

DUPAGE COUNTY SCHOOL DISTRICT 45
ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
JUNE 30, 2022

DUPAGE COUNTY SCHOOL DISTRICT 45

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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 22, 2022

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

Opinions

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, Illinois, as of and for the year ended June 30, 2022, 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 DuPage County School District 45, Illinois, as of June 30, 2022, 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. 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, 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, and GASB-required pension and other post-employment benefit (OPEB) reporting, 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.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

DUPAGE COUNTY SCHOOL DISTRICT 45

Management's Discussion and Analysis

June 30, 2022

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, 2022. 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 decreased by \$832,730, due to decreases in revenues during the fiscal year.
- General revenues accounted for \$50,378,270 in revenue or 70.1% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$21,473,369 or 29.9% of total revenues of \$71,851,639.
- The District had \$72,684,369 in expenses related to governmental activities. However, only \$21,473,369 of these expenses were offset by program specific charges and grants.
- Revenues for fiscal year 2022 (FY22), as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances, were \$71,851,639, inclusive of on-behalf payments to the Teacher's Retirement System (TRS) and the Teacher's Health Insurance Security Fund (THIS). Expenditures for FY22 were \$96,919,728, also inclusive of State of Illinois payments to TRS and THIS. During the current year, the District spent \$24,076,180 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 FY22, \$13,930,552 was included in the total revenues and expenditures of the District representing the State of Illinois contributions.
- Actual revenues received in FY22 for the General Fund, exclusive of the State of Illinois on-behalf payment to TRS and THIS, was \$44,715,477. Actual expenditures exclusive of on-behalf contributions were \$44,645,960 in FY22.
- The District decreased the total outstanding long-term debt by 0.4%. As of June 30, 2022 total outstanding debt was \$57,965,000.

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, 2022

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, 2022

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 \$26,913,600.

	Net Position	
	2022	2021
Current/Other Assets	\$ 75,893,601	92,213,318
Capital Assets	48,387,229	29,657,217
Total Assets	124,280,830	121,870,535
Deferred Outflows	9,616,529	4,232,400
Total Assets/Deferred Outflows	133,897,359	126,102,935
Long-Term Debt	86,578,839	88,168,222
Other Liabilities	10,649,828	8,125,305
Total Liabilities	97,228,667	96,293,527
Deferred Inflows	63,582,292	55,890,278
Total Liabilities/Deferred Inflows	160,810,959	152,183,805
Net Position		
Net Investment in Capital Assets	(1,992,433)	2,395,776
Restricted	8,444,438	30,272,787
Unrestricted (Deficit)	(33,365,605)	(58,749,433)
Total Net Position	(26,913,600)	(26,080,870)

DUPAGE COUNTY SCHOOL DISTRICT 45

Management's Discussion and Analysis

June 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

A portion of the District's net position, a deficit of \$1,992,433, 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, \$8,444,438, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining amount deficit of \$33,365,605, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

	Change in Net Position	
	2022	2021
Revenues		
Program Revenues		
Charges for Services	\$ 336,741	163,099
Operating Grants/Contrib.	21,136,628	26,506,819
General Revenues		
Taxes	43,896,364	39,457,564
General State Aid	6,149,827	6,085,041
Other General Revenues	332,079	745,091
Total Revenues	<u>71,851,639</u>	<u>72,957,614</u>
Expenses		
Instructional	41,865,378	48,298,761
Support Services	29,030,346	24,196,133
Community Services	107,850	171,342
Interest and Fees	1,680,795	1,863,203
Total Expenses	<u>72,684,369</u>	<u>74,529,439</u>
Change in Net Position	(832,730)	(1,571,825)
Net Position - Beginning	<u>(26,080,870)</u>	<u>(24,509,045)</u>
Net Position - Ending	<u><u>(26,913,600)</u></u>	<u><u>(26,080,870)</u></u>

Net position of the District's governmental activities decreased by 3.2 percent (a restated (\$26,080,870) in 2021 compared to (\$26,913,600) in FY22). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled (\$33,365,605) at June 30, 2022.

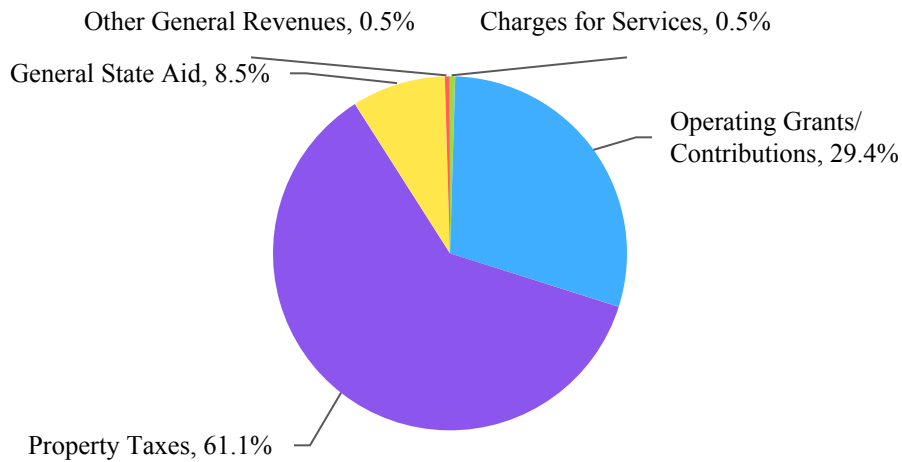
DUPAGE COUNTY SCHOOL DISTRICT 45

Management's Discussion and Analysis

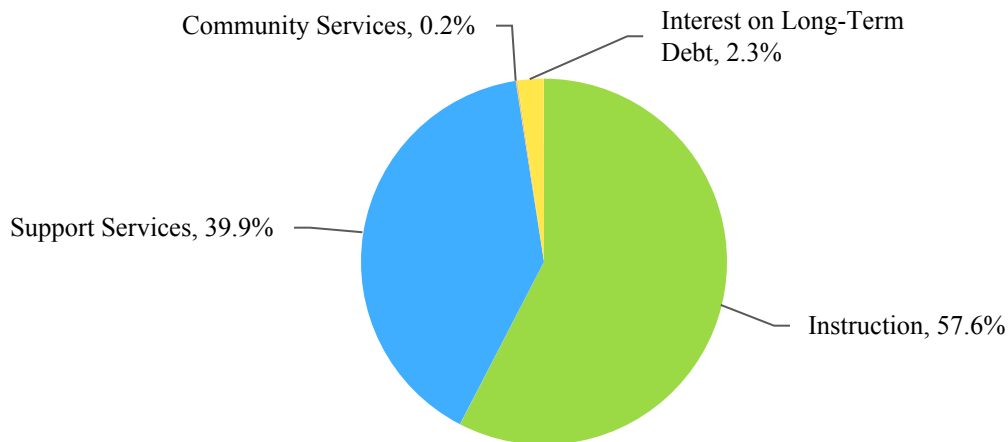
June 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

District-Wide Revenues by Source



District-Wide Expenses by Function



Revenues for governmental activities totaled \$71,851,639, while the cost of all governmental functions totaled \$72,684,369. This results in a decrease of \$832,730. In 2021, revenues of \$72,957,614 fell short of expenses of \$74,529,439, resulting in a decrease of \$1,571,825. The decrease in 2022 is due to the District having a decrease in revenues during the fiscal year.

DUPAGE COUNTY SCHOOL DISTRICT 45

Management's Discussion and Analysis

June 30, 2022

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 \$22,800,051, which \$14,355,613, or 63.0 percent, of the fund balance constitutes unassigned fund balance.

Actual revenues, excluding on-behalf payments, for FY22 were \$57,921,087 representing approximately 98.7 percent of the total budgeted FY22 revenues. Actual expenditures, excluding on-behalf payments, totaled \$82,989,176. Expenditures were monitored closely during the year, which resulted in the expenditures being below budget. Property taxes accounted for the largest portion of the District's revenues, contributing 74.2 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 \$82,989,176, excluding on-behalf payments, with the majority, 37.9 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 less than actual revenues of \$44,715,477 by \$594,704. Actual expenditures, exclusive of on behalf payments, of \$44,645,960, were less than budgeted expenditures of \$46,315,200 by \$1,669,240.

ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2022, was \$48,387,229 (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, 2022

ASSETS AND DEBT ADMINISTRATION - Continued

Capital Assets - Continued

	Capital Assets - Net of Depreciation	
	2022	2021
Land	\$ 1,689,568	1,689,568
Construction in Progress	23,274,787	2,608,658
Site Improvements	607,736	691,478
Buildings	22,367,526	23,847,232
Equipment	(15,710)	426,887
Transportation Equipment	463,322	393,394
Total	<u>48,387,229</u>	<u>29,657,217</u>

This year's major additions included:

Construction in Progress	\$ 20,666,129
Site Improvements	24,374
Buildings	81,775
Equipment	1,306,044
Transportation Equipment	200,994
	<u>22,279,316</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 \$245,000 during the fiscal year with a total outstanding debt of \$57,965,000. At the end of FY22, the District had a debt limit of \$87,990,100.

	Long-Term Debt Outstanding	
	2022	2021
General Obligation Bonds	\$ 57,965,000	58,210,000

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, 2022

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.

Interest income has decreased due to decreased interest rates despite increased reserves. However, we have increased next year's budget accordingly to reflect an anticipated increase. 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 next 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 2022-2023.

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 recent climb in borrowing costs.

