

**Proviso Township High School District 209
Forest Park, Illinois**

Annual Financial Report

Year Ended June 30, 2020

Proviso Township High School District 209, Illinois

ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2020

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MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Members of the Board of Education
Proviso Township High School District 209
Forest Park, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Proviso Township High School District 209 (the District), as of and for the year ended June 30, 2020, 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

The District's 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.

Auditors' 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 entity'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 entity'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.

(Continued)

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 District, as of June 30, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 13, the Illinois Municipal Retirement Fund and Teachers' Retirement System of the State of Illinois Pension data on pages 78 through 84, the other postemployment benefits data on page 85 through 87, budgetary comparison schedules and notes to the required supplementary information on pages 88 through 111 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit for the year ended June 30, 2020 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other schedules listed in the table of contents in the supplementary financial information and other supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Other Information (Continued)

The supplementary financial information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information for the year ended June 30, 2020 has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2020 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary financial information for the year ended June 30, 2020 is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2020.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District, as of and for the year ended June 30, 2019 (not presented herein), and have issued our report thereon dated January 31, 2020, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the the District's basic financial statements. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund, Debt Service Fund and Fire Prevention and Safety Fund with comparative actual amounts for the year ended June 30, 2019 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 basic financial statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for the Capital Projects Fund, Debt Service Fund and Fire Prevention and Safety Fund have been subjected to the auditing procedures applied in the audit of the 2019 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 Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund, Debt Service Fund and Fire Prevention and Safety Fund are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2019.

The Other Supplemental Information 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.

(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2020, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

MILLER, COOPER & CO., LTD.

Miller, Cooper & Co., Ltd.

Certified Public Accountants

Deerfield, Illinois
December 15, 2020

Proviso Township High School District 209

Management's Discussion and Analysis

for the Year Ended June 30, 2020

The discussion and analysis of Proviso Township High School District 209's (the District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2020. 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 year is required to be presented in the Management Discussion and Analysis.

Financial Highlights

- Total government-wide revenue of \$122.1 million exceeded expenses of \$112.9 million by \$9.2 million.
- Total governmental funds had expenditures of \$113.6 million that exceeded revenues of \$111.2 million resulting in a decrease in fund balance of \$2.4 million (before other financing sources and uses).
- The District began the Facilities Master Plan (FMP) construction. The FMP will occur beginning in the summers of 2020 and continuing into the fall of 2022.
- As of June 30, 2020, the total fund balance for all governmental funds equaled \$102.8 million which is a \$2.3 million decrease from the prior year, mainly due to the decrease in the Capital Projects Fund.
- The estimated 2020 financial profile designation for the District is "Recognition," which will be the tenth year in a row. The final score will be calculated by the Illinois State Board of Education.

Overview of the Financial Statements

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

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

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

Government-wide financial statements

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

The statement of net position presents information on all of the District's assets and deferred inflows of resources, and liabilities and deferred outflows of resources, with the difference 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.

Proviso Township High School District 209

Management's Discussion and Analysis

for the Year Ended June 30, 2020

The statement of activities presents information showing how the government's net position changed during the fiscal year being reported. 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.

The government-wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District has no business-type activities; that is, functions that are intended to recover all or a significant portion of their costs through user fees and charges. The District's governmental activities include instructional services (regular education, special education and other), supporting services, operation and maintenance of facilities and transportation services.

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 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds. The District does not have any proprietary funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, 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 a school 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 funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains seven individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for all funds.

The District adopts an annual budget for each of the funds listed above. A budgetary comparison schedule has been provided for each fund to demonstrate compliance with this budget.

Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that for the government-wide financial statements.

Notes to the financial statements

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

Proviso Township High School District 209

Management's Discussion and Analysis

for the Year Ended June 30, 2020

Required supplementary information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the financial statements.

Government-Wide Financial Analysis

Statement of Net Position:

As indicated in Table 1, net capital assets totaled \$71.2 million, representing approximately 32.5% of total assets for the year ended June 30, 2020. Long-term liabilities outstanding totaled \$113.7 million, or 91.1% of total liabilities. This represents a decrease in long-term liabilities of 7.4% from fiscal year 2019. Other liabilities totaled \$11.1 million, which is an increase of \$4.4 million from fiscal year 2019. As a result, overall total liabilities decreased by \$4.7 million or 3.6% from 2019.

