

DUPAGE HIGH SCHOOL DISTRICT NO. 88

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
JUNE 30, 2021

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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

October 14, 2021

Members of the Board of Education
DuPage High School District No. 88
Addison, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the DuPage High School District No. 88, Illinois, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the DuPage High School District No. 88, Illinois, as of June 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the DuPage High School District No. 88, Illinois', basic financial statements. The other supplementary information, and supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 14, 2021, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provision of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Management's Discussion and Analysis

June 30, 2021

The discussion and analysis of DuPage High School District No. 88 (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2021. 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

The District's fund balances reported an increase of \$1,836,171 during the fiscal year. Several factors contributed to this change:

- The COVID-19 pandemic disrupted most of the educational and extra-curricular programming for the fiscal year 2020-21 and the corresponding financial resources associated with this event. Consequently, many allocated resources remained unexpended and additional federal grant assistance minimized the operating expenses associated with this event.
- The District continues to decisively control operating expenditures with a commitment to minimizing the impact upon the educational programs and services to students. The District continues to carefully review all program enrollment and staffing to ensure a balance with program offering within available fiscal resources. Personnel staffing accounted for a total decrease of 5.8 positions split 4.20 additional certified teachers and a reduction of 9.0 teacher aides and one mid-management position.
- The recovery of the Consumer Price Index (CPI) to 2.30%, which is used to determine the Property Tax Cap, is assisting with the recovery. In addition, there is local new property growth that is beginning to generate more funding through the Tax Cap formula. The expiring tax increment financed (TIF) in the Village of Villa Park, after a 23-year term, provided an additional \$17,835,430 of new property and approximately \$300,000 additional tax revenue. Together these are positive changes as 80% of the revenue, excluding state of Illinois on-behalf payments, is generated from property taxes.
- Facility improvement projects are being funded from the Working Cash fund and the year 2018 general obligation bond proceeds. This is reducing the pressure to the operating funds by approximately \$1,000,000 per year until fiscal year ending June 2022. Future borrowing is being considered to continue the capital improvement work throughout the district.
- The District continues to use bid solicitation to obtain the highest quality vendors at the most competitive pricing. Food service management is a multi-year agreement, indexed to CPI for Food Away From Home and set to expire in the year 2021-22.
- The bus transportation contract was renewed for one year at 3.0%. However, actual bus service fees were amended due to the COVID-19 pandemic to provide minimal payments while bus service was no needed during the remote instructional period. The majority of the school year was remote instruction so actual transportation expense was down significantly. The performance-based credits terms that result in lower fees paid if all bus routes are not fully staffed, was added in fiscal year 2017-18 in response to the on-going staffing challenges that were adversely impacting daily route services.
- The certified personnel collectively bargained agreement was mutually agreed to extend for one year with the base salary increase linked to 85% of CPI or 1.62% and estimated step advancement of 2.17%.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Management's Discussion and Analysis

June 30, 2021

FINANCIAL HIGHLIGHTS - Continued

- The support staff personnel collectively bargained agreement was mutually agreed to extend for one year with a base salary increase linked to 85% of CPI or 1.62% in addition, they will receive schedule step advancement if applicable for an estimated board expense of 1.28%.
- The teacher Aide collectively bargained agreement was mutually agreed to extend for one year at a base increase of 3.25%. There is no step advancement schedule for this employee group and the board establishes the starting salary rate.
- The maintenance and custodial salaries were negotiated for a four-year agreement ending in fiscal year 2021-22 at a base increase of 2.50% for two years and indexed to 80% of CPI in the final two years with a floor of 1.75%. The increase for 2020-21 was at the 1.75% for base salaries. In addition, the step schedule for both employee groups will sunset when the final existing members reach their top step. All new hires will start at the base salary as of 2017-18 and receive the base percent increase only for future years.
- In total, government-wide net position increased by \$7,500,069, due mainly to an increase in property and replacement taxes in FY2021.
- General revenues accounted for \$75,425,488 in revenue or 67.7% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$36,013,353 or 32.3% of total revenues of \$111,438,841.
- The District had \$103,938,772 in expenses related to government activities. However, only \$36,013,353 of these expenses were offset by program specific charges and grants.
- Revenues for FY2021, as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances, were \$111,399,246, inclusive of on-behalf payments to the Teacher's Retirement System and Teachers' Health Insurance Security Fund. Expenditures for FY2021 were \$109,602,670, also inclusive on State of Illinois payments to the Teachers Retirement System and Teachers' Health Insurance Security Fund.
- The Illinois Teacher's Retirement System receives on-behalf pension and post-retirement health insurance programs from the State of Illinois for the District's certified staff. In FY2021, \$28,844,614 was included in the total revenues and expenditures of the District representing the State of Illinois contributions.
- Actual revenues received in FY2021 for the General Fund, exclusive of the State of Illinois on-behalf payment to the Teachers Retirement System, was \$66,331,627. Actual expenditures exclusive of on-behalf contributions were \$64,649,378 in FY2021.
- The District decreased the total outstanding long-term debt by 10.5%. As of June 30, 2021, total outstanding debt was \$65,649,442.
- The District increased beginning net position by \$1,007,467 due to the implementation of GASB 84.
- The combination of expenditure controls, recovering economy, increased state funding and improved property taxes have allowed us to discontinue the use of financial reserves and continue to restore from prior year commitments. As of fiscal year ending 2020 we had fully restored the \$7.5 million of cumulative financial reserves used during the five year period of 2010 to 2014 and now as of fiscal year 2021 we were able to increase the reserves.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Management's Discussion and Analysis

June 30, 2021

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. Fund financial 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.

Major Features of the District-Wide and Fund Financial Statements			
	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as instruction, administration, building maintenance, food service, and community education	Instances in which the district administers resources on behalf of someone else, such as student activity funds
Required financial statements	<ul style="list-style-type: none"> • Statement of Net Position • Statement of Activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of Revenues, Expenditures and Changes in Fund Balance 	<ul style="list-style-type: none"> • Statement of Fiduciary Assets and Liabilities
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets, deferred outflows of resources, deferred inflows of resources and liabilities, both financial and capital short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both short-term and long-term
Type of inflow/outflow of information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All additions and dedications during the year, regardless of when cash is received or paid

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Management's Discussion and Analysis

June 30, 2021

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements

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

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 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 are 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 five 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 and Debt Service Fund are considered to be major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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 HIGH SCHOOL DISTRICT NO. 88

Management's Discussion and Analysis

June 30, 2021

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.

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, assets/deferred outflows exceeded liabilities/deferred inflows by \$54,641,493.

	Net Position	
	2021	2020
Current/Other Assets	\$ 108,321,856	100,000,577
Capital Assets	141,310,431	145,586,375
Total Assets	249,632,287	245,586,952
Deferred Outflows	2,240,710	2,684,232
Total Assets/Deferred Outflows	251,872,997	248,271,184
Long-Term Debt	104,718,922	115,218,411
Other Liabilities	10,696,284	10,877,516
Total Liabilities	115,415,206	126,095,927
Deferred Inflows	81,816,298	76,041,300
Total Liabilities/Deferred Inflows	197,231,504	202,137,227
Net Position		
Investment in Capital Assets	72,181,813	69,216,397
Restricted	5,275,495	3,099,634
Unrestricted (Deficit)	(22,815,815)	(26,182,074)
Total Net Position	54,641,493	46,133,957

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Management's Discussion and Analysis

June 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

A large portion of the District's net position, \$72,181,813, reflects its investment in capital assets (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$5,275,495, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining deficit amount of \$26,684,759, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

	Change in Net Position	
	2021	2020
Revenues		
Program Revenues		
Charges for Services	\$ 1,300,330	1,348,181
Operating Grants/Contrib.	5,868,409	4,782,455
On-behalf Payments	28,844,614	26,471,459
General Revenues		
Taxes	68,755,961	67,108,929
General State Aid	6,051,907	5,992,753
Other General Revenues	617,620	1,656,725
Total Revenues	<u>111,438,841</u>	<u>107,360,502</u>
Expenses		
Instruction	45,055,527	44,816,588
Support Services	26,062,292	28,005,946
Community Services	103,844	307,358
Payments to Other Districts/Govts.	1,757,776	1,819,946
State Retirement Contributions	28,844,614	26,471,459
Interest on Long-Term Debt	2,114,719	2,356,218
Total Expenses	<u>103,938,772</u>	<u>103,777,515</u>
Change in Net Position	7,500,069	3,582,987
Net Position - Beginning as Restated	<u>47,141,424</u>	<u>42,550,970</u>
Net Position - Ending	<u><u>54,641,493</u></u>	<u><u>46,133,957</u></u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Management's Discussion and Analysis

June 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Net position of the District's governmental activities increased by 15.9 percent (a restated \$47,141,424 in 2020 compared to \$54,641,493 in 2021). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled (\$22,815,815) at June 30, 2021.

Revenues for governmental activities totaled \$111,438,841, while the cost of all governmental functions totaled \$103,938,772, resulting in an increase of \$7,500,069. In 2020, revenues of \$107,360,502 exceeded expenses of \$103,777,515, resulting in an increase of \$3,582,987. The increase in 2021 is due primarily to continued control of expenditures including staffing, retirements and the use of bond proceeds for facility improvements. In addition, the adverse impact of the COVID-19 pandemic resulted in less other local revenue and lower expenses for the year.

	Net Cost of Governmental Activities			
	For the Years Ended June 30, 2020 and 2019			
	Total Cost of Services		Net Costs of Services	
	2021	2020	2021	2020
Instruction	\$ 45,055,527	44,816,588	43,243,602	43,265,732
Student and Instruction Support Services	6,910,900	6,964,954	6,910,900	6,964,954
Community Services	103,844	307,358	103,844	307,358
Payments to Other Districts/Govts.	1,757,776	1,819,946	1,757,776	1,819,946
State Retirement Contributions	28,844,614	26,471,459	—	—
Other Support Services	19,151,392	21,040,992	13,794,578	16,461,212
Interest on Long-Term Debt	2,114,719	2,356,218	2,114,719	2,356,218
Total	103,938,772	103,777,515	67,925,419	71,175,420

- The total cost of all programs and services was \$103,938,772 for the year ended June 30, 2021, an increase of \$161,257 from the prior year. This is primarily due to increase in State on-behalf pension contributions. In addition, interest on long-term debt declined as the District has lower outstanding principal.
- The District's expenses are predominantly related to instruction and student and staff support with these areas accounting for 79.5% of total expenses.
- Expenses for fiscal year 2021 were less than revenues by 6.7%.
- Some of that cost was financed by the users of the District's programs \$1,300,330.
- The State and Federal government subsidized certain programs with grants and contributions of \$34,713,023.
- Most of the District's programs and operations were supported with local property taxes representing 83.2% of revenue, net of on-behalf state pension payments.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Management's Discussion and Analysis

June 30, 2021

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 combined ending fund balances of \$34,546,801, which is an increase of \$1,836,171, or less than one percent, from last year's restated total of \$32,710,630. Of the \$34,546,801 total, \$27,465,102, or 79.5%, of the fund balance constitutes unassigned fund balance.

Actual revenues, excluding on-behalf payments, for FY2021 were \$82,554,632. Actual expenditures, excluding on-behalf payments, totaled \$80,758,056. Expenditures were monitored closely during the year, which resulted in the expenditures being below budget in all funds. Property taxes accounted for the largest portion of the District's revenues, contributing \$66,554,525 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 \$80,758,056, with the majority, 84.5% 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.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund is the District's largest budgeted fund and consists of the Educational, Operations and Maintenance, and Working Cash accounts. The General Fund's budgeted revenues were greater than actual revenues of \$66,331,627 by \$507,069 excluding on-behalf pension payments for both. Actual expenditures of \$64,649,378, were less than budgeted expenditures \$67,784,802 by \$3,135,424, exclusive of on-behalf pension payments for both. In addition to the on-going commitment to control expenditures throughout the budget, this year was unique due to the COVID-19 pandemic. This event resulted in lower than expected salary, benefit and contractual service expenses. The administration continues to work closely with the Board of Education to control expenditures following the continued commitment to use some financial reserves to stabilize programs and services during the past economic downturn. The District has worked tirelessly to balance resources with a comprehensive academic program that is expected by the community. The District continues to make great strides and set milestones with academic achievements while navigating these unprecedented times.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Management's Discussion and Analysis

June 30, 2021

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2021 was \$141,310,431 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings, and equipment.

	Capital Assets - Net of Depreciation	
	2021	2020
Land	\$ 4,162,325	4,162,325
Construction in Progress	499,126	947,892
Land Improvements	2,142,847	2,543,102
Buildings	132,059,853	135,776,627
Equipment	2,446,280	2,156,429
Total	<u>141,310,431</u>	<u>145,586,375</u>

This year's major additions included:

Construction in Progress	\$ 499,126
Buildings	233,699
Equipment	<u>490,030</u>
	<u>1,222,855</u>

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

Debt Administration

The District decreased debt by \$7,711,621 during the fiscal year with a total outstanding debt of \$65,649,442. At the end of FY2021, the District had a debt limit of \$233,170,974.

	Long-Term Debt Outstanding	
	2021	2020
General Obligation Bonds	\$ 65,640,000	73,320,000
Capital Leases	<u>9,442</u>	<u>41,063</u>
Total	<u>65,649,442</u>	<u>73,361,063</u>

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

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Management's Discussion and Analysis

June 30, 2021

FACTORS BEARS ON THE DISTRICT'S FUTURE

The District is dependent on local sources for the majority of its revenue and the Property Tax Extension Limitation Law, commonly referred to as the property tax cap, will continue to limit the revenue the District can realize from its tax levy. In addition, there is annual legislative consideration to freeze property tax revenue, combined with discussions to shift more pension cost to the local level and other unfunded mandates. These proposals, of which the district has little control, would place significant pressure on the district's budget to maintain high quality educational and extra-curricular programs. We are actively involved with the local school district legislative representatives and the Legislative Education Network of DuPage County (LEND) to advocate against these financial changes.