DUPAGE COUNTY SCHOOL DISTRICT 45

Management's Discussion and Analysis

June 30, 2022

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, 2022

See Following Page

DUPAGE COUNTY SCHOOL DISTRICT 45

Statement of Net Position

June 30, 2022

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 50,146,796
Receivables - Net of Allowances	
Property Taxes	20,466,719
Due from Other Governments	<u>3,106,240</u>
Total Current Assets	<u>73,719,755</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	24,964,355
Depreciable	68,395,130
Accumulated Depreciation	<u>(44,972,256)</u>
	48,387,229
Other Assets	
Net Pension Asset - IMRF	<u>2,173,846</u>
Total Noncurrent Assets	<u>50,561,075</u>
Total Assets	<u>124,280,830</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - Retiree's Health Plan	56,169
Deferred Items - THIS	6,881,260
Deferred Items - TRS	415,423
Deferred Items - IMRF	1,540,677
Loss on Refunding	<u>723,000</u>
Total Deferred Outflows of Resources	<u>9,616,529</u>
Total Assets and Deferred Outflows of Resources	<u>133,897,359</u>

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

	<u>Governmental Activities</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 3,226,065
Accrued Payroll	3,895,325
Current Portion of Long-Term Debt	3,528,438
Total Current Liabilities	<u>10,649,828</u>
Noncurrent Liabilities	
Compensated Absences	193,752
Total OPEB Liability - Retiree's Health Plan	347,764
Total OPEB Liability - THIS	24,104,058
Net Pension Liability - TRS	2,277,125
General Obligation Bonds - Net	59,656,140
Total Noncurrent Liabilities	<u>86,578,839</u>
Total Liabilities	<u>97,228,667</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	43,400,108
Grants	398,206
Deferred Items - Retiree's Health Plan	120,175
Deferred Items - THIS	13,085,099
Deferred Items - TRS	1,338,439
Deferred Items - IMRF	5,240,265
Total Deferred Inflows of Resources	<u>63,582,292</u>
Total Liabilities and Deferred Inflows of Resources	<u>160,810,959</u>
NET POSITION	
Net Investment in Capital Assets	(1,992,433)
Restricted	
Tort Immunity	13,744
Student Activities	9,949
Operations and Maintenance	1,654,909
Transportation	493,549
Retirement Benefits	132,211
Debt Services	570,056
Fire Prevention and Life Safety	3,156
Site and Construction	5,566,864
Unrestricted (Deficit)	<u>(33,365,605)</u>
Total Net Position	<u>(26,913,600)</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, 2022

	Expenses	Program Revenues		(Expenses)/
		Charges for Services	Operating Grants/ Contributions	Revenues Governmental Activities
Governmental Activities				
Instruction				
Regular Programs	\$ 13,733,252	—	3,067	(13,730,185)
Special Programs	6,321,239	—	1,797,013	(4,524,226)
Other Instructional Programs	6,100,095	—	58,053	(6,042,042)
State Retirement Contributions	13,930,552	—	13,930,552	—
Support Services				
Pupils	4,615,474	—	—	(4,615,474)
Instructional Staff	5,557,313	—	—	(5,557,313)
General Administration	1,002,011	—	—	(1,002,011)
School Administration	3,125,145	—	—	(3,125,145)
Business	4,123,572	336,741	3,980,866	194,035
Transportation	3,308,632	—	1,367,077	(1,941,555)
Operations and Maintenance	4,988,162	—	—	(4,988,162)
Central	2,310,037	—	—	(2,310,037)
Community Services	107,850	—	—	(107,850)
Payments to Other Districts/Govts.	1,780,240	—	—	(1,780,240)
Interest and Fees	1,680,795	—	—	(1,680,795)
Total Governmental Activities	72,684,369	336,741	21,136,628	(51,211,000)
General Revenues				
Taxes				
Real Estate Taxes, Levied for General Purposes				36,856,541
Real Estate Taxes, Levied for Specific Purposes				744,348
Real Estate Taxes, Levied for Debt Services				5,364,574
Personal Property Replacement Taxes				930,901
State Aid-Formula Grants				6,149,827
Investment Income				82,149
Other General Revenues				249,930
				<u>50,378,270</u>
Change in Net Position				(832,730)
Net Position - Beginning				<u>(26,080,870)</u>
Net Position - Ending				<u><u>(26,913,600)</u></u>

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

DUPAGE COUNTY SCHOOL DISTRICT 45

**Balance Sheet - Governmental Funds
For the Fiscal Year Ended June 30, 2022**

See Following Page

DUPAGE COUNTY SCHOOL DISTRICT 45

**Balance Sheet - Governmental Funds
For the Fiscal Year Ended June 30, 2022**

	Special Revenue		
	General	Operations and Maintenance	Transportation
ASSETS			
Cash and Investments	\$ 32,224,393	3,448,175	1,164,424
Receivables - Net of Allowances			
Property Taxes	14,794,459	1,534,959	820,193
Due from Other Governments	2,763,894	—	342,346
Total Assets	<u>49,782,746</u>	<u>4,983,134</u>	<u>2,326,963</u>
LIABILITIES			
Accounts Payable	91,755	66,932	54,605
Salaries and Wages Payable	3,581,754	6,330	—
Total Liabilities	<u>3,673,509</u>	<u>73,262</u>	<u>54,605</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	31,331,725	3,254,963	1,778,809
Grants	398,206	—	—
Total Deferred Inflows of Resources	<u>31,729,931</u>	<u>3,254,963</u>	<u>1,778,809</u>
Total Liabilities and Deferred Inflows of Resources	<u>35,403,440</u>	<u>3,328,225</u>	<u>1,833,414</u>
FUND BALANCES			
Restricted	23,693	1,654,909	493,549
Unassigned	14,355,613	—	—
Total Fund Balances	<u>14,379,306</u>	<u>1,654,909</u>	<u>493,549</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>49,782,746</u>	<u>4,983,134</u>	<u>2,326,963</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	
1,324,681	3,402,330	3,156	8,579,637	50,146,796
789,816	2,527,292	—	—	20,466,719
—	—	—	—	3,106,240
2,114,497	5,929,622	3,156	8,579,637	73,719,755
—	—	—	3,012,773	3,226,065
307,241	—	—	—	3,895,325
307,241	—	—	3,012,773	7,121,390
1,675,045	5,359,566	—	—	43,400,108
—	—	—	—	398,206
1,675,045	5,359,566	—	—	43,798,314
1,982,286	5,359,566	—	3,012,773	50,919,704
132,211	570,056	3,156	5,566,864	8,444,438
—	—	—	—	14,355,613
132,211	570,056	3,156	5,566,864	22,800,051
2,114,497	5,929,622	3,156	8,579,637	73,719,755

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, 2022

Total Governmental Fund Balances	\$ 22,800,051
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.	48,387,229
Deferred Outflows/Inflows of Resources related to the retirement plans not reported in the funds.	
Deferred Items - Retiree's Health Plan	(64,006)
Deferred Items - THIS	(6,203,839)
Deferred Items - TRS	(923,016)
Deferred Items - IMRF	(3,699,588)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(242,190)
Total OPEB Liability - Retiree's Health Plan	(347,764)
Total OPEB Liability - THIS	(24,104,058)
Net Pension Liability - TRS	(2,277,125)
Net Pension Liability - IMRF	2,173,846
General Obligation Bonds Payable - Net	(63,136,140)
Loss on Refunding	723,000
Net Position of Governmental Activities	<u><u>(26,913,600)</u></u>

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

DUPAGE COUNTY SCHOOL DISTRICT 45

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended June 30, 2022**

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, 2022**

	Special Revenue		
	General	Operations and Maintenance	Transportation
Revenues			
Local Sources			
Property Taxes	\$ 32,292,706	3,387,163	1,508,746
Personal Property Replacement Taxes	—	605,086	—
Investment Income	52,494	—	1
Other Revenue from Local Sources	417,676	155,242	13,540
State Aid	6,902,272	36,225	1,367,077
Federal Aid	5,050,329	—	—
On-Behalf Payments - State of Illinois	13,930,552	—	—
Total Revenues	<u>58,646,029</u>	<u>4,183,716</u>	<u>2,889,364</u>
Expenditures			
Current			
Instruction			
Regular Programs	15,762,080	—	—
Special Programs	5,921,351	—	—
Other Instructional Programs	5,935,535	—	—
Support Services			
Pupils	3,905,575	—	—
Instructional Staff	2,864,652	—	—
General Administration	954,088	—	—
School Administration	2,980,783	—	—
Business	2,252,762	—	—
Transportation	—	—	3,024,617
Operations and Maintenance	—	4,543,984	—
Central	2,188,815	—	—
Community Services	100,079	—	—
Payments to Other Districts and Govt. Units	1,780,240	—	—
Debt Service			
Principal Retirement	—	—	—
Interest and Other	—	—	—
On-Behalf Expenditures	13,930,552	—	—
Total Expenditures	<u>58,576,512</u>	<u>4,543,984</u>	<u>3,024,617</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>69,517</u>	<u>(360,268)</u>	<u>(135,253)</u>
Other Financing Sources (Uses)			
Debt Issuance	2,652,965	—	—
Premium on Debt Issuance	435,391	—	—
Transfers In	—	3,002,975	—
Transfers Out	(3,302,975)	(3,002,975)	—
	<u>(214,619)</u>	<u>—</u>	<u>—</u>
Net Change in Fund Balances	(145,102)	(360,268)	(135,253)
Fund Balances - Beginning	<u>14,524,408</u>	<u>2,015,177</u>	<u>628,802</u>
Fund Balances - Ending	<u>14,379,306</u>	<u>1,654,909</u>	<u>493,549</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	
412,274	5,364,574	—	—	42,965,463
325,815	—	—	—	930,901
(1)	—	—	29,655	82,149
—	213	—	—	586,671
—	—	—	—	8,305,574
—	—	—	—	5,050,329
—	—	—	—	13,930,552
<u>738,088</u>	<u>5,364,787</u>	<u>—</u>	<u>29,655</u>	<u>71,851,639</u>
215,147	—	—	—	15,977,227
399,888	—	—	—	6,321,239
164,560	—	—	—	6,100,095
117,165	—	—	—	4,022,740
87,472	—	—	—	2,952,124
33,726	—	—	—	987,814
144,362	—	—	—	3,125,145
73,946	—	—	24,076,180	26,402,888
3,620	—	—	—	3,028,237
387,389	—	—	—	4,931,373
121,222	—	—	—	2,310,037
7,771	—	—	—	107,850
—	—	—	—	1,780,240
—	2,965,000	—	—	2,965,000
—	1,977,167	—	—	1,977,167
—	—	—	—	13,930,552
<u>1,756,268</u>	<u>4,942,167</u>	<u>—</u>	<u>24,076,180</u>	<u>96,919,728</u>
(1,018,180)	422,620	—	(24,046,525)	(25,068,089)
—	67,035	—	—	2,720,000
—	—	—	—	435,391
300,000	—	—	3,002,975	6,305,950
—	—	—	—	(6,305,950)
<u>300,000</u>	<u>67,035</u>	<u>—</u>	<u>3,002,975</u>	<u>3,155,391</u>
(718,180)	489,655	—	(21,043,550)	(21,912,698)
850,391	80,401	3,156	26,610,414	44,712,749
<u>132,211</u>	<u>570,056</u>	<u>3,156</u>	<u>5,566,864</u>	<u>22,800,051</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, 2022**

Net Change in Fund Balances - Total Governmental Funds \$ (21,912,698)

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	22,279,316
Depreciation Expense	(3,549,304)

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

Change in Deferred Items - Retiree's Health Plan	(39,470)
Change in Deferred Items - THIS	41,281
Change in Deferred Items - TRS	640,469
Change in Deferred Items - IMRF	(1,652,837)

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	52,744
Changes in Total OPEB Liability - Retiree's Health Plan	31,996
Changes in Total OPEB Liability - THIS	(43,497)
Changes in Net Pension Liability - TRS	125,625
Changes in Net Pension Liability - IMRF	3,087,664
Retirement of Long-Term Debt	2,965,000
Amortization of Bond Premium	570,702
Issuance of Debt - Net	(3,155,391)
Amortization of Loss on Refunding	(274,330)

Changes in Net Position of Governmental Activities (832,730)

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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, 2022

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, 2022

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, 2022

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.