In addition to assets, the Statement of Net Position reports deferred outflows of resources. This represents a consumption of net position that applies to a future period and thus, will not be recognized as an outflow of resources (expense) until then. The District has deferred outflows of resources of \$8.0 million related to pensions and deferred outflows of resources of \$1.8 million related to other postemployment benefits.

In addition to liabilities, the Statement of Net Position reports a separate section for deferred inflows of resources. This represents an increase of net position or fund balance that applies to a future period and so will not be recognized as revenue until that time. A deferred inflow of resources of \$31.4 million resulted from the District's legal claim to receive property taxes prior to the period that those taxes are intended to fund. Additionally, the District had deferred inflows of resources of \$13.0 million related to the pensions and deferred inflows of resources of \$6.2 million related to other postemployment benefits. The District has a deferred gain on refunding of bonds of \$1.7 million that resulted from the difference in the outstanding balance of refunded debt and its reacquisition price.

As a result of the change in assets, deferred outflows of resources, liabilities, and deferred inflows of resources noted, net position increased 21.7% or \$9.2 million. Total net position, as of June 30, 2020, was \$51.6 million. Of this total, \$78.9 million was restricted. Additional information is available in the Statement of Net Position of the financial statements

Proviso Township High School District 209
Management's Discussion and Analysis
for the Year Ended June 30, 2020

Table 1		
Condensed Statement of Net		
Position Government-Wide		
<i>(in millions of dollars)</i>		
	<u>2020</u>	<u>2019</u>
Assets:		
Current and other assets	\$147.8	\$143.
Capital assets		3
	<u>71.2</u>	<u>65.3</u>
Total assets	<u>219.0</u>	<u>208.6</u>
Deferred outflows of resources:		
Other postemployment	1.8	1.8
benefits Pension	<u>8.0</u>	<u>11.1</u>
Total deferred outflows of	<u>9.8</u>	<u>12.9</u>
resources		
Liabilities:	113.7	122.8
Long-term	<u>11.1</u>	<u>6.7</u>
liabilities Other	<u>124.8</u>	<u>129.5</u>
liabilities		
Total liabilities	31.4	31.7
	6.3	5.5
Deferred inflows of resources:		
Property taxes levied for a future	13.0	10.5
period Other postemployment	<u>1.7</u>	<u>1.9</u>
benefits		
Pension	<u>52.4</u>	<u>49.6</u>
Deferred gain on refunding		
Total deferred inflows of resources	14.1	28.1
	78.9	81.2
Net position:	<u>(41.4)</u>	<u>(66.9)</u>
Net investment in capital	<u>\$51.6</u>	<u>\$42.4</u>
assets Restricted		
Unrestricted		
Total net position		

**Proviso Township High School District 209
Management's Discussion and Analysis
for the Year Ended June 30, 2020**

Statement of Activities:

Table 2 illustrates revenues and expenses from fiscal year 2020 that resulted in an ending net position of \$51.6 million. Comparative data for fiscal year 2019 is also presented.

The District's total revenues were \$122.1 million. Property taxes were 53.1% of the total, or \$64.8 million. Grants for specific programs brought in \$32.3 million in revenues.

The total cost of all programs and services was \$112.9 million. The District's expenses related to instruction accounted for 53.8% of the total, or \$60.7 million. The District's expenses in support services were 36.8% of total costs or \$41.6 million. Total revenues exceeded total expenses, increasing net position by \$9.2 million for the year.

Table 2 Statement of Activities (in millions of dollars)		
	<u>2020</u>	<u>2019</u>
Revenues:		
Program revenues:		
Charges for Services	\$0.4	\$0.6
Grants & contributions	32.3	29.3
General revenues:		
Property taxes	64.8	61.8
Unrestricted grants	16.6	15.7
Other	<u>8.0</u>	<u>7.5</u>
Total revenues:	<u>122.1</u>	<u>114.9</u>
Expenses:	60.7	56.5
Instruction	41.6	42.2
Support services	8.1	8.1
Other	<u>2.5</u>	<u>5.9</u>
Interest and fees	<u>112.9</u>	<u>112.7</u>
Total expenses	<u>9.2</u>	<u>2.2</u>
Change in net position		

Financial Analysis of the District's Funds

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

Proviso Township High School District 209

Management's Discussion and Analysis

for the Year Ended June 30, 2020

As of the end of the current fiscal year, the District's governmental funds reported a total combined ending fund balance of \$102.8 million. Of this amount, \$20.3 million constitutes *unassigned fund balance*. The Debt Service Fund, Capital Projects Fund and total Special Revenue funds have a combined *restricted fund balance* of \$76.8 million. The District has assigned \$5.1 million of fund balance to be used for the District's self-funded health and dental insurance program. The nonspendable portion of \$0.6 million represents prepaid items for liability insurance.