The current economic climate continues to struggle for stability as the COVID-19 pandemic continues to adversely impact the relatively stable economy over the past two years. Real estate sale activity is still showing strong signs with demand outpacing supply but it is likely to begin tapering off. The state Evidence Based Funding was providing some much-needed additional financial resources prior to this pandemic. Following the state funding freeze for 2021 we are encouraged by the financial strength of the state and the resumed funding increase for fiscal year 2022. The Administration will continue to evaluate revenue and expense trends and propose recommendations as appropriate to the Board of Education to maintain the highest educational standards within the financial resources available.

Within the District's boundaries are seven Tax Increment Finance (TIF) areas spread across all three Village communities that cause the Equalized Assessed Valuation (EAV) of each area to be frozen until the TIF's are individually completed over twenty-three years. When they close a TIF the taxable property returns as new property. This brings in much needed financial resources as new taxable property under the tax cap and will help to relieve the tax burden to taxpayers. The next TIF to expire will be returning for the 2027 tax year funding fiscal year 2028-29. However, the incremental EAV is not significant so it is unlikely to generate much additional tax revenue.

The Board of Education is committed to maintaining a direct correlation of future employee salary contracts to the Consumer Price Index (CPI) factor. This is a critical alignment as the CPI is used to limit the annual property tax revenue for the District under the Property Tax Extension Limitation Law. Property taxes represent 80% of our annual revenue for the district. This alignment strategy will continue to be essential to sustaining financial stability in future years. In addition, there are forty-five staff who have elected to retire between the year 2021 and 2028. This retirement program will continue to help reduce the annual personnel expense, through lower replacement salaries as enrollment is projected to remain relatively stable.

In addition, the changing student demographic between the year 2001 and 2021 reflects a significant increase in the low-income population from 14% to 50%. This has a corresponding impact upon the need for services and a decline in local revenue from the waiver of registration fees etc. The implementation of new programs like the technology one-to-one device for all students required further commitment of financial resources for these students that qualify for a waiver. Furthermore, although the federal National School Lunch Program provides a stable funding for us to provide daily breakfast and lunch meals, it does not cover the full mandated expense.

Homeless transportation expense has increased from approximately \$20,000 in 2014 to over \$200,000 as of fiscal year 2020. While somewhat offset by sharing the cost with other public school districts involved and some state reimbursement, this is an expanding program of services that continues to exert pressure on the annual operating budget.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Management's Discussion and Analysis

June 30, 2021

FACTORS BEARS ON THE DISTRICT'S FUTURE - Continued

The recent federal Elementary and Secondary School Emergency Relief (ESSER) grants are providing significant resources to address the return to in-person instruction, provide a safe learning environment, address learning loss, attend to social/emotional needs of students and staff, and assist with the recruitment and retention of staff. These resources equate to \$6.2 million of assistance and we will need to be strategic to not only ensure the best use of these resources but plan for the transition in the fiscal year 2022-23 for the exhaustion of these funds and sustainability of programs and services.

Finally, the funding for capital needs in the district were shifted from annual operating to long term borrowing as of fiscal year 2016. We issued \$4.0 million of bonds in fiscal year 2019 to cover expenses through the year 2023. These bond proceeds are being used to complete the building improvement needs outlined in the Master Facilities Plan, combined with bus fleet updating. The board has committed to issuing another \$4.0 million to continue funding this capital plan.

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. If you have questions about this report or need additional financial information, contact Mr. Edward Hoster, Chief Financial Officer, DuPage High School District #88, 2 Friendship Plaza, Addison, Illinois 60101.

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 HIGH SCHOOL DISTRICT NO. 88

Statement of Net Position

June 30, 2021

See Following Page

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Statement of Net Position

June 30, 2021

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 68,335,082
Receivables - Net of Allowances	
Property Taxes	34,246,505
Intergovernmental	1,191,112
Inventories	367,200
Prepays	312,100
	<hr/>
Total Current Assets	104,451,999
	<hr/>
Noncurrent Assets	
Capital Assets	
Nondepreciable	4,661,451
Depreciable	238,116,301
Accumulated Depreciation	(101,467,321)
	<hr/>
Total Capital Assets	141,310,431
	<hr/>
Other Assets	
Net Pension Asset - IMRF	3,869,857
	<hr/>
Total Noncurrent Assets	145,180,288
	<hr/>
Total Assets	249,632,287
	<hr/>
DEFERRED OUTFLOWS OF RESOURCES	
Unamortized Refunding Loss	413,667
Deferred Items - RHP	504,309
Deferred Items - THIS	373,559
Deferred Items - TRS	350,914
Deferred Items - IMRF	598,261
	<hr/>
Total Deferred Outflows of Resources	2,240,710
	<hr/>
Total Assets and Deferred Outflows of Resources	251,872,997
	<hr/>

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

	Governmental Activities
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 1,288,461
Retainage Payable	333,351
Accrued Interest Payable	1,295,030
Current Portion of Long-Term Debt	7,779,442
Total Current Liabilities	<u>10,696,284</u>
Noncurrent Liabilities	
Total OPEB Liability - RHP	2,621,278
Total OPEB Liability - THIS	35,095,878
Net Pension Liability - TRS	3,406,460
General Obligation Bonds - Net	63,595,306
Total Noncurrent Liabilities	<u>104,718,922</u>
Total Liabilities	<u>115,415,206</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	68,211,503
Other Deferred Revenues	71,883
Deferred Items - RHP	201,438
Deferred Items - THIS	7,186,678
Deferred Items - TRS	1,035,973
Deferred Items - IMRF	5,108,823
Total Deferred Inflows of Resources	<u>81,816,298</u>
Total Liabilities and Deferred Inflows of Resources	<u>197,231,504</u>
NET POSITION	
Net Investment in Capital Assets	72,181,813
Restricted	
Transportation	3,324,462
Capital Projects	1,040,280
Municipal Retirement/Social Security	910,753
Unrestricted (Deficit)	<u>(22,815,815)</u>
Total Net Position	<u>54,641,493</u>

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

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Statement of Activities

For the Fiscal Year Ended June 30, 2021

	Expenses	Program Revenues		Net (Expenses)/
		Charges for Services	Operating Grants/ Contributions	Revenues Governmental Activities
Governmental Activities				
Instruction	\$ 45,055,527	1,235,018	576,907	(43,243,602)
Support Services	26,062,292	65,312	5,291,502	(20,705,478)
Community Services	103,844	—	—	(103,844)
Payments to Other Districts/Govts.	1,757,776	—	—	(1,757,776)
State Retirement Contributions	28,844,614	—	28,844,614	—
Interest on Long-Term Debt	2,114,719	—	—	(2,114,719)
Total Governmental Activities	103,938,772	1,300,330	34,713,023	(67,925,419)
General Revenues				
Taxes				
Property Taxes				66,554,525
Personal Property Replacement Taxes				2,201,436
State Aid-Formula Grants				6,051,907
Investment Income				71,362
Other General Revenues				546,258
				<u>75,425,488</u>
Change in Net Position				7,500,069
Net Position - Beginning as Restated				<u>47,141,424</u>
Net Position - Ending				<u><u>54,641,493</u></u>

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

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Balance Sheet - Governmental Funds

June 30, 2021

	General	Debt Service	Nonmajor	Totals
ASSETS				
Cash and Investments	\$ 54,362,057	6,344,848	7,628,177	68,335,082
Receivables - Net of Allowances				
Property Taxes	26,660,340	5,380,630	2,205,535	34,246,505
Intergovernmental	877,875	—	313,237	1,191,112
Inventories	367,200	—	—	367,200
Prepays	312,100	—	—	312,100
Total Assets	82,579,572	11,725,478	10,146,949	104,451,999
LIABILITIES				
Accounts Payable	811,309	—	477,152	1,288,461
Retainage Payable	283,434	—	49,917	333,351
Total Liabilities	1,094,743	—	527,069	1,621,812
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	53,268,544	10,598,574	4,344,385	68,211,503
Other Deferred Revenues	71,883	—	—	71,883
Total Deferred Inflows of Resources	53,340,427	10,598,574	4,344,385	68,283,386
Total Liabilities and Deferred Inflows of Resources	54,435,170	10,598,574	4,871,454	69,905,198
FUND BALANCES				
Nonspendable	679,300	—	—	679,300
Restricted	—	1,126,904	5,275,495	6,402,399
Unassigned	27,465,102	—	—	27,465,102
Total Fund Balances	28,144,402	1,126,904	5,275,495	34,546,801
Total Liabilities, Deferred Inflows of Resources and Fund Balances	82,579,572	11,725,478	10,146,949	104,451,999

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

DUPAGE HIGH SCHOOL DISTRICT NO. 88

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

June 30, 2021

Total Governmental Fund Balances \$ 34,546,801

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. 141,310,431

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

Deferred Items - RHP	302,871
Deferred Items - THIS	(6,813,119)
Deferred Items - TRS	(685,059)
Deferred Items - IMRF	(4,510,562)

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

Total OPEB Liability - RHP	(2,621,278)
Total OPEB Liability - THIS	(35,095,878)
Net Pension Liability - TRS	(3,406,460)
Net Pension Asset - IMRF	3,869,857
General Obligation Bonds - Net	(71,365,306)
Capital Leases Payable	(9,442)
Unamortized Refunding Loss	413,667
Accrued Interest Payable	(1,295,030)

Net Position of Governmental Activities 54,641,493

DUPAGE HIGH SCHOOL DISTRICT NO. 88

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended June 30, 2021**

	General	Debt Service	Nonmajor	Totals
Revenues				
Local Sources				
Property Taxes	\$ 51,761,473	10,825,954	3,967,098	66,554,525
Personal Property Replacement Taxes	2,079,461	—	121,975	2,201,436
Earnings on Investments	58,549	6,255	6,558	71,362
Other Revenue from Local Sources	1,776,196	—	30,797	1,806,993
State Sources	6,638,927	—	1,264,368	7,903,295
Federal Sources	4,017,021	—	—	4,017,021
On-Behalf Payments - State of Illinois	28,844,614	—	—	28,844,614
Total Revenues	95,176,241	10,832,209	5,390,796	111,399,246
Expenditures				
Current				
Instruction	41,195,142	—	1,430,304	42,625,446
Support Services	21,597,930	—	3,890,505	25,488,435
Community Services	98,530	—	5,314	103,844
Payments to Other Districts and Govt. Units	1,757,776	—	—	1,757,776
Debt Service				
Principal Retirement	—	7,711,621	—	7,711,621
Interest on Long-Term Debt	—	3,067,084	—	3,067,084
Service Charges	—	3,850	—	3,850
On-Behalf Expenditures	28,844,614	—	—	28,844,614
Total Expenditures	93,493,992	10,782,555	5,326,123	109,602,670
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,682,249	49,654	64,673	1,796,576
Other Financing Sources (Uses)				
Transfers In	—	34,279	2,370,000	2,404,279
Transfers Out	(2,404,279)	—	—	(2,404,279)
Disposal of Capital Assets	39,595	—	—	39,595
	(2,364,684)	34,279	2,370,000	39,595
Net Change in Fund Balances	(682,435)	83,933	2,434,673	1,836,171
Fund Balances - Beginning as Restated	28,826,837	1,042,971	2,840,822	32,710,630
Fund Balances - Ending	28,144,402	1,126,904	5,275,495	34,546,801

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

DUPAGE HIGH SCHOOL DISTRICT NO. 88

**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, 2021**

Net Change in Fund Balances - Total Governmental Funds \$ 1,836,171

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	1,222,855
Depreciation Expense	(5,472,313)
Disposals - Cost	(201,538)
Disposals - Accumulated Depreciation	175,052

Change in Deferred Items Related to Pensions

RHP	49,633
THIS	(1,864,020)
TRS	621,281
IMRF	(3,214,564)

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.

Change in Total OPEB Liability - RHP	(105,102)
Change in Total OPEB Liability - THIS	1,231,197
Change in Net Pension Liability - TRS	(33,987)
Change in Net Pension Liability/(Asset) - IMRF	4,587,568
Retirement of Long-Term Debt - General Obligation Bonds	7,680,000
Retirement of Long-Term Debt - Capital Lease Payable	31,621
Amortization on Bond Premium	910,228
Amortization of Loss on Refunding	(64,219)

Changes to accrued interest on long-term debt in the Statement of Activities
does not require the use of current financial resources and, therefore, are not
reported as expenditures in the governmental funds.

110,206

Changes in Net Position of Governmental Activities

7,500,069

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

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

DuPage High School District No. 88 (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.

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, both the governmental and business-type activities columns are (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 HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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 Account, the Operations and Maintenance Account, and the Working Cash Account.

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 Funds. The District maintains two nonmajor special revenue funds, the Transportation Fund and the Municipal Retirement/Social Security Fund.

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. The Debt Service Fund is a major fund.

Capital Projects Fund is 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 Capital Projects Fund is a nonmajor fund.

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.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

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.

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 aid. State aid payments received after 60 days are being considered as available as historically, state aid collected within 60 days has represented all state aid expected to be collected. The state is currently behind on payments to local government agencies, which is a highly unusual circumstance, resulting in current year state aid collections after 60 days of year-end. 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.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Cash and Investments

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

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

Interfund Receivables, Payables and Activity

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

Inventories

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 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.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Capital Assets - Continued

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

Land Improvements	15 - 20 Years
Buildings and Building Improvements	15 - 40 Years
Furniture, Equipment and Vehicles	5 - 20 Years

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.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type 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.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Net Position - Continued

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

Budgeted amounts for all Governmental Funds are adopted on the modified accrual basis of accounting, which is consistent with accounting principles generally 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.
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 10% of the total budget between line items within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after a public hearing.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. The District has adopted a legal budget for all its Governmental Funds. Total actual expenditures for the governmental funds may not legally exceed the total budgeted for such funds. However, under the State Budget Act expenditures may exceed the budget if additional resources are available to finance such expenditures.
7. The budget lapses at the end of each fiscal year. (All appropriations lapse at year end.)

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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.

Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk

Deposits. At year-end, the carrying amount of the District's deposits for governmental activities totaled \$66,404,267 and the bank balances totaled \$67,514,706. In addition, the District has \$1,930,815 invested in the ISDLAF+ at year-end, which has an average maturity of less than one year and is measured at the net asset value per share determined by the pool.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk. 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 does not address custodial credit risk for deposits. As of June 30, 2021, the entire bank balance of the District's deposits with financial institutions was insured through FDIC insurance.

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 mitigate custodial credit risk for investments. At year-end, the District's investments in the ISDLAF+ is not subject to custodial credit risk.

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 is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The District's investment policy allows investments in short term obligations of corporations organized in the United States with assets exceeding \$500,000,000, securities issued or guaranteed by the United States, interest-bearing accounts of banks and Savings and Loan Associations insured up to \$250,000 by the Federal Deposit Insurance Corporation, insured accounts of an Illinois credit union chartered under United States or Illinois law, money market mutual fund with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same types of obligations, repurchase agreements which meet instrument transaction requirements of Illinois law. At year-end, the District's investments in the ISDLAF+ were rated AAAM by Standard & Poor's.

Concentration Risk. This is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy does not specifically address concentration risk. 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 HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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 they were levied - intended to finance operations. Based on the historical tax collection cycle, the District has intended to finance its operations with portions of both the 2019 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 2020 tax levy, the second half of the 2019 tax levy and minimal amounts from prior year levies.

Property taxes to be received after June 30, 2021 from the 2020 tax levy, which will be the collection of the second installment of the 2020 tax levy, are intended to finance operations of the fiscal year ended June 30, 2022. That portion of the 2019 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 Municipal Retirement/Social Security 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
Debt Service	General - Education	34,279 (1)
Nonmajor	General - Working Cash	<u>2,370,000 (2)</u>
		<u><u>2,404,279</u></u>

Transfers are used to (1) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

DUPAGE HIGH SCHOOL DISTRICT NO. 88**Notes to the Financial Statements****June 30, 2021****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	\$ 4,162,325	—	—	4,162,325
Construction in Progress	947,892	499,126	947,892	499,126
	<u>5,110,217</u>	<u>499,126</u>	<u>947,892</u>	<u>4,661,451</u>
Depreciable Capital Assets				
Land Improvements	7,767,514	—		7,767,514
Buildings and Building Improvements	218,093,696	1,181,591		219,275,287
Furniture, Equipment, and Vehicles	10,785,008	490,030	201,538	11,073,500
	<u>236,646,218</u>	<u>1,671,621</u>	<u>201,538</u>	<u>238,116,301</u>
Less Accumulated Depreciation				
Land Improvements	5,224,412	400,255	—	5,624,667
Buildings and Building Improvements	82,317,069	4,898,365	—	87,215,434
Furniture, Equipment, and Vehicles	8,628,579	173,693	175,052	8,627,220
	<u>96,170,060</u>	<u>5,472,313</u>	<u>175,052</u>	<u>101,467,321</u>
Total Net Depreciable Capital Assets	<u>140,476,158</u>	<u>(3,800,692)</u>	<u>26,486</u>	<u>136,648,980</u>
Total Net Capital Assets	<u>145,586,375</u>	<u>(3,301,566)</u>	<u>974,378</u>	<u>141,310,431</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS - Continued

Governmental Activities - Continued

Depreciation expense was charged to governmental activities as follows:

Instructional Staff	
Regular Programs	\$ 3,968,740
Special Programs	383,511
Other Programs	572,691
Support Services	
Students	158,702
Instructional Staff	127,158
General Administration	12,685
School Administration	14,238
Business	12,685
Operations and Maintenance	43,733
Transportation	165,485
Staff	12,685
	<u>5,472,313</u>

LONG-TERM DEBT

Legal Debt Margin

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 13.8% of the most recent available equalized assessed valuation of the District. At year-end the legal debt margin is as follows:

Assessed Valuation - 2020	<u>\$ 3,379,289,485</u>
Legal Debt Limit - 6.9% of Assessed Value	233,170,974
Amount of Debt Applicable to Limit	<u>(65,649,442)</u>
Legal Debt Margin	<u>167,521,532</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

General Obligation Bonds Payable

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. 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 Limited Tax Refunding School Bonds of 2015A, due in annual installments of \$965,000 to \$1,110,000 through January 15, 2025 with interest rates from 2.25% to 4.00%.	\$ 5,280,000	—	1,005,000	4,275,000
General Obligation Limited Tax Refunding School Bonds of 2015B, due in annual installments of \$100,000 to \$1,190,000 through January 15, 2028 with interest rates of 2.65% to 4.00%.	3,575,000	—	—	3,575,000
General Obligation Refunding School Bonds of 2016, due in annual installments from \$6,340,000 to \$8,825,000 through January 15, 2028 with interest rates of 3.00% to 5.00%.	60,575,000	—	6,530,000	54,045,000
General Obligation Limited Tax School Bonds of 2018, due in annual installments of \$60,000 to \$1,190,000 through January 15, 2032, with interest rates of 3.00% to 4.00%.	3,890,000	—	145,000	3,745,000
	73,320,000	—	7,680,000	65,640,000

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Capital Leases

The District has entered into a two lease agreements as lessee for financing copier equipment. Capital assets of \$203,766 have been added to equipment. These lease agreements qualify as capital leases for accounting purposes and; therefore, have been recorded at the present value of the future minimum lease payments as of the inception date. The capital leases have been recorded as liabilities for governmental activities.

The future minimum lease payments and the net present value of these minimum lease payments are as follows:

Fiscal Year	Governmental Activities
2022	\$ 9,570
Interest Portion	<u>(128)</u>
	<u><u>9,442</u></u>

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					
Total OPEB Liability - RHP	\$ 2,516,176	105,102	—	2,621,278	—
Total OPEB Liability - THIS	36,327,075	—	1,231,197	35,095,878	—
Net Pension Liability - TRS	3,372,473	33,987	—	3,406,460	—
Net Pension Liability/(Asset) - IMRF	717,711	—	4,587,568	(3,869,857)	—
General Obligation Bonds	73,320,000	—	7,680,000	65,640,000	7,770,000
Unamortized Premium	6,635,534	—	910,228	5,725,306	—
Capital Leases	41,063	—	31,621	9,442	9,442
	<u>122,930,032</u>	<u>139,089</u>	<u>14,440,614</u>	<u>108,628,507</u>	<u>7,779,442</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity - Continued

For governmental activities, the total OPEB liabilities, and the net pension liability for TRS will be repaid from the General Fund (Educational Accounts). The Municipal Retirement/Social Security Fund liquidates the net pension liability/(asset) for IMRF. The Debt Service Fund makes payments on the general obligation bonds and capital leases.

Debt Service Requirements to Maturity

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

Fiscal Year	General Obligation Bonds	
	Principal	Interest
2022	\$ 7,770,000	2,825,519
2023	8,140,000	2,457,919
2024	8,455,000	2,143,119
2025	8,780,000	1,924,344
2026	9,150,000	2,538,384
2027	9,585,000	2,134,165
2028	10,015,000	1,712,175
2029	1,110,000	136,450
2030	1,145,000	103,150
2031	1,190,000	57,350
2032	300,000	9,750
Total	65,640,000	16,042,325

NET POSITION/FUND BALANCE RESTATEMENT

Beginning net position/fund balance was restated due to the implementation of GASB 84, as the activity fund does not qualify to be reported as custodial funds and will now be shown as a sub fund of the General Fund. The following is a summary of the net position as originally reported and as restated:

Net Position	As Reported	As Restated	Increase/(Decrease)
Governmental Activities	\$ 46,133,957	47,141,424	1,007,467
General Fund	27,819,370	28,826,837	1,007,467
Educational Account - General Fund	16,624,588	17,632,055	1,007,467

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATION

Net investment in capital assets was comprised of the following as of June 30, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 141,310,431
Plus:	
Unspent Bond Proceeds	1,832,463
Unamortized Refunding Loss	413,667
Less Capital Related Debt:	
General Obligation Limited Tax Refunding School Bonds of 2015A	(4,275,000)
General Obligation Limited Tax Refunding School Bonds of 2015B	(3,575,000)
General Obligation Refunding School Bonds of 2016	(54,045,000)
General Obligation Limited Tax School Bonds of 2018	(3,745,000)
Unamortized Premium	(5,725,306)
Capital Leases	<u>(9,442)</u>
Net Investment in Capital Assets	<u><u>72,181,813</u></u>

FUND BALANCE CLASSIFICATIONS

In the governmental fund 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 unless the Board or the Finance Committee has provided otherwise in its commitment or assignment actions.

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 HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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' 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.

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

	General	Debt Service	Nonmajor	Totals
Fund Balances				
Nonspendable				
Inventories	\$ 367,200	—	—	367,200
Prepays	312,100	—	—	312,100
	<u>679,300</u>	<u>—</u>	<u>—</u>	<u>679,300</u>
Restricted				
Retirement	—	—	910,753	910,753
Capital Projects	—	—	1,040,280	1,040,280
Debt Service	—	1,126,904	—	1,126,904
Transportation	—	—	3,324,462	3,324,462
	<u>—</u>	<u>1,126,904</u>	<u>5,275,495</u>	<u>6,402,399</u>
Unassigned	<u>27,465,102</u>	<u>—</u>	<u>—</u>	<u>27,465,102</u>
Total Fund Balances	<u>28,144,402</u>	<u>1,126,904</u>	<u>5,275,495</u>	<u>34,546,801</u>

NOTE 4 - OTHER INFORMATION

JOINT AGREEMENTS

School Association for Special Education in DuPage County

The District, in conjunction with 17 other area school districts, has created the School Association for Special Education in DuPage County (SASED). The SASED board of directors is composed of one member from each participating school district. SASED charged the District \$1,212,097 for special education, transportation, and related expenditures during the year ended June 30, 2021. SASED prepared separately issued financial statements which may be obtained at 2900 Ogden Avenue, Naperville, Illinois, 60563.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

JOINT AGREEMENTS - Continued

DuPage Area Occupational Education System

The District is a member of DuPage Area Occupational Education System (DAOES), a joint agreement to provide vocational education programs and services to the students enrolled. Each member district has a financial responsibility to annual and special assessments as established by the governing board. Complete financial statements for DAOES can be obtained from the Administrative Offices located at the Technology Center of DuPage at 301 South Swift Road, Addison, IL 60101-1499.

RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; injuries to employees; and natural disasters. During the fiscal year ended June 30, 2021, the District continued its risk management policies by purchasing commercial insurance for all risks. The amount of coverage has not decreased nor have the amount of settlements exceeded coverage in any of the past three fiscal years.

Collective Liability Insurance Cooperative

The District is a member of Collective Liability Insurance Cooperative (CLIC), which has been formed to provide casualty, property and liability protections and to administer some or all insurance coverages and protection other than health, life and accident coverages procured by the member districts. It is intended, by the creation of CLIC to allow a member district to equalize annual fluctuations in insurance costs by establishing a program whereby reserves may be created and temporary deficits of individual districts covered and to ultimately equalize the risks and stabilize the costs of providing casualty, property and liability protections. If, during any fiscal year, the funds on hand in the account of CLIC are not sufficient to pay expenses of administration, the Board of Directors shall require supplementary payment from all members. Such payment shall be made in the same proportion as prior payments during that year to CLIC.

School Employees Loss Fund

The District is a member of School Employees Loss Fund (SELF), which has been formed to reduce local school districts' workers' compensation costs. SELF is controlled by a Board of Directors which is composed of representative designated by each school district. The day-to-day operations of SELF are managed through an Executive Board elected by the Board of Directors. Each member district has a financial responsibility for annual membership contributions, which are calculated to provide for administrative expenses, specific and aggregate excess insurance coverage, and the funding of a portion of anticipated losses and loss adjustment expenses which will be borne directly by the membership. The losses and loss adjustment expenses to be borne by the membership are those which must be incurred prior to the attachment of excess insurance coverage. Complete financial statements for SELF can be obtained from the accountant at 2850 Golf Road, Rolling Meadows, IL 60008.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Educational Benefits Cooperative

The District is a member of the Educational Benefits Cooperative (EBC), which was formed in 1984 as a voluntary cooperative agency of Illinois Public School Districts and Joint Agreements. The purpose of EBC is to administer some or all of the employee benefit programs offered by the member districts to their employees and employees' dependents. EBC administers the payment of claims that arise under the benefit programs offered by each member district. Additionally, EBC offers to its members group life insurance coverage obtained through outside insurance company. Monthly medical contributions are estimated the Plan's administrator in advance of each membership year based upon each district's plan of coverage, estimated enrollment, estimated claim costs and service fees. Complete financial statements for EBC can be obtained from its treasurer at 2850 Golf Road, Rolling Meadows, IL 60008.

CONTINGENT LIABILITIES

Litigation

The District is not a defendant in any lawsuits.

State and Federal 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 disallowance, if any, would be immaterial.

Financial Impact from COVID-19

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the District's operations and financial position cannot be determined.

OTHER POST-EMPLOYMENT BENEFITS

Retiree 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 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 HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree Health Plan - Continued

General Information about the OPEB Plan - Continued

Benefits Provided. RHP provides healthcare benefits for retirees and their dependents. The benefit terms provide medical, prescription drug, and dental insurance for eligible retirees and their dependents through the District's group insurance plan, which covers both active and retired members. Benefit provisions are established through negotiations between the District and the unions representing District employees and are renegotiated each bargaining period. Retirees are eligible until the first month of Medicare.

Plan Membership. As of June 30, 2020, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	21
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>429</u>
Total	<u><u>450</u></u>

Total OPEB Liability

The District's total OPEB liability was measured as of June 30, 2021, and was determined by an actuarial valuation as of June 30, 2020.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary Increases	4.00%
Discount Rate	2.18%
Healthcare Cost Trend Rates	4.5% per year
Retirees' Share of Benefit-Related Costs	Retirees

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree Health Plan - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued. The discount rate was based on The Bond Buyer 20-Bond GO Index. Mortality rates were based on the following:

Active IMRF Mortality follows the RP-2014 Employee Mortality Table for both males and females with 2-dimensional, fully generational improvements using the MP-2017 Mortality Improvement Scale.