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, 2022

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	40 Years
Buildings	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, 2022 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, 2022.

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition/reduction of net position 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, 2022

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, 2022

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, 2022, 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
Municipal Retirement/Social Security	\$ 7,687

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.

Deposits. At year-end, the carrying amount of the District's deposits for governmental activities totaled \$3,094,129 and the bank balances totaled \$3,611,380.

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

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+	\$ 47,052,667	47,052,667	—

The District has the following recurring fair value measurements as of June 30, 2022:

- ISDLAF+ of \$47,052,667 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, 2022, the bank balance of the District's deposits with financial institutions totaled \$3,611,380; 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, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - 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 2021 and 2020 property tax levies. The property tax revenue in the current fiscal year financial statements represents the collections of the first half of the 2021 tax levy, the second half of the 2020 tax levy and minimal amounts from prior year levies.

Property taxes to be received after June 30, 2022 from the 2021 tax levy, which will be the collection of the second installment of the 2021 tax levy, are intended to finance operations of the fiscal year ended June 30, 2022. That portion of the 2021 tax levy has been recorded as receivable and deferred inflows of resources - deferred revenue and will be recognized as revenue next fiscal year.

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
Site and Construction	Operations and Maintenance	\$ 3,002,975
Operations and Maintenance	Working Cash Account - General	3,002,975
Municipal Retirement/Social Security	Working Cash Account - General	300,000
		<u>6,305,950</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, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 1,689,568	—	—	1,689,568
Construction in Progress	2,608,658	20,666,129	—	23,274,787
	<u>4,298,226</u>	<u>20,666,129</u>	<u>—</u>	<u>24,964,355</u>
Depreciable Capital Assets				
Site Improvements	1,694,629	24,374	—	1,719,003
Buildings	53,938,494	81,775	—	54,020,269
Equipment	9,108,138	1,306,044	—	10,414,182
Transportation Equipment	2,040,682	200,994	—	2,241,676
	<u>66,781,943</u>	<u>1,613,187</u>	<u>—</u>	<u>68,395,130</u>
Less Accumulated Depreciation				
Site Improvements	1,003,151	108,116	—	1,111,267
Buildings	30,091,262	1,561,481	—	31,652,743
Equipment	8,681,251	1,748,641	—	10,429,892
Transportation Equipment	1,647,288	131,066	—	1,778,354
	<u>41,422,952</u>	<u>3,549,304</u>	<u>—</u>	<u>44,972,256</u>
Total Net Depreciable Capital Assets	<u>25,358,991</u>	<u>(1,936,117)</u>	<u>—</u>	<u>23,422,874</u>
Total Net Capital Assets	<u>29,657,217</u>	<u>18,730,012</u>	<u>—</u>	<u>48,387,229</u>

Depreciation expense was charged to governmental activities as follows:

Pupils	\$ 592,734
Instructional Staff	2,605,189
General Administration	14,197
Transportation	280,395
Operations and Maintenance	<u>56,789</u>
	<u>3,549,304</u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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	5,635,000	—	895,000	4,740,000
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.	6,275,000	—	640,000	5,635,000
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.	2,445,000	—	385,000	2,060,000
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.	26,270,000	—	870,000	25,400,000
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.	9,705,000	—	175,000	9,530,000
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>58,210,000</u>	<u>2,720,000</u>	<u>2,965,000</u>	<u>57,965,000</u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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	\$ 294,934	52,744	105,488	242,190	48,438
Total OPEB Liability					
Retiree's Health Plan	379,760	—	31,996	347,764	—
THIS	24,060,561	43,497	—	24,104,058	—
Net Pension Liability/(Asset)					
TRS	2,402,750	—	125,625	2,277,125	—
IMRF	913,818	—	3,087,664	(2,173,846)	—
General Obligation Bonds	58,210,000	2,720,000	2,965,000	57,965,000	3,480,000
Plus: Unamortized Premium	5,306,451	435,391	570,702	5,171,140	—
	<u>91,568,274</u>	<u>3,251,632</u>	<u>6,886,475</u>	<u>87,933,431</u>	<u>3,528,438</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 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 - 2021	<u>\$ 1,275,218,847</u>
Legal Debt Limit - 6.9% of Assessed Value	87,990,100
Amount of Debt Applicable to Limit	<u>(57,965,000)</u>
Legal Debt Margin	<u>30,025,100</u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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
2023	\$ 3,480,000	1,958,053
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>57,965,000</u>	<u>14,765,615</u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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, 2022:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 48,387,229
Plus:	
Unamortized Loss on Refunding	723,000
Unspent Bond Proceeds	9,803,460
Less: Capital Related Debt	
General Obligation School Bonds of 2015	(7,880,000)
General Obligation Limited Tax Refunding School Bonds of 2016	(4,740,000)
General Obligation Limited Tax Refunding School Bonds of 2017	(5,635,000)
General Obligation School Building Bonds of 2020	(25,400,000)
General Obligation Limited Tax Refunding School Bonds 2020A	(9,530,000)
General Obligation Limited Tax School Bonds of 2022	(2,720,000)
Unamortized Premium	<u>(5,001,122)</u>
Net Investment in Capital Assets	<u><u>(1,992,433)</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.

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

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.

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 35% 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	\$ 13,744	—	—	—	—	—	—	13,744
Student Activities	9,949	—	—	—	—	—	—	9,949
Operations and Maintenance	—	1,654,909	—	—	—	—	—	1,654,909
Transportation	—	—	493,549	—	—	—	—	493,549
Retirement Benefits	—	—	—	132,211	—	—	—	132,211
Debt Service	—	—	—	—	570,056	—	—	570,056
Fire Prevention and Life Safety	—	—	—	—	—	3,156	—	3,156
Site and Construction	—	—	—	—	—	—	5,566,864	5,566,864
	23,693	1,654,909	493,549	132,211	570,056	3,156	5,566,864	8,444,438
Unassigned	14,355,613	—	—	—	—	—	—	14,355,613
Total Fund Balances	14,379,306	1,654,909	493,549	132,211	570,056	3,156	5,566,864	22,800,051

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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

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.

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

RETIREE'S HEALTH PLAN - Continued

General Information about the OPEB Plan - Continued

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, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	11
Inactive Employee Entitled to but not yet Receiving Benefits	—
Active Employees	<u>293</u>
Total	<u><u>304</u></u>

Total OPEB Liability

The District's total OPEB liability was measured as of June 30, 2022, and was determined by an actuarial valuation as of June 30, 2021.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary Increases	3.50%
Discount Rate	3.69%
Healthcare Cost Trend Rates	7.50% decreasing to an ultimate rate of 4.0% for 2035 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 2.44% as of July 1, 2020 to 1.92%, which is the published rate as of June 30, 2021 for the Fidelity General Obligation 20-year bond index. The discount rate as of June 30, 2021 is 1.92%.

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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. 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, 2021	<u>\$ 379,760</u>
Changes for the Year:	
Service Cost	20,519
Interest on the Total OPEB Liability	7,163
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	—
Changes of Assumptions or Other Inputs	(46,348)
Benefit Payments	(13,330)
Other Changes	—
Net Changes	<u>(31,996)</u>
Balance at June 30, 2022	<u><u>347,764</u></u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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 3.69%, while the prior valuation used 1.92%. 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 (2.69%)	(3.69%)	1% Increase (4.69%)
Total OPEB Liability	\$ 374,192	347,764	322,929

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	\$ 335,902	347,764	361,335

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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, 2022, the District recognized OPEB expense of \$20,804. At June 30, 2022, 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	\$ 20,302	(47,826)	(27,524)
Change in Assumptions	35,867	(72,349)	(36,482)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	<u>56,169</u>	<u>(120,175)</u>	<u>(64,006)</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
2023	\$ (6,878)
2023	(6,878)
2024	(6,878)
2025	(6,878)
2026	(6,878)
Thereafter	<u>(29,616)</u>
Total	<u>(64,006)</u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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, 2022. State of Illinois contributions were \$241,846, 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, 2022. For the year ended June 30, 2022 the District paid \$180,041 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, 2022

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, 2020, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation:	2.50%
Salary Increases:	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Investment Rate of Return:	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Healthcare Cost Trend Rates:	For fiscal years on and after 2021, trend starts at 8.25% for non-Medicare cost and Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.25%. There is no additional trend rate adjustment due to the repeal of the Excise Tax.

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

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2017.

Single Discount Rate

Projected benefit payments are required to be discounted to their actuarial present values 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 bonds 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, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index described above. The discount rates are 2.45 percent as of June 30, 2020, and 1.92 percent as of June 30, 2021.

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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 (0.92%)	Current Discount Rate (1.92%)	1% Increase (2.92%)
Employer's Proportionate Share of the OPEB Liability	\$ 28,956,121	24,104,058	20,258,212

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, 2021, 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 2023, decreasing to an ultimate trend rate of 4.25% in plan year end 2038.

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Employer's Proportionate Share of the OPEB Liability	\$ 19,296,546	24,104,058	30,634,808

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

At June 30, 2022, 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, 2021, 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, 2021, the District's proportion was 0.001093 percent, which was an increase of 0.000193 from its proportion measured as of June 30, 2020 (0.000900 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	\$ 24,104,058
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>32,681,578</u>
Total	<u><u>56,785,636</u></u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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, 2022, the District recognized OPEB revenue and expense of \$241,846 for support provided by the State. For the year ending June 30, 2022, the District recognized OPEB expense of \$182,257. At June 30, 2022, 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	\$ —	(1,127,558)	(1,127,558)
Net Difference Between Projected and Actual Earnings on Pension Investments	8,321	(9,025,883)	(9,017,562)
Changes of Assumptions	380	(463)	(83)
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	6,692,518	(2,931,195)	3,761,323
Total Pension Expense to be Recognized in Future Periods	6,701,219	(13,085,099)	(6,383,880)
Employer Contributions Subsequent to the Measurement Date	180,041	—	180,041
Totals	<u>6,881,260</u>	<u>(13,085,099)</u>	<u>(6,203,839)</u>

For the fiscal year ended, \$180,041 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, 2023. 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
2023	\$ (1,198,039)
2024	(1,197,937)
2025	(1,037,195)
2026	(794,991)
2027	(731,222)
Thereafter	<u>(1,424,496)</u>
Total	<u>(6,383,880)</u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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.