General Fund

The largest volume of transactions are recorded in the Educational Account because the Educational Account covers all transactions that are not specifically covered in another account or fund.

Certain expenditures that must be charged to this Account include the direct costs of instructional, health and attendance services, lunch programs, all costs of administration, and related insurance costs. Certain revenues that must be credited to this Account include educational tax levies, tuition, and student fee revenue.

At the end of the current fiscal year, the General Fund had an unassigned fund balance of \$20.3 million. The unassigned fund balance at June 30, 2019 was \$19.1 million. This represents an increase of approximately \$1.2 million in the unassigned fund balance of the General Fund.

Operations and Maintenance Fund

All costs of maintaining, improving, or repairing school buildings and property, renting buildings, and property for school purposes or paying premiums for insurance on school buildings are reported in the Operations and Maintenance Fund. All salaries and insurance benefit costs of custodial and maintenance employees, including all costs of fuel, lights, natural gas, water, telephone service, custodial supplies, and equipment are included in the Operations and Maintenance Fund.

The Operations and Maintenance Fund fund balance for the current year is \$4.2 million. The fund balance at June 30, 2019 was \$4.3 million. This represents a decrease of \$0.1 million from the previous fiscal year.

Working Cash Account of the General Fund

The Working Cash Account is created either by a separate tax levy or by the issuance of bonds. Interfund loans from the Working Cash Account may be made to any fund for which taxes are levied.

At the end of the current fiscal year, the Working Cash Account had a fund balance of \$3.6 million. The ending fund balance at the end of fiscal year 2019 was \$3.4 million. This represents an increase of \$0.2 million from the previous fiscal year.

Debt Service Fund

Bonds are generally issued to finance the construction on buildings and may be issued for other purposes. Taxes are levied to provide cash to retire these bonds and to pay the interest on them. To protect the bondholders, these tax collections must be accounted for in the Debt Service Fund.

Proviso Township High School District 209 Management's Discussion and Analysis for the Year Ended June 30, 2020

At the end of the current fiscal year, the Debt Service Fund had a fund balance of \$4.9 million. This fund balance can only be used to pay the District's outstanding debt. The ending fund balance at the end of fiscal year 2019 was \$6.7 million.

Capital Projects Fund

If bonds are issued for construction purposes, the funds are deposited to the Capital Projects Fund. Monies may also be transferred into the fund from other funds for the use of capital projects. Funds can be used for the acquisition or construction and renovation of major capital facilities. At the end of the current fiscal year, the Capital Projects Fund had a fund balance of \$61.2 million. The fund balance at the end of fiscal year 2019 was \$63.9 million. The fund balance decreased by \$2.7 million from the previous fiscal year, due to capital projects expenditures net of interest revenues and transfers into this fund.

Transportation Fund

This fund is created if a separate tax is levied for providing resources for transporting pupils for any purpose whether the District provides the transportation itself or hires an outside company to provide the transportation services.

Costs of transportation may include the purchase of vehicles, insurance of buses, salaries, insurance benefit costs, and the costs of hiring an outside service. Monies received for transportation purposes from any source must be deposited into this fund, except for the portion of state reimbursement applicable to other funds (e.g. utility costs from the General Fund's Operations and Maintenance Account).

At the end of the current fiscal year, the Transportation Fund had a fund balance of \$3.5 million. The fund balance at the close of fiscal year 2019 was \$3.6 million, a decrease of \$0.1 million.

Illinois Municipal Retirement/Social Security Fund

This Fund is created if a separate tax is levied for the purpose of providing resources for the District's share of retirement benefits for covered employees or a separate tax is levied for the purpose of providing resources for the District's share of Social Security and Medicare payments for covered employees.

At the end of the current fiscal year, the Municipal Retirement/Social Security Fund had a fund balance of \$1.5 million. The ending fund balance at the end of fiscal year 2019 was also \$1.5 million.

Tort Immunity and Judgment Account of the General Fund

This fund is required if taxes are levied or bonds are sold for tort immunity or tort judgment purposes. At the end of the current fiscal year, the Tort Immunity and Judgment Account had a fund balance of \$0.2 million. The ending fund balance at the end of the fiscal year 2019 was also \$0.2 million.

