

**Alsip, Hazelgreen and Oak Lawn
School District 126
Alsip, Illinois**

Annual Financial Report
June 30, 2021

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Independent Auditor's Report

RSM US LLP

Members of the Board of Education
Alsip, Hazelgreen and Oak Lawn School District 126
Alsip, Illinois

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Alsip, Hazelgreen and Oak Lawn School District 126, Illinois (the District), 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 the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the 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 from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Alsip, Hazelgreen and Oak Lawn School District 126, Illinois, as of June 30, 2021, and the respective changes in modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Emphasis of Matter

As discussed in Note 13 to the financial statements, during the year ended June 30, 2021, the District implemented the provisions of Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*, which required a restatement to the June 30, 2020 net position and the fund balance of the General Fund. Our opinion is not modified with respect to this matter.

Basis of Accounting

We draw attention to Note 1 of the financial statements which describes the basis of accounting. The financial statements are prepared on a modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information, such as the budgetary comparison information, combining and individual fund financial statements, schedule of assessed valuations, tax rates, extensions and collections, and schedule of debt service requirements, and the other information, such as the schedules of employer contributions and the schedules of the employer's proportionate share of the net pension liability and the collective total OPEB liability are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying supplementary information as listed in the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information 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 accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole on the basis of accounting described in Note 1.

The other information as listed in the table of contents has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

RSM US LLP

Chicago, Illinois
December 15, 2021

Basic Financial Statements

**Government-Wide
Financial Statements (GWFS)**

Alsip, Hazelgreen and Oak Lawn School District 126

**Statement of Net Position - Modified Cash Basis
June 30, 2021**

	Governmental Activities
<hr/>	
Assets	
Cash and investments	\$ 53,571,015
Capital assets not being depreciated	243,000
Capital assets being depreciated, net	<u>50,766,112</u>
Total assets	<u><u>\$ 104,580,127</u></u>
Liabilities and Net Position	
Liabilities	<u>\$ -</u>
Net position:	
Net investment in capital assets	51,009,112
Restricted for:	
Tort immunity	465,950
Student activities	68,779
Transportation	2,170,762
Debt service	3,283
Retirement benefits	1,079,518
Capital improvements and maintenance	5,817,942
Unrestricted	<u>43,964,781</u>
Total net position	<u><u>104,580,127</u></u>
Total liabilities and net position	<u><u>\$ 104,580,127</u></u>

See notes to basic financial statements.

Alsip, Hazelgreen and Oak Lawn School District 126

**Statement of Activities - Modified Cash Basis
Year Ended June 30, 2021**

				Net (Expense), Revenue and Changes in Net Position
		Program Revenues		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental activities:				
Instruction:				
Regular programs	\$ 9,591,227	\$ 30,638	\$ -	\$ (9,560,589)
Special programs	2,320,256	-	1,297,252	(1,023,004)
Other instructional programs	1,272,683	93,039	314,157	(865,487)
Support services:				
Pupils	1,214,058	-	-	(1,214,058)
Instructional staff	551,458	-	47,484	(503,974)
General administration	711,646	-	-	(711,646)
School administration	1,594,376	-	-	(1,594,376)
Business	1,074,312	28,715	454,191	(591,406)
Central office	1,528,859	-	-	(1,528,859)
Transportation	402,571	-	458,584	56,013
Operations and maintenance	1,705,694	-	-	(1,705,694)
Community services	-	-	35,522	35,522
Payments to other governments	1,286,374	-	-	(1,286,374)
Interest and charges	6,503	-	-	(6,503)
Total governmental activities	\$ 23,260,017	\$ 152,392	\$ 2,607,190	(20,500,435)
General revenues:				
Taxes:				
Real estate taxes				23,249,912
Corporate property replacement taxes				1,412,312
State aid-formula grants				2,493,937
Investment earnings				685,381
Other				56,922
Total general revenues				27,898,464
Change in net position				7,398,029
Net position:				
July 1, 2020, as restated				97,182,098
June 30, 2021				\$ 104,580,127

See notes to basic financial statements.

Fund Financial Statements (FFS)

Alsip, Hazelgreen and Oak Lawn School District 126

**Balance Sheet - Modified Cash Basis
Governmental Funds
June 30, 2021**

	Major Fund General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets			
Cash and investments	\$ 50,012,746	\$ 3,558,269	\$ 53,571,015
Liabilities and Fund Balances			
Liabilities	\$ -	\$ -	\$ -
Fund balances:			
Restricted for:			
Tort immunity	465,950	-	465,950
Student activities	68,779	-	68,779
Transportation	-	2,170,762	2,170,762
Debt service	-	3,283	3,283
Retirement benefits	-	1,079,518	1,079,518
Capital improvements and maintenance	5,513,236	304,706	5,817,942
Unassigned	43,964,781	-	43,964,781
Total fund balances	50,012,746	3,558,269	53,571,015
Total liabilities and fund balances	\$ 50,012,746	\$ 3,558,269	\$ 53,571,015

See notes to basic financial statements.

Alsip, Hazelgreen and Oak Lawn School District 126

**Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position - Modified Cash Basis
June 30, 2021**

Total fund balances - governmental funds	\$ 53,571,015
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Amounts reported for governmental activities in the statement of
net position are different because:

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

51,009,112

Net position of governmental activities

<u>\$ 104,580,127</u>

See notes to basic financial statements.

Alsip, Hazelgreen and Oak Lawn School District 126

**Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis
Governmental Funds
Year Ended June 30, 2021**

	Major Fund General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:			
Property taxes	\$ 21,685,978	\$ 1,563,934	\$ 23,249,912
Corporate property replacement taxes	1,282,097	130,215	1,412,312
Charges for services	59,353	-	59,353
Unrestricted state aid	2,493,937	-	2,493,937
Restricted state aid	366,320	458,584	824,904
Restricted federal aid	1,782,286	-	1,782,286
Other	149,961	-	149,961
Interest	653,459	31,922	685,381
Total revenues	28,473,391	2,184,655	30,658,046
Expenditures:			
Current:			
Instruction:			
Regular programs	8,437,167	169,013	8,606,180
Special programs	2,083,219	60,228	2,143,447
Other instructional programs	1,252,100	16,426	1,268,526
Support services:			
Pupils	1,090,715	33,502	1,124,217
Instructional staff	508,821	-	508,821
General administration	609,158	10,516	619,674
School administration	1,417,362	52,442	1,469,804
Business	674,021	133,132	807,153
Transportation	-	402,571	402,571
Operations and maintenance	1,527,956	-	1,527,956
Central office	991,432	31,916	1,023,348
Payments to other governments	1,286,374	-	1,286,374
Debt service:			
Interest and charges	-	6,503	6,503
Capital outlay	1,073,285	-	1,073,285
Total expenditures	20,951,610	916,249	21,867,859
Change in fund balances	7,521,781	1,268,406	8,790,187
Fund balances:			
July 1, 2020, as restated	42,490,965	2,289,863	44,780,828
June 30, 2021	\$ 50,012,746	\$ 3,558,269	\$ 53,571,015

See notes to basic financial statements.

Alsip, Hazelgreen and Oak Lawn School District 126

**Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities - Modified Cash Basis
Year Ended June 30, 2021**

Net change in fund balances - total governmental funds	\$ 8,790,187
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures paid while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which depreciation exceeded capital outlay for the current period:

Capital outlay	338,342
Depreciation expense	<u>(1,730,500)</u>

Change in net position of governmental activities	<u><u>\$ 7,398,029</u></u>
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See notes to basic financial statements.