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.

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.

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Benefits Provided - Continued

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, 2024. One program allows retiring Tier 1 members to receive a partial lumpsum 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, 2021, 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, 2022, 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 \$13,688,706 in pension contributions from the State. For the years ended June 30, 2021 and June 30, 2020, the employer recognized revenue and expenditures of \$20,042,985 and \$15,644,362, 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, 2022, 2021, and 2020 were \$155,856, \$143,403 and \$118,157, respectively, and are deferred because they were paid after the June 30, 2021 and June 30, 2020 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, 2022

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, 2022, the employer pension contribution was 10.31 percent of salaries paid from federal and special trust funds. For the fiscal year ended June 30, 2021, the employer pension contribution was 9.41 percent of salaries paid from those funds. For the fiscal year ended June 30, 2022, salaries totaling \$61,636 were paid from federal and special trust funds that required employer contributions of \$6,355. These contributions are deferred because they were paid after the June 30, 2021 measurement date. For the fiscal year ended June 30, 2021 and June 30, 2020, required District contributions were \$6,715 and \$8,531, 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, 2022, the employer paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent, \$7,377 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, 2021, 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, 2021, the employer reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the employer. The state's support and total are for disclosure purposes only. The amount recognized by the employer as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the employer were as follows:

Employer's Proportionate Share of the Net Pension Liability	\$ 2,277,125
State's Proportionate Share of the Net Pension Liability Associated with the Employer	<u>190,847,248</u>
Total	<u><u>193,124,373</u></u>

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021. 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, 2021 relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2021, the employer's proportion was 0.0029 percent, which was an increase of 0.0001 percent from its proportion measured as of June 30, 2020, which was 0.0028 percent.

For the year ended June 30, 2022, the employer recognized pension expense of \$13,688,706 and revenue of \$13,688,706 for support provided by the state.

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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, 2022, 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	\$ 13,063	(9,389)	3,674
Net Difference Between Projected and Actual Earnings on Pension Investments	—	(152,742)	(152,742)
Changes of Assumptions	1,009	(11,253)	(10,244)
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	235,952	(1,165,055)	(929,103)
Total Pension Expense to be Recognized in Future Periods	250,024	(1,338,439)	(1,088,415)
Employer Contributions Subsequent to the Measurement Date	165,399	—	165,399
Totals	415,423	(1,338,439)	(923,016)

\$165,399 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, 2023. 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 Outflows/ (Inflows) of Resources
2023	\$ (659,887)
2024	(368,384)
2025	(49,476)
2026	(20,190)
2027	9,523
Thereafter	—
Total	(1,088,414)

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Actuarial Assumptions

The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation: 2.25 Percent

Salary Increases: Varies by Amount of Service Credit

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

In the June 30, 2021 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, 2020 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2017.

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, 2022

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	16.7%	6.2%
U.S. Small/Mid Cap	2.2%	7.4%
International Equities Developed	10.6%	6.9%
Emerging Market Equities	4.5%	9.2%
U.S. Bonds Core	3.0%	1.6%
Cash Equivalents	2.0%	0.1%
International Debt Developed	1.0%	0.4%
Emerging International Debt	4.0%	4.4%
TIPS	1.0%	0.8%
Real Estate	16.0%	5.8%
Private Debt	10.0%	6.5%
Hedge Funds	10.0%	3.9%
Private Equity	15.0%	10.4%
Infrastructure	4.0%	6.3%
Total	100.0%	

Discount Rate

At June 30, 2021, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2020 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, 2021 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, 2022

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	\$ 2,820,172	2,277,125	1,826,052

TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2021 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. 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, 2022

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, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	203
Inactive Plan Members Entitled to but not yet Receiving Benefits	234
Active Plan Members	<u>183</u>
Total	<u><u>620</u></u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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, 2022, the District’s contribution was 11.35% of covered payroll.

Net Pension Liability/(Asset). The District’s net pension liability/(asset) was measured as of December 31, 2021. 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, 2021, 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	3.25%
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, 2022

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	28.00%	(0.85%)
Domestic Equities	37.00%	2.85%
International Equities	18.00%	3.85%
Real Estate	9.00%	4.05%
Blended	7.00%	0.70% - 4.80%
Cash and Cash Equivalents	1.00%	(1.45%)

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/(asset) to changes in the discount rate. The table below presents the net pension liability/(asset) of the District calculated using the discount rate as well as what the District's net pension liability/(asset) 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/(Asset)	\$ 2,011,091	(2,173,846)	(5,583,467)

DUPAGE COUNTY SCHOOL DISTRICT 45

Notes to the Financial Statements

June 30, 2022

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 (A) - (B)
Balances at December 31, 2020	\$ 35,002,464	34,088,646	913,818
Changes for the Year:			
Service Cost	630,128	—	630,128
Interest on the Total Pension Liability	2,491,816	—	2,491,816
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	728,985	—	728,985
Changes of Assumptions	—	—	—
Contributions - Employer	—	992,927	(992,927)
Contributions - Employees	—	314,051	(314,051)
Net Investment Income	—	5,781,674	(5,781,674)
Benefit Payments, Including Refunds of Employee Contributions	(1,895,305)	(1,895,305)	—
Other (Net Transfer)	—	(150,059)	150,059
Net Changes	1,955,624	5,043,288	(3,087,664)
Balances at December 31, 2021	36,958,088	39,131,934	(2,173,846)

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

For the year ended June 30, 2022, the District recognized pension revenue of \$596,356. At June 30, 2022, 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, 2022

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	\$ 461,483	—	461,483
Changes of Assumptions	—	(80,711)	(80,711)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	706,341	(5,159,554)	(4,453,213)
Total Pension Expense to be Recognized in Future Periods	1,167,824	(5,240,265)	(4,072,441)
Pension Contributions Made Subsequent to the Measurement Date	372,853	—	372,853
Total Deferred Amounts Related to IMRF	<u>1,540,677</u>	<u>(5,240,265)</u>	<u>(3,699,588)</u>

\$372,853 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, 2023. 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 (Inflows) of Resources
2023	\$ (798,632)
2024	(1,505,715)
2025	(1,100,692)
2026	(667,402)
2027	—
Thereafter	—
Total	<u>(4,072,441)</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
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, 2022

See Following Page

DUPAGE COUNTY SCHOOL DISTRICT 45

Retiree's Health Plan

Schedule of Changes in the Employer's Total OPEB Liability

June 30, 2022

	<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 2022.

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

DUPAGE COUNTY SCHOOL DISTRICT 45

Teacher's Health Insurance Security Fund

Schedule of Employer Contributions

June 30, 2022

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%

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, 2022

Notes to the Schedule of Employer Contributions

Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Sponsor's Fiscal Year End	June 30, 2022

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, 2021, contribution rates are 1.24% of pay for active members, 0.92% of pay for school districts, and 1.24% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.
Asset Valuation Method	Fair Value
Investment Rate of Return	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Inflation	2.50%
Salary Increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2018 actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. Disabled Annuitants: RP-2014 Disabled Annuitant Table. Pre-Retirement: RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.
Healthcare Cost Trend Rates	Trend for fiscal year ending 2022 bases on expected increases used to develop average costs. For fiscal years on and after 2023, trend starts at 8.00% gradually decreases to an ultimate trend of 4.25%.
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, 2022

	<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.

<u>6/30/2019</u>	<u>6/30/2020</u>	<u>6/30/2021</u>	<u>6/30/2022</u>
0.097672%	0.088756%	0.089993%	0.109289%
25,732,449	24,565,276	24,060,561	24,104,058
<u>34,925,505</u>	<u>33,771,642</u>	<u>32,595,538</u>	<u>32,681,578</u>
<u>60,657,954</u>	<u>58,336,918</u>	<u>56,656,099</u>	<u>56,785,636</u>
23,151,744	20,371,841	24,724,634	25,680,859
111.15%	120.58%	97.31%	93.86%
(0.07%)	0.25%	0.25%	1.40%

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, 2022**

	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
Total	132,104,134	145,538,996
Employer's Covered Payroll	\$ 21,545,784	22,253,999
Employer's Proportionate Share of the Net Pension Liability as a % of its Covered-Employee Payroll	16.80%	26.58%
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 2021 measurement year, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.25 percent and a real return of 4.75 percent. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated September 30, 2021.

For the 2020-2016 measurement years, the assumed investment rate of return was 7.0, 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. 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.

6/30/2017	6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022
0.0085%	0.0075%	0.0037%	0.0025%	0.0028%	0.0029 %
6,722,768	5,707,581	2,918,938	2,024,592	2,402,750	2,277,125
175,074,777	177,664,206	199,959,513	144,087,980	188,195,890	190,847,248
181,797,545	183,371,787	202,878,451	146,112,572	190,598,640	193,124,373
22,579,785	23,151,744	20,371,841	24,724,634	25,680,859	26,871,787
29.77%	24.65%	14.33%	8.19%	9.36%	8.47 %
36.44%	39.26%	40.00%	40.00%	37.80%	45.10 %
383,410	138,578	126,687	150,118	159,625	162,211
320,984	175,002	139,751	135,468	158,314	165,399
62,426	(36,424)	(13,064)	14,650	1,311	(3,188)
22,579,785	23,151,744	20,371,841	24,724,634	25,680,859	26,871,787
1.70%	0.60%	0.62%	0.61%	0.62%	0.60%

DUPAGE COUNTY SCHOOL DISTRICT 45

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions
June 30, 2022**

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%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	22 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

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

June 30, 2022

See Following Page

DUPAGE COUNTY SCHOOL DISTRICT 45

**Illinois Municipal Retirement Fund
Schedule of Changes in the Employer's Net Pension Liability
June 30, 2022**

	<u>12/31/2014</u>
Total Pension Liability	
Service Cost	\$ 599,633
Interest	1,700,936
Differences Between Expected and Actual Experience	(40,400)
Change of Assumptions	1,072,538
Benefit Payments, Including Refunds of Member Contributions	(1,079,359)
Net Change in Total Pension Liability	2,253,348
Total Pension Liability - Beginning	<u>22,919,016</u>
 Total Pension Liability - Ending	 <u><u>25,172,364</u></u>
 Plan Fiduciary Net Position	
Contributions - Employer	\$ 585,303
Contributions - Members	230,679
Net Investment Income	1,325,310
Benefit Payments, Including Refunds of Member Contributions	(1,079,359)
Other (Net Transfer)	(95,155)
Net Change in Plan Fiduciary Net Position	966,778
Plan Net Position - Beginning	<u>21,858,078</u>
 Plan Net Position - Ending	 <u><u>22,824,856</u></u>
 Employer's Net Pension Liability	 <u><u>\$ 2,347,508</u></u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 90.67%
 Covered Payroll	 \$ 5,125,225
 Employer's Net Pension Liability as a Percentage of Covered Payroll	 45.80%

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.

