit

Investment Rate of Return: 7.00 Percent, Net of Pension Plan Investment Expense, Including Inflation

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

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:

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

**Actuarial Assumptions - Continued**

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Large Cap	16.3%	5.7%
U.S. Small/Mid Cap	1.9%	6.8%
International Equities Developed	14.1%	6.6%
Emerging Market Equities	4.7%	8.6%
U.S. Bonds Core	6.9%	1.2%
Cash Equivalents	1.2%	(0.3%)
International Debt Developed	1.2%	6.6%
Emerging International Debt	3.7%	3.8%
TIPS	0.5%	0.8%
Real Estate	16.0%	5.4%
Private Debt	12.5%	5.3%
Hedge Funds	4.0%	3.5%
Private Equity	15.0%	10.0%
Infrastructure	2.0%	5.9%
Total	100.0%	

**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 to current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 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.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Teachers' Retirement System (TRS) - Continued**

**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 one percentage-point lower or one percentage-point higher than the current rate.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's Proportionate Share of the OPEB Liability	\$ 2,692,948	2,201,904	1,794,714

**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*.

**Illinois Municipal Retirement Fund (IMRF)**

**Plan Descriptions**

The District contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at [www.imrf.org](http://www.imrf.org). The benefits, benefit levels, employee contributions, and employer contributions are governed by the Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

*Plan Administration.* All employees (other than those covered by the Teachers Retirement Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Plan Descriptions - Continued**

*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.

*Plan Membership.* As of December 31, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	206
Inactive Plan Members Entitled to but not yet Receiving Benefits	260
Active Plan Members	<u>188</u>
Total	<u><u>654</u></u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

---

---

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Plan Descriptions - Continued**

*Contributions.* As set by statute, the District’s Regular Plan Members are required to contribute 4.50% 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. For the fiscal year ended June 30, 2023, the District’s contribution was 9.69% of covered payroll.

*Net Pension Liability/(Asset).* The District’s net pension liability/(asset) was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation performed, as of December 31, 2022, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.75%
Inflation	2.25%

For nondisabled 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.

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:

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Plan Descriptions - Continued**

*Actuarial Assumptions - Continued.*

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.00%	(0.60%)
Domestic Equities	39.00%	1.90%
International Equities	15.00%	3.15%
Real Estate	10.00%	3.30%
Blended	10.00%	1.70% - 5.50%
Cash and Cash Equivalents	1.00%	(0.90%)

**Discount Rate**

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

**Discount Rate Sensitivity**

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the District calculated using the discount rate as well as what the District's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 10,290,193	5,899,346	2,315,213



**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Changes in the Net Pension Liability/(Asset)**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A) - (B)
Balances at December 31, 2021	\$ 36,958,088	39,131,934	(2,173,846)
Changes for the Year:			
Service Cost	674,803	—	674,803
Interest on the Total Pension Liability	2,633,817	—	2,633,817
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	415,140	—	415,140
Changes of Assumptions	—	—	—
Contributions - Employer	—	759,574	(759,574)
Contributions - Employees	—	334,398	(334,398)
Net Investment Income	—	(4,965,800)	4,965,800
Benefit Payments, Including Refunds of Employee Contributions	(1,933,959)	(1,933,959)	—
Other (Net Transfer)	—	(477,604)	477,604
Net Changes	1,789,801	(6,283,391)	8,073,192
Balances at December 31, 2022	38,747,889	32,848,543	5,899,346

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

For the year ended June 30, 2023, the District recognized pension expense of \$1,588,033. At June 30, 2023, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Notes to the Financial Statements**

**June 30, 2023**

**NOTE 4 - OTHER INFORMATION - Continued**

**RETIREMENT SYSTEMS - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ 447,541	—	447,541
Changes of Assumptions	—	—	—
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,740,258	—	2,740,258
Total Pension Expense to be Recognized in Future Periods	3,187,799	—	3,187,799
Pension Contributions Made Subsequent to the Measurement Date	350,814	—	350,814
Total Deferred Amounts Related to IMRF	<u>3,538,613</u>	—	<u>3,538,613</u>

\$350,814 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. 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:

Fiscal Year	Net Deferred Outflows of Resources
2024	\$ 202,920
2025	550,241
2026	883,619
2027	1,551,019
2028	—
Thereafter	—
Total	<u>3,187,799</u>

## **REQUIRED SUPPLEMENTARY INFORMATION**

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Changes in the Employer's Total OPEB Liability and Related Ratios  
Retiree's Health Plan
- Schedule Employer Contributions  
Teacher's Health Insurance Security Fund
- Schedule of Employer's Proportionate Share of the Collective Net OPEB Liability  
Teacher's Health Insurance Security Fund
- Schedule of Employer's Proportionate Share of the Net Pension Liability and Employer Contributions  
Teachers' Retirement System
- Schedule Employer Contributions  
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)  
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedules  
General Fund  
Operations and Maintenance - Special Revenue Fund  
Transportation - Special Revenue Fund  
Municipal Retirement/Social Security - Special Revenue Fund

### Notes to the Required Supplementary Information

Budgetary Information - Except for the exclusion of on-behalf payments from other governments, the budgeted amounts are adopted on the modified accrual basis, which is consistent with accounting principles generally accepted in the United States of America.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Retiree's Health Plan**

**Schedule of Changes in the Employer's Total OPEB Liability**

**June 30, 2023**

---

---

**See Following Page**

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Retiree's Health Plan**

**Schedule of Changes in the Employer's Total OPEB Liability**

**June 30, 2023**

---

---

	<u>6/30/2017</u>
Total OPEB Liability	
Service Cost	\$ 20,475
Interest	11,370
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	—
Change of Assumptions or Other Inputs	(17,117)
Benefit Payments	(15,583)
Other	—
Net Change in Total OPEB Liability	<u>(855)</u>
Total OPEB Liability - Beginning	<u>376,655</u>
Total OPEB Liability - Ending	<u><u>375,800</u></u>
Covered-Employee Payroll	\$ 16,954,487
Total OPEB Liability as a Percentage of Covered-Employee Payroll	2.22%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2017 through 2023.

6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023
20,475	23,640	15,785	19,366	20,519	15,698
13,101	14,638	11,086	7,848	7,163	12,654
—	—	(38,460)	—	—	—
—	(64,774)	—	23,342	—	(42,693)
(9,505)	(22,459)	29,468	14,006	(46,348)	(44,185)
(15,583)	(12,099)	(13,067)	(12,848)	(13,330)	(9,675)
—	—	—	—	—	—
8,488	(61,054)	4,812	51,714	(31,996)	(68,201)
375,800	384,288	323,234	328,046	379,760	347,764
384,288	323,234	328,046	379,760	347,764	279,563
17,547,894	14,941,763	15,464,725	19,276,239	19,950,908	20,310,350
2.19%	2.16%	2.12%	1.97%	1.74%	1.38%

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Teacher's Health Insurance Security Fund**

**Schedule of Employer Contributions**

**June 30, 2023**

---

---

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2018	\$ 203,735	\$ 203,735	\$ —	\$ 23,151,744	0.88%
2019	187,421	187,421	—	20,371,841	0.92%
2020	227,467	227,467	—	24,724,634	0.92%
2021	236,264	236,264	—	25,680,859	0.92%
2022	180,041	180,041	—	26,871,787	0.67%
2023	187,870	187,870	—	28,040,354	0.67%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

## DUPAGE COUNTY SCHOOL DISTRICT 45

### Teacher's Health Insurance Security Fund Schedule of Employer Contributions - Continued June 30, 2023

---

---

#### Notes to the Schedule of Employer Contributions

<b>Valuation Date</b>	June 30, 2021
<b>Measurement Date</b>	June 30, 2022
<b>Sponsor's Fiscal Year End</b>	June 30, 2023

#### Methods and Assumptions Used to Determine Actuarial Liability and Contributions:

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB Liability
Contribution Policy	Benefits are financed on a pay-as-you go basis. Contribution rates are defined by statute. For fiscal year end June 30, 2022, contribution rates are 0.90% of pay for active members, 0.67% of pay for school districts and 0.90% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.
Asset Valuation Method	Fair Value
Investment Rate of Return	2.75%, net of OPEB plan investment expense, including inflation for all plan years.
Inflation	2.25%
Salary Increases	Depends on service and ranges from 8.50% at 1 year of service to 3.50% at 20 or more years of service.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the actuarial valuation as of June 30, 2021.
Mortality	Retirement and Beneficiary Annuitants: PubT-2010 Retiree Mortality Table, adjusted for TRS experience. Disabled Annuitants: PubNS-2010 Non-Safety Disabled Retiree Table. PreRetirement: PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.
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% in 2024 to 2028, 19.42% in 2029 to 2033 and 5.81% in 2034, declining gradually to an ultimate rate of 4.25% in 2039.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.