Alsip, Hazelgreen and Oak Lawn School District 126

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies

Nature of Operations

Alsip, Hazelgreen and Oak Lawn School District 126 (the District) operates as a public school system governed by an elected seven-member board. The District is organized under The School Code of the State of Illinois, as amended. The District serves the communities of Alsip and Oak Lawn, Illinois.

The accounting policies of the District conform to the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The following is a summary of the more significant accounting policies:

Financial Reporting Entity

As defined by generally accepted accounting principles established by the GASB, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

- 1) Appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- 2) Fiscal dependency on the primary government and the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

Financial benefit or financial burden is created if any one of the following relationships exists:

- 1) The primary government is legally entitled to or has access to the component unit's resources.
- 2) The primary government is legally required or has assumed the obligation to finance the deficits of, and/or provide support to, the component unit.
- 3) The primary government is obligated in some manner for the other component unit's debt.

Based upon the application criteria, no component units have been included within the reporting entity.

Basis of Presentation

Government-Wide Financial Statements (GWFS): The government-wide Statement of Net Position – modified cash basis and Statement of Activities – modified cash basis report the overall financial activity of the District. Eliminations have been made to minimize the double counting of internal activities of the District. The financial activities of the District consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues.

The Statement of Net Position – modified cash basis presents the District's non-fiduciary assets and liabilities arising out of cash transactions with the difference reported as net position.

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

The Statement of Activities – modified cash basis demonstrates the degree to which the direct expenses of a given function (i.e., instruction, support services, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: Separate financial statements are provided for governmental funds. The fund financial statements provide information about the District's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The remaining governmental funds are aggregated and reported as nonmajor governmental funds.

The District administers the following major governmental fund:

General Fund – This is the District's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund.

Measurement Focus and Basis of Accounting

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

Measurement Focus

In the government-wide Statement of Net Position – modified cash basis and the Statement of Activities – modified cash basis, governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), and financial position. All assets and liabilities (whether current or noncurrent, financial or nonfinancial) are reported within the limitations of the modified cash basis of accounting. Equity is classified as net position.

In the fund financial statements, the "current financial resources" measurement focus, as applied to the modified cash basis of accounting, is used. Under a "current financial resources" measurement focus, only current financial assets and liabilities are generally included on the balance sheet. The operating statement presents sources and uses of available spendable financial resources during a given period. The funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

In the government-wide and the fund financial statements, governmental activities are presented using a modified cash basis of accounting. This basis recognizes assets, liabilities, deferred outflows and inflows of resources, net position/fund equity, revenues, and expenditures/expenses when they result from cash transactions with a provision for capital assets and depreciation and debt related activity, including any bond premiums and discounts in the government-wide statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting (Continued)

As a result of the use of a modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the District utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting and all government-wide financials would be presented on the accrual basis of accounting.

Significant Accounting Policies

Cash and Investments

Cash and investments consist of pooled cash and investments held by the Worth Township Trustees which are reported at cost.

Interfund Receivables, Payables, and Activity

The District, at times, has the following types of transactions between funds:

Loans – amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Amounts are eliminated in the government-wide statement of net position.

Reimbursements – repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

Transfers – flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

Capital Assets

Capital assets which include land, land improvements, buildings and improvements, and equipment, are reported in the Statement of Net Position – modified cash basis. Capital assets are defined as assets with an initial individual cost of more than \$5,000, and an estimated useful life of greater than one year. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

These assets have been valued at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement, if applicable, are recorded at acquisition value.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized.

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Significant Accounting Policies (Continued)

Depreciation of capital assets is recorded in the Statement of Activities – modified cash basis with accumulated depreciation reflected in the Statement of Net Position – modified cash basis and is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	40 years
Equipment	3-5 years

Compensated Absences

Certified employees working less than 12 months a year do not earn vacation days, however, noncertified, full-time employees earn 5 to 30 vacation days depending on years of service which are accumulated.

All full-time employees receive 12 sick days per year with unlimited accumulation. These accumulated sick days do not vest; however, full-time employees may receive \$30 or \$50 per day of unused sick days upon resignation or retirement, respectively.

Long-Term Obligations

In the government-wide financial statements, long-term debt is reported as a liability. Bond premiums and discounts are capitalized and amortized over the life of the respective bonds using a method that approximates the effective interest method. Issuance costs, even if withheld from the actual net proceeds received, are reported as expenditures when incurred.

In the fund financial statements, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds, payments to refunded bond escrow agents, and bond premiums or discounts are reported as another financing source or use. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Net Position

The Statement of Net Position – modified cash basis presents the District's non-fiduciary assets and liabilities with the difference reported in three categories:

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and deferred outflows of resources that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position results when constraints placed on net position use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position consists of net position that does not meet the criteria of the two preceding categories.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Alsip, Hazelgreen and Oak Lawn School District 126

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Significant Accounting Policies (Continued)

Fund Balances

Within the governmental fund types, the District's fund balances are reported in one of the following classifications:

Nonspendable – includes amounts that cannot be spent because they are either: a) not in spendable form; or b) legally or contractually required to be maintained intact. At June 30, 2021, the District has no nonspendable fund balances.

Restricted – includes amounts 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 – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the District removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The District's highest level of decision-making authority rests with the District's Board of Education. The District passes formal resolutions to commit their fund balances. As of June 30, 2021, the District has no committed fund balances.

Assigned – includes amounts that are constrained by the District's *intent* to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the District's 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 Board of Education has not authorized any other body or official to assign amounts for a specific purpose within the General Fund. Within the other governmental fund types (special revenue, debt service, capital projects) resources are assigned in accordance with the established fund purpose and approved budget/appropriation. Residual fund balances in these fund types that are not restricted or committed are reported as assigned. Within these same funds, a residual deficit, if any, is reported as unassigned. At June 30, 2021, the District has no assigned fund balances.

Unassigned – includes the residual fund balance that has not been restricted, committed, or assigned to specific purposes.

It is the District's policy to consider restricted resources to have been spent first when an expenditure is incurred for which both restricted and unrestricted (i.e., committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

The General Fund includes the Working Cash Stabilization Account. Under the State of Illinois School Code (School Code), the District is authorized to incur indebtedness and issue bonds and to levy a tax annually on all taxable property of the District in order to enable the District to have in its treasury at all times sufficient money to meet demands thereon. These funds may be lent to other District governmental funds in need, but may only be expended for other purposes upon the passage of a resolution by the Board of Education to abolish the funds to the General Fund Educational Account or abate the fund to any fund of the District in need. At June 30, 2021, the District had working cash stabilization fund balances of \$6,987,961 that have been classified as unassigned fund balances in the General Fund.

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Significant Accounting Policies (Continued)

Property Taxes

Property taxes are levied each year on all taxable real property in the District on or before the last Tuesday in December. The 2020 tax levy was passed by the Board of Education on October 1, 2020, and attached as an enforceable lien on the property as of the preceding January 1. The taxes become due and collectible in March and September 2021 and are collected by the county treasurer, who in turn remits to the District its respective share. The District receives the remittances from the county treasurer approximately one month after collection. Property taxes are recorded upon receipt.

The Property Tax Extension Limitation Law imposes mandatory property tax limitations on the ability of taxing districts in Illinois to raise revenues through unlimited property tax increases. The increase in property tax extensions is limited to the lesser of 5% or the percentage increase in the Consumer Price Index for all Urban Consumers. The limitation includes taxes levied for purposes without a statutory maximum rate. The amount of the limitation may be adjusted for new property added or annexed to the tax base or due to voter approved increases.