Retiree and Spousal IMRF Mortality follows the IMRF-specific mortality rates with 2-dimensional, fully generational improvements using the MP-2017 Mortality Improvement Scale projected from 2015. The rates were developed from the RP-2014 Blue Collar Mortality Table with adjustments to match current IMRF experience.

Active TRS Mortality follows the RP-2014 White Collar Employee Tables projected generationally with Scale MP-2017, with female and male rates multiplied by 104% for all ages.

Retiree, and Spousal TRS Mortality follows RP-2014 White Collar Annuitant Tables projected generationally with Scale MP-2017, with female rates multiplied by 70% for ages under 78 and 110% for ages 78 to 114, and male rates multiplied by 94% for ages under 81 and 110% for ages 81 to 114.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at June 30, 2020	<u>\$ 2,516,176</u>
Changes for the Year:	
Service Cost	141,306
Interest on the Total OPEB Liability	64,373
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	—
Changes of Assumptions or Other Inputs	91,705
Benefit Payments	(192,282)
Other Changes	—
Net Changes	<u>105,102</u>
Balance at June 30, 2021	<u><u>2,621,278</u></u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree 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 2.18%, while the prior valuation used 2.66%. 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 (1.18%)	(2.18%)	1% Increase (3.18%)
Total OPEB Liability	\$ 2,814,424	2,621,278	2,440,208

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

The following presents the total OPEB liability, calculated using variable Healthcare Trend Rates, as well as what the total OPEB liability would be if it were calculated using variable Healthcare Trend Rates that are one percentage point lower or one percentage point higher:

		Healthcare Cost Trend Rates	
	1% Decrease (Varies)	(Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 2,348,279	2,621,278	2,942,269

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

For the year ended June 30, 2021, the District recognized OPEB expense of \$247,751. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree Health Program - Continued

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ —	(163,316)	(163,316)
Change in Assumptions	504,309	(38,122)	466,187
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	<u>504,309</u>	<u>(201,438)</u>	<u>302,871</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 Outflows of Resources
2022	\$ 42,072
2023	42,072
2024	42,072
2025	42,072
2026	42,072
Thereafter	<u>92,511</u>
Total	<u><u>302,871</u></u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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 1.24 percent of pay during the year ended June 30, 2021. State of Illinois contributions were \$429,000, 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 0.92 percent during the year ended June 30, 2021. For the year ended June 30, 2021 the District paid \$318,290 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."

Actuarial Assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2019, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Teachers' Health Insurance Security Fund - Continued

Plan Description - Continued

Actuarial Assumption - Continued.

Inflation: 2.50%

Salary Increases: Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.

Investment Rate of Return: 0%, net of OPEB plan investment expense, including inflation, for all plan years.

Healthcare Cost Trend Rates: Actual trend used for fiscal year 2020. 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, 2019 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 the THIS fund 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 3.13 percent as of June 30, 2019, and 2.45 percent as of June 30, 2020.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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 (3.45%)	Current Discount Rate (2.45%)	1% Increase (1.45%)
Employer's Proportionate Share of the OPEB Liability	\$ 4,218,038	35,095,878	2,948,333

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

The following presents the District's proportionate share of the collective net OPEB liability, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower. The key trend rates are 8.25% in 2021 decreasing to an ultimate trend rate of 4.25% in 2037.

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Employer's Proportionate Share of the OPEB Liability	\$ 2,822,785	35,095,878	4,438,037

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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

At June 30, 2021, 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, 2020, 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, 2020, the District's proportion was 0.013125 percent, which was a decrease of 0.118127 from its proportion measured as of June 30, 2019. 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	\$ 35,095,878
Shate's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>46,188,697</u>
 Total	 <u><u>81,284,575</u></u>

For the year ending June 30, 2021, the District recognized OPEB revenue and expense of \$429,000 for support provided by the State. For the year ending June 30, 2021, the District recognized OPEB expense of \$951,113. At June 30, 2021, 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	\$ —	(932,461)	(932,461)
Net Difference Between Projected and Actual Earnings on Pension Investments	11,884	(5,789,021)	(5,777,137)
Changes of Assumptions	—	(999)	(999)
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	<u>43,385</u>	<u>(464,197)</u>	<u>(420,812)</u>
Total Pension Expense to be Recognized in Future Periods	55,269	(7,186,678)	(7,131,409)
Employer Contributions Subsequent to the Measurement Date	<u>318,290</u>	<u>—</u>	<u>318,290</u>
 Totals	 <u><u>373,559</u></u>	 <u><u>(7,186,678)</u></u>	 <u><u>(6,813,119)</u></u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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

\$318,290 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, 2022. 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
2022	\$ (1,440,142)
2023	(1,440,042)
2024	(1,439,835)
2025	(1,113,768)
2026	(622,458)
Thereafter	<u>(1,075,164)</u>
Total	<u><u>(7,131,409)</u></u>

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/cafrs/fy2020>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling 888-678-3675, option 2.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

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 years of creditable earnings within the last 10 years of creditable service and at 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. Disability and death benefits are also provided.

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 last four. Disability provisions for Tier 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different from Tier 1.

Essentially all Tier 1 retirees receive an annual 3 percent increase in the current retirement beginning January 1 following the attainment of age 61 or on January 1 following the members' first anniversary in retirement, whichever is later. Tier 2 annual increases will be the lesser of 3 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 members' first anniversary in retirement, whichever is later.

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2021. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs will begin in 2019 and will be funded by bonds issued by the State of Illinois.

Contributions

The State of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90 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 contributions rates are specified by the pension code. The active member contribution rate for the year ended June 30, 2020, 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, 2021, 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 \$28,415,614 in pension contributions from the State. For the year ended June 30, 2020, the employer recognized revenue and expenditures of \$26,059,666 in pension contributions from the State.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Contributions - Continued

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, 2021 were \$200,661 and are deferred because they were paid after the 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.

For the fiscal year ended June 30, 2021, the employer pension contribution was 9.41 percent of salaries paid from federal and special trust funds. For the fiscal year ended June 30, 2020, the employer pension contribution was 10.66 percent of salaries paid from those funds. For the fiscal year ended June 30, 2021, salaries totaling \$23,866 were paid from federal and special trust funds that required employer contributions of \$2,484, which was equal to the District's actual contributions. For the fiscal year ended June 30, 2020, required employer contributions of \$3,660, which was equal to the District's actual contributions. The June 30, 2021 contributions are deferred because they were paid after the June 30, 2020 measurement date.

Employer Retirement Cost Contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members granted salary increases over 6 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, 2021, the employer paid \$— to TRS for employer contributions due on salary increases in excess of 6 percent, \$19,748 for salary increases in excess of 3 percent and \$— for sick leave days granted in excess of the normal annual allotment. For the year ended June 30, 2020, the District paid \$— to TRS for employer contributions due on salary increases in excess of 6 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, 2020, 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:

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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

Employer's Proportionate Share of the Net Pension Liability	\$ 3,406,460
State's Proportionate Share of the Net Pension Liability Associated with the Employer	<u>266,811,647</u>
Total	<u><u>270,218,107</u></u>

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019, and rolled forward to June 30, 2020. 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, 2020, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2020, the employer's proportion was 0.0040 percent, which was a decrease of 0.0002 percent from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the employer recognized pension expense of \$28,415,614 and revenue of \$28,415,614 for support provided by the state. At June 30, 2021, the employer reported deferred outflows of resources and deferred 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	\$ 33,012	(909)	32,103
Net Difference Between Projected and Actual Earnings on Pension Investments	101,712	—	101,712
Changes of Assumptions	13,958	(35,742)	(21,784)
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	—	(999,322)	(999,322)
Total Pension Expense to be Recognized in Future Periods	<u>148,682</u>	<u>(1,035,973)</u>	<u>(887,291)</u>
Employer Contributions Subsequent to the Measurement Date	<u>202,232</u>	<u>—</u>	<u>202,232</u>
Totals	<u><u>350,914</u></u>	<u><u>(1,035,973)</u></u>	<u><u>(685,059)</u></u>

\$202,232 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, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (529,915)
2023	(232,132)
2024	(97,959)
2025	(14,472)
2026	(12,813)
Thereafter	<u>—</u>
Total	<u><u>(887,291)</u></u>

Actuarial Assumptions

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

Inflation: 2.50 Percent

Salary Increases: Varies by Amount of Service Credit

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

In the June 30, 2020 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2017. In the June 30, 2019 actuarial valuation, mortality rates were also based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2014.

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

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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	16.5%	6.1%
U.S. Small/Mid Cap	2.3%	7.2%
International Equities Developed	12.2%	7.0%
Emerging Market Equities	3.0%	9.4%
U.S. Bonds Core	7.0%	2.2%
U.S. Bonds High Yield	2.5%	4.1%
International Debt Developed	3.1%	1.5%
Emerging International Debt	3.2%	4.5%
Real Estate	16.0%	5.7%
Real Return	5.2%	6.3%
Absolute Return	10.0%	4.3%
Private Equity	15.0%	10.5%
Infrastructure	4.0%	6.2%
Total	<u>100.0%</u>	

Discount Rate

At June 30, 2020, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2019 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, 2020 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 HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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	\$ 4,134,822	3,406,460	2,806,807

TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2020 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

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

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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, 2020, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	319
Inactive Plan Members Entitled to but not yet Receiving Benefits	363
Active Plan Members	<u>232</u>
Total	<u><u>914</u></u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended June 30, 2021, the District's contribution was 9.16% of covered payroll.

Net Pension Liability. The District's net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability 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, 2020, using the following actuarial methods and assumptions:

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

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	1.30%
Domestic Equities	37.00%	5.00%
International Equities	18.00%	6.00%
Real Estate	9.00%	6.20%
Blended	7.00%	2.85% - 6.95%
Cash and Cash Equivalents	1.00%	0.70%

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:

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Discount Rate Sensitivity - Continued

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 1,987,864	(3,869,857)	(8,540,977)

Changes in the Net Pension Liability/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/ (Asset) (A) - (B)
Balances at December 31, 2019	\$ 53,617,558	52,899,847	717,711
Changes for the Year:			
Service Cost	968,827	—	968,827
Interest on the Total Pension Liability	3,803,177	—	3,803,177
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	150,310	—	150,310
Changes of Assumptions	(638,037)	—	(638,037)
Contributions - Employer	—	861,597	(861,597)
Contributions - Employees	—	416,454	(416,454)
Net Investment Income	—	7,636,560	(7,636,560)
Benefit Payments, Including Refunds of Employee Contributions	(3,288,704)	(3,288,704)	—
Other (Net Transfer)	—	(42,766)	42,766
Net Changes	995,573	5,583,141	(4,587,568)
Balances at December 31, 2020	54,613,131	58,482,988	(3,869,857)

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Notes to the Financial Statements

June 30, 2021

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

For the year ended June 30, 2021, the District recognized pension revenue of \$531,057. At June 30, 2021, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ 149,725	—	149,725
Changes of Assumptions	—	(375,729)	(375,729)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(4,733,094)	(4,733,094)
Total Pension Expense to be Recognized in Future Periods	149,725	(5,108,823)	(4,959,098)
Pension Contributions Made Subsequent to the Measurement Date	448,536	—	448,536
Total Deferred Amounts Related to IMRF	598,261	(5,108,823)	(4,510,562)

\$448,536 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, 2022. 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
2022	\$ (1,644,314)
2023	(658,189)
2024	(1,881,445)
2025	(775,150)
2026	—
Thereafter	—
Total	(4,959,098)

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
Retiree 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 Schedule
General Fund

Notes to the Required Supplementary Information

Budgetary information - budgets are adopted on a basis consistent with generally accepted accounting principles.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Retiree Health Plan

Schedule of Changes in the Employer's Total OPEB Liability

June 30, 2021

	6/30/2018	6/30/2019	6/30/2020	6/30/2021
Total OPEB Liability				
Service Cost	\$ 114,941	118,604	135,850	141,306
Interest	67,535	67,584	64,459	64,373
Changes in Benefit Terms	—	—	—	—
Differences Between Expected and Actual				
Experience	(80,734)	—	(143,906)	—
Change of Assumptions or Other Inputs	(1,362)	32,883	208,134	91,705
Benefit Payments	(167,027)	(163,720)	(196,859)	(192,282)
Other	266,366	3,657	39,716	—
Net Change in Total OPEB Liability	199,719	59,008	107,394	105,102
Total OPEB Liability - Beginning	2,150,055	2,349,774	2,408,782	2,516,176
Total OPEB Liability - Ending	2,349,774	2,408,782	2,516,176	2,621,278
Covered Payroll	N/A	N/A	N/A	N/A
Total OPEB Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A

Notes:

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

Changes in Assumptions. Changes in assumptions related to the discount rate were made in 2018 through 2021.