**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Teacher's Health Insurance Security Fund**

**Schedule of the Employer's Proportionate Share of the Collective Net OPEB Liability**

**June 30, 2023**

---

---

	<u>6/30/2018</u>
Employer's Proportion of the Net OPEB Liability	0.106578%
Employer's Proportionate Share of the Net OPEB Liability	\$ 27,656,506
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>36,319,926</u>
Total	<u><u>63,976,432</u></u>
Employer's Covered Payroll	\$ N/A
Employer's Proportionate Share of the Net OPEB Liability as a % of its Covered Payroll	N/A
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	(0.17%)

Notes:

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

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023
0.097672%	0.088756%	0.089993%	0.109289%	0.097374%
25,732,449	24,565,276	24,060,561	24,104,058	6,664,933
34,925,505	33,771,642	32,595,538	32,681,578	9,066,962
60,657,954	58,336,918	56,656,099	56,785,636	15,731,895
23,151,744	20,371,841	24,724,634	25,680,859	26,871,787
111.15%	120.58%	97.31%	93.86%	24.80%
(0.07%)	0.25%	0.25%	1.40%	5.24%

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Teachers' Retirement System**

**Schedule of the Employer's Proportionate Share of the Net Pension Liability and Employer Contributions  
June 30, 2023**

	6/30/2015	6/30/2016
Employer's Proportion of the Net Pension Liability	0.0059%	0.0090%
Employer's Proportionate Share of the Net Pension Liability	\$ 3,620,149	5,915,870
State's Proportionate Share of the Net Pension Liability Associated with the Employer	128,483,985	139,623,126
<b>Total</b>	<b>132,104,134</b>	<b>145,538,996</b>
Employer's Covered Payroll	\$ N/A	21,545,784
Employer's Proportionate Share of the Net Pension Liability as a % of its Covered-Employee Payroll	N/A	27.46%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	43.00%	41.50%
Contractually-Required Contribution	\$ 317,132	316,553
Contributions in Relation to the Contractually Required Contribution	\$ 274,539	329,741
Contribution Deficiency (Excess)	\$ (42,593)	13,188
Employer's Covered Payroll	\$ 21,545,784	22,253,999
Contributions as a % of Covered Payroll	1.47%	1.42%

Notes:

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

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

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 September 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.

For the 2014 measurement year, the assumed investment rate of return was also 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. However, salary increases were assumed to vary by age.

N/A - Not Available

6/30/2017	6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023
0.0085%	0.0075%	0.0037%	0.0025%	0.0028%	0.0029%	0.0026%
6,722,768	5,707,581	2,918,938	2,024,592	2,402,750	2,277,125	2,201,904
175,074,777	177,664,206	199,959,513	144,087,980	188,195,890	190,847,248	191,000,598
181,797,545	183,371,787	202,878,451	146,112,572	190,598,640	193,124,373	193,202,502
22,253,999	22,579,785	23,151,744	20,371,841	24,724,634	25,680,859	26,871,787
30.21%	25.28%	12.61%	9.94%	9.72%	8.87%	8.19%
36.44%	39.26%	40.00%	40.00%	37.80%	45.10%	42.80%
383,410	138,578	126,687	150,118	159,625	162,211	222,661
320,984	175,002	139,751	135,468	158,314	165,399	222,647
62,426	(36,424)	(13,064)	14,650	1,311	(3,188)	14
22,579,785	23,151,744	20,371,841	24,724,634	25,680,859	26,871,787	28,040,354
1.70%	0.60%	0.62%	0.61%	0.62%	0.60%	0.79%

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Illinois Municipal Retirement Fund  
Schedule of Employer Contributions  
June 30, 2023**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 583,874	\$ 585,303	\$ 1,429	\$ 5,112,735	11.45%
2016	642,539	653,956	11,417	5,431,435	12.04%
2017	663,803	663,486	(317)	5,606,445	11.83%
2018	687,782	687,782	—	5,960,029	11.54%
2019	721,255	721,255	—	6,040,669	11.94%
2020	647,758	647,758	—	6,186,811	10.47%
2021	768,617	838,471	69,854	6,300,139	13.31%
2022	804,577	804,577	—	7,087,833	11.35%
2023	753,042	753,042	—	7,768,386	9.69%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	21 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.85% to 13.75%, Including Inflation
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Illinois Municipal Retirement Fund**

**Schedule of Changes in the Employer's Net Pension Liability/(Asset)**

**June 30, 2023**

---

---

**See Following Page**

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Illinois Municipal Retirement Fund**

**Schedule of Changes in the Employer's Net Pension Liability/(Asset)**

**June 30, 2023**

	12/31/2014	12/31/2015
Total Pension Liability		
Service Cost	\$ 599,633	599,733
Interest	1,700,936	1,862,701
Differences Between Expected and Actual Experience	(40,400)	392,066
Change of Assumptions	1,072,538	61,653
Benefit Payments, Including Refunds of Member Contributions	(1,079,359)	(1,206,108)
Net Change in Total Pension Liability	2,253,348	1,710,045
Total Pension Liability - Beginning	22,919,016	25,172,364
Total Pension Liability - Ending	25,172,364	26,882,409
Plan Fiduciary Net Position		
Contributions - Employer	\$ 585,303	653,956
Contributions - Members	230,679	244,364
Net Investment Income	1,325,310	113,355
Benefit Payments, Including Refunds of Member Contributions	(1,079,359)	(1,206,108)
Other (Net Transfer)	(95,155)	198,939
Net Change in Plan Fiduciary Net Position	966,778	4,506
Plan Net Position - Beginning	21,858,078	22,824,856
Plan Net Position - Ending	22,824,856	22,829,362
Employer's Net Pension Liability	\$ 2,347,508	4,053,047
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	90.67%	84.92%
Covered Payroll	\$ 5,125,225	5,431,435
Employer's Net Pension Liability as a Percentage of Covered Payroll	45.80%	74.62%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2014 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2014 and 2017.