Eliminations and Reclassifications

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

Use of Estimates

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

Note 2. Budgets and Budgetary Information

Annual budgets are adopted for all governmental fund types. The annual budgets are adopted on a basis consistent with the modified cash basis of accounting at the fund level. All budgets lapse at fiscal year-end.

On or before July 1 of each year, the Superintendent is to submit for review by the Board of Education a proposed budget for the school year commencing on that date. After reviewing the proposed budget, the Board of Education holds public hearings and a final budget must be prepared and adopted no later than September 30.

The appropriated budget is prepared by fund and by function. The General Fund is further detailed by account (Education, Operations and Maintenance, Tort, and Working Cash). The Board of Education may make transfers between functions within a fund not exceeding in the aggregate 10% of the total of such fund, and may amend the total budget following the same procedures required to adopt the original budget. The legal level of budgetary control is at the fund level.

Note 3. Cash and Investments

Substantially all cash and investments are deposits and investments maintained in pooled accounts held in the name of the Worth Township Trustees.

Alsip, Hazelgreen and Oak Lawn School District 126

Notes to Basic Financial Statements

Note 3. Cash and Investments (Continued)

Deposits

State statutes authorize the District to make deposits directly or through its Township Trustees in interest-bearing depository accounts in federally insured and/or state chartered banks, savings and loan associations and credit unions. As of June 30, 2021, the District had petty cash of \$157 and deposits with federally insured financial institutions of \$68,779 with bank balances totaling \$68,799.

Custodial Credit Risk – Deposits - Custodial credit risk is the risk that in the event of a bank failure, the Trustees' deposits may not be returned to it. As of June 30, 2021, none of the District's bank balances were exposed to custodial credit risk because they were uninsured or uncollateralized.

Investments

As of June 30, 2021, the District had the following investments:

Investment Type	Cost
Pooled cash and investments held by the Worth Township Trustees	<u>\$ 53,502,079</u>

Of the total pooled cash and investments held by the Worth Township Trustees, maturities are approximately as follows: less than one year (0.02%), one to five years (30.44%), 6 to 10 years (21.40%), and greater than 10 years (48.14%). The pooled accounts hold the following types of investments: U.S. Treasury Securities, Federal National Mortgage Association (FNMA), Federal Home Loan Bank (FHLB), Federal Farm Credit Bank (FFCB), Federal Home Loan Mortgage Corporation (Freddie Mac), Government National Mortgage Association (Ginnie Mae), Municipal Bonds, Commercial Paper, Money Market Mutual Funds and Money Market Accounts.

Interest Rate Risk - The District's investment policy states the investment portfolio shall provide sufficient liquidity to pay District obligations as they become due. In this regard, maturity and marketability of investments shall be considered.

Credit Risk - State statutes authorize the District to invest directly or through its Township Trustees in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States and short-term obligations of corporations organized in the United States with assets exceeding \$500,000,000.

The District is also authorized to invest directly or through its Township Trustees in the Illinois School District Liquid Asset Fund Plus and the Illinois Funds, which invests member deposits, on a pooled basis, primarily in short-term certificates of deposit and in high-rated, short-term obligations of major United States corporations and banks.

Concentration of Credit Risk - The District investment policy requires that the investment portfolio is diversified as to materials and investments, as appropriate to the nature, purpose, and amounts of the funds. The policy does not limit the investments in any single issuer.

Custodial Credit Risk – Investments - For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

Alsip, Hazelgreen and Oak Lawn School District 126

Notes to Basic Financial Statements

Note 3. Cash and Investments (Continued)

Information related to the interest rate risk, credit risk, concentration of credit risk and custodial credit risk of the other cash and investments held by the Worth Township Trustees can be obtained from the Worth Township Trustees at 10720 South Kenton, Oak Lawn, Illinois 60453, which issues a financial report that includes financial statements and supplementary information. This report can also be obtained online at <https://worthtst.org/public-documents>.

The above deposits and investments are presented in the basic financial statements as cash and investments as follows:

Statement of Net Position (GWFS)	<u>\$ 53,571,015</u>
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Note 4. Capital Assets

Capital asset balances and activity for the year ended June 30, 2021, are as follows:

	Balance July 1, 2020	Additions	Decreases/ Retirements	Balance June 30, 2021
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 243,000	\$ -	\$ -	\$ 243,000
Construction in progress	11,280,417	-	11,280,417	-
Total capital assets not being depreciated	11,523,417	-	11,280,417	243,000
Capital assets, being depreciated:				
Buildings and improvements	53,566,072	11,593,830	-	65,159,902
Equipment	2,717,013	24,929	-	2,741,942
Total capital assets being depreciated	56,283,085	11,618,759	-	67,901,844
Less accumulated depreciation:				
Buildings and improvements	13,120,694	1,496,361	-	14,617,055
Equipment	2,284,538	234,139	-	2,518,677
Total accumulated depreciation	15,405,232	1,730,500	-	17,135,732
Total capital assets being depreciated, net	40,877,853	9,888,259	-	50,766,112
Governmental activities				
Capital assets, net	<u>\$ 52,401,270</u>	<u>\$ 9,888,259</u>	<u>\$ 11,280,417</u>	<u>\$ 51,009,112</u>

Alsip, Hazelgreen and Oak Lawn School District 126

Notes to Basic Financial Statements

Note 4. Capital Assets (Continued)

Depreciation expense was charged to governmental activities as follows:

Instruction:

Regular programs	\$ 729,449
Special programs	176,741

Support services:

Pupils	92,699
Instructional staff	42,318
General administration	54,210
School administration	121,195
Business	258,541
Central	116,466
Operations and maintenance	138,881

\$ 1,730,500

Note 5. Legal Debt Margin

The District's estimated legal debt limitation of \$41,330,171 as of June 30, 2021, is based on 6.9% of the 2020 equalized assessed valuation of \$598,987,985 less no outstanding debt.

Note 6. Retirement Fund Commitments

Teachers' Retirement System

Plan Description

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

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.

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 the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2% of final average salary up to a maximum of 75% with 34 years of service. Disability and death benefits are also provided.

Notes to Basic Financial Statements

Note 6. Retirement Fund Commitments (Continued)

Teachers' Retirement System (Continued)

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% increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier 2 annual increases will be the lesser of 3% of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2024. One program allows retiring Tier 1 members to receive a partial lumpsum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the State of Illinois.

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2021, was 9.0% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On behalf contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2021, State of Illinois contributions in the amount of \$4,812,760 were paid directly to TRS based on the state's proportionate share of the collective net pension liability associated with the District.

2.2 formula contributions. Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2021, were \$60,307.

Notes to Basic Financial Statements

Note 6. Retirement Fund Commitments (Continued)

Teachers' Retirement System (Continued)

Contributions (Continued)

Federal and special trust fund contributions. When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District 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.

For the year ended June 30, 2021, the employer pension contribution was 10.41% of salaries paid from federal and special trust funds. For the year ended June 30, 2021, salaries totaling \$261,302 were paid from federal and special trust funds that required District contributions of \$27,202.

Employer retirement cost contributions. Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members granted salary increases over 6% if those salaries are used to calculate a retiree's final average salary. A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. Additionally PA 100-0023 requires school districts to pay for a portion of the cost of a member's pension if that member's salary, determined on a full-time equivalent basis, is greater than the governor's statutory salary (currently \$181,600). The amount charged to the employer is the employer normal cost, or 10.41%.

For the year ended June 30, 2021, the District was not required to make any payments to TRS for employer contributions due on salary increases in excess of 6% or for sick leave days granted in excess of the normal annual allotment. The District paid \$7,407 for member salaries in excess of the governor's statutory salary.