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
599,733	621,641	615,687	615,746	631,970	668,041	630,128
1,862,701	1,984,090	2,097,490	2,166,106	2,257,093	2,424,411	2,491,816
392,066	204,552	486,676	125,460	1,096,723	7,749	728,985
61,653	(97,349)	(908,894)	847,412	—	(315,437)	—
(1,206,108)	(1,264,914)	(1,343,472)	(1,408,745)	(1,615,120)	(1,776,861)	(1,895,305)
1,710,045	1,448,020	947,487	2,345,979	2,370,666	1,007,903	1,955,624
25,172,364	26,882,409	28,330,429	29,277,916	31,623,895	33,994,561	35,002,464
26,882,409	28,330,429	29,277,916	31,623,895	33,994,561	35,002,464	36,958,088
653,956	663,486	687,782	721,255	647,758	838,471	992,927
244,364	259,606	290,163	277,108	294,523	284,375	314,051
113,355	1,561,796	4,250,246	(1,488,698)	4,832,041	4,340,846	5,781,674
(1,206,108)	(1,264,914)	(1,343,472)	(1,408,745)	(1,615,120)	(1,776,861)	(1,895,305)
198,939	(5,221)	(757,279)	547,361	256,641	166,136	(150,059)
4,506	1,214,753	3,127,440	(1,351,719)	4,415,843	3,852,967	5,043,288
22,824,856	22,829,362	24,044,115	27,171,555	25,819,836	30,235,679	34,088,646
22,829,362	24,044,115	27,171,555	25,819,836	30,235,679	34,088,646	39,131,934
4,053,047	4,286,314	2,106,361	5,804,059	3,758,882	913,818	(2,173,846)
84.92%	84.87%	92.81%	81.65%	88.94%	97.39%	105.88%
5,431,435	5,606,445	5,960,029	6,040,669	6,186,811	6,300,139	6,887,765
74.62%	76.45%	35.34%	96.08%	60.76%	14.50%	(31.56%)

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, 2022**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Property Taxes	\$ 31,681,959	31,681,959	32,292,706	610,747
Investment Income	68,200	68,200	52,494	(15,706)
Other	581,950	581,950	417,676	(164,274)
State Sources	6,763,056	6,763,056	6,902,272	139,216
Federal Sources	5,025,608	5,025,608	5,050,329	24,721
On-Behalf Payments	16,756,869	16,756,869	13,930,552	(2,826,317)
Total Revenues	60,877,642	60,877,642	58,646,029	(2,231,613)
Expenditures				
Instruction				
Regular Programs	16,120,574	16,120,574	15,762,080	358,494
Special Programs	7,675,928	7,675,928	7,545,530	130,398
Other Instructional Programs	4,499,368	4,499,368	4,311,356	188,012
Support Services				
Pupils	3,811,254	3,811,254	3,905,575	(94,321)
Instructional Staff	2,871,725	2,871,725	2,864,652	7,073
General Administration	1,057,899	1,057,899	954,088	103,811
School Administration	3,013,336	3,013,336	2,980,783	32,553
Business	2,179,124	2,179,124	2,252,762	(73,638)
Central	2,230,901	2,230,901	2,188,815	42,086
Community Services	133,744	133,744	100,079	33,665
Payments to Other Districts and Government Units	2,041,347	2,041,347	1,780,240	261,107
Provision for Contingencies	680,000	680,000	—	680,000
On-Behalf Expenditures	16,756,869	16,756,869	13,930,552	2,826,317
Total Expenditures	63,072,069	63,072,069	58,576,512	4,495,557
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,194,427)	(2,194,427)	69,517	2,263,944
Other Financing Sources (Uses)				
Debt Issuance	3,000,000	3,000,000	2,652,965	(347,035)
Premium on Debt Issuance	—	—	435,391	435,391
Transfers Out	(3,000,000)	(3,000,000)	(3,302,975)	(302,975)
	—	—	(214,619)	(214,619)
Net Change in Fund Balance	(2,194,427)	(2,194,427)	(145,102)	2,049,325
Fund Balances - Beginning			14,524,408	
Fund Balances - Ending			14,379,306	

DUPAGE COUNTY SCHOOL DISTRICT 45

Operations and Maintenance Account - Special Revenue Fund

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

For the Fiscal Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
General Levy	\$ 3,379,532	3,379,532	3,387,163	7,631
Personal Property Replacement Taxes	344,112	344,112	605,086	260,974
Investment Income	5,000	5,000	—	(5,000)
Rentals	120,000	120,000	110,005	(9,995)
Other	205,000	205,000	45,237	(159,763)
Total Local Sources	4,053,644	4,053,644	4,147,491	93,847
State Sources				
General State Aid	1,519,000	1,519,000	—	(1,519,000)
Other Restricted Revenue from State Sources	50,000	50,000	36,225	(13,775)
Total State Sources	1,569,000	1,569,000	36,225	(1,532,775)
Total Revenues	5,622,644	5,622,644	4,183,716	(1,438,928)
Expenditures				
Support Services				
Business				
Facilities and Acquisition and Construction Services				
Purchased Services	100,000	100,000	73,488	26,512
Supplies and Materials	—	—	4,200	(4,200)
Capital Outlay	116,000	116,000	106,149	9,851
Non-Capitalized Equipment	—	—	2,125	(2,125)
	216,000	216,000	185,962	30,038
Operation and Maintenance of Plant Services				
Salaries	1,838,461	1,838,461	2,016,461	(178,000)
Employee Benefits	206,726	206,726	237,446	(30,720)
Purchased Services	777,500	777,500	980,941	(203,441)
Supplies and Materials	725,500	725,500	1,085,158	(359,658)
Capital Outlay	55,000	55,000	29,144	25,856
Non-Capitalized Equipment	50,000	50,000	8,872	41,128
	3,653,187	3,653,187	4,358,022	(704,835)

DUPAGE COUNTY SCHOOL DISTRICT 45

Operations and Maintenance Account - General Fund

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

For the Fiscal Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Provision for Contingencies				
Other Objects	\$ 1,669,000	1,669,000	—	1,669,000
Total Expenditures	<u>5,538,187</u>	<u>5,538,187</u>	<u>4,543,984</u>	<u>994,203</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>84,457</u>	<u>84,457</u>	<u>(360,268)</u>	<u>(444,725)</u>
Other Financing Sources (Uses)				
Transfers In	3,000,000	3,000,000	3,002,975	2,975
Transfers Out	<u>(3,000,000)</u>	<u>(3,000,000)</u>	<u>(3,002,975)</u>	<u>(2,975)</u>
	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net Change in Fund Balance	<u><u>84,457</u></u>	<u><u>84,457</u></u>	<u><u>(360,268)</u></u>	<u><u>(444,725)</u></u>
Fund Balance - Beginning as Restated			<u>2,015,177</u>	
Fund Balance - Ending			<u><u>1,654,909</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, 2022**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
General Levy	\$ 1,675,348	1,675,348	1,508,746	(166,602)
Regular Transportation Fees Other Districts	—	—	13,540	13,540
Regular Transportation Fees Other Sources	30,000	30,000	—	(30,000)
Investment Income	3,000	3,000	1	(2,999)
Total Local Sources	<u>1,708,348</u>	<u>1,708,348</u>	<u>1,522,287</u>	<u>(186,061)</u>
State Sources				
Transportation - Regular/Vocational	125,000	125,000	152,869	27,869
Transportation - Special Education	1,032,683	1,032,683	1,214,208	181,525
Total State Sources	<u>1,157,683</u>	<u>1,157,683</u>	<u>1,367,077</u>	<u>209,394</u>
Total Revenues	<u>2,866,031</u>	<u>2,866,031</u>	<u>2,889,364</u>	<u>23,333</u>
Expenditures				
Support Services				
Business				
Pupil Transport Services				
Salaries	39,301	39,301	28,433	10,868
Employee Benefits	1,816	1,816	1,816	—
Purchased Services	2,936,000	2,936,000	2,788,572	147,428
Supplies and Materials	30,000	30,000	4,802	25,198
Capital Outlay	160,000	160,000	200,994	(40,994)
Total Expenditures	<u>3,167,117</u>	<u>3,167,117</u>	<u>3,024,617</u>	<u>142,500</u>
Net Change in Fund Balance	<u>(301,086)</u>	<u>(301,086)</u>	(135,253)	<u>165,833</u>
Fund Balance - Beginning			<u>628,802</u>	
Fund Balance - Ending			<u>493,549</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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
General Levy	\$ 374,024	374,024	105,262	(268,762)
Social Security/Medicare Only Levy	405,321	405,321	307,012	(98,309)
Corporate Personal Property				
Replacement Taxes	144,000	144,000	325,815	181,815
Investment Income	5,000	5,000	(1)	(5,001)
Total Revenues	928,345	928,345	738,088	(190,257)
Expenditures				
Instruction				
Regular Programs	175,889	175,889	215,147	(39,258)
Pre-K Programs	51,813	51,813	50,083	1,730
Special Education Programs	392,373	392,373	385,623	6,750
Remedial and Supplemental Programs K-12	14,339	14,339	14,265	74
Remedial and Supplemental Programs Pre-K	29,421	29,421	29,836	(415)
Interscholastic Programs	—	—	3,038	(3,038)
Summer School Programs	—	—	8,822	(8,822)
Gifted Programs	4,068	4,068	3,840	228
Bilingual Programs	73,541	73,541	68,941	4,600
Total Instruction	741,444	741,444	779,595	(38,151)
Support Services				
Pupils				
Attendance and Social Work Services	11,477	11,477	11,558	(81)
Guidance Services	3,119	3,119	3,126	(7)
Health Services	81,251	81,251	80,097	1,154
Psychological Services	7,685	7,685	8,001	(316)
Speech Pathology and Audiology Services	15,274	15,274	14,383	891
Total Pupils	118,806	118,806	117,165	1,641
Instructional Staff				
Improvement of Instruction Services	25,568	25,568	26,995	(1,427)
Educational Media Services	59,944	59,944	58,149	1,795
Assessment and Testing	2,212	2,212	2,328	(116)
Total Instructional Staff	87,724	87,724	87,472	252