12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022
621,641	615,687	615,746	631,970	668,041	630,128	674,803
1,984,090	2,097,490	2,166,106	2,257,093	2,424,411	2,491,816	2,633,817
204,552	486,676	125,460	1,096,723	7,749	728,985	415,140
(97,349)	(908,894)	847,412	—	(315,437)	—	—
(1,264,914)	(1,343,472)	(1,408,745)	(1,615,120)	(1,776,861)	(1,895,305)	(1,933,959)
1,448,020	947,487	2,345,979	2,370,666	1,007,903	1,955,624	1,789,801
26,882,409	28,330,429	29,277,916	31,623,895	33,994,561	35,002,464	36,958,088
28,330,429	29,277,916	31,623,895	33,994,561	35,002,464	36,958,088	38,747,889
663,486	687,782	721,255	647,758	838,471	992,927	759,574
259,606	290,163	277,108	294,523	284,375	314,051	334,398
1,561,796	4,250,246	(1,488,698)	4,832,041	4,340,846	5,781,674	(4,965,800)
(1,264,914)	(1,343,472)	(1,408,745)	(1,615,120)	(1,776,861)	(1,895,305)	(1,933,959)
(5,221)	(757,279)	547,361	256,641	166,136	(150,059)	(477,604)
1,214,753	3,127,440	(1,351,719)	4,415,843	3,852,967	5,043,288	(6,283,391)
22,829,362	24,044,115	27,171,555	25,819,836	30,235,679	34,088,646	39,131,934
24,044,115	27,171,555	25,819,836	30,235,679	34,088,646	39,131,934	32,848,543
4,286,314	2,106,361	5,804,059	3,758,882	913,818	(2,173,846)	5,899,346
84.87%	92.81%	81.65%	88.94%	97.39%	105.88%	84.78%
5,606,445	5,960,029	6,040,669	6,186,811	6,300,139	6,887,765	7,403,248
76.45%	35.34%	96.08%	60.76%	14.50%	(31.56%)	79.69%



**DUPAGE COUNTY SCHOOL DISTRICT 45**

**General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues</b>				
Local Sources				
Property Taxes	\$ 31,594,822	31,594,822	31,584,865	(9,957)
Investment Income	407,000	407,000	837,554	430,554
Other	1,927,879	1,927,879	1,478,781	(449,098)
State Sources	6,903,000	6,903,000	7,134,758	231,758
Federal Sources	8,359,451	8,359,451	5,662,668	(2,696,783)
On-Behalf Payments	21,811,162	21,811,162	15,255,713	(6,555,449)
<b>Total Revenues</b>	<b>71,003,314</b>	<b>71,003,314</b>	<b>61,954,339</b>	<b>(9,048,975)</b>
<b>Expenditures</b>				
Instruction				
Regular Programs	16,687,793	16,687,793	17,645,715	(957,922)
Special Programs	7,994,376	7,994,376	8,047,817	(53,441)
Other Instructional Programs	4,524,165	4,524,165	4,754,771	(230,606)
Support Services				
Pupils	4,025,222	4,025,222	4,065,846	(40,624)
Instructional Staff	3,133,980	3,133,980	3,013,395	120,585
General Administration	1,042,790	1,042,790	1,072,870	(30,080)
School Administration	3,091,905	3,091,905	3,105,643	(13,738)
Business	2,290,971	2,290,971	2,527,375	(236,404)
Central	2,280,257	2,280,257	2,336,800	(56,543)
Community Services	158,834	158,834	119,108	39,726
Other Support Services	—	—	591	(591)
Payments to Other Districts and				
Government Units	1,710,318	1,710,318	1,495,252	215,066
Provision for Contingencies	3,500,000	3,500,000	—	3,500,000
On-Behalf Expenditures	21,811,162	21,811,162	15,255,713	6,555,449
<b>Total Expenditures</b>	<b>72,251,773</b>	<b>72,251,773</b>	<b>63,440,896</b>	<b>8,810,877</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,248,459)	(1,248,459)	(1,486,557)	(238,098)
<b>Other Financing Sources (Uses)</b>				
Transfers In	—	—	300,000	300,000
Transfers Out	—	—	(4,551,101)	(4,551,101)
	—	—	(4,251,101)	(4,251,101)
<b>Net Change in Fund Balance</b>	<b>(1,248,459)</b>	<b>(1,248,459)</b>	<b>(5,737,658)</b>	<b>(4,489,199)</b>
Fund Balances - Beginning			14,379,306	
Fund Balances - Ending			<b>8,641,648</b>	

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Operations and Maintenance - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues</b>				
<b>Local Sources</b>				
General Levy	\$ 3,286,239	3,286,239	3,274,928	(11,311)
Personal Property Replacement Taxes	455,000	455,000	550,432	95,432
Investment Income	30,000	30,000	101,919	71,919
Rentals	120,000	120,000	127,743	7,743
Other	140,000	140,000	251,505	111,505
Total Local Sources	4,031,239	4,031,239	4,306,527	275,288
<b>State Sources</b>				
Other Restricted Revenue from State Sources	50,000	50,000	—	(50,000)
Total Revenues	4,081,239	4,081,239	4,306,527	225,288
<b>Expenditures</b>				
<b>Support Services</b>				
<b>Business</b>				
<b>Facilities and Acquisition and Construction Services</b>				
Purchased Services	75,000	75,000	16,714	58,286
Capital Outlay	125,000	125,000	87,734	37,266
	200,000	200,000	104,448	95,552
<b>Operation and Maintenance of Plant Services</b>				
Salaries	1,879,514	1,879,514	2,010,604	(131,090)
Employee Benefits	274,379	274,379	288,792	(14,413)
Purchased Services	709,900	709,900	709,653	247
Supplies and Materials	775,000	775,000	940,819	(165,819)
Capital Outlay	50,000	50,000	—	50,000
Non-Capitalized Equipment	25,000	25,000	36,853	(11,853)
	3,713,793	3,713,793	3,986,721	(272,928)

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Operations and Maintenance Account - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Provision for Contingencies				
Other Objects	\$ 150,000	150,000	120,253	29,747
Total Expenditures	4,063,793	4,063,793	4,211,422	(147,629)
Excess (Deficiency) of Revenues Over (Under) Expenditures	17,446	17,446	95,105	77,659
Other Financing Sources (Uses)				
Transfers In	—	—	4,333,188	4,333,188
Transfers Out	—	—	(3,003,781)	(3,003,781)
	—	—	1,329,407	1,329,407
Net Change in Fund Balance	<u>17,446</u>	<u>17,446</u>	1,424,512	<u>1,407,066</u>
Fund Balance - Beginning			<u>1,654,909</u>	
Fund Balance - Ending			<u><u>3,079,421</u></u>	

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Transportation - Special Revenue Fund  
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
 For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues</b>				
<b>Local Sources</b>				
General Levy	\$ 1,835,040	1,835,040	1,829,932	(5,108)
Regular Transportation Fees Other Districts	15,000	15,000	10,888	(4,112)
Regular Transportation Fees Other Sources	25,000	25,000	—	(25,000)
Investment Income	15,000	15,000	38,058	23,058
Total Local Sources	<u>1,890,040</u>	<u>1,890,040</u>	<u>1,878,878</u>	<u>(11,162)</u>
<b>State Sources</b>				
Transportation - Regular/Vocational	241,276	241,276	195,746	(45,530)
Transportation - Special Education	1,109,494	1,109,494	1,097,792	(11,702)
Total State Sources	<u>1,350,770</u>	<u>1,350,770</u>	<u>1,293,538</u>	<u>(57,232)</u>
Total Revenues	<u>3,240,810</u>	<u>3,240,810</u>	<u>3,172,416</u>	<u>(68,394)</u>
<b>Expenditures</b>				
<b>Support Services</b>				
<b>Business</b>				
<b>Pupil Transport Services</b>				
Salaries	106,321	106,321	52,580	53,741
Employee Benefits	1,884	1,884	35,778	(33,894)
Purchased Services	3,132,000	3,132,000	3,267,013	(135,013)
Supplies and Materials	10,000	10,000	5,033	4,967
Total Expenditures	<u>3,250,205</u>	<u>3,250,205</u>	<u>3,360,404</u>	<u>(110,199)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,395)	(9,395)	(187,988)	178,593
<b>Other Financing Sources</b>				
Transfers Out	—	—	217,913	(217,913)
Net Change in Fund Balance	<u>(9,395)</u>	<u>(9,395)</u>	29,925	<u>(39,320)</u>
Fund Balance - Beginning			<u>493,549</u>	
Fund Balance - Ending			<u>523,474</u>	