Net Pension Liability, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

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 projected contributions of all participating TRS employers and the state during that period.

Since the net pension liability, deferred outflows of resources, and deferred inflows of resources related to the pension are not the result of cash transactions, the modified cash basis of accounting does not allow for these to be recorded on the government-wide financial statements.

The schedule of the employer's proportionate share of the net pension liability and the schedule of employer contributions are presented as other information following the notes to the financial statements.

Alsip, Hazelgreen and Oak Lawn School District 126

Notes to Basic Financial Statements

Note 6. Retirement Fund Commitments (Continued)

Illinois Municipal Retirement Fund

Plan Description

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

Benefits Provided

The District participates in the Regular Plan (RP). 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.

Employees Covered by Benefit Terms

As of December 31, 2020, the following employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries currently receiving benefits	268
Inactive Plan Members entitled to but not yet received benefits	136
Active Plan Members	91
Total	495

Contributions

As set by statute, the District's regular plan members are required to contribute 4.50% of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's required and actual contribution rates for the calendar years ended December 31, 2021 and 2020, were 5.61% and 5.49%, respectively. For fiscal year 2021, the District contributed \$154,285 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefit rate is set by statute.

Notes to Basic Financial Statements

Note 6. Retirement Fund Commitments (Continued)

Illinois Municipal Retirement Fund (Continued)

Net Pension Liability, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

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. Since the net pension liability, deferred outflows of resources, and deferred inflows of resources related to the pension are not the result of cash transactions, the modified cash basis of accounting does not allow for these to be recorded on the government-wide financial statements.

The schedule of changes in net pension liability and related ratios and the schedule of employer contributions are presented as other information following the notes to the financial statements.

Note 7. Post Employment Healthcare Plans

The District participates in two postemployment insurance plans: Teachers' Health Insurance Security Fund and a District provided postemployment healthcare plan.

Teachers' Health Insurance Security Fund

Plan Description. The District participates in the Teachers' Health Insurance Security Fund (THIS) of the State of Illinois. THIS is a cost-sharing multiple-employer defined benefit post-employment healthcare plan (OPEB) established by the Illinois legislature for the benefit of eligible retired Illinois public school teachers employed outside the City of Chicago (members). All District employees receiving monthly benefits from the Teachers' Retirement System (TRS) who have at least eight years of creditable service with TRS, the survivor of an annuitant or benefit recipient who had at least eight years of creditable service or a recipient of a monthly disability benefit are eligible to enroll in THIS.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Plan and amendments to the Plan can be made only by legislative action with the Governor's approval. The Plan is administered by the Illinois Department of Central Management Services. The publicly available financial report of the Plan may be found on the website of the Illinois Auditor General. The current reports are listed under "Central Management Services" (<http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>).

Benefits Provided. THIS provides medical, prescription, and behavioral health benefits for eligible retirees and their dependents, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan. The premiums charged reflect approximately a 75% subsidy for members that elect a managed care plan or elect the Teachers' Choice Health Plan (TCHP) plan if a managed care plan is either not available or only partially available. Members receive approximately a 50% subsidy if they elect the TCHP when a managed care plan is available. Medicare primary dependent beneficiaries enrolled in a managed care plan or in the TCHP when no managed care plan is available receive a premium subsidy.

Notes to Basic Financial Statements

Note 7. Post Employment Healthcare Plans (Continued)

Teachers' Health Insurance Security Fund (Continued)

Contributions. The State Employees Group Insurance Act of 1971 (5 ILCS 375/6) specifies the contribution requirements of the participating school districts and covered employees. For the year ended June 30, 2021, required contributions are as follows:

- Active members contribute 1.24% of covered payroll.
- Employers contribute 0.92% of covered payroll. The percentage of employer required contributions in the future will not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. For the year ended June 30, 2021, the District paid \$95,622 to the THIS Fund, which was 100% of the required contribution.
- The State of Illinois makes contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members. The State contributed 1.24% of covered payroll. For the year ended June 30, 2021, State of Illinois contributions on behalf of the District's employees were \$128,882.
- Retired members contribute through premium payments based on the coverage elected, Medicare eligibility, and the age of the member and dependents. The premium for retired members is not permitted to increase by more than 5.0% per year by statute. The Federal Government provides a Medicare Part D subsidy.

OPEB Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources. The collective total OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the collective total OPEB liability was determined by an actuarial valuation of June 30, 2019, and rolled forward to June 30, 2020. The District's proportionate share of the total OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2020, relative to the contributions of all participating employers and the State during that period.

Since the collective total OPEB liability, deferred outflows of resources, and deferred inflows of resources related to the OPEB plan are not the result of cash transactions, the modified cash basis of accounting does not allow for these to be recorded on the government-wide financial statements.

The schedule of employer's proportionate share of the collective total pension liability and the schedule of employer contributions are presented as other information following the notes to the financial statements.

District Provided OPEB Plan

Plan Description. As required by state law, the District provides postemployment health care benefits in the form of medical (including prescription drug coverage) to eligible retired employees and their dependents during the life of the retiree. Providing this coverage creates a single employer defined benefit other postemployment benefit plan (OPEB). The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

The current eligibility criteria for retirees is as follows: employees must be enrolled in the active medical plan immediately prior to retiring. Illinois Municipal Retirement Fund employees must be eligible for benefits upon meeting the qualifications necessary to receive an IMRF annuity upon the completion of 8 years of service credit, and be at least age 55. The Certified staff upon retirement have a choice either to remain in the District plan or cease coverage with the District and enroll in the Illinois Teachers Retirement Insurance Program plan. Teachers' Retirement System employees need 10 years of service credit and be at least age 60, 20 years of service credit and be at least age 55, or 5 years of service credit and be at least age 62. This plan is a single employer defined benefit plan.

Notes to Basic Financial Statements

Note 7. Post Employment Healthcare Plans (Continued)

District Provided OPEB Plan (Continued)

Benefits Provided. The state has set a minimum standard for benefits which is that all IMRF employees who retire before Medicare eligibility are allowed to stay on the District's health insurance plan. Additional benefits, such as benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual.

Retirees pay 100% of the premium, which is an amount provided by the insurance provider. The plan is funded on a pay-as-you-go basis. For fiscal year 2021, the District did not make any contributions to the plan. However, as a result of having older participants (retirees) on the health plan, the District's premiums are higher than they would be without those participants creating an implicit cost. At June 30, 2021, the plan was unfunded.

OPEB Liabilities, Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. The District has not engaged an actuary to determine the net OPEB obligation as it does not arise out of a cash transaction. Since the District's financial statements have been prepared using a modified cash basis of accounting as discussed in Note 1, only contributions, if any are made, to the OPEB plan are recorded as an expense in the accompanying financial statements.

Note 8. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction to assets; errors and omissions; injuries to employees; and natural disasters.

The District participates in the School Employees Loss Fund (SELF) for its workers' compensation coverages, the Suburban School Cooperative Insurance Pool (SSCIP) for its general liability and property insurance, and the Educational Benefits Cooperative (EBC) for its health insurance. SELF, SSCIP and EBC are organizations of school districts in Illinois which have formed associations under the Illinois Intergovernmental Cooperation's Statute to pool its risk management needs.

The participation agreement provides that SSCIP and EBC will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 per occurrence and \$3,000,000 in aggregate for general liability and property insurance and \$100,000 per occurrence and approximately \$7,200,000 in aggregate for health insurance. The SELF pool purchases commercial insurance for its workers' compensation coverage through member premiums. The District, along with other members of SELF, has a contractual obligation to fund any premium deficiency of SELF attributable to a membership year during which it was a member. SELF, SSCIP or EBC can assess supplemental premiums to fund these premium deficiencies. In the past three years, the District has not made any supplemental payments to SELF, SSCIP or EBC.