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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
General Administration				
Board of Education Services	\$ 2,948	2,948	2,853	95
Executive Administration Services	29,976	29,976	30,873	(897)
Total General Administration	<u>32,924</u>	<u>32,924</u>	<u>33,726</u>	<u>(802)</u>
School Administration				
Office of the Principal Services	147,166	147,166	144,362	2,804
Business				
Direction of Business Support Services	49,059	49,059	48,364	695
Operations and Maintenance of				
Plant Services	423,352	423,352	387,389	35,963
Pupil Transportation Services	2,947	2,947	3,620	(673)
Food Services	15,335	15,335	25,582	(10,247)
Total Business	<u>490,693</u>	<u>490,693</u>	<u>464,955</u>	<u>25,738</u>
Central				
Information Services	32,204	32,204	24,862	7,342
Staff Services	7,948	7,948	7,714	234
Data Processing Services	82,912	82,912	88,646	(5,734)
Total Central	<u>123,064</u>	<u>123,064</u>	<u>121,222</u>	<u>1,842</u>
Total Support Services	<u>1,000,377</u>	<u>1,000,377</u>	<u>968,902</u>	<u>31,475</u>
Community Services	6,760	6,760	7,771	(1,011)
Total Expenditures	<u>1,748,581</u>	<u>1,748,581</u>	<u>1,756,268</u>	<u>(7,687)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(820,236)</u>	<u>(820,236)</u>	<u>(1,018,180)</u>	<u>(197,944)</u>
Other Financing Sources				
Transfers In	<u>—</u>	<u>—</u>	<u>300,000</u>	<u>300,000</u>
Net Change in Fund Balance	<u>(820,236)</u>	<u>(820,236)</u>	<u>(718,180)</u>	<u>102,056</u>
Fund Balance - Beginning			<u>850,391</u>	
Fund Balance - Ending			<u>132,211</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, 2022**

	Educational Accounts	Tort Immunity and Judgment Accounts	Working Cash Accounts	Totals
ASSETS				
Cash and Investments	\$ 27,049,072	210,971	4,964,350	32,224,393
Receivables - Net of Allowances				
Property Taxes	14,618,746	175,713	—	14,794,459
Intergovernmental	2,763,894	—	—	2,763,894
Total Assets	<u>44,431,712</u>	<u>386,684</u>	<u>4,964,350</u>	<u>49,782,746</u>
LIABILITIES				
Accounts Payable	91,755	—	—	91,755
Salaries and Wages Payable	3,581,754	—	—	3,581,754
Total Liabilities	<u>3,673,509</u>	<u>—</u>	<u>—</u>	<u>3,673,509</u>
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	30,958,785	372,940	—	31,331,725
Grant	398,206	—	—	398,206
Total Deferred Inflows of Resources	<u>31,356,991</u>	<u>372,940</u>	<u>—</u>	<u>31,729,931</u>
Total Liabilities and Deferred Inflows of Resources	<u>35,030,500</u>	<u>372,940</u>	<u>—</u>	<u>35,403,440</u>
FUND BALANCES				
Restricted	9,949	13,744	—	23,693
Unassigned	9,391,263	—	4,964,350	14,355,613
Total Fund Balances	<u>9,401,212</u>	<u>13,744</u>	<u>4,964,350</u>	<u>14,379,306</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>44,431,712</u>	<u>386,684</u>	<u>4,964,350</u>	<u>49,782,746</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, 2022

	Educational Accounts	Tort Immunity and Judgment Accounts	Working Cash Accounts	Totals
Revenues				
Local Sources				
Property Taxes	\$ 32,111,005	181,701	—	32,292,706
Investment Income	37,387	—	15,107	52,494
Other	417,676	—	—	417,676
State Sources	6,902,272	—	—	6,902,272
Federal Sources	5,050,329	—	—	5,050,329
On-Behalf Payments	13,930,552	—	—	13,930,552
Total Revenues	58,449,221	181,701	15,107	58,646,029
Expenditures				
Instruction				
Regular Programs	15,762,080	—	—	15,762,080
Special Programs	7,545,530	—	—	7,545,530
Other Instructional Programs	4,311,356	—	—	4,311,356
Support Services				
Pupils	3,905,575	—	—	3,905,575
Instructional Staff	2,864,652	—	—	2,864,652
General Administration	705,496	248,592	—	954,088
School Administration	2,980,783	—	—	2,980,783
Business	2,252,762	—	—	2,252,762
Central	2,188,815	—	—	2,188,815
Community Services	100,079	—	—	100,079
Payments to Other Districts and Government Units				
	1,780,240	—	—	1,780,240
On-Behalf Expenditures	13,930,552	—	—	13,930,552
Total Expenditures	58,327,920	248,592	—	58,576,512
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	121,301	(66,891)	15,107	69,517
Other Financing Sources (Uses)				
Debt Issuance	—	—	2,652,965	2,652,965
Premium on Debt Issuance	—	—	435,391	435,391
Transfers Out	—	—	(3,302,975)	(3,302,975)
	—	—	(214,619)	(214,619)
Net Change in Fund Balance	121,301	(66,891)	(199,512)	(145,102)
Fund Balances - Beginning	9,279,911	80,635	5,163,862	14,524,408
Fund Balances - Ending	9,401,212	13,744	4,964,350	14,379,306

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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
General Levy	\$ 30,987,108	30,987,108	31,855,370	868,262
Special Education Levy	255,059	255,059	255,635	576
Regular - Tuition from Other Districts	100,000	100,000	55,967	(44,033)
Summer School - Tuition from				
Pupils or Parents (in State)	20,000	20,000	(75)	(20,075)
Investment Income	37,500	37,500	37,387	(113)
Sales to Pupils - Lunch	7,000	7,000	14,735	7,735
Sales to Pupils - Breakfast	200	200	—	(200)
Sales to Pupils - A la Carte	25,000	25,000	—	(25,000)
Sales to Adults	35,000	35,000	136,110	101,110
Admissions - Athletic	20,000	20,000	10,754	(9,246)
Fees	148,250	148,250	80,426	(67,824)
Other District/School Activity Revenue	10,500	10,500	3,619	(6,881)
Rentals - Regular Text books	130,000	130,000	91,097	(38,903)
Contributions and Donations from				
Private Sources	20,000	20,000	3,756	(16,244)
Refund of Prior Years' Expenditures	—	—	(826)	(826)
Other Local Fees	66,000	66,000	22,113	(43,887)
Total Local Sources	31,861,617	31,861,617	32,566,068	704,451
State Sources				
General State Aid	6,143,833	6,143,833	6,149,827	5,994
Special Education				
Private Facility Tuition	175,000	175,000	146,826	(28,174)
Orphanage - Individual	50,000	50,000	196,995	146,995
Orphanage - Summer	—	—	3,380	3,380
State Free Lunch and Breakfast	10,000	10,000	35,454	25,454
Early Childhood - Block Grant	366,723	366,723	366,723	—
IL Library Grant	2,500	2,500	3,067	567
Other Restricted Revenue from State Sources	15,000	15,000	—	(15,000)
Total State Sources	6,763,056	6,763,056	6,902,272	139,216

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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues - Continued				
Federal Sources				
National School Lunch Program	\$ —	—	1,144,142	1,144,142
School Breakfast Program	—	—	321,375	321,375
Summer Food Service Program	1,400,000	1,400,000	7,665	(1,392,335)
Title I - Low Income	735,188	735,188	11,100	(724,088)
Title IV - Safe and Drug Free School	65,980	65,980	—	(65,980)
Federal - Special Education				
Preschool Flow-Through	34,253	34,253	34,539	286
Federal - Special Education				
IDEA Flow-Through	956,848	956,848	962,839	5,991
IDEA Room and Board	65,000	65,000	74,611	9,611
Title III - Language Inst. Program - Limited English	105,978	105,978	58,053	(47,925)
Title II - Teacher Quality	295,155	295,155	—	(295,155)
Medicaid Matching Funds				
Administrative Outreach	150,000	150,000	234,482	84,482
Fee-For-Service Program	420,000	420,000	7,098	(412,902)
Other Restricted Revenue from Federal Sources	797,206	797,206	2,194,425	1,397,219
Total Federal Sources	5,025,608	5,025,608	5,050,329	24,721
Total Direct Revenues	43,650,281	43,650,281	44,518,669	868,388
On-Behalf Payments	16,756,869	16,756,869	13,930,552	(2,826,317)
Total Revenues	60,407,150	60,407,150	58,449,221	(1,957,929)
Expenditures				
Instruction				
Regular Programs				
Salaries	13,563,323	13,563,323	13,607,609	(44,286)
Employee Benefits	1,570,062	1,570,062	1,453,861	116,201
Purchased Services	39,190	39,190	26,663	12,527
Supplies and Materials	867,449	867,449	644,567	222,882
Capital Outlay	30,000	30,000	—	30,000
Other Objects	12,150	12,150	986	11,164
Non-Capitalized Equipment	38,400	38,400	28,394	10,006
	16,120,574	16,120,574	15,762,080	358,494