N/A - Not Available

DUPAGE HIGH SCHOOL DISTRICT NO. 88

**Teacher's Health Insurance Security Fund
Schedule of Employer Contributions
June 30, 2021**

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	\$ 258,112	\$ 257,875	\$ (237)	\$ 30,727,610	0.84%
2019	276,133	276,474	341	31,378,779	0.88%
2020	305,524	305,524	—	33,209,128	0.92%
2021	318,290	318,290	—	34,596,785	0.92%

Note:

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

DUPAGE HIGH SCHOOL DISTRICT NO. 88

**Teacher's Health Insurance Security Fund
Schedule of Employer Contributions - Continued
June 30, 2021**

Notes to the Schedule of Employer Contributions

Valuation Date	June 30, 2019
Measurement Date	June 30, 2020
Sponsor's Fiscal Year End	June 30, 2021

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, 2020, 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	Market Value
Investment Rate of Return	0%, 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	Actual trend used for fiscal year 2020. 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.
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 HIGH SCHOOL DISTRICT NO. 88

Teacher's Health Insurance Security Fund

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

June 30, 2021

	<u>6/30/2018</u>
Employer's Proportion of the Net OPEB Liability	0.133449%
Employer's Proportionate Share of the Net OPEB Liability	\$ 34,629,431
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>45,477,048</u>
Total	<u><u>80,106,479</u></u>
Employer's Covered Payroll	\$ 30,727,610
Employer's Proportionate Share of the Net OPEB Liability as a % of its Covered Payroll	112.70%
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>
0.132531%	0.131252%	0.013125%
34,916,359	36,327,075	35,095,878
<u>46,885,140</u>	<u>45,824,773</u>	<u>46,188,697</u>
<u>81,801,499</u>	<u>82,151,848</u>	<u>81,284,575</u>
31,378,779	33,209,128	34,596,785
111.27%	109.39%	101.44%
(0.07%)	0.25%	0.70%

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Teachers' Retirement System

**Schedule of the Employer's Proportionate Share of the Net Pension Liability and Employer Contributions
June 30, 2021**

	6/30/2015	6/30/2016
Employer's Proportion of the Net Pension Liability	0.0089%	0.0096%
Employer's Proportionate Share of the Net Pension Liability	\$ 5,434,701	6,257,358
State's Proportionate Share of the Net Pension Liability Associated with the Employer	182,781,933	194,217,342
Totals	188,216,634	200,474,700
Employer's Covered Payroll	\$ 29,873,116	29,973,581
Employer's Proportionate Share of the Net Pension Liability as a % of its Covered-Employee Payroll	18.19%	20.88%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	42.95%	41.47%
Contractually-Required Contribution	\$ 324,669	298,797
Contributions in Relation to the Contractually Determined Contribution	\$ 330,177	290,849
Contribution Deficiency/(Excess)	\$ (5,508)	7,948
Employer's Covered Payroll	\$ 29,973,581	31,019,696
Contributions as a % of Covered Payroll	1.08%	0.96%

Notes:

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

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

For the 2020 - 2016 measurement years, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.5 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit and were consistent in 2019 and 2020. These actuarial assumptions were based on an experience study dated September 18, 2018.

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
0.0076%	0.0056%	0.0044%	0.0042%	0.0040%
5,980,985	4,309,100	3,397,022	3,372,473	3,406,460
247,736,507	227,277,868	232,710,226	240,015,205	266,811,647
253,717,492	231,586,968	236,107,248	243,387,678	270,218,107
31,019,696	30,727,610	31,378,779	33,209,128	34,596,785
19.28%	14.02%	10.83%	10.16%	9.85%
36.44%	39.26%	40.00%	39.60%	37.80%
232,561	185,880	190,689	196,273	203,145
232,380	184,952	189,531	195,155	202,232
181	928	1,158	1,118	913
30,727,610	31,378,779	32,239,139	33,209,128	34,596,785
0.76%	0.59%	0.59%	0.59%	0.59%

DUPAGE HIGH SCHOOL DISTRICT NO. 88

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions
June 30, 2021**

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	\$ 946,940	\$ 946,965	\$ 25	\$ 8,663,680	10.93%
2016	903,052	902,964	(88)	8,767,495	10.30%
2017	907,000	915,071	8,071	8,962,451	10.21%
2018	868,211	874,154	5,943	9,139,059	9.57%
2019	891,347	891,347	—	9,284,867	9.60%
2020	790,236	790,236	—	9,392,879	8.41%
2021	841,947	841,947	—	9,188,481	9.16%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	23 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 HIGH SCHOOL DISTRICT NO. 88

Illinois Municipal Retirement Fund

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

June 30, 2021

See Following Page

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Illinois Municipal Retirement Fund

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

June 30, 2021

	<u>12/31/2014</u>
Total Pension Liability	
Service Cost	\$ 1,027,946
Interest	3,087,331
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	(530,912)
Change of Assumptions	1,927,793
Benefit Payments, Including Refunds of Member Contributions	<u>(2,460,447)</u>
Net Change in Total Pension Liability	3,051,711
Total Pension Liability - Beginning	<u>41,880,658</u>
Total Pension Liability - Ending	<u><u>44,932,369</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 946,965
Contributions - Members	390,242
Net Investment Income	2,552,135
Benefit Payments, Including Refunds of Member Contributions	(2,460,447)
Other (Net Transfer)	<u>(258,076)</u>
Net Change in Plan Fiduciary Net Position	1,170,819
Plan Net Position - Beginning	<u>42,399,894</u>
Plan Net Position - Ending	<u><u>43,570,713</u></u>
Employer's Net Pension Liability/(Asset)	<u><u>\$ 1,361,656</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	96.97%
Covered Payroll	\$ 8,663,680
Employer's Net Pension Liability as a Percentage of Covered Payroll	15.72%

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

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020
993,906	990,286	1,002,378	948,044	981,844	968,827
3,308,205	3,393,610	3,527,944	3,563,225	3,681,696	3,803,177
—	—	—	—	—	—
(495,509)	145,758	623,666	482,660	269,796	150,310
51,815	(53,425)	(1,765,227)	1,345,531	—	(638,037)
(2,639,843)	(2,675,070)	(2,828,073)	(2,954,301)	(3,213,727)	(3,288,704)
1,218,574	1,801,159	560,688	3,385,159	1,719,609	995,573
44,932,369	46,150,943	47,952,102	48,512,790	51,897,949	53,617,558
46,150,943	47,952,102	48,512,790	51,897,949	53,617,558	54,613,131
902,964	915,071	874,154	891,347	690,494	861,597
409,920	404,822	421,506	421,838	423,082	416,454
214,536	2,923,701	7,898,831	(2,842,906)	8,805,556	7,636,560
(2,639,843)	(2,675,070)	(2,828,073)	(2,954,301)	(3,213,727)	(3,288,704)
68,841	186,970	(867,417)	927,954	(31,116)	(42,766)
(1,043,582)	1,755,494	5,499,001	(3,556,068)	6,674,289	5,583,141
43,570,713	42,527,131	44,282,625	49,781,626	46,225,558	52,899,847
42,527,131	44,282,625	49,781,626	46,225,558	52,899,847	58,482,988
3,623,812	3,669,477	(1,268,836)	5,672,391	717,711	(3,869,857)
92.15%	92.35%	102.62%	89.07%	98.66%	107.09%
8,767,495	8,962,451	9,139,059	9,284,867	9,358,500	9,254,532
41.33%	40.94%	(13.88%)	61.09%	7.67%	(41.82%)

DUPAGE HIGH SCHOOL DISTRICT NO. 88

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2021**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Local Sources				
Property Taxes	\$ 52,854,259	52,854,259	51,761,473	(1,092,786)
Personal Property Replacement Taxes	1,465,858	1,465,858	2,079,461	613,603
Earnings on Investments	339,000	339,000	58,549	(280,451)
Other	1,684,000	1,434,000	1,776,196	342,196
State Sources	6,732,715	6,732,715	6,638,927	(93,788)
Federal Sources	2,998,726	2,998,726	4,017,021	1,018,295
On-Behalf Payments				
State of Illinois	—	27,000,000	28,844,614	1,844,614
Total Revenues	<u>66,074,558</u>	<u>92,824,558</u>	<u>95,176,241</u>	<u>2,351,683</u>
Expenditures				
Current				
Instruction	42,291,634	42,357,251	41,195,142	1,162,109
Support Services	23,518,537	23,518,537	21,597,930	1,920,607
Community Services	258,892	193,275	98,530	94,745
Payments to Other Districts and Government Units	1,915,739	1,915,739	1,757,776	157,963
Provision for Contingencies	(200,000)	(200,000)	—	(200,000)
On Behalf Payments	—	27,000,000	28,844,614	(1,844,614)
Total Expenditures	<u>67,784,802</u>	<u>94,784,802</u>	<u>93,493,992</u>	<u>1,290,810</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,710,244)</u>	<u>(1,960,244)</u>	<u>1,682,249</u>	<u>3,642,493</u>
Other Financing Sources (Uses)				
Transfers Out	(1,402,740)	(2,404,279)	(2,404,279)	—
Disposal of Capital Assets	—	—	39,595	39,595
	<u>(1,402,740)</u>	<u>(2,404,279)</u>	<u>(2,364,684)</u>	<u>39,595</u>
Net Change in Fund Balances	<u>(3,112,984)</u>	<u>(4,364,523)</u>	<u>(682,435)</u>	<u>3,682,088</u>
Fund Balances - Beginning as Restated			<u>28,826,837</u>	
Fund Balances - Ending			<u>28,144,402</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:

- Combining Statements - General Fund
- Budgetary Comparison Schedules - General Fund Accounts
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- 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. The General Fund includes the Educational, Operations and Maintenance, and Working Cash Accounts.

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.

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 and FICA tax payments to the Social Security System for non-certified employees. Revenue to finance the contributions is derived primarily from local property 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.

CAPITAL PROJECTS FUND

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.

DUPAGE HIGH SCHOOL DISTRICT NO. 88

General Fund - by Accounts

Combining Balance Sheet

June 30, 2021

	Education	Operations and Maintenance	Working Cash	Totals
ASSETS				
Cash and Investments	\$ 41,235,830	6,413,827	6,712,400	54,362,057
Receivables - Net of Allowance				
Property Taxes	23,166,556	3,493,784	—	26,660,340
Intergovernmental	877,875	—	—	877,875
Inventories	367,200	—	—	367,200
Prepays	312,100	—	—	312,100
Total Assets	<u>65,959,561</u>	<u>9,907,611</u>	<u>6,712,400</u>	<u>82,579,572</u>
LIABILITIES				
Accounts Payable	735,218	76,091	—	811,309
Accrued Payroll	283,434	—	—	283,434
Total Liabilities	<u>1,018,652</u>	<u>76,091</u>	<u>—</u>	<u>1,094,743</u>
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	46,386,612	6,881,932	—	53,268,544
Other Deferred Revenues	71,883	—	—	71,883
Total Deferred Inflows of Resources	<u>46,458,495</u>	<u>6,881,932</u>	<u>—</u>	<u>53,340,427</u>
Total Liabilities and Deferred Inflows of Resources	<u>47,477,147</u>	<u>6,958,023</u>	<u>—</u>	<u>54,435,170</u>
FUND BALANCES				
Nonspendable	679,300	—	—	679,300
Unassigned	17,803,114	2,949,588	6,712,400	27,465,102
Total Fund Balances	<u>18,482,414</u>	<u>2,949,588</u>	<u>6,712,400</u>	<u>28,144,402</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>65,959,561</u>	<u>9,907,611</u>	<u>6,712,400</u>	<u>82,579,572</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

General Fund - by Accounts

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2021

	Educational	Operations and Maintenance	Working Cash	Totals
Revenues				
Local Sources				
Property Taxes	\$ 45,082,715	6,656,510	22,248	51,761,473
Personal Property Replacement Taxes	2,079,461	—	—	2,079,461
Earnings on Investments	44,172	5,553	8,824	58,549
Other Local Sources	1,541,138	235,058	—	1,776,196
State Sources	6,638,927	—	—	6,638,927
Federal Sources	3,880,559	136,462	—	4,017,021
Total Direct Revenues	59,266,972	7,033,583	31,072	66,331,627
On-Behalf Payments - State of Illinois	28,844,614	—	—	28,844,614
Total Revenues	88,111,586	7,033,583	31,072	95,176,241
Expenditures				
Current				
Instruction	41,195,142	—	—	41,195,142
Support Services	15,370,481	6,227,449	—	21,597,930
Community Services	98,530	—	—	98,530
Payments to Other Districts and Government Units	1,757,776	—	—	1,757,776
Total Direct Expenditures	58,421,929	6,227,449	—	64,649,378
On-Behalf Expenditures	28,844,614	—	—	28,844,614
Total Expenditures	87,266,543	6,227,449	—	93,493,992
Excess (Deficiency) of Revenues Over (Under) Expenditures	845,043	806,134	31,072	1,682,249
Other Financing Sources (Uses)				
Transfers Out	(34,279)	—	(2,370,000)	(2,404,279)
Disposal of Capital Assets	39,595	—	—	39,595
	5,316	—	(2,370,000)	(2,364,684)
Net Change in Fund Balance	850,359	806,134	(2,338,928)	(682,435)
Fund Balances - Beginning as Restated	17,632,055	2,143,454	9,051,328	28,826,837
Fund Balances - Ending	18,482,414	2,949,588	6,712,400	28,144,402

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Educational Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Revenues					
Local Sources					
General Levy	\$ 45,363,872	45,363,872	44,349,490	(1,014,382)	43,732,218
Special Education Levy	746,052	746,052	733,225	(12,827)	713,085
Personal Property Replacement Tax	1,465,858	1,465,858	2,079,461	613,603	1,611,770
Tuition	45,000	45,000	40,442	(4,558)	29,510
Earnings on Investments	240,000	240,000	44,172	(195,828)	541,514
Food Service	220,000	220,000	229	(219,771)	372,516
District/School Activity Income	508,000	508,000	922,900	414,900	561,161
Textbooks	186,000	186,000	227,960	41,960	200,942
Contributions and Donations - Private	—	—	6,000	6,000	6,000
Impact Fees	20,000	20,000	3,659	(16,341)	9,951
Services Provided Other Districts	—	—	2,463	2,463	—
Refund of Prior Year Expenditures	20,000	20,000	23,956	3,956	18,354
Drivers' Education Fees	41,500	41,500	43,716	2,216	61,572
Other Local Revenues	510,000	260,000	269,813	9,813	372,537
	<u>49,366,282</u>	<u>49,116,282</u>	<u>48,747,486</u>	<u>(368,796)</u>	<u>48,231,130</u>
State Sources					
General State Aid	6,050,737	6,050,737	6,051,907	1,170	5,992,753
Special Education	500,000	500,000	384,158	(115,842)	481,203
Vocational Education	71,031	71,031	70,117	(914)	70,824
State Free Lunch and Breakfast	8,000	8,000	4,224	(3,776)	8,280
Drivers' Education	100,000	100,000	122,632	22,632	95,644
Other	2,947	2,947	5,889	2,942	—
	<u>6,732,715</u>	<u>6,732,715</u>	<u>6,638,927</u>	<u>(93,788)</u>	<u>6,648,704</u>
Federal Sources					
National School Lunch Program	325,000	325,000	1,580	(323,420)	507,504
School Breakfast Program	55,000	55,000	7,941	(47,059)	96,160
Summer Food Service Program	—	—	1,738,984	1,738,984	351,968
Title I - Low Income	800,000	800,000	409,877	(390,123)	483,683
Federal - Special Education					
IDEA Flow-Through	900,000	900,000	904,136	4,136	885,167
IDEA Room and Board	—	—	1,923	1,923	36,837
CTE - Perkins	54,633	54,633	54,239	(394)	54,487