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Municipal Retirement/Social Security - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues</b>				
Local Sources				
General Levy	\$ 845,470	845,470	842,560	(2,910)
Social Security/Medicare Only Levy	845,470	845,470	842,560	(2,910)
Corporate Personal Property				
Replacement Taxes	245,000	245,000	401,761	156,761
Investment Income	10,000	10,000	28,712	18,712
Total Revenues	1,945,940	1,945,940	2,115,593	169,653
<b>Expenditures</b>				
Instruction				
Regular Programs	216,353	216,353	250,451	(34,098)
Pre-K Programs	31,382	31,382	30,830	552
Special Education Programs	505,017	505,017	389,443	115,574
Remedial and Supplemental Programs K-12	12,431	12,431	12,902	(471)
Remedial and Supplemental Programs Pre-K	34,991	34,991	28,134	6,857
Interscholastic Programs	2,918	2,918	3,212	(294)
Summer School Programs	—	—	8,488	(8,488)
Gifted Programs	2,751	2,751	2,778	(27)
Bilingual Programs	78,723	78,723	64,404	14,319
Total Instruction	884,566	884,566	790,642	93,924
Support Services				
Pupils				
Attendance and Social Work Services	13,110	13,110	13,175	(65)
Guidance Services	3,204	3,204	3,308	(104)
Health Services	124,194	124,194	91,590	32,604
Psychological Services	9,566	9,566	9,404	162
Speech Pathology and Audiology Services	14,061	14,061	15,115	(1,054)
Total Pupils	164,135	164,135	132,592	31,543
Instructional Staff				
Improvement of Instruction Services	30,827	30,827	26,470	4,357
Educational Media Services	71,900	71,900	54,101	17,799
Assessment and Testing	2,492	2,492	2,528	(36)
Total Instructional Staff	105,219	105,219	83,099	22,120

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Municipal Retirement/Social Security - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
General Administration				
Board of Education Services	\$ 274	274	279	(5)
Executive Administration Services	38,850	38,850	31,129	7,721
Total General Administration	<u>39,124</u>	<u>39,124</u>	<u>31,408</u>	<u>7,716</u>
School Administration				
Office of the Principal Services	174,809	174,809	141,140	33,669
Business				
Direction of Business Support Services	52,170	52,170	44,914	7,256
Operations and Maintenance of				
Plant Services	381,450	381,450	348,359	33,091
Pupil Transportation Services	4,235	4,235	8,011	(3,776)
Food Services	26,534	26,534	32,515	(5,981)
Total Business	<u>464,389</u>	<u>464,389</u>	<u>433,799</u>	<u>30,590</u>
Central				
Information Services	45,255	45,255	36,559	8,696
Staff Services	8,843	8,843	7,318	1,525
Data Processing Services	107,065	107,065	88,613	18,452
Total Central	<u>161,163</u>	<u>161,163</u>	<u>132,490</u>	<u>28,673</u>
Total Support Services	<u>1,108,839</u>	<u>1,108,839</u>	<u>954,528</u>	<u>154,311</u>
Community Services	<u>8,131</u>	<u>8,131</u>	<u>6,541</u>	<u>1,590</u>
Total Expenditures	<u>2,001,536</u>	<u>2,001,536</u>	<u>1,751,711</u>	<u>249,825</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(55,596)	(55,596)	363,882	419,478
Other Financing (Uses)				
Transfers Out	—	—	(300,000)	(300,000)
Net Change in Fund Balance	<u>(55,596)</u>	<u>(55,596)</u>	63,882	<u>119,478</u>
Fund Balance - Beginning			<u>132,211</u>	
Fund Balance - Ending			<u>196,093</u>	

## **OTHER SUPPLEMENTARY INFORMATION**

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
- Combining Statements - General Fund Subfunds
- Budgetary Comparison Schedules - General Fund Subfunds
- Consolidated Year-End Financial Report

## **INDIVIDUAL FUND DESCRIPTIONS**

---

### **GENERAL FUND**

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

---

### **SPECIAL REVENUE FUNDS**

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that are legally restricted to expenditure for specified purposes.

#### **Operations and Maintenance Fund**

The Operations and Maintenance Fund is used to account for expenditures made for repair and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes.

#### **Transportation Fund**

The Transportation Fund is used to account for all revenue and expenditures made for student transportation. Revenue is derived primarily from local property taxes and state reimbursement grants.

#### **Municipal Retirement/Social Security Fund**

The Municipal Retirement/Social Security Fund is used to account for the District's portion of pension contributions to the Illinois Municipal Retirement Fund, payments to Medicare, and payments to the Social Security System for non-certified employees. Revenue to finance the contributions is derived primarily from local property taxes and personal property replacement taxes.

---

### **DEBT SERVICE FUND**

The Debt Service Fund is used to account for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service.

---



## INDIVIDUAL FUND DESCRIPTIONS

---

### **CAPITAL PROJECTS FUNDS**

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

#### **Fire Prevention and Life Safety Fund**

The Fire Prevention and Life Safety Fund is used to account for State-approved life safety projects financed through serial bond issues or local property taxes levied specifically for such purposes.

#### **Site and Construction Fund**

The Site and Construction Fund is used to account for the financial resources to be used for the acquisition or construction of, and/or addition to, major capital facilities.

---

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**General Fund - by Accounts**

**Combining Balance Sheet**

**June 30, 2023**

	Educational Accounts	Tort Immunity and Judgment Accounts	Working Cash Accounts	Totals
<b>ASSETS</b>				
Cash and Investments	\$ 26,001,672	247,128	2,577,500	28,826,300
Receivables - Net of Allowances				
Property Taxes	15,264,645	214,097	—	15,478,742
Intergovernmental	1,428,868	—	—	1,428,868
Total Assets	<u>42,695,185</u>	<u>461,225</u>	<u>2,577,500</u>	<u>45,733,910</u>
<b>LIABILITIES</b>				
Accounts Payable	165,393	—	—	165,393
Salaries and Wages Payable	3,926,849	—	—	3,926,849
Total Liabilities	<u>4,092,242</u>	<u>—</u>	<u>—</u>	<u>4,092,242</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Property Taxes	32,309,993	455,488	—	32,765,481
Grant	234,539	—	—	234,539
Total Deferred Inflows of Resources	<u>32,544,532</u>	<u>455,488</u>	<u>—</u>	<u>33,000,020</u>
Total Liabilities and Deferred Inflows of Resources	<u>36,636,774</u>	<u>455,488</u>	<u>—</u>	<u>37,092,262</u>
<b>FUND BALANCES</b>				
Restricted	3,648	5,737	—	9,385
Unassigned	6,054,763	—	2,577,500	8,632,263
Total Fund Balances	<u>6,058,411</u>	<u>5,737</u>	<u>2,577,500</u>	<u>8,641,648</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>42,695,185</u>	<u>461,225</u>	<u>2,577,500</u>	<u>45,733,910</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**General Fund - by Accounts**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**