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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Instruction - Continued				
Pre-K Programs				
Salaries	\$ 698,288	698,288	566,144	132,144
Employee Benefits	126,788	126,788	126,904	(116)
Purchased Services	2,700	2,700	2,550	150
Supplies and Materials	4,330	4,330	15,850	(11,520)
	<u>832,106</u>	<u>832,106</u>	<u>711,448</u>	<u>120,658</u>
Special Education Programs				
Salaries	5,122,923	5,122,923	5,084,304	38,619
Employee Benefits	817,627	817,627	758,365	59,262
Purchased Services	70,241	70,241	29,179	41,062
Supplies and Materials	90,582	90,582	49,503	41,079
	<u>6,101,373</u>	<u>6,101,373</u>	<u>5,921,351</u>	<u>180,022</u>
Remedial and Supplemental Programs K-12				
Salaries	1,018,056	1,018,056	1,021,293	(3,237)
Employee Benefits	112,802	112,802	136,309	(23,507)
	<u>1,130,858</u>	<u>1,130,858</u>	<u>1,157,602</u>	<u>(26,744)</u>
Remedial and Supplemental Programs Pre-K				
Salaries	352,600	352,600	382,044	(29,444)
Employee Benefits	77,677	77,677	73,368	4,309
Purchased Services	13,420	13,420	11,165	2,255
	<u>443,697</u>	<u>443,697</u>	<u>466,577</u>	<u>(22,880)</u>
Interscholastic Programs				
Salaries	118,529	118,529	136,839	(18,310)
Employee Benefits	—	—	1,592	(1,592)
Purchased Services	2,000	2,000	9,801	(7,801)
Supplies and Materials	14,000	14,000	18,959	(4,959)
Other Objects	17,000	17,000	930	16,070
Non-Capitalized Equipment	1,000	1,000	—	1,000
	<u>152,529</u>	<u>152,529</u>	<u>168,121</u>	<u>(15,592)</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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Instruction - Continued				
Summer School Programs				
Salaries	\$ 145,633	145,633	95,513	50,120
Employee Benefits	—	—	617	(617)
Purchased Services	600	600	3,087	(2,487)
Supplies and Materials	500	500	—	500
	<u>146,733</u>	<u>146,733</u>	<u>99,217</u>	<u>47,516</u>
Gifted Programs				
Salaries	291,426	291,426	279,497	11,929
Employee Benefits	27,634	27,634	28,956	(1,322)
Supplies and Materials	13,500	13,500	—	13,500
	<u>332,560</u>	<u>332,560</u>	<u>308,453</u>	<u>24,107</u>
Bilingual Programs				
Salaries	2,059,003	2,059,003	1,939,159	119,844
Employee Benefits	313,742	313,742	302,367	11,375
Purchased Services	22,960	22,960	1,460	21,500
Supplies and Materials	39,735	39,735	13,890	25,845
	<u>2,435,440</u>	<u>2,435,440</u>	<u>2,256,876</u>	<u>178,564</u>
Special Education Programs K-12				
Private Tuition				
Other Objects	600,000	600,000	759,942	(159,942)
Student Activities				
Other Objects				
	<u>—</u>	<u>—</u>	<u>7,299</u>	<u>(7,299)</u>
Total Instruction	<u>28,295,870</u>	<u>28,295,870</u>	<u>27,618,966</u>	<u>676,904</u>
Support Services				
Pupils				
Attendance and Social Work Services				
Salaries	822,233	822,233	825,159	(2,926)
Employee Benefits	86,362	86,362	83,740	2,622
Purchased Services	2,300	2,300	1,561	739
Supplies and Materials	2,000	2,000	—	2,000
	<u>912,895</u>	<u>912,895</u>	<u>910,460</u>	<u>2,435</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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Pupils - Continued				
Guidance Services				
Salaries	\$ 227,327	227,327	226,101	1,226
Employee Benefits	26,369	26,369	26,509	(140)
Purchased Services	—	—	23,689	(23,689)
	<u>253,696</u>	<u>253,696</u>	<u>276,299</u>	<u>(22,603)</u>
Health Services				
Salaries	550,026	550,026	537,731	12,295
Employee Benefits	70,195	70,195	70,622	(427)
Purchased Services	20,350	20,350	111,459	(91,109)
Supplies and Materials	23,500	23,500	19,903	3,597
Other Objects	150	150	146	4
	<u>664,221</u>	<u>664,221</u>	<u>739,861</u>	<u>(75,640)</u>
Psychological Services				
Salaries	591,025	591,025	597,293	(6,268)
Employee Benefits	101,205	101,205	96,206	4,999
Purchased Services	5,550	5,550	2,070	3,480
Supplies and Materials	7,500	7,500	5,295	2,205
	<u>705,280</u>	<u>705,280</u>	<u>700,864</u>	<u>4,416</u>
Speech Pathology and Audiology Services				
Salaries	1,126,539	1,126,539	1,043,220	83,319
Employee Benefits	131,223	131,223	127,595	3,628
Purchased Services	12,400	12,400	104,790	(92,390)
Supplies and Materials	5,000	5,000	2,486	2,514
	<u>1,275,162</u>	<u>1,275,162</u>	<u>1,278,091</u>	<u>(2,929)</u>
Total Pupils	<u>3,811,254</u>	<u>3,811,254</u>	<u>3,905,575</u>	<u>(94,321)</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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Instructional Staff				
Improvement of Instructional Services				
Salaries	\$ 969,907	969,907	975,563	(5,656)
Employee Benefits	145,274	145,274	149,495	(4,221)
Purchased Services	569,141	569,141	522,166	46,975
Supplies and Materials	186,500	186,500	264,273	(77,773)
Other Objects	13,000	13,000	10,077	2,923
	<u>1,883,822</u>	<u>1,883,822</u>	<u>1,921,574</u>	<u>(37,752)</u>
Educational Media Services				
Salaries	540,934	540,934	556,114	(15,180)
Employee Benefits	91,757	91,757	94,083	(2,326)
Supplies and Materials	89,230	89,230	46,656	42,574
Non-Capitalized Equipment	2,000	2,000	1,755	245
	<u>723,921</u>	<u>723,921</u>	<u>698,608</u>	<u>25,313</u>
Assessment and Testing				
Salaries	137,320	137,320	137,320	—
Employee Benefits	43,202	43,202	43,065	137
Purchased Services	1,460	1,460	2,740	(1,280)
Supplies and Materials	82,000	82,000	61,345	20,655
	<u>263,982</u>	<u>263,982</u>	<u>244,470</u>	<u>19,512</u>
Total Instructional Staff	<u>2,871,725</u>	<u>2,871,725</u>	<u>2,864,652</u>	<u>7,073</u>
General Administration				
Board of Education Services				
Salaries	46,607	46,607	29,977	16,630
Employee Benefits	5,674	5,674	5,674	—
Purchased Services	189,500	189,500	182,489	7,011
Supplies and Materials	16,000	16,000	19,584	(3,584)
Other Objects	18,000	18,000	12,838	5,162
	<u>275,781</u>	<u>275,781</u>	<u>250,562</u>	<u>25,219</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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
General Administration - Continued				
Executive Administration Services				
Salaries	\$ 368,393	368,393	377,292	(8,899)
Employee Benefits	57,725	57,725	57,725	—
Purchased Services	13,900	13,900	7,565	6,335
Supplies and Materials	12,100	12,100	8,299	3,801
Other Objects	5,000	5,000	4,053	947
Non-Capitalized Equipment	—	—	—	—
	<u>457,118</u>	<u>457,118</u>	<u>454,934</u>	<u>2,184</u>
Total General Administration	<u>732,899</u>	<u>732,899</u>	<u>705,496</u>	<u>27,403</u>
School Administration				
Office of the Principal Services				
Salaries	2,368,912	2,368,912	2,349,575	19,337
Employee Benefits	642,964	642,964	629,748	13,216
Purchased Services	1,460	1,460	1,460	—
Total School Administration	<u>3,013,336</u>	<u>3,013,336</u>	<u>2,980,783</u>	<u>32,553</u>
Business				
Direction of Business Support Services				
Salaries	439,662	439,662	397,053	42,609
Employee Benefits	67,513	67,513	78,073	(10,560)
Purchased Services	21,000	21,000	8,354	12,646
Supplies and Materials	46,000	46,000	60,664	(14,664)
Other Objects	3,000	3,000	2,872	128
Non-Capitalized Equipment	2,000	2,000	—	2,000
	<u>579,175</u>	<u>579,175</u>	<u>547,016</u>	<u>32,159</u>
Fiscal Services				
Purchased Services	<u>140,000</u>	<u>140,000</u>	<u>94,725</u>	<u>45,275</u>
Pupil Transportation Services				
Purchased Services	<u>2,000</u>	<u>2,000</u>	<u>1,503</u>	<u>497</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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Business - Continued				
Food Services				
Salaries	\$ 139,833	139,833	210,381	(70,548)
Employee Benefits	13,206	13,206	14,667	(1,461)
Purchased Services	971,110	971,110	1,052,539	(81,429)
Supplies and Materials	123,200	123,200	87,276	35,924
Capital Outlay	15,000	15,000	6,987	8,013
Non-Capitalized Equipment	5,000	5,000	—	5,000
	<u>1,267,349</u>	<u>1,267,349</u>	<u>1,371,850</u>	<u>(104,501)</u>
Internal Services				
Purchased Services	178,000	178,000	219,829	(41,829)
Supplies and Materials	12,000	12,000	17,439	(5,439)
	<u>190,000</u>	<u>190,000</u>	<u>237,268</u>	<u>(47,268)</u>
Total Business	<u>2,179,124</u>	<u>2,179,124</u>	<u>2,252,762</u>	<u>(73,638)</u>
Central				
Information Services				
Salaries	135,000	135,000	113,427	21,573
Employee Benefits	30,538	30,538	20,339	10,199
Purchased Services	83,460	83,460	30,773	52,687
Supplies and Materials	27,500	27,500	12,136	15,364
Other Objects	500	500	—	500
Non-Capitalized Equipment	—	—	2,618	(2,618)
	<u>276,998</u>	<u>276,998</u>	<u>179,293</u>	<u>97,705</u>
Staff Services				
Salaries	179,704	179,704	179,703	1
Employee Benefits	44,705	44,705	48,748	(4,043)
Purchased Services	16,710	16,710	15,389	1,321
Supplies and Materials	52,000	52,000	51,609	391
Other Objects	500	500	475	25
	<u>293,619</u>	<u>293,619</u>	<u>295,924</u>	<u>(2,305)</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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Central - Continued				
Data Processing Services				
Salaries	\$ 411,758	411,758	435,281	(23,523)
Employee Benefits	49,826	49,826	49,831	(5)
Purchased Services	38,200	38,200	230,791	(192,591)
Supplies and Materials	760,500	760,500	685,983	74,517
Capital Outlay	200,000	200,000	75,549	124,451
Non-Capitalized Equipment	200,000	200,000	236,163	(36,163)
	<u>1,660,284</u>	<u>1,660,284</u>	<u>1,713,598</u>	<u>(53,314)</u>
Total Central	<u>2,230,901</u>	<u>2,230,901</u>	<u>2,188,815</u>	<u>42,086</u>
Total Support Services	<u>14,839,239</u>	<u>14,839,239</u>	<u>14,898,083</u>	<u>(58,844)</u>
Community Services				
Salaries	58,104	58,104	54,802	3,302
Employee Benefits	519	519	498	21
Purchased Services	67,997	67,997	44,325	23,672
Supplies and Materials	7,124	7,124	454	6,670
Total Community Services	<u>133,744</u>	<u>133,744</u>	<u>100,079</u>	<u>33,665</u>
Payments to Other Districts and Governmental Units				
Payments for Regular Programs				
Purchased Services	<u>40,000</u>	<u>40,000</u>	<u>1,300</u>	<u>38,700</u>
Payments for Special Education Programs				
Purchased Services	1,080,434	1,080,434	1,085,933	(5,499)
Other Objects	920,913	920,913	693,007	227,906
	<u>2,001,347</u>	<u>2,001,347</u>	<u>1,778,940</u>	<u>222,407</u>
Total Payments to Other Districts and Governmental Units	<u>2,041,347</u>	<u>2,041,347</u>	<u>1,780,240</u>	<u>261,107</u>
Provision for Contingencies				
Other Objects	<u>680,000</u>	<u>680,000</u>	<u>—</u>	<u>680,000</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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Total Direct Expenditures	<u>\$ 45,990,200</u>	<u>45,990,200</u>	<u>44,397,368</u>	<u>1,592,832</u>
On Behalf Payments	<u>16,756,869</u>	<u>16,756,869</u>	<u>13,930,552</u>	<u>2,826,317</u>
Total Expenditures	<u>62,747,069</u>	<u>62,747,069</u>	<u>58,327,920</u>	<u>4,419,149</u>
Net Change in Fund Balance	<u>(2,339,919)</u>	<u>(2,339,919)</u>	<u>121,301</u>	<u>2,461,220</u>
Fund Balance - Beginning			<u>9,279,911</u>	
Fund Balance - Ending			<u>9,401,212</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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Tort Immunity Levy	\$ 439,792	439,792	181,701	(258,091)
Investment Income	700	700	—	(700)
Total Revenues	<u>440,492</u>	<u>440,492</u>	<u>181,701</u>	<u>(258,791)</u>
Expenditures				
Support Services				
Unemployment Insurance Payments				
Purchased Services	—	—	1,000	(1,000)
Risk Management				
Purchased Services	325,000	325,000	247,592	77,408
Total Expenditures	<u>325,000</u>	<u>325,000</u>	<u>248,592</u>	<u>76,408</u>
Net Change in Fund Balance	<u>115,492</u>	<u>115,492</u>	(66,891)	<u>(182,383)</u>
Fund Balance - Beginning			<u>80,635</u>	
Fund Balance - Ending			<u>13,744</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, 2022**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Investment Income	\$ 30,000	30,000	15,107	(14,893)
Expenditures	—	—	—	—
Excess (Deficiency of Revenues Over (Under) Expenditures	30,000	30,000	15,107	(14,893)
Other Financing Sources (Uses)				
Debt Issuance	3,000,000	3,000,000	2,652,965	(347,035)
Premium on Issuance	—	—	435,391	435,391
Transfers Out	(3,000,000)	(3,000,000)	(3,302,975)	(302,975)
	—	—	(214,619)	(214,619)
Net Change in Fund Balance	<u>30,000</u>	<u>30,000</u>	(199,512)	<u>(229,512)</u>
Fund Balance - Beginning			<u>5,163,862</u>	
Fund Balance - Ending			<u>4,964,350</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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
General Levy	\$ 5,328,609	5,328,609	5,364,574	35,965
Investment Income	3,500	3,500	—	(3,500)
Other Revenue from Local Sources	—	—	213	213
Total Revenues	<u>5,332,109</u>	<u>5,332,109</u>	<u>5,364,787</u>	<u>32,678</u>
Expenditures				
Debt Service				
Payments on Long Term Debt				
Principal Payments on Long Term Debt	2,965,000	2,965,000	2,965,000	—
Interest and Other	2,348,758	2,348,758	1,977,167	371,591
Total Expenditures	<u>5,313,758</u>	<u>5,313,758</u>	<u>4,942,167</u>	<u>371,591</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	18,351	18,351	422,620	404,269
Other Financing Sources				
Bond Issuance	—	—	67,035	67,035
Net Change in Fund Balance	<u>18,351</u>	<u>18,351</u>	489,655	<u>471,304</u>
Fund Balance - Beginning			<u>80,401</u>	
Fund Balance - Ending			<u>570,056</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, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Investment Income	\$ 10,000	10,000	29,655	19,655
Expenditures				
Support Services				
Business				
Facilities Acquisition and Construction				
Purchased Services	2,500,000	2,500,000	2,649,703	(149,703)
Supplies and Materials	—	—	1,392,034	(1,392,034)
Capital Outlay	26,000,000	26,000,000	19,349,821	6,650,179
Non-Capitalized Equipment	—	—	684,622	(684,622)
Total Expenditures	<u>28,500,000</u>	<u>28,500,000</u>	<u>24,076,180</u>	<u>4,423,820</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(28,490,000)	(28,490,000)	(24,046,525)	4,443,475
Other Financing Sources				
Transfers In	<u>3,000,000</u>	<u>3,000,000</u>	<u>3,002,975</u>	<u>2,975</u>
Net Change in Fund Balance	<u>(25,490,000)</u>	<u>(25,490,000)</u>	<u>(21,043,550)</u>	<u>4,446,450</u>
Fund Balance - Beginning			<u>26,610,414</u>	
Fund Balance - Ending			<u><u>5,566,864</u></u>	