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Educational Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Revenues - Continued					
Federal Sources - Continued					
Medicaid Fee for Service	\$ 100,000	100,000	12,210	(87,790)	96,618
Emergency Immigrant Assistance	10,556	10,556	—	(10,556)	3,279
Title III - English Language Acquisition	30,000	30,000	36,655	6,655	23,849
Title IV	2,000	2,000	(662)	(2,662)	7,276
Title II - Eisenhower/Teacher Quality	92,076	92,076	73,703	(18,373)	57,628
Medicaid Matching Funds					
Administrative Outreach	15,000	15,000	41,101	26,101	26,901
Other Federal Sources	488,461	488,461	598,872	110,411	96,225
	<u>2,872,726</u>	<u>2,872,726</u>	<u>3,880,559</u>	<u>1,007,833</u>	<u>2,727,582</u>
 Total Direct Revenues	 58,971,723	 58,721,723	 59,266,972	 545,249	 57,607,416
 On-Behalf Payments	 —	 27,000,000	 28,844,614	 1,844,614	 26,471,459
 Total Revenues	 <u>58,971,723</u>	 <u>85,721,723</u>	 <u>88,111,586</u>	 <u>2,389,863</u>	 <u>84,078,875</u>
Expenditures					
Instruction					
Regular Programs					
Salaries	19,728,810	19,728,810	19,212,351	516,459	18,476,499
Employee Benefits	3,708,803	3,708,803	3,738,064	(29,261)	3,406,969
Purchased Services	581,500	647,117	662,977	(15,860)	486,544
Supplies and Materials	1,042,396	1,042,396	949,347	93,049	450,508
Capital Outlay	47,000	47,000	106,316	(59,316)	31,940
Other Objects	12,000	12,000	189	11,811	16,768
Non-Capital Equipment	251,685	251,685	223,484	28,201	667,707
	<u>25,372,194</u>	<u>25,437,811</u>	<u>24,892,728</u>	<u>545,083</u>	<u>23,536,935</u>
 Special Education Programs					
Salaries	5,835,250	5,835,250	5,653,268	181,982	5,383,294
Employee Benefits	898,916	898,916	866,928	31,988	802,171
Purchased Services	59,250	59,250	31,726	27,524	62,833
Supplies and Materials	52,756	52,756	29,001	23,755	25,202
Capital Outlay	—	—	—	—	22,295

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Educational Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Instruction - Continued					
Special Education Programs - Continued					
Non-Capital Equipment	\$ 2,600	2,600	1,547	1,053	2,516
	6,848,772	6,848,772	6,582,470	266,302	6,298,311
Remedial and Supplemental Programs K-12					
Salaries	50,000	50,000	44,232	5,768	37,636
Purchased Services	47,500	47,500	15,906	31,594	29,048
Supplies and Materials	77,916	77,916	273,203	(195,287)	201,406
	175,416	175,416	333,341	(157,925)	268,090
CTE Programs					
Salaries	2,153,309	2,153,309	2,151,799	1,510	2,036,172
Employee Benefits	275,630	275,630	275,227	403	265,500
Purchased Services	64,400	64,400	34,941	29,459	30,755
Supplies and Materials	130,948	130,948	150,409	(19,461)	128,837
Capital Outlay	52,062	52,062	13,454	38,608	47,742
Non-Capitalized Equipment	25,056	25,056	34,161	(9,105)	24,862
	2,701,405	2,701,405	2,659,991	41,414	2,533,868
Interscholastic Programs					
Salaries	2,279,000	2,279,000	1,989,727	289,273	2,211,440
Employee Benefits	49,400	49,400	49,244	156	47,366
Purchased Services	375,524	375,524	306,963	68,561	292,611
Supplies and Materials	108,242	108,242	95,218	13,024	101,795
Non-Capital Equipment	6,500	6,500	4,975	1,525	—
	2,818,666	2,818,666	2,446,127	372,539	2,653,212
Summer School Programs					
Salaries	153,138	153,138	125,561	27,577	111,271
Supplies and Materials	1,600	1,600	416	1,184	235
	154,738	154,738	125,977	28,761	111,506
Driver's Education Programs					
Salaries	210,000	210,000	61,968	148,032	162,702
Employee Benefits	391	391	382	9	387
Purchased Services	5,200	5,200	2,244	2,956	2,485
Supplies and Materials	9,000	9,000	3,118	5,882	6,813

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Educational Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Instruction - Continued					
Driver's Education Programs - Continued					
Capital Outlay	\$ —	—	—	—	39,712
	224,591	224,591	67,712	156,879	212,099
Bilingual Programs					
Salaries	193,619	193,619	192,750	869	179,755
Supplies and Materials	17,532	17,532	15,497	2,035	4,748
	211,151	211,151	208,247	2,904	184,503
Truants Alternative and Optional Programs					
Salaries	1,164,401	1,164,401	1,171,874	(7,473)	1,071,089
Employee Benefits	83,525	83,525	90,330	(6,805)	84,350
Supplies and Materials	3,600	3,600	23	3,577	946
Other Objects	170,175	170,175	157,411	12,764	174,625
	1,421,701	1,421,701	1,419,638	2,063	1,331,010
Special Education Programs K - 12 - Private Tuition					
Other Objects	2,363,000	2,363,000	2,063,930	299,070	2,044,661
Student Activity Fund					
Other Objects	—	—	394,981	(394,981)	—
Total Instruction	42,291,634	42,357,251	41,195,142	1,162,109	39,174,195
Support Services					
Pupils					
Attendance and Social Work Services					
Salaries	1,753,171	1,753,171	1,695,657	57,514	1,687,400
Employee Benefits	350,127	350,127	347,521	2,606	347,528
Purchased Services	380,000	380,000	306,523	73,477	347,044
Supplies and Materials	—	—	117	(117)	267
	2,483,298	2,483,298	2,349,818	133,480	2,382,239

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Educational Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Support Services - Continued					
Pupils - Continued					
Guidance Services					
Salaries	\$ 1,783,420	1,783,420	1,714,056	69,364	1,715,610
Employee Benefits	249,400	249,400	253,982	(4,582)	237,053
Purchased Services	—	—	(662)	662	—
Supplies and Materials	8,500	8,500	4,573	3,927	6,561
	<u>2,041,320</u>	<u>2,041,320</u>	<u>1,971,949</u>	<u>69,371</u>	<u>1,959,224</u>
Health Services					
Salaries	378,638	378,638	332,332	46,306	359,751
Employee Benefits	49,000	49,000	45,635	3,365	54,261
Supplies and Materials	6,500	6,500	3,910	2,590	4,701
Non-Capitalized Equipment	22,000	22,000	22,000	—	—
	<u>456,138</u>	<u>456,138</u>	<u>403,877</u>	<u>52,261</u>	<u>418,713</u>
Psychological Services					
Salaries	550,000	550,000	551,058	(1,058)	498,031
Employee Benefits	72,600	72,600	72,078	522	74,111
Purchased Services	8,500	8,500	600	7,900	3,400
Supplies and Materials	500	500	3,000	(2,500)	—
	<u>631,600</u>	<u>631,600</u>	<u>626,736</u>	<u>4,864</u>	<u>575,542</u>
Speech Pathology and Audiology Services					
Purchased Services	1,000	1,000	988	12	600
Other Support Services					
Salaries	172,200	172,200	147,361	24,839	161,071
Employee Benefits	181	181	180	1	1,650
Purchased Services	10,000	10,000	—	10,000	3,312
Non-Capitalized Equipment	28,500	28,500	23,807	4,693	113,096
	<u>210,881</u>	<u>210,881</u>	<u>171,348</u>	<u>39,533</u>	<u>279,129</u>
Total Pupils	<u>5,824,237</u>	<u>5,824,237</u>	<u>5,524,716</u>	<u>299,521</u>	<u>5,615,447</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Educational Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Support Services - Continued					
Instructional Staff					
Improvement of Instructional Services					
Salaries	\$ 286,000	286,000	247,262	38,738	176,135
Employee Benefits	26,000	26,000	25,911	89	24,608
Purchased Services	215,609	215,609	75,406	140,203	153,813
Supplies and Materials	—	—	—	—	3,697
Other Objects	9,000	9,000	4,679	4,321	8,739
	<u>536,609</u>	<u>536,609</u>	<u>353,258</u>	<u>183,351</u>	<u>366,992</u>
Educational Media Services					
Salaries	729,902	729,902	731,085	(1,183)	662,435
Employee Benefits	163,525	163,525	168,378	(4,853)	157,269
Supplies and Materials	82,000	82,000	66,538	15,462	75,451
Capital Outlay	—	—	—	—	5,602
Non-Capitalized Equipment	4,500	4,500	4,133	367	—
	<u>979,927</u>	<u>979,927</u>	<u>970,134</u>	<u>9,793</u>	<u>900,757</u>
Assessment and Testing					
Salaries	44,000	44,000	19,538	24,462	10,559
Purchased Services	98,280	98,280	27,469	70,811	29,332
Supplies and Materials	69,000	69,000	15,785	53,215	41,867
	<u>211,280</u>	<u>211,280</u>	<u>62,792</u>	<u>148,488</u>	<u>81,758</u>
Total Instructional Staff	<u>1,727,816</u>	<u>1,727,816</u>	<u>1,386,184</u>	<u>341,632</u>	<u>1,349,507</u>
General Administration					
Board of Education Services					
Salaries	9,000	9,000	7,277	1,723	8,562
Purchased Services	231,700	231,700	176,746	54,954	173,302
Supplies and Materials	15,000	15,000	10,829	4,171	9,853
	<u>255,700</u>	<u>255,700</u>	<u>194,852</u>	<u>60,848</u>	<u>191,717</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Educational Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Support Services - Continued					
General Administration - Continued					
Executive Administration Services					
Salaries	\$ 336,000	336,000	335,797	203	322,649
Employee Benefits	20,000	20,000	22,864	(2,864)	18,842
Purchased Services	21,000	21,000	21,173	(173)	23,455
Supplies and Materials	10,000	10,000	1,798	8,202	5,711
	<u>387,000</u>	<u>387,000</u>	<u>381,632</u>	<u>5,368</u>	<u>370,657</u>
Special Area Administration Services					
Salaries	121,475	121,475	111,839	9,636	246,961
Purchased Services	8,000	8,000	2,706	5,294	4,030
Supplies and Materials	2,000	2,000	703	1,297	512
	<u>131,475</u>	<u>131,475</u>	<u>115,248</u>	<u>16,227</u>	<u>251,503</u>
Tort Immunity					
Purchased Services	617,000	617,000	715,832	(98,832)	503,472
Total General Administration	<u>1,391,175</u>	<u>1,391,175</u>	<u>1,407,564</u>	<u>(16,389)</u>	<u>1,317,349</u>
School Administration					
Office of the Principal Services					
Salaries	1,453,800	1,453,800	1,440,826	12,974	1,427,884
Employee Benefits	323,100	323,100	322,394	706	294,954
Purchased Services	84,667	84,667	47,700	36,967	84,633
Supplies and Materials	360,044	360,044	308,985	51,059	298,629
Non-Capital Outlay	20,000	20,000	12,285	7,715	16,190
	<u>2,241,611</u>	<u>2,241,611</u>	<u>2,132,190</u>	<u>109,421</u>	<u>2,122,290</u>
Other Support Services - School Admin					
Salaries	1,723,616	1,723,616	1,717,290	6,326	1,662,135
Employee Benefits	7,200	7,200	7,135	65	15,647
	<u>1,730,816</u>	<u>1,730,816</u>	<u>1,724,425</u>	<u>6,391</u>	<u>1,677,782</u>
Total School Administration	<u>3,972,427</u>	<u>3,972,427</u>	<u>3,856,615</u>	<u>115,812</u>	<u>3,800,072</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Educational Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Support Services - Continued					
Business					
Direction of Business Support Services					
Salaries	\$ 241,400	241,400	241,296	104	229,286
Employee Benefits	100,325	100,325	95,214	5,111	66,678
Purchased Services	41,300	41,300	62,749	(21,449)	33,397
Supplies and Materials	15,000	15,000	14,161	839	9,502
	<u>398,025</u>	<u>398,025</u>	<u>413,420</u>	<u>(15,395)</u>	<u>338,863</u>
Fiscal Services					
Salaries	359,395	359,395	353,242	6,153	341,788
Employee Benefits	12,418	12,418	12,417	1	11,813
Other Objects	9,500	9,500	20,736	(11,236)	13,623
Non-Capitalized Equipment	20,000	20,000	—	20,000	—
	<u>401,313</u>	<u>401,313</u>	<u>386,395</u>	<u>14,918</u>	<u>367,224</u>
Pupil Transportation Services					
Salaries	1,000	1,000	185	815	1,145
Purchased Services	23,792	23,792	23,100	692	23,276
	<u>24,792</u>	<u>24,792</u>	<u>23,285</u>	<u>1,507</u>	<u>24,421</u>
Food Services					
Salaries	61,955	61,955	61,622	333	56,679
Employee Benefits	12,525	12,525	12,506	19	12,048
Purchased Services	930,000	930,000	948,742	(18,742)	1,030,954
Supplies and Materials	6,500	6,500	2,632	3,868	3,841
Non-Capital Equipment	10,000	10,000	14,236	(4,236)	—
	<u>1,020,980</u>	<u>1,020,980</u>	<u>1,039,738</u>	<u>(18,758)</u>	<u>1,103,522</u>
Internal Services					
Salaries	157,400	157,400	135,479	21,921	136,741
Employee Benefits	26,500	26,500	26,179	321	24,942
	<u>183,900</u>	<u>183,900</u>	<u>161,658</u>	<u>22,242</u>	<u>161,683</u>
Total Business	<u>2,029,010</u>	<u>2,029,010</u>	<u>2,024,496</u>	<u>4,514</u>	<u>1,995,713</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Educational Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Support Services - Continued					
Central					
Direction of Central Support Services					
Salaries	\$ 270,600	270,600	240,501	30,099	268,618
Employee Benefits	48,000	48,000	38,995	9,005	45,595
Purchased Services	13,000	13,000	2,629	10,371	9,776
Supplies and Materials	27,000	27,000	14,108	12,892	20,778
Non-Capitalized Equipment	10,000	10,000	—	10,000	—
	<u>368,600</u>	<u>368,600</u>	<u>296,233</u>	<u>72,367</u>	<u>344,767</u>
Planning, Research, Development, and Evaluation Services					
Salaries	10,000	10,000	5,500	4,500	10,500
Information Services					
Salaries	91,250	91,250	91,200	50	87,693
Employee Benefits	10,400	10,400	10,333	67	9,801
Supplies and Materials	8,000	8,000	597	7,403	1,519
	<u>109,650</u>	<u>109,650</u>	<u>102,130</u>	<u>7,520</u>	<u>99,013</u>
Staff Services					
Salaries	31,086	31,086	34,631	(3,545)	115,852
Employee Benefits	6,253	6,253	6,253	—	32,252
Purchased Services	66,500	66,500	41,948	24,552	59,725
Supplies and Materials	6,000	6,000	7,697	(1,697)	6,064
	<u>109,839</u>	<u>109,839</u>	<u>90,529</u>	<u>19,310</u>	<u>213,893</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Educational Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
Support Services - Continued					
Central - Continued					
Data Processing Services					
Salaries	\$ 435,500	435,500	435,762	(262)	436,834
Employee Benefits	112,600	112,600	112,405	195	106,860
Purchased Services	144,604	144,604	128,347	16,257	107,682
Supplies and Materials	5,000	5,000	—	5,000	—
	<u>697,704</u>	<u>697,704</u>	<u>676,514</u>	<u>21,190</u>	<u>651,376</u>
Total Central	<u>1,295,793</u>	<u>1,295,793</u>	<u>1,170,906</u>	<u>124,887</u>	<u>1,319,549</u>
Total Support Services	<u>16,240,458</u>	<u>16,240,458</u>	<u>15,370,481</u>	<u>869,977</u>	<u>15,397,637</u>
Community Services					
Salaries	62,499	62,499	34,374	28,125	59,492
Employee Benefits	60,361	60,361	35,984	24,377	58,760
Purchased Services	42,248	42,248	13,454	28,794	176,006
Supplies and Materials	93,784	28,167	14,718	13,449	6,780
Total Community Services	<u>258,892</u>	<u>193,275</u>	<u>98,530</u>	<u>94,745</u>	<u>301,038</u>
Payments to Other Districts and Governmental Units					
Special Education - Tuition	1,190,000	1,190,000	1,055,008	134,992	1,271,652
Special Education - Purchased Services	199,290	199,290	209,486	(10,196)	215,250
Special Education - Other	207,924	207,924	241,978	(34,054)	110,574
CTE - Tuition	207,125	207,125	189,434	17,691	148,140
Other - Tuition	111,400	111,400	61,870	49,530	74,330
Total Payments to Other Districts and Governmental Units	<u>1,915,739</u>	<u>1,915,739</u>	<u>1,757,776</u>	<u>157,963</u>	<u>1,819,946</u>
Provision for Contingencies	<u>(200,000)</u>	<u>(200,000)</u>	<u>—</u>	<u>(200,000)</u>	<u>—</u>
Total Direct Expenditures	<u>60,506,723</u>	<u>60,506,723</u>	<u>58,421,929</u>	<u>2,084,794</u>	<u>56,692,816</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Educational Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Expenditures - Continued					
On Behalf Payments	\$ —	27,000,000	28,844,614	(1,844,614)	26,471,459
Total Expenditures	60,506,723	87,506,723	87,266,543	240,180	83,164,275
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,535,000)	(1,785,000)	845,043	2,630,043	914,600
Other Financing Sources (Uses)					
Disposal of Capital Assets	—	—	39,595	39,595	—
Transfers Out	(32,740)	(34,279)	(34,279)	—	(46,332)
	(32,740)	(34,279)	5,316	39,595	(46,332)
Net Change in Fund Balance	<u>(1,567,740)</u>	<u>(1,819,279)</u>	850,359	<u>2,669,638</u>	868,268
Fund Balance - Beginning as Restated			<u>17,632,055</u>		<u>15,756,320</u>
Fund Balance - Ending			<u>18,482,414</u>		<u>16,624,588</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Operations and Maintenance Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Revenues					
Local Sources					
General Levy	\$ 6,732,857	6,732,857	6,656,510	(76,347)	6,284,362
Earnings on Investments	31,000	31,000	5,553	(25,447)	69,746
Rentals	110,000	110,000	151,975	41,975	193,576
Refund of Prior Year Expenditures	—	—	50	50	5,529
Other Revenue from Local Sources	23,500	23,500	83,033	59,533	69,044
Total Local Sources	6,897,357	6,897,357	6,897,121	(236)	6,622,257
State Sources					
School Infrastructure - Maintenance Project					
	—	—	—	—	50,000
Federal Sources					
Other Federal Revenue	126,000	126,000	136,462	10,462	83,934
Total Revenues	7,023,357	7,023,357	7,033,583	10,226	6,756,191
Expenditures					
Support Services					
Business					
Facilities Acquisition and Construction Services					
Capital Outlay	626,000	626,000	160,778	465,222	627,114
Operation and Maintenance of Plant Services					
Salaries	3,225,650	3,225,650	3,056,306	169,344	3,081,218
Employee Benefits	681,701	681,701	626,768	54,933	601,287
Purchased Services	741,340	741,340	561,777	179,563	628,034
Supplies and Materials	1,916,388	1,916,388	1,650,463	265,925	1,524,226
Capital Outlay	32,000	32,000	—	32,000	96,868
Non-Capitalized Equipment	55,000	55,000	171,357	(116,357)	54,094
	6,652,079	6,652,079	6,066,671	585,408	5,985,727
Total Expenditures	7,278,079	7,278,079	6,227,449	1,050,630	6,612,841