**For the Fiscal Year Ended June 30, 2023**

	Educational Accounts	Tort Immunity and Judgment Accounts	Working Cash Accounts	Totals
<b>Revenues</b>				
<b>Local Sources</b>				
Property Taxes	\$ 31,189,969	394,896	—	31,584,865
Investment Income	518,830	1,793	316,931	837,554
Other	1,478,781	—	—	1,478,781
State Sources	7,134,758	—	—	7,134,758
Federal Sources	5,662,668	—	—	5,662,668
On-Behalf Payments	15,255,713	—	—	15,255,713
<b>Total Revenues</b>	<b>61,240,719</b>	<b>396,689</b>	<b>316,931</b>	<b>61,954,339</b>
<b>Expenditures</b>				
<b>Instruction</b>				
Regular Programs	17,645,715	—	—	17,645,715
Special Programs	8,047,817	—	—	8,047,817
Other Instructional Programs	4,754,771	—	—	4,754,771
<b>Support Services</b>				
Pupils	4,065,846	—	—	4,065,846
Instructional Staff	3,013,395	—	—	3,013,395
General Administration	668,174	404,696	—	1,072,870
School Administration	3,105,643	—	—	3,105,643
Business	2,527,375	—	—	2,527,375
Central	2,336,800	—	—	2,336,800
Community Services	119,108	—	—	119,108
Other Support Services	591	—	—	591
Payments to Other Districts and Government Units	1,495,252	—	—	1,495,252
On-Behalf Expenditures	15,255,713	—	—	15,255,713
<b>Total Expenditures</b>	<b>63,036,200</b>	<b>404,696</b>	<b>—</b>	<b>63,440,896</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(1,795,481)</b>	<b>(8,007)</b>	<b>316,931</b>	<b>(1,486,557)</b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	—	—	300,000	300,000
Transfers Out	(1,547,320)	—	(3,003,781)	(4,551,101)
	<b>(1,547,320)</b>	<b>—</b>	<b>(2,703,781)</b>	<b>(4,251,101)</b>
<b>Net Change in Fund Balance</b>	<b>(3,342,801)</b>	<b>(8,007)</b>	<b>(2,386,850)</b>	<b>(5,737,658)</b>
<b>Fund Balances - Beginning</b>	<b>9,401,212</b>	<b>13,744</b>	<b>4,964,350</b>	<b>14,379,306</b>
<b>Fund Balances - Ending</b>	<b>6,058,411</b>	<b>5,737</b>	<b>2,577,500</b>	<b>8,641,648</b>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues</b>				
<b>Local Sources</b>				
General Levy	\$ 30,975,066	30,975,066	30,947,241	(27,825)
Special Education Levy	243,567	243,567	242,728	(839)
Regular - Tuition from Other Districts	90,000	90,000	117,281	27,281
Summer School - Tuition from				
Pupils or Parents (in State)	20,000	20,000	820	(19,180)
Investment Income	200,000	200,000	518,830	318,830
Sales to Pupils - Lunch	240,000	240,000	8,077	(231,923)
Sales to Pupils - Breakfast	500	500	—	(500)
Sales to Pupils - A la Carte	25,000	25,000	—	(25,000)
Sales to Adults	153,000	153,000	95,368	(57,632)
Admissions - Athletic	18,000	18,000	15,846	(2,154)
Fees	136,250	136,250	78,547	(57,703)
Other District/School Activity Revenue	16,000	16,000	8,504	(7,496)
Rentals - Regular Text books	130,000	130,000	92,769	(37,231)
Contributions and Donations from				
Private Sources	20,000	20,000	—	(20,000)
Refund of Prior Years' Expenditures	—	—	13,339	13,339
Other Local Fees	1,079,129	1,079,129	1,048,230	(30,899)
<b>Total Local Sources</b>	<b>33,346,512</b>	<b>33,346,512</b>	<b>33,187,580</b>	<b>(158,932)</b>
<b>State Sources</b>				
General State Aid	6,286,352	6,286,352	6,286,352	—
<b>Special Education</b>				
Private Facility Tuition	146,825	146,825	219,248	72,423
Orphanage - Individual	75,000	75,000	249,227	174,227
Orphanage - Summer	—	—	3,974	3,974
State Free Lunch and Breakfast	15,000	15,000	6,727	(8,273)
Early Childhood - Block Grant	366,723	366,723	366,723	—
IL Library Grant	3,100	3,100	2,507	(593)
Other Restricted Revenue from State Sources	10,000	10,000	—	(10,000)
<b>Total State Sources</b>	<b>6,903,000</b>	<b>6,903,000</b>	<b>7,134,758</b>	<b>231,758</b>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues - Continued				
Federal Sources				
National School Lunch Program	\$ 1,400,000	1,400,000	1,190,652	(209,348)
School Breakfast Program	200,000	200,000	185,026	(14,974)
Title I - Low Income	877,137	877,137	979,156	102,019
Title IV - Safe and Drug Free School	50,121	50,121	68,337	18,216
Federal - Special Education				
Preschool Flow-Through	42,683	42,683	31,174	(11,509)
Federal - Special Education				
IDEA Flow-Through	976,061	976,061	962,198	(13,863)
IDEA Room and Board	90,000	90,000	24,870	(65,130)
Title III - Language Inst. Program -				
Limited English	98,400	98,400	111,034	12,634
Title II - Teacher Quality	132,971	132,971	192,283	59,312
Medicaid Matching Funds				
Administrative Outreach	275,000	275,000	154,732	(120,268)
Fee-For-Service Program	594,323	594,323	872,059	277,736
Other Restricted Revenue from Federal Sources	3,622,755	3,622,755	891,147	(2,731,608)
Total Federal Sources	<u>8,359,451</u>	<u>8,359,451</u>	<u>5,662,668</u>	<u>(2,696,783)</u>
 Total Direct Revenues	 48,608,963	 48,608,963	 45,985,006	 (2,623,957)
 On-Behalf Payments	 <u>21,811,162</u>	 <u>21,811,162</u>	 <u>15,255,713</u>	 <u>(6,555,449)</u>
 Total Revenues	 <u>70,420,125</u>	 <u>70,420,125</u>	 <u>61,240,719</u>	 <u>(9,179,406)</u>
Expenditures				
Instruction				
Regular Programs				
Salaries	13,973,562	13,973,562	15,107,533	(1,133,971)
Employee Benefits	1,346,682	1,346,682	1,472,462	(125,780)
Purchased Services	28,000	28,000	34,995	(6,995)
Supplies and Materials	1,303,349	1,303,349	996,172	307,177
Capital Outlay	—	—	13,306	(13,306)
Other Objects	5,200	5,200	2,588	2,612
Non-Capitalized Equipment	31,000	31,000	18,659	12,341
	<u>16,687,793</u>	<u>16,687,793</u>	<u>17,645,715</u>	<u>(957,922)</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Instruction - Continued				
Pre-K Programs				
Salaries	\$ 662,662	662,662	635,913	26,749
Employee Benefits	125,689	125,689	122,308	3,381
Purchased Services	15,200	15,200	100,345	(85,145)
Supplies and Materials	1,146	1,146	918	228
	<u>804,697</u>	<u>804,697</u>	<u>859,484</u>	<u>(54,787)</u>
Special Education Programs				
Salaries	5,410,426	5,410,426	5,368,372	42,054
Employee Benefits	893,507	893,507	904,686	(11,179)
Purchased Services	60,477	60,477	76,000	(15,523)
Supplies and Materials	146,862	146,862	165,892	(19,030)
	<u>6,511,272</u>	<u>6,511,272</u>	<u>6,514,950</u>	<u>(3,678)</u>
Remedial and Supplemental Programs K-12				
Salaries	889,188	889,188	923,814	(34,626)
Employee Benefits	129,476	129,476	140,062	(10,586)
	<u>1,018,664</u>	<u>1,018,664</u>	<u>1,063,876</u>	<u>(45,212)</u>
Remedial and Supplemental Programs Pre-K				
Salaries	375,711	375,711	381,480	(5,769)
Employee Benefits	75,809	75,809	76,005	(196)
Purchased Services	12,920	12,920	11,506	1,414
	<u>464,440</u>	<u>464,440</u>	<u>468,991</u>	<u>(4,551)</u>
Interscholastic Programs				
Salaries	131,983	131,983	143,624	(11,641)
Employee Benefits	1,575	1,575	1,666	(91)
Purchased Services	10,000	10,000	10,901	(901)
Supplies and Materials	25,000	25,000	16,992	8,008
Other Objects	16,500	16,500	2,190	14,310
	<u>185,058</u>	<u>185,058</u>	<u>175,373</u>	<u>9,685</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Instruction - Continued				
Summer School Programs				
Salaries	\$ 104,580	104,580	109,383	(4,803)
Employee Benefits	500	500	704	(204)
Purchased Services	600	600	8,590	(7,990)
Supplies and Materials	500	500	—	500
	<u>106,180</u>	<u>106,180</u>	<u>118,677</u>	<u>(12,497)</u>
Gifted Programs				
Salaries	209,389	209,389	209,391	(2)
Employee Benefits	38,208	38,208	34,083	4,125
	<u>247,597</u>	<u>247,597</u>	<u>243,474</u>	<u>4,123</u>
Bilingual Programs				
Salaries	2,022,223	2,022,223	1,995,875	26,348
Employee Benefits	339,479	339,479	331,056	8,423
Purchased Services	1,460	1,460	1,460	—
Supplies and Materials	13,285	13,285	36,926	(23,641)
	<u>2,376,447</u>	<u>2,376,447</u>	<u>2,365,317</u>	<u>11,130</u>
Special Education Programs K-12				
Private Tuition				
Other Objects	804,186	804,186	983,646	(179,460)
Student Activities				
Other Objects	—	—	8,800	(8,800)
	<u>—</u>	<u>—</u>	<u>8,800</u>	<u>(8,800)</u>
Total Instruction	<u>29,206,334</u>	<u>29,206,334</u>	<u>30,448,303</u>	<u>(1,241,969)</u>
Support Services				
Pupils				
Attendance and Social Work Services				
Salaries	824,104	824,104	823,133	971
Employee Benefits	80,664	80,664	87,556	(6,892)
Purchased Services	4,300	4,300	4,171	129
Supplies and Materials	2,000	2,000	118	1,882
	<u>911,068</u>	<u>911,068</u>	<u>914,978</u>	<u>(3,910)</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Pupils - Continued				
Guidance Services				
Salaries	\$ 232,138	232,138	239,480	(7,342)
Employee Benefits	27,998	27,998	28,817	(819)
Purchased Services	122,755	122,755	1,731	121,024
	<u>382,891</u>	<u>382,891</u>	<u>270,028</u>	<u>112,863</u>
Health Services				
Salaries	630,595	630,595	636,774	(6,179)
Employee Benefits	73,330	73,330	117,907	(44,577)
Purchased Services	30,850	30,850	26,275	4,575
Supplies and Materials	22,000	22,000	14,529	7,471
Other Objects	150	150	146	4
	<u>756,925</u>	<u>756,925</u>	<u>795,631</u>	<u>(38,706)</u>
Psychological Services				
Salaries	697,493	697,493	691,405	6,088
Employee Benefits	77,964	77,964	94,052	(16,088)
Purchased Services	3,550	3,550	3,729	(179)
Supplies and Materials	7,500	7,500	13,211	(5,711)
	<u>786,507</u>	<u>786,507</u>	<u>802,397</u>	<u>(15,890)</u>
Speech Pathology and Audiology Services				
Salaries	1,019,661	1,019,661	1,101,813	(82,152)
Employee Benefits	137,270	137,270	157,065	(19,795)
Purchased Services	27,400	27,400	21,879	5,521
Supplies and Materials	3,500	3,500	2,055	1,445
	<u>1,187,831</u>	<u>1,187,831</u>	<u>1,282,812</u>	<u>(94,981)</u>
Total Pupils	<u>4,025,222</u>	<u>4,025,222</u>	<u>4,065,846</u>	<u>(40,624)</u>