DUPAGE COUNTY SCHOOL DISTRICT 45

**Consolidated Year-End Financial Report
June 30, 2022**

CSFA #	Program Name	State	Federal	Other	Totals
478-00-0251	Medical Assistance Program	\$ —	158,431	—	158,431
586-18-0406	School Breakfast Program	—	321,375	—	321,375
586-18-0407	National School Lunch Program	—	1,140,509	—	1,140,509
586-18-0428	English Language Acquisition State Grants	—	66,796	—	66,796
586-18-0868	Early Childhood Block Grant	366,723	—	—	366,723
586-44-1082	Title I - School Improvement and Accountability	—	11,100	—	11,100
586-44-1588	Title II - Teacher Quality	—	112,538	—	112,538
586-57-0420	Federal - Special Education Pre-School Flow Through	—	33,954	—	33,954
586-64-0417	Federal - Special Education - IDEA Flow Through	—	962,839	—	962,839
586-82-1466	Special Education - IDEA Flow Through - Room and Board	—	74,611	—	74,611
586-18-2330	Non-Cash Commodity Value	—	102,516	—	102,516
586-18-0410	Summer Food Service Program	—	—	—	—
586-84-1531	After School Programs	36,225	—	—	36,225
586-62-2402	Federal Programs - Emergency Relief	—	2,194,425	—	2,194,425
	Other Grant Programs and Activities	—	—	—	—
	All Other Costs Not Allocated	—	—	67,102,327	67,102,327
	Totals	402,948	5,179,094	67,102,327	72,684,369



**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 22, 2022

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, 2022, 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 22, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School 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 School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School 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 School 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 School 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 School 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 School 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 - Six Year Summary of Assessed Valuations
June 30, 2022**

	2016	2017	2018	2019	2020	2021
Assessed Valuation	\$ 974,747,854	1,027,997,939	1,079,080,407	1,180,243,160	1,253,180,638	1,275,218,847
Tax Rates						
Educational	2.7664	2.6651	2.6638	2.5890	2.5421	2.4352
Tort Immunity	0.0406	0.0283	0.0231	0.0165	0.0145	0.0295
Special Education	0.0254	0.0243	0.0237	0.0212	0.0204	0.0191
Operations and Maintenance	0.3395	0.3015	0.2966	0.2712	0.2703	0.2577
Bond and Interest	0.2830	0.2855	0.2721	0.2591	0.4281	0.4243
Transportation	0.1622	0.1549	0.1112	0.1271	0.1204	0.1377
Municipal Retirement	0.1293	0.0388	0.0362	0.0085	0.0084	0.0663
Social Security	0.0406	0.1235	0.0990	0.0254	0.0245	0.0663
Total Tax Rates	3.7870	3.6219	3.5257	3.3180	3.4287	3.4361
Tax Extensions						
Educational	\$ 26,442,953	27,397,173	28,120,835	30,556,495	31,857,105	31,054,130
Tort Immunity	388,080	290,923	243,872	194,740	181,711	376,190
Special Education	242,789	249,804	255,742	250,212	255,649	243,567
Operations and Maintenance	3,245,150	3,099,414	3,200,552	3,200,819	3,387,347	3,286,239
Bond and Interest	2,705,088	2,934,934	2,936,178	3,058,010	5,364,866	5,410,753
Transportation	1,550,407	1,592,369	1,628,332	1,500,089	1,508,829	1,755,976
Municipal Retirement	1,235,929	398,863	390,627	100,321	105,267	845,470
Social Security	388,080	1,269,577	1,268,999	299,782	307,029	845,470
Total Tax Extensions	36,198,476	37,233,057	38,045,137	39,160,468	42,967,803	43,817,795

DUPAGE COUNTY SCHOOL DISTRICT 45

Schedule of Long-Term Debt Requirements

General Obligation School Bonds of 2015

June 30, 2022

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
2023	\$ —	303,200	303,200
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
	<u>7,880,000</u>	<u>3,634,600</u>	<u>11,514,600</u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Schedule of Long-Term Debt Requirements

General Obligation Limited Tax Refunding School Bonds of 2016

June 30, 2022

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
2023	\$ 915,000	86,635	1,001,635
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>4,740,000</u>	<u>245,032</u>	<u>4,985,032</u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Schedule of Long-Term Debt Requirements

General Obligation Limited Tax Refunding School Bonds of 2017

June 30, 2022

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
2023	\$ 670,000	209,560	879,560
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>5,635,000</u>	<u>741,750</u>	<u>6,376,750</u>

DUPAGE COUNTY SCHOOL DISTRICT 45

Schedule of Long-Term Debt Requirements
General Obligation Limited Tax School Bonds of 2019
June 30, 2022

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
2023	\$ 405,000	76,325	481,325
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>2,060,000</u>	<u>202,425</u>	<u>2,262,425</u>

DUPAGE COUNTY SCHOOL DISTRICT 45

**Schedule of Long-Term Debt Requirements
General Obligation School Building Bonds of 2020
June 30, 2022**

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
2023	\$ 1,240,000	944,600	2,184,600
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
	25,400,000	7,936,100	33,336,100

DUPAGE COUNTY SCHOOL DISTRICT 45

Schedule of Long-Term Debt Requirements

General Obligation Limited Tax Refunding School Bonds of 2020A

June 30, 2022

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
2023	\$ 250,000	160,365	410,365
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>9,530,000</u>	<u>1,274,340</u>	<u>10,804,340</u>

DUPAGE COUNTY SCHOOL DISTRICT 45

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

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
2023	\$ —	177,368	177,368
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>731,368</u>	<u>3,451,368</u>