Each District appoints one delegate to represent the District on the Board of Directors of SSCIP and EBC. The District also has a member on the executive board of SELF. The District does not exercise any control over the activities of the pool beyond its representation on the Board of Directors. The amount of coverage has not decreased nor have the settlements exceeded coverage in any of the past 3 fiscal years.

Alsip, Hazelgreen and Oak Lawn School District 126

Notes to Basic Financial Statements

Note 9. Contingencies

The District received financial awards from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements, and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the District. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2021.

Note 10. Commitments

As of June 30, 2021, the District has certain construction commitments totaling approximately \$323,000.

Cook County Economic Incentives

The Cook County Assessor's Office, in conjunction with municipalities located within Cook County and within the District's boundaries, encourage certain industrial and commercial development by offering real estate tax incentive programs (such as Class 6a, 6b, 7 and 8) for the development of new industrial facilities, the rehabilitation of existing industrial structures, and industrial utilization of abandoned buildings or areas experiencing severe stagnation. These programs offer qualified properties a reduced equalized assessed valuation for up to 12 years. The District estimates its portion of annual abatement of property taxes to various local companies under this development incentive approximates \$2.1 million.

Note 11. Other Financial Disclosures (FFS Level Only)

Other information related to individual funds includes the following:

Budget overexpenditures

	Final Budget	Actual
Nonmajor Funds:		
Municipal Retirement / Social Security	\$ 486,159	\$ 507,175
Debt Service	-	6,503

Note 12. Pronouncements Issued But Not Yet Adopted

The following is a description of the GASB authoritative pronouncements which have been issued but not yet adopted by the District. Management has not yet determined the impact, if any, these statements will have on the basic financial statements and related disclosures.

GASB Statement No. 87, *Leases*, will be effective for the District beginning with its year ending June 30, 2022. The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

Notes to Basic Financial Statements

Note 12. Pronouncements Issued But Not Yet Adopted (Continued)

GASB Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*, will be effective for the District beginning with its year ended June 30, 2022. The objectives of this statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period.

GASB Statement No. 91, *Conduit Debt Obligations*, will be effective for the District beginning with its year ending June 30, 2023. This statement establishes a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice. Under Statement 91, a government entity no longer reports a liability for any conduit debt that it has issued; however, the issuer should recognize a liability for any additional commitments or voluntary commitments to support the debt service.

GASB Statement No. 92, *Omnibus 2020*, addresses practice issues that have been identified during implementation and application of certain GASB statements and other technical pronouncements. The statement addresses a variety of topics. The statement will enhance comparability in the application of accounting and financial reporting requirements and will improve the consistency of authoritative literature. The statement will be effective for the District with its year ending June 30, 2022.

GASB No. 93, *Replacement of Interbank Offered Rates*, establishes how the District will report the change of any of its variable payment debt that are tied to the London Interbank Offered Rate (LIBOR) when the LIBOR standard is no longer used after December 31, 2021. This statement will be effective for the District with its year ending June 30, 2022.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, will improve financial reporting by addressing issues related to public-private and public-public partnerships and provides guidance for accounting and reporting for availability payment arrangements. This statement will be effective for the District with its year ending June 30, 2023.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITA), will improve financial reporting by establishing a definition for SBITAs and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. The statement will be effective for the District with its year ending June 30, 2023.

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, will result in more consistent financial reporting of defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans, while mitigating the costs associated with reporting those plans. The requirements also will enhance the relevance, consistency, and comparability of (1) the information related to Section 457 plans that meet the definition of a pension plan and the benefits provided through those plans and (2) investment information for all Section 457 plans. The statement will be effective for the District with its year ending June 30, 2022.

Note 13. Restatement

The District's net position and General Fund's fund balance have been restated as of June 30, 2020. The restatement is a result of the implementation of GASB Statement No. 84, *Fiduciary Activities*. In accordance with GASB 84, the District now reports certain student activity funds as part of governmental activities in the Educational Account of the General Fund. The impact of implementing this statement resulted in a restatement of beginning net position and General Fund balance to adjust for the addition of the student activity accounts.

Alsip, Hazelgreen and Oak Lawn School District 126**Notes to Basic Financial Statements**

Note 13. Restatement (Continued)

The District's net position and fund balance as of June 30, 2020, has been restated as follows:

	Governmental Activities	General Fund	General Fund Educational Account
Net position/fund balance, June 30, 2020, as previously reported	\$ 97,112,544	\$ 42,421,411	\$ 29,779,399
Addition of student activity funds	69,554	69,554	69,554
Net position/fund balance as restated, June 30, 2020	<u>\$ 97,182,098</u>	<u>\$ 42,490,965</u>	<u>\$ 29,848,953</u>

	Governmental Activities	General Fund	General Fund Educational Account
Effect on change in net position/fund balance as of June 30, 2020	<u>\$ (9,678)</u>	<u>\$ (9,678)</u>	<u>\$ (9,678)</u>

Other Information

Alsip, Hazelgreen and Oak Lawn School District 126**Schedule of Employer Contributions
Illinois Municipal Retirement Fund**

Calendar Year Ending December 31	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2020	\$ 151,020	\$ 151,020	\$ -	\$ 2,750,823	5.49%
2019	66,641	66,641	-	2,363,151	2.82%
2018	140,054	140,054	-	2,212,542	6.33%
2017	247,227	261,145	(13,918)	2,272,309	11.49%
2016	262,660	1,762,661	(1,500,001)	2,246,879	78.45%
2015	272,183	272,182	1	2,240,192	12.15%
2014	276,704	253,324	27,960	2,066,746	12.26%

Note to schedule: Detailed information and the summary of actuarial methods and assumptions used in the calculation of the contribution rate are available at the District's administrative offices and at <http://www.imrf.org/en/employers/employer-resources/reports-for-employers>.

Alsip, Hazelgreen and Oak Lawn School District 126

**Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
Illinois Municipal Retirement Fund**

Calendar Year Ended December 31,	2020	2019	2018
Total pension liability			
Service cost	\$ 264,293	\$ 235,485	\$ 238,042
Interest on the Total Pension Liability	1,216,059	1,177,730	1,166,783
Changes of benefit terms	-	-	-
Difference between expected and actual experience of the Total Pension Liability	145,462	278,716	94,610
Changes of assumptions	(162,592)	-	393,775
Benefit payments, including refunds of employee contributions	(1,155,783)	(1,199,517)	(1,209,456)
Net change in total pension liability	307,439	492,414	683,754
Total pension liability - beginning	17,218,979	16,726,565	16,042,811
Total pension liability - ending	<u>\$ 17,526,418</u>	<u>\$ 17,218,979</u>	<u>\$ 16,726,565</u>
Plan fiduciary net position			
Contributions - employer	\$ 151,020	\$ 66,641	\$ 140,054
Contributions - employee	124,028	106,342	107,274
Net investment income	2,797,818	3,293,759	(1,223,638)
Benefit payments, including refunds of employee contributions	(1,155,783)	(1,199,517)	(1,209,456)
Other (net transfer)	(225,743)	56,387	359,607
Net change in plan fiduciary net position	1,691,340	2,323,612	(1,826,159)
Plan fiduciary net position - beginning	18,670,120	16,346,508	18,172,667
Plan fiduciary net position - ending	<u>\$ 20,361,460</u>	<u>\$ 18,670,120</u>	<u>\$ 16,346,508</u>
Net pension liability (asset)	<u>\$ (2,835,042)</u>	<u>\$ (1,451,141)</u>	<u>\$ 380,057</u>
Plan fiduciary net position as a percentage of total pension liability	116.18%	108.43%	97.73%
Covered valuation payroll	\$ 2,750,823	\$ 2,363,151	\$ 2,212,542
Net pension liability as a percentage of covered valuation payroll	-103.06%	-61.41%	17.18%