**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Instructional Staff				
Improvement of Instructional Services				
Salaries	\$ 1,001,990	1,001,990	993,614	8,376
Employee Benefits	135,621	135,621	161,793	(26,172)
Purchased Services	659,250	659,250	578,212	81,038
Supplies and Materials	311,998	311,998	305,819	6,179
Other Objects	13,000	13,000	9,439	3,561
	<u>2,121,859</u>	<u>2,121,859</u>	<u>2,048,877</u>	<u>72,982</u>
Educational Media Services				
Salaries	560,030	560,030	563,936	(3,906)
Employee Benefits	116,715	116,715	118,274	(1,559)
Supplies and Materials	69,586	69,586	31,477	38,109
Non-Capitalized Equipment	2,000	2,000	695	1,305
	<u>748,331</u>	<u>748,331</u>	<u>714,382</u>	<u>33,949</u>
Assessment and Testing				
Salaries	141,439	141,439	141,439	—
Employee Benefits	44,431	44,431	44,430	1
Purchased Services	2,920	2,920	4,380	(1,460)
Supplies and Materials	75,000	75,000	59,887	15,113
	<u>263,790</u>	<u>263,790</u>	<u>250,136</u>	<u>13,654</u>
 Total Instructional Staff	 <u>3,133,980</u>	 <u>3,133,980</u>	 <u>3,013,395</u>	 <u>120,585</u>
General Administration				
Board of Education Services				
Salaries	16,908	16,908	16,928	(20)
Employee Benefits	5,867	5,867	5,869	(2)
Purchased Services	187,000	187,000	122,781	64,219
Supplies and Materials	22,000	22,000	18,901	3,099
Other Objects	13,000	13,000	12,529	471
	<u>244,775</u>	<u>244,775</u>	<u>177,008</u>	<u>67,767</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
General Administration - Continued				
Executive Administration Services				
Salaries	\$ 402,198	402,198	402,197	1
Employee Benefits	59,817	59,817	68,463	(8,646)
Purchased Services	13,900	13,900	6,719	7,181
Supplies and Materials	12,100	12,100	8,060	4,040
Other Objects	5,000	5,000	5,727	(727)
	<u>493,015</u>	<u>493,015</u>	<u>491,166</u>	<u>1,849</u>
 Total General Administration	 <u>737,790</u>	 <u>737,790</u>	 <u>668,174</u>	 <u>69,616</u>
 School Administration				
Office of the Principal Services				
Salaries	2,447,457	2,447,457	2,474,401	(26,944)
Employee Benefits	642,988	642,988	631,242	11,746
Purchased Services	1,460	1,460	—	1,460
Total School Administration	<u>3,091,905</u>	<u>3,091,905</u>	<u>3,105,643</u>	<u>(13,738)</u>
 Business				
Direction of Business Support Services				
Salaries	404,874	404,874	413,019	(8,145)
Employee Benefits	78,536	78,536	78,521	15
Purchased Services	19,500	19,500	13,266	6,234
Supplies and Materials	46,000	46,000	48,842	(2,842)
Other Objects	3,000	3,000	1,478	1,522
Non-Capitalized Equipment	3,000	3,000	—	3,000
	<u>554,910</u>	<u>554,910</u>	<u>555,126</u>	<u>(216)</u>
 Fiscal Services				
Purchased Services	<u>100,000</u>	<u>100,000</u>	<u>96,056</u>	<u>3,944</u>
 Pupil Transportation Services				
Purchased Services	<u>2,500</u>	<u>2,500</u>	<u>1,501</u>	<u>999</u>
 Operations and Maintenance of Plant Services				
Supplies and Materials	<u>600</u>	<u>600</u>	<u>400</u>	<u>200</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Business - Continued				
Food Services				
Salaries	\$ 220,437	220,437	278,882	(58,445)
Employee Benefits	18,524	18,524	18,622	(98)
Purchased Services	1,031,000	1,031,000	1,181,550	(150,550)
Supplies and Materials	115,000	115,000	99,704	15,296
Capital Outlay	15,000	15,000	—	15,000
Non-Capitalized Equipment	2,000	2,000	—	2,000
	<u>1,401,961</u>	<u>1,401,961</u>	<u>1,578,758</u>	<u>(176,797)</u>
Internal Services				
Purchased Services	215,000	215,000	241,428	(26,428)
Supplies and Materials	16,000	16,000	54,106	(38,106)
	<u>231,000</u>	<u>231,000</u>	<u>295,534</u>	<u>(64,534)</u>
Total Business	<u>2,290,971</u>	<u>2,290,971</u>	<u>2,527,375</u>	<u>(236,404)</u>
Central				
Information Services				
Salaries	175,950	175,950	175,950	—
Employee Benefits	35,054	35,054	35,054	—
Purchased Services	70,460	70,460	39,897	30,563
Supplies and Materials	31,000	31,000	13,347	17,653
Other Objects	3,000	3,000	1,112	1,888
Non-Capitalized Equipment	7,000	7,000	2,769	4,231
	<u>322,464</u>	<u>322,464</u>	<u>268,129</u>	<u>54,335</u>
Staff Services				
Salaries	187,192	187,192	187,192	—
Employee Benefits	55,122	55,122	55,122	—
Purchased Services	21,960	21,960	28,605	(6,645)
Supplies and Materials	53,500	53,500	60,368	(6,868)
Other Objects	500	500	577	(77)
	<u>318,274</u>	<u>318,274</u>	<u>331,864</u>	<u>(13,590)</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Central - Continued				
Data Processing Services				
Salaries	\$ 465,560	465,560	476,553	(10,993)
Employee Benefits	63,247	63,247	64,118	(871)
Purchased Services	25,065	25,065	8,094	16,971
Supplies and Materials	750,747	750,747	880,426	(129,679)
Capital Outlay	200,000	200,000	57,494	142,506
Non-Capitalized Equipment	134,900	134,900	250,122	(115,222)
	<u>1,639,519</u>	<u>1,639,519</u>	<u>1,736,807</u>	<u>(97,288)</u>
 Total Central	 <u>2,280,257</u>	 <u>2,280,257</u>	 <u>2,336,800</u>	 <u>(56,543)</u>
 Other Support Services				
Purchased Services	—	—	591	(591)
 Total Support Services	 <u>15,560,125</u>	 <u>15,560,125</u>	 <u>15,717,824</u>	 <u>(157,699)</u>
 Community Services				
Salaries	63,744	63,744	49,487	14,257
Employee Benefits	512	512	1,715	(1,203)
Purchased Services	83,178	83,178	54,100	29,078
Supplies and Materials	11,400	11,400	13,806	(2,406)
Total Community Services	<u>158,834</u>	<u>158,834</u>	<u>119,108</u>	<u>39,726</u>
 Payments to Other Districts and Governmental Units				
Payments for Regular Programs				
Purchased Services	19,140	19,140	121,752	(102,612)
 Payments for Special Education Programs				
Purchased Services	1,016,342	1,016,342	982,642	33,700
Other Objects	674,836	674,836	390,858	283,978
	<u>1,691,178</u>	<u>1,691,178</u>	<u>1,373,500</u>	<u>317,678</u>
 Total Payments to Other Districts and Governmental Units	 <u>1,710,318</u>	 <u>1,710,318</u>	 <u>1,495,252</u>	 <u>215,066</u>
 Provision for Contingencies				
Other Objects	3,500,000	3,500,000	—	3,500,000