Proviso Township High School District 209

Management's Discussion and Analysis

for the Year Ended June 30, 2020

Fire Prevention and Safety Fund

This fund accounts for the state-approved life safety projects financed through serial bond issues or local property taxes levied specifically for such purposes. At the end of the current fiscal year, the Fire Prevention and Safety Fund had a fund balance of \$1.6 million. The fund balance at the end of fiscal year 2019 was \$1.2 million, an increase of \$0.4 million.

The District's total revenues were \$111.2 million. Approximately 65.8% of total governmental fund revenues come from local sources, 30.0% from state sources, and 4.2% from federal sources.

General Fund Budgetary Highlights

Annual budgets are prepared on a basis consistent with accounting principles generally accepted in the United States. All annual unencumbered appropriations lapse at fiscal year-end. The budget is prepared by fund, function, object, and program.

- For this fiscal year, the Board adopted and then amended the General Fund budget that reflected an operating surplus of \$3.5 million before other financing sources and uses.
- The General Fund ended the year with an operating surplus of \$5.8 million before other financing sources and uses which resulted in a favorable surplus for the year of \$2.3 million more than budgeted (before other financing sources and uses).

Capital Asset and Debt Administration

Capital assets

Table 3 below illustrates capital assets, net of depreciation, which reflect an increase of \$5.9 million. This net increase is mostly related to the increase in Construction in Progress (which is not subject to depreciation) and the decrease in Buildings (which is subject to depreciation). Additional information is available in Note F – Capital Assets.

Table 3		
Capital Assets (net of depreciation)		
<i>(in millions of dollars)</i>		
	<u>2020</u>	<u>2019</u>
Land	\$0.7	\$0.7
Construction in progress	9.1	0.5
Buildings	59.7	62.8
Equipment and furniture	<u>1.7</u>	<u>1.3</u>
Total	<u>\$71.2</u>	<u>\$65.3</u>

**Proviso Township High School District 209
Management’s Discussion and Analysis
for the Year Ended June 30, 2020**

Long-term liabilities

Table 4 illustrates the repayment of the District’s outstanding long-term liabilities, according to the existing debt payment schedule. As of June 30, 2020, the District had \$73.9 million in general obligation debt,

The District also has \$0.7 million in debt certificates, \$2.7 million related to IMRF and TRS net pension liabilities, \$31.0 million related to Other Postemployment Benefits liabilities, and approximately \$5.4 million in other long- term liabilities outstanding.

The District is subject to the Illinois School Code, which limits the amount of certain bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2020, the statutory debt limit for the District was \$166.2 million, providing a debt margin of \$91.3 million.

Additional information is available in Note G – Long Term Liabilities

Table 4 Outstanding Long-Term Liabilities (in millions of dollars)		
	<u>2020</u>	<u>2019</u>
General obligation bonds	\$73.9	\$78.2
Debt certificates	0.7	0.9
OPEB liability	31.0	30.5
Net pension liability	2.7	7.3
Other	<u>5.4</u>	<u>5.9</u>
Total long-term Liabilities	<u>\$113.7</u>	<u>\$122.8</u>

Factors Bearing on the District’s Future

At the time these financial statements were prepared and audited, the whole nation was experiencing a pandemic that is having significant impacts on the economy. Although the District is more insulated than the general economy, impacts on the state and its ability to meet its obligations and impacts on individuals and their abilities to pay their real estate taxes is expected to have a short-term impact on the District’s financial position. The District is not aware of any circumstances that may have a significant long-term effect on the District’s financial position or results of operations.

Requests for Information

This financial report is designed to provide the District’s citizens, taxpayers, and creditors with a general overview of the District’s finances and to demonstrate the District’s accountability for the money it receives. If you have questions about this report, or need additional financial information, please call the Business Office, Proviso Township High Schools District 209, 8601 West Roosevelt Road, Forest Park, Illinois 60130.