Note to schedule: Detailed information and actuarial assumptions used in the preparation of this schedule are available at the District's administrative offices and at <https://www.imrf.org/en/employers/employer-resources/reports-for-employers>

2017	2016	2015	2014
\$ 262,282	\$ 265,102	\$ 243,747	\$ 245,612
1,170,875	1,150,341	1,117,228	1,048,075
-	-	-	-
196,809	(100,251)	75,801	(9,337)
(524,082)	(49,397)	32,898	619,422
(1,087,184)	(1,017,226)	(977,052)	(944,746)
18,700	248,569	492,622	959,026
16,024,111	15,775,542	15,282,920	14,323,894
\$ 16,042,811	\$ 16,024,111	\$ 15,775,542	\$ 15,282,920
\$ 261,145	\$ 1,762,661	\$ 272,182	\$ 253,324
107,627	101,156	101,091	91,631
2,984,542	989,570	71,843	853,732
(1,087,184)	(1,017,226)	(977,052)	(944,746)
(347,952)	125,546	154,278	121,005
1,918,178	1,961,707	(377,658)	374,946
16,254,489	14,292,782	14,670,440	14,295,494
\$ 18,172,667	\$ 16,254,489	\$ 14,292,782	\$ 14,670,440
\$ (2,129,856)	\$ (230,378)	\$ 1,482,760	\$ 612,480
113.28%	101.44%	90.60%	95.99%
\$ 2,272,309	\$ 2,246,879	\$ 2,240,192	\$ 2,033,097
-93.73%	-10.25%	66.19%	30.13%

Alsip, Hazelgreen and Oak Lawn School District 126

**Schedule of Employer Contributions
Teachers' Retirement System of the State of Illinois**

For the fiscal year ending	2021	2020	2019
Contractually-required contribution	\$ 87,485	\$ 90,296	\$ 85,013
Contributions in relation to the contractually-required contribution	87,509	90,606	83,992
Contribution deficiency (excess)	<u>\$ (24)</u>	<u>\$ (310)</u>	<u>\$ 1,021</u>
Employer's covered payroll	\$ 10,393,675	\$ 10,049,942	\$ 9,757,818
Contributions as a percentage of covered-payroll	0.84%	0.90%	0.86%

**Schedule of the Employer's Proportionate Share of the Net Pension Liability
Teachers' Retirement System of the State of Illinois**

For the fiscal year ending	2021	2020	2019
Employer's proportion of the net pension liability	0.0012%	0.0012%	0.0013%
Employer's proportionate share of the net pension liability	\$ 1,030,856	\$ 1,013,595	\$ 1,043,971
State's proportionate share of the net pension liability associated the employer	80,741,976	72,136,475	71,516,414
Total	<u>\$ 81,772,832</u>	<u>\$ 73,150,070</u>	<u>\$ 72,560,385</u>
Employer's covered payroll	\$ 10,049,942	\$ 9,757,818	\$ 9,594,230
Employer's proportionate share of the net pension liability as a percentage of its covered payroll	12.29%	13.34%	13.22%
Plan fiduciary net position as a percentage of the total pension liability	37.80%	39.60%	40.00%

Note to schedule: Detailed information and actuarial methods and assumptions used in the preparation of this schedule can be obtained at

<https://www.trsil.org/financial/gasb-68-actuary-reports>

2018	2017	2016	2015
\$ 83,925	\$ 181,320	\$ 122,656	\$ 91,697
103,640	181,320	122,656	91,697
\$ (19,715)	\$ -	\$ -	\$ -
\$ 9,594,230	\$ 9,410,162	\$ 9,200,500	\$ 9,034,319
1.08%	1.93%	1.33%	0.99%

2018	2017	2016	2015
0.0044%	0.0033%	0.0023%	0.0026%
\$ 3,362,283	\$ 2,572,573	\$ 1,525,365	\$ 1,564,071
69,673,603	73,028,344	59,966,400	55,733,734
\$ 73,035,886	\$ 75,600,917	\$ 61,491,765	\$ 57,297,805
\$ 9,410,162	\$ 9,200,500	\$ 9,034,319	\$ 9,252,371
12.88%	12.17%	14.69%	16.15%
39.30%	36.40%	41.47%	43.00%

Alsip, Hazelgreen and Oak Lawn School District 126

**Schedule of Employer Contributions
Teachers' Health Insurance Security Fund**

For the fiscal year ending	2021	2020	2019	2018
Contractually-required contribution	\$ 95,622	\$ 92,459	\$ 210,769	\$ 197,641
Contributions in relation to the statutorily-required contribution	95,622	92,459	210,773	197,652
Contribution (excess) deficiency	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4)</u>	<u>\$ (11)</u>
Employer's covered payroll	\$ 10,397,675	\$ 10,049,942	\$ 9,757,818	\$ 9,594,230
Contributions as a percentage of covered payroll	0.92%	0.92%	2.16%	2.06%

**Schedule of the Employer's Proportionate Share of the Collective Total OPEB Liability
Teachers' Health Insurance Security Fund**

For the fiscal year ending*	2021	2020	2019	2018
Employer's proportion of the collective total OPEB liability	0.039700%	0.039696%	0.040476%	0.040908%
Employer's proportionate share of the collective total OPEB liability	\$ 10,620,996	\$ 10,986,760	\$ 10,663,678	\$ 10,615,528
The portion of the State's proportionate share amount of the collective total OPEB liability associated with the employer	14,379,278	14,877,585	14,319,108	13,940,707
Total	<u>\$ 25,000,274</u>	<u>\$ 25,864,345</u>	<u>\$ 24,982,786</u>	<u>\$ 24,556,235</u>
Employer's covered payroll	\$ 10,049,942	\$ 9,757,818	\$ 9,594,230	\$ 9,410,162
Collective total OPEB liability as a percentage of the covered payroll	105.7%	112.6%	111.1%	112.8%
Plan fiduciary net position as a percentage of the total pension liability	0.0%	0.0%	0.0%	0.0%

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

Notes to Schedules

Detailed information and actuarial methods and assumptions used in the preparation of this schedule can be obtained at <http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>

Supplementary Information

Alsip, Hazelgreen and Oak Lawn School District 126

**Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - Modified Cash Basis
General Fund - Budgetary Basis
Year Ended June 30, 2021**

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 20,232,778	\$ 21,685,978	\$ 1,453,200
Corporate property replacement taxes	750,000	1,282,097	532,097
Charges for services	36,500	59,353	22,853
Unrestricted state aid	1,745,756	2,493,937	748,181
Restricted state aid	81,974	366,320	284,346
Restricted federal aid	1,437,413	1,782,286	344,873
Other	-	149,961	149,961
Interest	493,000	653,459	160,459
Total revenues	24,777,421	28,473,391	3,695,970
Expenditures:			
Current:			
Instruction:			
Regular programs	10,546,965	8,437,167	2,109,798
Special programs	2,537,724	2,083,219	454,505
Other instructional programs	1,059,485	1,252,100	(192,615)
Support services:			
Pupils	1,123,023	1,090,715	32,308
Instructional staff	766,376	508,821	257,555
General administration	802,726	609,158	193,568
School administration	1,462,959	1,417,362	45,597
Central office	1,108,342	991,432	116,910
Business	960,802	674,021	286,781
Operations and maintenance	2,798,074	1,527,956	1,270,118
Community services	15,000	-	15,000
Payments to other governments	1,398,818	1,286,374	112,444
Capital outlay	2,418,000	1,073,285	1,344,715
Total expenditures	26,998,294	20,951,610	6,046,684
Change in fund balance	\$ (2,220,873)	7,521,781	\$ (2,350,714)
Fund balance:			
July 1, 2020, as restated		<u>42,490,965</u>	
June 30, 2021		<u>\$ 50,012,746</u>	