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Educational Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Total Direct Expenditures	\$ 50,135,611	50,135,611	47,780,487	2,355,124
On Behalf Payments	21,811,162	21,811,162	15,255,713	6,555,449
Total Expenditures	71,946,773	71,946,773	63,036,200	8,910,573
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,526,648)	(1,526,648)	(1,795,481)	(268,833)
Other Financing Sources				
Transfers Out	—	—	(1,547,320)	(1,547,320)
Net Change in Fund Balance	<u>(1,526,648)</u>	<u>(1,526,648)</u>	(3,342,801)	<u>(1,816,153)</u>
Fund Balance - Beginning			<u>9,401,212</u>	
Fund Balance - Ending			<u>6,058,411</u>	

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Tort Immunity Account - General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Tort Immunity Levy	\$ 376,189	376,189	394,896	18,707
Investment Income	7,000	7,000	1,793	(5,207)
Total Revenues	<u>383,189</u>	<u>383,189</u>	<u>396,689</u>	<u>13,500</u>
Expenditures				
Support Services				
Unemployment Insurance Payments				
Purchased Services	—	—	1,150	(1,150)
Risk Management				
Purchased Services	305,000	305,000	403,546	(98,546)
Total Expenditures	<u>305,000</u>	<u>305,000</u>	<u>404,696</u>	<u>(99,696)</u>
Net Change in Fund Balance	<u>78,189</u>	<u>78,189</u>	(8,007)	<u>(86,196)</u>
Fund Balance - Beginning			<u>13,744</u>	
Fund Balance - Ending			<u>5,737</u>	

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Working Cash Account - General Fund  
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
 For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Investment Income	\$ 200,000	200,000	316,931	116,931
Expenditures	—	—	—	—
Excess (Deficiency of Revenues Over (Under) Expenditures	200,000	200,000	316,931	116,931
Other Financing Sources (Uses)				
Transfers In	—	—	300,000	300,000
Transfers Out	—	—	(3,003,781)	(3,003,781)
	—	—	(2,703,781)	(2,703,781)
Net Change in Fund Balance	<u>200,000</u>	<u>200,000</u>	(2,386,850)	<u>(2,586,850)</u>
Fund Balance - Beginning			<u>4,964,350</u>	
Fund Balance - Ending			<u><u>2,577,500</u></u>	

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Debt Service Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
General Levy	\$ 5,410,754	5,410,754	5,392,129	(18,625)
Investment Income	25,000	25,000	67,919	42,919
Total Revenues	<u>5,435,754</u>	<u>5,435,754</u>	<u>5,460,048</u>	<u>24,294</u>
Expenditures				
Debt Service				
Payments on Long Term Debt				
Principal Payments on Long Term Debt	3,480,000	3,480,000	3,480,000	—
Interest and Other	1,946,479	1,946,479	1,945,578	901
Total Expenditures	<u>5,426,479</u>	<u>5,426,479</u>	<u>5,425,578</u>	<u>901</u>
Net Change in Fund Balance	<u>9,275</u>	<u>9,275</u>	34,470	<u>25,195</u>
Fund Balance - Beginning			<u>570,056</u>	
Fund Balance - Ending			<u>604,526</u>	



**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Site and Construction - Capital Projects Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Investment Income	\$ 150,000	150,000	132,697	(17,303)
Expenditures				
Support Services				
Business				
Facilities Acquisition and Construction				
Purchased Services	2,024,133	2,024,133	1,003,559	1,020,574
Supplies and Materials	1,060,000	1,060,000	2,033,380	(973,380)
Capital Outlay	5,458,790	5,458,790	4,901,046	557,744
Total Expenditures	8,542,923	8,542,923	7,939,838	603,085
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,392,923)	(8,392,923)	(7,807,141)	585,782
Other Financing Sources (Uses)				
Transfers In	—	—	3,003,781	3,003,781
Net Change in Fund Balance	<u>(8,392,923)</u>	<u>(8,392,923)</u>	(4,803,360)	<u>3,589,563</u>
Fund Balance - Beginning			<u>5,566,864</u>	
Fund Balance - Ending			<u>763,504</u>	

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Consolidated Year-End Financial Report  
June 30, 2023**

CSFA #	Program Name	State	Federal	Other	Totals
478-00-0251	Medical Assistance Program	\$ —	161,179	—	161,179
586-18-0406	School Breakfast Program	—	185,026	—	185,026
586-18-0407	National School Lunch Program	—	1,190,652	—	1,190,652
586-18-0868	Early Childhood Block Grant	366,723	—	—	366,723
586-62-0414	Title I Grants to Local Educational Agencies	—	972,273	—	972,273
586-44-1082	Title I - School Improvement and Accountability	—	6,883	—	6,883
586-44-1588	Title II - Teacher Quality	—	79,745	—	79,745
586-18-0428	Title III - Lang Inst Prog-Limited ENG LIPLEP	—	111,034	—	111,034
586-62-1588	Title IVA Student Support and Academic Enrichment	—	68,337	—	68,337
586-57-0420	Federal - Special Education Pre-School Flow Through	—	31,174	—	31,174
586-64-0417	Federal - Special Education - IDEA Flow Through	—	962,198	—	962,198
586-82-1466	Special Education - IDEA Flow Through - Room and Board	—	24,870	—	24,870
586-18-2330	ARP - LEA-IDEA	—	227,064	—	227,064
586-62-2578	ARP - LEA-IDEA and COOP American Rescue Plan (ESSER III)	—	886,897	—	886,897
586-18-2610	American Rescua Plan - Homeless Children and Youth Grant	—	6,000	—	6,000
	Other Grant Programs and Activities	—	109,099	—	109,099
	All Other Costs Not Allocated	—	—	71,177,286	71,177,286
	Totals	366,723	5,022,431	71,177,286	76,566,440



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE  
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENTAL AUDITING STANDARDS**