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Operations and Maintenance - Special Revenue Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021				2020
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Net Change in Fund Balance	<u>\$ (254,722)</u>	<u>(254,722)</u>	806,134	<u>1,060,856</u>	143,350
Fund Balance - Beginning			<u>2,143,454</u>		<u>2,000,104</u>
Fund Balance - Ending			<u>2,949,588</u>		<u>2,143,454</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Working Cash Account - General Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Revenues					
Taxes					
Property Taxes	\$ 11,478	11,478	22,248	10,770	(159)
Earnings on Investments	68,000	68,000	8,824	(59,176)	219,487
Total Revenues	79,478	79,478	31,072	(48,406)	219,328
Expenditures	—	—	—	—	—
Excess (Deficiency) of Revenues Over (Under) Expenditures	79,478	79,478	31,072	(48,406)	219,328
Other Financing (Uses)					
Transfers Out	(1,370,000)	(2,370,000)	(2,370,000)	—	(1,370,000)
Net Change in Fund Balance	<u>(1,290,522)</u>	<u>(2,290,522)</u>	(2,338,928)	<u>(48,406)</u>	(1,150,672)
Fund Balance - Beginning			<u>9,051,328</u>		<u>10,202,000</u>
Fund Balance - Ending			<u>6,712,400</u>		<u>9,051,328</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Debt Service Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Revenues					
Local Sources					
Property Taxes	\$ 10,619,922	10,619,922	10,825,954	206,032	10,789,965
Earnings on Investments	38,000	38,000	6,255	(31,745)	87,398
Total Revenues	10,657,922	10,657,922	10,832,209	174,287	10,877,363
Expenditures					
Debt Service					
Principal Retirement	7,711,625	7,712,854	7,711,621	1,233	7,408,090
Interest on Long-Term Debt	3,067,085	3,067,395	3,067,084	311	3,350,909
Service Charges	3,850	3,850	3,850	—	3,850
Total Expenditures	10,782,560	10,784,099	10,782,555	1,544	10,762,849
Excess (Deficiency) of Revenues Over (Under) Expenditures					
	(124,638)	(126,177)	49,654	175,831	114,514
Other Financing Sources					
Transfers In	32,740	34,279	34,279	—	46,332
Net Change in Fund Balance	(91,898)	(91,898)	83,933	175,831	160,846
Fund Balance - Beginning			1,042,971		882,125
Fund Balance - Ending			1,126,904		1,042,971

DUPAGE HIGH SCHOOL DISTRICT NO. 88

**Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2021**

	Special Revenue			Totals
	Transportation	Municipal Retirement/ Social Security	Capital Project	
ASSETS				
Cash and Investments	\$ 4,170,856	1,916,405	1,540,916	7,628,177
Receivables - Net of Allowances				
Property Taxes	1,168,529	1,037,006	—	2,205,535
Intergovernmental	313,237	—	—	313,237
Total Assets	5,652,622	2,953,411	1,540,916	10,146,949
LIABILITIES				
Accounts Payable	26,433	—	450,719	477,152
Retainage Payable	—	—	49,917	49,917
Total Liabilities	26,433	—	500,636	527,069
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	2,301,727	2,042,658	—	4,344,385
Total Liabilities and Deferred Inflows of Resources	2,328,160	2,042,658	500,636	4,871,454
FUND BALANCES				
Restricted	3,324,462	910,753	1,040,280	5,275,495
Total Liabilities, Deferred Inflows of Resources and Fund Balances	5,652,622	2,953,411	1,540,916	10,146,949

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2021

	Special Revenue			Totals
	Transportation	Municipal Retirement/ Social Security	Capital Projects	
Revenues				
Local Sources				
Property Taxes	\$ 1,764,155	2,202,943	—	3,967,098
Personal Property Replacement Taxes	—	121,975	—	121,975
Earnings on Investments	3,775	2,011	772	6,558
Other Local Sources	30,797	—	—	30,797
State Sources	1,264,368	—	—	1,264,368
Total Revenues	3,063,095	2,326,929	772	5,390,796
Expenditures				
Current				
Instruction	—	1,430,304	—	1,430,304
Support Services	2,546,477	642,348	701,680	3,890,505
Community Services	—	5,314	—	5,314
Total Expenditures	2,546,477	2,077,966	701,680	5,326,123
Excess (Deficiency) of Revenues Over (Under) Expenditures	516,618	248,963	(700,908)	64,673
Other Financing Sources				
Transfers In	370,000	—	2,000,000	2,370,000
Net Change in Fund Balances	886,618	248,963	1,299,092	2,434,673
Fund Balances - Beginning	2,437,844	661,790	(258,812)	2,840,822
Fund Balances - Ending	3,324,462	910,753	1,040,280	5,275,495

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Transportation - Special Revenue Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Revenues					
Local Sources					
Property Taxes	\$ 2,038,134	2,038,134	1,764,155	(273,979)	1,999,212
Transportation Fees	40,000	40,000	29,005	(10,995)	88,175
Earnings on Investments	20,000	20,000	3,775	(16,225)	42,508
Other Revenue from Local Sources	—	—	1,792	1,792	14,319
Total Local Sources	<u>2,098,134</u>	<u>2,098,134</u>	<u>1,798,727</u>	<u>(299,407)</u>	<u>2,144,214</u>
State Sources					
Transportation					
Regular	100,000	100,000	111,280	11,280	123,491
Special Education	1,100,000	1,100,000	1,153,088	53,088	1,141,497
Total State Sources	<u>1,200,000</u>	<u>1,200,000</u>	<u>1,264,368</u>	<u>64,368</u>	<u>1,264,988</u>
Total Revenues	<u>3,298,134</u>	<u>3,298,134</u>	<u>3,063,095</u>	<u>(235,039)</u>	<u>3,409,202</u>
Expenditures					
Support Services					
Business					
Pupil Transport Services					
Purchased Services	2,709,386	2,709,386	2,144,775	564,611	3,100,036
Supplies and Materials	138,000	138,000	31,702	106,298	88,923
Capital Outlay	370,000	370,000	370,000	—	362,500
Total Expenditures	<u>3,217,386</u>	<u>3,217,386</u>	<u>2,546,477</u>	<u>670,909</u>	<u>3,551,459</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	80,748	80,748	516,618	435,870	(142,257)
Other Financing Sources					
Transfers In	370,000	370,000	370,000	—	370,000
Net Change in Fund Balance	<u>450,748</u>	<u>450,748</u>	886,618	<u>435,870</u>	227,743
Fund Balance - Beginning			<u>2,437,844</u>		<u>2,210,101</u>
Fund Balance - Ending			<u>3,324,462</u>		<u>2,437,844</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Municipal Retirement/Social Security Fund - Special Revenue

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Revenues					
Local Sources					
Property Taxes					
General Levy	\$ 872,939	872,939	858,097	(14,842)	832,867
FICA/Medicare Levy	1,319,378	1,319,378	1,344,846	25,468	1,021,775
Replacement Taxes	121,975	121,975	121,975	—	123,834
Earnings on Investments	12,000	12,000	2,011	(9,989)	25,880
Total Revenues	<u>2,326,292</u>	<u>2,326,292</u>	<u>2,326,929</u>	<u>637</u>	<u>2,004,356</u>
Expenditures					
Instruction	1,499,378	1,499,378	1,430,304	69,074	1,386,148
Support Services	673,369	673,369	642,348	31,021	641,474
Community Services	5,571	5,571	5,314	257	6,320
Total Expenditures	<u>2,178,318</u>	<u>2,178,318</u>	<u>2,077,966</u>	<u>100,352</u>	<u>2,033,942</u>
Net Change in Fund Balance	<u>147,974</u>	<u>147,974</u>	248,963	<u>100,989</u>	(29,586)
Fund Balance - Beginning			<u>661,790</u>		<u>691,376</u>
Fund Balance - Ending			<u>910,753</u>		<u>661,790</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Capital Projects Fund