Alsip, Hazelgreen and Oak Lawn School District 126

Combining Balance Sheet - Modified Cash Basis

General Fund, By Accounts

June 30, 2021

	Educational Account	Operations and Maintenance Account	Tort Account	Working Cash Account	Total
Assets					
Cash and investments	\$ 37,045,599	\$ 5,513,236	\$ 465,950	\$ 6,987,961	\$ 50,012,746
Liabilities and Fund Balance					
Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -
Fund Balance:					
Restricted	68,779	5,513,236	465,950	-	6,047,965
Unassigned	36,976,820	-	-	6,987,961	43,964,781
Total fund balance	37,045,599	5,513,236	465,950	6,987,961	50,012,746
Total liabilities and fund balance	\$ 37,045,599	\$ 5,513,236	\$ 465,950	\$ 6,987,961	\$ 50,012,746

Alsip, Hazelgreen and Oak Lawn School District 126

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balance -
Modified Cash Basis
General Fund, By Accounts
Year Ended June 30, 2021**

	Educational Account	Operations and Maintenance Account	Tort Account	Working Cash Account	Total
Revenues:					
Property taxes	\$ 19,416,656	\$ 2,042,443	\$ (15,350)	\$ 242,229	\$ 21,685,978
Corporate property replacement taxes	1,282,097	-	-	-	1,282,097
Charges for services	58,861	492	-	-	59,353
Unrestricted state aid	2,493,937	-	-	-	2,493,937
Restricted state aid	366,320	-	-	-	366,320
Restricted federal aid	1,782,286	-	-	-	1,782,286
Other	149,961	-	-	-	149,961
Interest	467,246	79,670	13,046	93,497	653,459
Total revenues	26,017,364	2,122,605	(2,304)	335,726	28,473,391
Expenditures:					
Current:					
Instruction:					
Regular programs	8,437,167	-	-	-	8,437,167
Special programs	2,083,219	-	-	-	2,083,219
Other instructional programs	1,252,100	-	-	-	1,252,100
Support services:					
Pupils	1,090,715	-	-	-	1,090,715
Instructional staff	508,821	-	-	-	508,821
General administration	421,183	-	187,975	-	609,158
School administration	1,417,362	-	-	-	1,417,362
Central office	991,432	-	-	-	991,432
Business	674,021	-	-	-	674,021
Operations and maintenance	-	1,527,956	-	-	1,527,956
Payments to other governments	1,286,374	-	-	-	1,286,374
Capital outlay	658,324	377,199	37,762	-	1,073,285
Total expenditures	18,820,718	1,905,155	225,737	-	20,951,610
Change in fund balance	7,196,646	217,450	(228,041)	335,726	7,521,781
Fund balance:					
July 1, 2020, as restated	29,848,953	5,295,786	693,991	6,652,235	42,490,965
June 30, 2021	\$ 37,045,599	\$ 5,513,236	\$ 465,950	\$ 6,987,961	\$ 50,012,746

Alsip, Hazelgreen and Oak Lawn School District 126

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Modified Cash Basis
Budget and Actual
General Fund, By Accounts
Year Ended June 30, 2021

	Educational Account		Operations and Maintenance Account		Tort Account		Working Cash Account		Total	
	Original and Final Budget	Actual	Original and Final Budget	Actual	Original and Final Budget	Actual	Original and Final Budget	Actual	Original Budget	Actual
Revenues:										
Property taxes	\$ 18,100,428	\$ 19,416,656	\$ 1,905,631	\$ 2,042,443	\$ 929	\$ (15,350)	\$ 225,790	\$ 242,229	\$ 20,232,778	\$ 21,685,978
Corporate property replacement taxes	750,000	1,282,097	-	-	-	-	-	-	750,000	1,282,097
Charges for services	36,500	58,861	-	492	-	-	-	-	36,500	59,353
Unrestricted state aid	1,745,756	2,493,937	-	-	-	-	-	-	1,745,756	2,493,937
Restricted state aid	81,974	366,320	-	-	-	-	-	-	81,974	366,320
Restricted federal aid	1,437,413	1,782,286	-	-	-	-	-	-	1,437,413	1,782,286
Other	-	149,961	-	-	-	-	-	-	-	149,961
Interest	350,000	467,246	75,000	79,670	8,000	13,046	60,000	93,497	493,000	653,459
Total revenues	22,502,071	26,017,364	1,980,631	2,122,605	8,929	(2,304)	285,790	335,726	24,777,421	28,473,391
Expenditures:										
Current:										
Instruction:										
Regular programs	10,546,965	8,437,167	-	-	-	-	-	-	10,546,965	8,437,167
Special programs	2,537,724	2,083,219	-	-	-	-	-	-	2,537,724	2,083,219
Other instructional programs	1,059,485	1,252,100	-	-	-	-	-	-	1,059,485	1,252,100
Support services:										
Pupils	1,123,023	1,090,715	-	-	-	-	-	-	1,123,023	1,090,715
Instructional staff	766,376	508,821	-	-	-	-	-	-	766,376	508,821
General administration	477,726	421,183	-	-	325,000	187,975	-	-	802,726	609,158
School administration	1,462,959	1,417,362	-	-	-	-	-	-	1,462,959	1,417,362
Central office	1,108,342	991,432	-	-	-	-	-	-	1,108,342	991,432
Business	960,802	674,021	-	-	-	-	-	-	960,802	674,021
Operations and maintenance	-	-	2,798,074	1,527,956	-	-	-	-	2,798,074	1,527,956
Community services	15,000	-	-	-	-	-	-	-	15,000	-
Payments to other governments	1,398,818	1,286,374	-	-	-	-	-	-	1,398,818	1,286,374
Capital outlay	568,000	658,324	1,700,000	377,199	150,000	37,762	-	-	2,418,000	1,073,285
Total expenditures	22,025,220	18,820,718	4,498,074	1,905,155	475,000	225,737	-	-	26,998,294	20,951,610
Change in fund balance	\$ 476,851	7,196,646	\$ (2,517,443)	217,450	\$ (466,071)	(228,041)	\$ 285,790	335,726	\$ (2,220,873)	7,521,781
Fund balance:										
July 1, 2020, as restated		29,848,953		5,295,786		693,991		6,652,235		42,490,965
June 30, 2021		\$ 37,045,599		\$ 5,513,236		\$ 465,950		\$ 6,987,961		\$ 50,012,746

Alsip, Hazelgreen and Oak Lawn School District 126

**Combining Balance Sheet - By Fund Type - Modified Cash Basis
Nonmajor Governmental Funds
June 30, 2021**

	Special Revenue		Debt Service	Capital Projects	
	Transportation Fund	Municipal Retirement / Social Security Fund	Debt Service Fund	Fire Prevention and Safety Fund	Nonmajor Governmental Funds
Assets					
Cash and investments	\$ 2,170,762	\$ 1,079,518	\$ 3,283	\$ 304,706	\$ 3,558,269
Liabilities and Fund Balances					
Fund Balances:					
Restricted	\$ 2,170,762	\$ 1,079,518	\$ 3,283	\$ 304,706	\$ 3,558,269
Total liabilities and fund balances	\$ 2,170,762	\$ 1,079,518	\$ 3,283	\$ 304,706	\$ 3,558,269