December 12, 2023

Members of the Board of Education  
DuPage County School District 45  
Villa Park, Illinois

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the DuPage County School District 45, Illinois, 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, and have issued our report thereon dated December 12, 2023.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Lauterbach & Amen, LLP*  
LAUTERBACH & AMEN, LLP

## **SUPPLEMENTAL SCHEDULES**

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Tax Rates and Extensions - Seven Year Summary of Assessed Valuations  
June 30, 2023**

---

---

**See Following Page**

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Schedule of Assessed Valuations, Tax Rates and Extensions - Last Seven Tax Levy Years  
June 30, 2023**

	2016	2017
Assessed Valuation	\$ 974,747,854	1,027,997,939
Tax Rates		
Educational	2.7664	2.6651
Tort Immunity	0.0406	0.0283
Special Education	0.0254	0.0243
Operations and Maintenance	0.3395	0.3015
Bond and Interest	0.2830	0.2855
Transportation	0.1622	0.1549
Municipal Retirement	0.1293	0.0388
Social Security	0.0406	0.1235
Total Tax Rates	3.7870	3.6219
Tax Extensions		
Educational	\$ 26,442,953	27,397,173
Tort Immunity	388,080	290,923
Special Education	242,789	249,804
Operations and Maintenance	3,245,150	3,099,414
Bond and Interest	2,705,088	2,934,934
Transportation	1,550,407	1,592,369
Municipal Retirement	1,235,929	398,863
Social Security	388,080	1,269,577
Total Tax Extensions	36,198,476	37,233,057

2018	2019	2020	2021	2022
1,079,080,407	1,180,243,160	1,253,180,638	1,275,218,847	1,315,176,583
2.6638	2.5890	2.5421	2.4352	2.4701
0.0231	0.0165	0.0145	0.0295	0.0349
0.0237	0.0212	0.0204	0.0191	0.0182
0.2966	0.2712	0.2703	0.2577	0.2671
0.2721	0.2591	0.4281	0.4243	0.4204
0.1112	0.1271	0.1204	0.1377	0.1484
0.0362	0.0085	0.0084	0.0663	0.0668
0.0990	0.0254	0.0245	0.0663	0.0668
3.4927	3.3180	3.4287	3.4361	3.4927
28,120,835	30,556,495	31,857,105	31,054,130	32,486,177
243,872	194,740	181,711	376,190	458,997
255,742	250,212	255,649	243,567	239,362
3,200,552	3,200,819	3,387,347	3,286,239	3,512,837
2,936,178	3,058,010	5,364,866	5,410,753	5,529,003
1,628,332	1,500,089	1,508,829	1,755,976	1,951,722
390,627	100,321	105,267	845,470	878,538
1,268,999	299,782	307,029	845,470	878,537
45,935,173	39,160,468	42,967,803	43,817,795	45,935,173



**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Schedule of Long-Term Debt Requirements  
General Obligation School Bonds of 2015  
June 30, 2023**

---



---

Date of Issue	April 28, 2018
Date of Maturity	January 1, 2035
Authorized Issue	\$7,880,000
Interest Rates	3.25% - 4.00%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2024	\$ —	303,200	303,200
2025	—	303,200	303,200
2026	—	303,200	303,200
2027	—	303,200	303,200
2028	—	303,200	303,200
2029	—	303,200	303,200
2030	—	303,200	303,200
2031	—	303,200	303,200
2032	—	303,200	303,200
2033	2,525,000	303,200	2,828,200
2034	2,625,000	202,200	2,827,200
2035	2,730,000	97,200	2,827,200
	7,880,000	3,331,400	11,211,400

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Schedule of Long-Term Debt Requirements**

**General Obligation Limited Tax Refunding School Bonds of 2016**

**June 30, 2023**

---

---

Date of Issue	October 26, 2016
Date of Maturity	January 1, 2027
Authorized Issue	\$6,630,000
Interest Rates	2.00% - 2.10%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2024	\$ 925,000	68,235	993,235
2025	950,000	49,485	999,485
2026	965,000	30,335	995,335
2027	985,000	10,342	995,342
	<u>3,825,000</u>	<u>158,397</u>	<u>3,983,397</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Schedule of Long-Term Debt Requirements**

**General Obligation Limited Tax Refunding School Bonds of 2017**

**June 30, 2023**

---



---

Date of Issue	October 18, 2017
Date of Maturity	January 1, 2028
Authorized Issue	\$7,610,000
Interest Rates	2.30% - 5.00%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2024	\$ 705,000	176,060	881,060
2025	735,000	140,810	875,810
2026	780,000	104,060	884,060
2027	820,000	65,060	885,060
2028	1,925,000	46,200	1,971,200
	<u>4,965,000</u>	<u>532,190</u>	<u>5,497,190</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Schedule of Long-Term Debt Requirements  
General Obligation Limited Tax School Bonds of 2019  
June 30, 2023**

---

---

Date of Issue	August 13, 2019
Date of Maturity	January 1, 2027
Authorized Issue	\$2,765,000
Interest Rates	4.00% - 5.00%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2024	\$ 430,000	57,600	487,600
2025	445,000	40,100	485,100
2026	460,000	22,000	482,000
2027	320,000	6,400	326,400
	<u>1,655,000</u>	<u>126,100</u>	<u>1,781,100</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Schedule of Long-Term Debt Requirements  
General Obligation School Building Bonds of 2020  
June 30, 2023**

---

---

Date of Issue	August 10, 2020
Date of Maturity	January 1, 2040
Authorized Issue	\$26,270,000
Interest Rates	3.00% - 5.00%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2024	\$ 1,265,000	881,975	2,146,975
2025	1,295,000	817,975	2,112,975
2026	1,320,000	752,600	2,072,600
2027	1,345,000	685,975	2,030,975
2028	1,375,000	617,975	1,992,975
2029	1,405,000	548,475	1,953,475
2030	1,435,000	477,475	1,912,475
2031	1,465,000	419,625	1,884,625
2032	1,470,000	375,600	1,845,600
2033	1,470,000	331,500	1,801,500
2034	1,475,000	287,325	1,762,325
2035	1,475,000	243,075	1,718,075
2036	1,475,000	198,825	1,673,825
2037	1,475,000	154,575	1,629,575
2038	1,475,000	110,325	1,585,325
2039	1,470,000	66,150	1,536,150
2040	1,470,000	22,050	1,492,050
	<u>24,160,000</u>	<u>6,991,500</u>	<u>31,151,500</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Schedule of Long-Term Debt Requirements**

**General Obligation Limited Tax Refunding School Bonds of 2020A**

**June 30, 2023**

---

---

Date of Issue	October 27, 2020
Date of Maturity	January 1, 2032
Authorized Issue	\$9,705,000
Interest Rates	1.00% - 1.80%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2024	\$ 35,000	158,940	193,940
2025	35,000	158,590	193,590
2026	35,000	158,240	193,240
2027	35,000	157,846	192,846
2028	40,000	157,347	197,347
2029	2,220,000	138,752	2,358,752
2030	2,255,000	101,269	2,356,269
2031	2,295,000	62,021	2,357,021
2032	2,330,000	20,970	2,350,970
	<u>9,280,000</u>	<u>1,113,975</u>	<u>10,393,975</u>

**DUPAGE COUNTY SCHOOL DISTRICT 45**

**Schedule of Long-Term Debt Requirements**  
**General Obligation Limited Tax School Bonds of 2022**  
**June 30, 2023**

---

---

Date of Issue	February 28, 2022
Date of Maturity	January 1, 2031
Authorized Issue	\$2,720,000
Interest Rates	4.00% - 5.00%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2024	\$ 285,000	125,075	410,075
2025	350,000	109,200	459,200
2026	135,000	97,075	232,075
2027	345,000	85,075	430,075
2028	515,000	63,575	578,575
2029	345,000	42,075	387,075
2030	365,000	24,325	389,325
2031	380,000	7,600	387,600
	<u>2,720,000</u>	<u>554,000</u>	<u>3,274,000</u>