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

For the Fiscal Year Ended June 30, 2021

(with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2020)

	2021			Variance with Final Budget	2020
	Original Budget	Final Budget	Actual		Actual
Revenues					
Local Sources					
Earnings on Investments	\$ 3,000	3,000	772	(2,228)	10,138
Other Local Revenue	—	—	—	—	5,049
Total Revenues	<u>3,000</u>	<u>3,000</u>	<u>772</u>	<u>(2,228)</u>	<u>15,187</u>
Expenditures					
Support Services					
Business					
Facilities Acquisition and Construction					
Purchased Services	65,000	105,000	120,718	(15,718)	84,516
Capital Outlay	760,000	885,000	580,962	304,038	1,145,115
Total Expenditures	<u>825,000</u>	<u>990,000</u>	<u>701,680</u>	<u>288,320</u>	<u>1,229,631</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(822,000)	(987,000)	(700,908)	286,092	(1,214,444)
Other Financing Sources					
Transfers In	1,000,000	2,000,000	2,000,000	—	1,000,000
Net Change in Fund Balance	<u>178,000</u>	<u>1,013,000</u>	1,299,092	<u>286,092</u>	(214,444)
Fund Balance - Beginning			<u>(258,812)</u>		<u>(44,368)</u>
Fund Balance - Ending			<u>1,040,280</u>		<u>(258,812)</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

**Consolidated Year-End Financial Report
June 30, 2021**

CSFA #	Program Name	State	Federal	Other	Totals
478-00-0251	Medical Assistance Program	\$ —	41,101	—	41,101
586-18-0406	School Breakfast Program	—	7,941	—	7,941
586-18-0407	National School Lunch Program	—	1,580	—	1,580
586-18-0428	English Language Acquisition State Grants	—	36,655	—	36,655
586-18-0517	Career and Technical Education Improvements	70,117	—	—	70,117
586-44-0414	Title I Grants to Local Educational Agencies	—	409,877	—	409,877
586-47-0430	Improving Teacher Quality State Grants	—	73,703	—	73,703
586-64-0417	Federal - Special Education - IDEA Flow-Through	—	904,136	—	904,136
586-82-1466	Federal - Special Education - IDEA Room and Board	—	1,923	—	1,923
586-18-2330	Non-Cash Commodity Value	—	56,768	—	56,768
586-18-0410	Summer Food Service Program	—	1,738,984	—	1,738,984
586-17-2175	STOP School Violence Prevention	—	77,446	—	77,446
	Other Grant Programs and Activities	—	712,127	12,210	724,337
	All Other Costs Not Allocated	—	—	99,794,204	99,794,204
	Totals	70,117	4,062,241	99,806,414	103,938,772

SUPPLEMENTAL SCHEDULES

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Long-Term Debt Requirements

General Obligation Limited Tax Refunding School Bonds of 2015A

June 30, 2021

Date of Issue	December 3, 2015
Date of Maturity	January 15, 2025
Authorized Issue	\$8,220,000
Interest Rates	2.25% - 4.00%
Interest Dates	July 15 and January 15
Principal Maturity Date	January 15
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 1,045,000	113,685	1,158,685
2023	1,080,000	82,335	1,162,335
2024	1,110,000	49,935	1,159,935
2025	1,040,000	24,960	1,064,960
	<u>4,275,000</u>	<u>270,915</u>	<u>4,545,915</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Long-Term Debt Requirements

General Obligation Limited Tax Refunding School Bonds of 2015B

June 30, 2021

Date of Issue	December 22, 2015
Date of Maturity	January 15, 2028
Authorized Issue	\$3,950,000
Interest Rates	2.65% - 4.00%
Interest Dates	July 15 and January 15
Principal Maturity Date	January 15
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ —	105,434	105,434
2023	—	105,434	105,434
2024	—	105,434	105,434
2025	100,000	205,434	305,434
2026	1,125,000	1,226,434	2,351,434
2027	1,160,000	1,223,465	2,383,465
2028	1,190,000	1,222,725	2,412,725
	<u>3,575,000</u>	<u>4,194,360</u>	<u>7,769,360</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Long-Term Debt Requirements

General Obligation Refunding School Bonds of 2016

June 30, 2021

Date of Issue	December 29, 2016
Date of Maturity	January 15, 2028
Authorized Issue	\$73,070,000
Interest Rates	3.00% - 5.00%
Interest Dates	July 15 and January 15
Principal Maturity Date	January 15
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 6,725,000	2,469,950	9,194,950
2023	7,060,000	2,133,700	9,193,700
2024	7,345,000	1,851,300	9,196,300
2025	7,640,000	1,557,500	9,197,500
2026	8,025,000	1,175,500	9,200,500
2027	8,425,000	774,250	9,199,250
2028	8,825,000	353,000	9,178,000
	<u>54,045,000</u>	<u>10,315,200</u>	<u>64,360,200</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

Long-Term Debt Requirements

General Obligation Limited Tax School Bonds of 2018

June 30, 2021

Date of Issue	September 6, 2018
Date of Maturity	January 15, 2032
Authorized Issue	\$3,950,000
Interest Rates	3.00% - 4.00%
Interest Dates	July 15 and January 15
Principal Maturity Date	January 15
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ —	136,450	136,450
2023	—	136,450	136,450
2024	—	136,450	136,450
2025	—	136,450	136,450
2026	—	136,450	136,450
2027	—	136,450	136,450
2028	—	136,450	136,450
2029	1,110,000	136,450	1,246,450
2030	1,145,000	103,150.00	1,248,150
2031	1,190,000	57,350.00	1,247,350
2032	300,000	9,750.00	309,750
	<u>3,745,000</u>	<u>1,261,850</u>	<u>5,006,850</u>

DUPAGE HIGH SCHOOL DISTRICT NO. 88

**Property Tax Levies and Collections - Last Four Tax Levy Years
June 30, 2021 (Unaudited)**

Tax Levy Year	2017	2018	2019	2020
Assessed Valuation	\$ 2,860,568,495	3,005,454,524	3,211,432,591	3,379,289,485
Rate				
Educational	\$ 1.4976	1.4593	1.3971	1.3739
Operations and Maintenance	0.2151	0.2097	0.2079	0.2072
Bond and Interest	0.3773	0.3601	0.3381	0.3191
Transportation	0.0684	0.0667	0.0551	0.0693
Municipal Retirement	0.0285	0.0278	0.0268	0.0229
Special Education	0.0243	0.0238	0.0229	0.0227
Social Security	0.0350	0.0341	0.0420	0.0386
Working Cash	0.0000	0.0000	0.0007	0.0000
Totals	2.2462	2.1815	2.0906	2.0537
Extension				
Educational	\$ 42,839,874	43,858,598	44,866,925	46,093,591
Operations and Maintenance	6,153,083	6,302,438	6,676,568	6,951,446
Bond and Interest	10,792,925	10,822,642	10,857,854	10,705,630
Transportation	1,956,629	2,004,638	1,769,499	2,324,977
Municipal Retirement	815,262	835,516	860,664	768,282
Special Education	695,118	715,298	735,418	761,573
Social Security	1,001,199	1,024,860	1,348,802	1,295,009
Working Cash	—	—	22,480	—
Totals	64,254,090	65,563,990	67,138,210	68,900,508
Collected				
Educational	\$ 42,754,598	43,734,508	44,733,104	23,166,556
Operations and Maintenance	6,140,759	6,284,738	6,656,654	3,493,784
Bond and Interest	10,771,323	10,792,050	10,825,468	5,380,630
Transportation	1,952,681	1,999,126	1,764,221	1,168,529
Municipal Retirement	813,700	833,041	858,097	386,137
Special Education	693,789	713,278	733,225	382,765
Social Security	999,141	1,021,916	1,344,779	650,869
Working Cash	—	—	22,413	—
Totals	64,125,991	65,378,657	66,937,961	34,629,271
Percent Collections	99.80%	99.72%	99.70%	50.26%

DUPAGE HIGH SCHOOL DISTRICT NO. 88

**Summary of Operations - Bookstores
June 30, 2021 (Unaudited)**

	Addison Trail High School	Willowbrook High School	Totals
Revenue from Sales:			
Sale of Textbooks	\$ 104,130	117,654	221,784
Sale of Supplies	1,270	2,414	3,684
Total	105,400	120,068	225,468
Cost of Sales:			
Inventory of Supplies and Textbooks at July 1, 2020	126,566	160,702	287,268
Purchase of Supplies	23,092	16,777	39,869
Purchase of Textbooks	32,789	37,756	70,545
Total Available for Sale	182,447	215,235	397,682
 Less Inventory of Supplies and Textbooks at June 30, 2021	 199,795	 167,405	 367,200
 Total Cost of Sales, Including Disposals	 (17,348)	 47,830	 30,482
 Gross (Loss)	 122,748	 72,238	 194,986
Operating Expenses:			
Salaries	65,612	69,807	135,419
Sales Tax	108	81	189
Insurance	6,492	19,387	25,879
Total Operating Expenses	72,212	89,275	161,487
 Net (Loss)	 50,536	 (17,037)	 33,499

Note: The activity of the bookstores is accounted for in the General Fund's Educational Account

DUPAGE HIGH SCHOOL DISTRICT NO. 88

**District Enrollment - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

Willowbrook
Addison Trail
September 30 (excluding special education)

	Enrollment				Totals
	Freshman	Sophomore	Junior	Senior	
2020/2021	1,031	1,000	907	978	3,916
2019/2020	1,126	1,046	901	920	3,993
2018/2019	1,155	995	835	1,028	4,013
2017/2018	1,085	965	889	1,033	3,972
2016/2017	1,048	1,028	869	1,055	4,000
2015/2016	1,165	1,031	841	1,028	4,065
2014/2015	1,180	1,006	815	1,070	4,071
2013/2014	1,120	991	948	998	4,057
2012/2013	996	1,084	986	1,042	4,108
2011/2012	1,005	1,032	1,062	1,043	4,142

Average Daily Attendance

2020/2021	3,267
2019/2020	3,456
2018/2019	3,491
2017/2018	3,535
2016/2017	3,537
2015/2016	3,427
2014/2015	3,200
2013/2014	3,239
2012/2013	3,245
2011/2012	3,627

	Operating Expense Per Pupil	Per Capita Tuition Charge
2020/2021	\$ 20,478.46	19,662.76
2019/2020	18,990.28	18,486.84
2018/2019	18,831.15	17,891.85
2017/2018	18,118.27	17,021.64
2016/2017	18,204.38	17,346.51
2015/2016	18,404.28	17,644.48
2014/2015	19,707.09	18,628.38
2013/2014	19,343.26	18,287.94
2012/2013	18,855.88	17,780.81
2011/2012	16,401.42	15,558.39

DUPAGE HIGH SCHOOL DISTRICT NO. 88

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances by Account
Net of State On-Behalf Payments - District's Operating Funds
June 30, 2021 (Unaudited)**

	General			Total General
	Educational	Operations and Maintenance	Working Cash	
Revenues				
Property Taxes	\$ 45,082,715	6,656,510	22,248	51,761,473
Personal Property Replacement Taxes	2,079,461	—	—	2,079,461
Earnings on Investments	44,172	5,553	8,824	58,549
Other Local Sources	1,541,138	235,058	—	1,776,196
State Sources	6,638,927	—	—	6,638,927
Federal Sources	3,880,559	136,462	—	4,017,021
Total Revenues	59,266,972	7,033,583	31,072	66,331,627
Less: On-Behalf Payments State of Illinois	28,844,614	—	—	28,844,614
Total Revenues - Net of On-Behalf Payments	30,422,358	7,033,583	31,072	37,487,013
Expenditures				
Current Operating				
Instruction	41,195,142	—	—	41,195,142
Supporting Services	15,370,481	6,227,449	—	21,597,930
Community Services	98,530	—	—	98,530
Payments to Other Districts and Governmental Units	1,757,776	—	—	1,757,776
Total Expenditures	58,421,929	6,227,449	—	64,649,378
Less: On-Behalf Payments - State of Illinois	28,844,614	—	—	28,844,614
Total Expenditures - Net of On-Behalf Payments	29,577,315	6,227,449	—	35,804,764
Excess (Deficiency) of Revenues Over (Under) Expenditures	845,043	806,134	31,072	1,682,249
Other Financing Sources (Uses)				
Transfers In	—	—	—	—
Transfers Out	(34,279)	—	(2,370,000)	(2,404,279)
	5,316	—	(2,370,000)	(2,364,684)
Net Change in Fund Balances	850,359	806,134	(2,338,928)	(682,435)
Fund Balances - Beginning as Restated	17,632,055	2,143,454	9,051,328	28,826,837
Fund Balances - Ending	18,482,414	2,949,588	6,712,400	28,144,402

Transportation	Municipal Retirement/ Social Security	Total Operating Funds
1,764,155	2,202,943	55,728,571
—	121,975	2,201,436
3,775	2,011	64,335
30,797	—	1,806,993
1,264,368	—	7,903,295
—	—	4,017,021
3,063,095	2,326,929	71,721,651
—	—	28,844,614
3,063,095	2,326,929	42,877,037
—	1,430,304	42,625,446
2,546,477	642,348	24,786,755
—	5,314	103,844
—	—	1,757,776
2,546,477	2,077,966	69,273,821
—	—	28,844,614
2,546,477	2,077,966	40,429,207
516,618	248,963	2,447,830
370,000	—	370,000
—	—	(2,404,279)
370,000	—	(1,994,684)
886,618	248,963	453,146
2,437,844	661,790	31,926,471
3,324,462	910,753	32,379,617
Net Change in Fund Balances		453,146