Alsip, Hazelgreen and Oak Lawn School District 126

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
By Fund Type - Modified Cash Basis
Nonmajor Governmental Funds
Year Ended June 30, 2021**

	Special Revenue		Debt Service	Capital Projects	Total
	Transportation	Municipal Retirement / Social Security	Debt Service	Fire Prevention and Safety	Nonmajor Governmental
	Fund	Fund	Fund	Fund	Funds
Revenues:					
Property taxes	\$ 1,029,437	\$ 533,567	\$ -	\$ 930	\$ 1,563,934
Corporate property replacement taxes	-	130,215	-	-	130,215
Restricted state aid	458,584	-	-	-	458,584
Interest	16,863	10,766	133	4,160	31,922
Total revenues	1,504,884	674,548	133	5,090	2,184,655
Expenditures:					
Current:					
Instruction:					
Regular programs	-	169,013	-	-	169,013
Special programs	-	60,228	-	-	60,228
Other instructional programs	-	16,426	-	-	16,426
Support services:					
Pupils	-	33,502	-	-	33,502
General administration	-	10,516	-	-	10,516
School administration	-	52,442	-	-	52,442
Transportation	402,571	-	-	-	402,571
Central office	-	31,916	-	-	31,916
Business	-	133,132	-	-	133,132
Debt service:					
Interest and charges	-	-	6,503	-	6,503
Total expenditures	402,571	507,175	6,503	-	916,249
Change in fund balance	1,102,313	167,373	(6,370)	5,090	1,268,406
Fund balances:					
July 1, 2020	1,068,449	912,145	9,653	299,616	2,289,863
June 30, 2021	\$ 2,170,762	\$ 1,079,518	\$ 3,283	\$ 304,706	\$ 3,558,269

Alsip, Hazelgreen and Oak Lawn School District 126

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
Transportation Fund
Year Ended June 30, 2021**

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 939,360	\$ 1,029,437	\$ 90,077
Restricted state aid	105,030	458,584	353,554
Interest	10,000	16,863	6,863
Total revenues	<u>1,054,390</u>	<u>1,504,884</u>	<u>450,494</u>
Expenditures:			
Current:			
Support services:			
Transportation	1,360,000	402,571	957,429
Total expenditures	<u>1,360,000</u>	<u>402,571</u>	<u>957,429</u>
Change in fund balance	<u>\$ (305,610)</u>	1,102,313	<u>\$ 1,407,923</u>
Fund balance:			
July 1, 2020		<u>1,068,449</u>	
June 30, 2021		<u>\$ 2,170,762</u>	

Alsip, Hazelgreen and Oak Lawn School District 126

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
Municipal Retirement / Social Security Fund
Year Ended June 30, 2021**

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 490,619	\$ 533,567	\$ 42,948
Corporate property replacement taxes	75,000	130,215	55,215
Interest	10,000	10,766	766
Total revenues	575,619	674,548	98,929
Expenditures:			
Current:			
Instruction:			
Regular programs	167,904	169,013	(1,109)
Special programs	58,047	60,228	(2,181)
Other instructional programs	13,672	16,426	(2,754)
Support services:			
Pupils	32,866	33,502	(636)
General administration	10,700	10,516	184
School administration	48,897	52,442	(3,545)
Central office	32,227	31,916	311
Business	121,847	133,132	(11,285)
Total expenditures	486,159	507,175	(21,016)
Change in fund balance	\$ 89,460	167,373	\$ 77,913
Fund balance:			
July 1, 2020		912,145	
June 30, 2021		\$ 1,079,518	

Alsip, Hazelgreen and Oak Lawn School District 126

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

Debt Service Fund

Year Ended June 30, 2021

	Original and Final Budget	Actual	Variance
Revenues:			
Interest	\$ -	\$ 133	\$ 133
Expenditures:			
Debt service:			
Interest and charges	-	6,503	(6,503)
Change in fund balance	<u>\$ -</u>	(6,370)	<u>\$ (6,370)</u>
Fund balance:			
July 1, 2020		<u>9,653</u>	
June 30, 2021		<u>\$ 3,283</u>	

Alsip, Hazelgreen and Oak Lawn School District 126

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
Fire Prevention and Safety Fund
Year Ended June 30, 2021**

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 929	\$ 930	\$ 1
Interest	-	4,160	4,160
Total revenues	<u>929</u>	<u>5,090</u>	<u>4,161</u>
Expenditures:			
Current:			
Capital outlay	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
 Change in fund balance	 <u><u>\$ 929</u></u>	 5,090	 <u><u>\$ 4,161</u></u>
Fund balance:			
July 1, 2020		<u>299,616</u>	
June 30, 2021		<u><u>\$ 304,706</u></u>	

Alsip, Hazelgreen and Oak Lawn School District 126

**Schedule of Assessed Valuations, Tax Rates, Tax Extensions and Collections
Last Five Years**

	Tax Year				
	2020	2019	2018	2017	2016
Assessed Valuations	\$ 598,987,985	\$ 499,175,689	\$ 495,354,638	\$ 511,274,160	\$ 443,271,756
Tax Rates:					
General Fund:					
Educational Accounts:					
Standard	3.1896	3.8659	3.8904	3.3264	3.2531
Special Education	0.1720	0.1032	0.0002	0.2216	0.3485
Operations and Main- tenance Accounts:					
Standard	0.2579	0.5485	0.5500	0.4789	0.5228
Tort Immunity Fund	0.0002	0.0002	0.1663	0.1007	0.0058
Working Cash Fund	0.0417	0.0499	0.0500	0.0435	0.0481
Transportation Fund	0.2063	0.1651	0.0002	0.2015	0.6595
Municipal Retirement Fund:					
Illinois Municipal Retirement Fund	0.0002	0.0002	0.0002	0.0201	0.0581
Fire Prevention and Safety Fund	0.0002	0.0002	0.0002	0.0002	0.0002
Social Security	0.1720	0.0002	0.0002	0.0201	0.0697
Total	4.0400	4.7332	4.6578	4.4131	4.9659
Extended Tax Rate	4.040	4.733	4.658	4.413	4.966
Tax Extensions:					
General Fund:					
Educational Accounts:					
Standard	\$ 19,105,336	\$ 19,297,396	\$ 19,271,235	\$ 17,006,894	\$ 14,420,000
Special Education	1,030,000	515,000	1,030	1,133,000	1,545,000
Operations and Main- tenance Accounts:					
Standard	1,545,000	2,737,815	2,724,451	2,448,299	2,317,500
Tort Immunity Fund	1,030	1,030	824,000	515,000	25,750
Working Cash Fund	249,928	248,892	247,677	222,573	213,399
Transportation Fund	1,236,000	824,000	1,030	1,030,000	2,923,273
Municipal Retirement Fund:					
Illinois Municipal Retirement Fund	1,030	1,030	1,030	103,000	257,500
Fire Prevention and Safety Fund	1,030	1,030	1,030	1,030	1,030
Social Security	1,030,000	1,030	1,030	103,000	309,000
Totals	\$ 24,199,354	\$ 23,627,223	\$ 23,072,513	\$ 22,562,796	\$ 22,012,452
Tax collections	\$ 12,352,508	\$ 22,801,561	\$ 21,867,711	\$ 21,398,823	\$ 21,114,354
Percentage Collected	51.04%	96.51%	94.78%	94.84%	95.92%