BASIC FINANCIAL STATEMENTS

Proviso Township High School District 209
STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
June 30, 2020

ASSETS

Cash and investments	\$ 108,820,466
Receivables (net of allowance for uncollectibles):	
Property taxes	33,247,185
Replacement taxes	532,751
Intergovernmental	2,685,500
Prepaid items	589,665
Net pension asset	1,902,182
Capital assets:	
Land	723,510
Construction in progress	9,172,790
Depreciable buildings, property, and equipment, net	<u>61,350,957</u>
Total assets	<u>219,025,006</u>

DEFERRED OUTFLOW OF RESOURCES

Deferred outflows related to other postemployment benefits	1,814,533
Deferred outflows related to pensions	<u>7,951,498</u>
Total deferred outflows	<u>9,766,031</u>

LIABILITIES

Accounts payable	10,064,972
Salaries and benefits payable	118,936
Claims payable	643,508
Interest payable	275,546
Long-term liabilities:	
Due within one year	4,184,767
Due after one year	<u>109,553,338</u>
Total liabilities	<u>124,841,067</u>

DEFERRED INFLOW OF RESOURCES

Deferred inflows related to other postemployment benefits	6,241,126
Deferred inflows related to pensions	12,991,755
Deferred gain on refunding of bonds	1,721,105
Property taxes levied for a future period	<u>31,421,279</u>
Total deferred inflows	<u>52,375,265</u>

NET POSITION

Net investment in capital assets	14,114,091
Restricted For:	
Operations and maintenance	4,213,027
Debt service	4,715,226
Student transportation	3,517,138
Retirement benefits	3,401,278
Capital projects	62,842,620
Tort immunity	235,016
Unrestricted	<u>(41,463,691)</u>
Total net position	<u>\$ 51,574,705</u>

The accompanying notes are an integral part of this statement.

Proviso Township High School District 209

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2020

Functions / Programs	Expenses	PROGRAM REVENUES			Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
Instruction:					
Regular programs	\$ 24,251,014	\$ 332,001	\$ 2,302,693	\$ -	\$ (21,616,320)
Special programs	9,088,600	-	2,713,983	-	(6,374,617)
Other instructional programs	4,363,030	807	432,766	-	(3,929,457)
State retirement contributions	23,026,604	-	23,026,604	-	-
Support services:					
Pupils	7,415,135	-	56,197	-	(7,358,938)
Instructional staff	3,669,983	-	322,527	-	(3,347,456)
General administration	2,544,878	-	-	-	(2,544,878)
School administration	3,593,243	-	-	-	(3,593,243)
Business	3,579,236	63,739	1,389,398	50,000	(2,076,099)
Transportation	4,459,976	-	2,095,452	-	(2,364,524)
Operations and maintenance	9,892,671	15,021	-	-	(9,877,650)
Central	6,466,879	-	-	-	(6,466,879)
Other supporting services	29,097	-	-	-	(29,097)
Community services	340,076	-	-	-	(340,076)
Nonprogrammed charges	7,736,667	-	-	-	(7,736,667)
Interest and fees	2,496,147	-	-	-	(2,496,147)
Total governmental activities	\$ 112,953,236	\$ 411,568	\$ 32,339,620	\$ 50,000	(80,152,048)
General revenues:					
Taxes:					
Real estate taxes, levied for general purposes					45,501,970
Real estate taxes, levied for specific purposes					13,532,080
Real estate taxes, levied for debt service					5,744,897
Personal property replacement taxes					3,736,287
State aid-formula grants					16,579,668
Investment earnings					2,439,573
Miscellaneous					1,813,441
Total general revenues					<u>89,347,916</u>
Change in net position					9,195,868
Net position, beginning of year					<u>42,378,837</u>
Net position, end of year					<u>\$ 51,574,705</u>

The accompanying notes are an integral part of this statement.

Proviso Township High School District 209

Governmental Funds

BALANCE SHEET

June 30, 2020

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
ASSETS				
Cash and investments	\$ 26,202,350	\$ 4,432,031	\$ 3,033,941	\$ 1,439,498
Receivables (net of allowance for uncollectibles):				
Property taxes	23,241,224	4,693,141	1,141,009	1,085,180
Replacement taxes	532,751	-	-	-
Intergovernmental	1,936,390	50,000	699,110	-
Prepaid items	<u>589,665</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 52,502,380</u>	<u>\$ 9,175,172</u>	<u>\$ 4,874,060</u>	<u>\$ 2,524,678</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 3,283,319	\$ 454,351	\$ 278,578	\$ -
Salaries and benefits payable	108,302	10,634	-	-
Claims payable	<u>581,739</u>	<u>61,769</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>3,973,360</u>	<u>526,754</u>	<u>278,578</u>	<u>-</u>
DEFERRED INFLOWS				
Unavailable grant revenue	829,365	-	-	-
Property taxes levied for a future period	<u>21,964,801</u>	<u>4,435,391</u>	<u>1,078,344</u>	<u>1,025,582</u>
Total deferred inflows	<u>22,794,166</u>	<u>4,435,391</u>	<u>1,078,344</u>	<u>1,025,582</u>
FUND BALANCES				
Nonspendable	589,665	-	-	-
Restricted	235,016	3,727,842	3,517,138	1,499,096
Assigned	4,569,462	485,185	-	-
Unassigned	<u>20,340,711</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>25,734,854</u>	<u>4,213,027</u>	<u>3,517,138</u>	<u>1,499,096</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 52,502,380</u>	<u>\$ 9,175,172</u>	<u>\$ 4,874,060</u>	<u>\$ 2,524,678</u>

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Fire Prevention and Safety	Total
\$ 4,831,714	\$ 67,271,494	\$ 1,609,438	\$ 108,820,466
2,897,044	-	189,587	33,247,185
-	-	-	532,751
-	-	-	2,685,500
-	-	-	589,665
<u>\$ 7,728,758</u>	<u>\$ 67,271,494</u>	<u>\$ 1,799,025</u>	<u>\$ 145,875,567</u>
\$ -	\$ 6,048,724	\$ -	\$ 10,064,972
-	-	-	118,936
-	-	-	643,508
-	<u>6,048,724</u>	-	<u>10,827,416</u>
-	-	-	829,365
<u>2,737,986</u>	-	<u>179,175</u>	<u>31,421,279</u>
<u>2,737,986</u>	-	<u>179,175</u>	<u>32,250,644</u>
-	-	-	589,665
4,990,772	61,222,770	1,619,850	76,812,484
-	-	-	5,054,647
-	-	-	20,340,711
<u>4,990,772</u>	<u>61,222,770</u>	<u>1,619,850</u>	<u>102,797,507</u>
<u>\$ 7,728,758</u>	<u>\$ 67,271,494</u>	<u>\$ 1,799,025</u>	<u>\$ 145,875,567</u>

Proviso Township High School District 209
 RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
 FUNDS TO THE STATEMENT OF NET POSITION
June 30, 2020

Total fund balance - governmental funds \$ 102,797,507

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

Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet. 71,247,257

Certain revenues receivable by the District and recognized in the statement of net position do not provide current financial resources and are unavailable revenue in the governmental funds balance sheet. 829,365

Net pension asset reported in governmental activities and included in the statement of net position does not require the expenditure of financial resources and, therefore, is not reported in the governmental funds balance sheet. 1,902,182

Deferred gain on refunding of bonds, included in the statement of net position, is not available to pay for current period expenditures and, accordingly, is not included in the governmental funds balance sheet. (1,721,105)

Deferred outflows and inflows of resources related to pensions and other postemployment benefits (OPEB) are applicable to future periods and, therefore, are not reported in the governmental funds:

Net deferred outflows and inflows of resources related to:			
IMRF pension	\$	(1,901,592)	
TRS pension		(3,138,665)	
RHP OPEB		(1,106,495)	
THIS OPEB		(3,320,098)	(9,466,850)

Interest on long-term liabilities accrued in the statement of net position will not be paid with current financial resources and, accordingly, is not recognized in the governmental funds balance sheet. (275,546)

(Continued)

The accompanying notes are an integral part of this statement.

Proviso Township High School District 209
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION (Continued)
June 30, 2020

Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not included in the governmental funds.

Capital lease	\$ (242,629)	
General obligation bonds	(73,900,000)	
Unamortized premium on general obligation bonds, net	(4,732,674)	
Debt certificates	(744,918)	
TRS net pension liability	(2,744,218)	
RHP total other postemployment benefit liability	(1,267,443)	
THIS net other postemployment benefit liability	(29,714,638)	
Early retirement incentive program	<u>(391,585)</u>	<u>\$ (113,738,105)</u>
Net position - governmental activities		<u><u>\$ 51,574,705</u></u>

(Concluded)

The accompanying notes are an integral part of this statement.

Proviso Township High School District 209

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2020

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
Revenues				
Property taxes	\$ 45,145,865	\$ 9,177,316	\$ 2,242,001	\$ 2,105,070
Replacement taxes	3,152,008	537,137	-	47,142
State aid	31,184,267	50,000	2,095,452	-
Federal aid	4,712,166	-	-	-
Interest	823,314	112,220	71,295	37,670
Other	2,034,939	91,950	73,459	6,204
Total revenues	87,052,559	9,968,623	4,482,207	2,196,086
Expenditures				
Current:				
Instruction:				
Regular programs	21,507,901	-	-	254,404
Special programs	9,092,640	-	-	148,025
Other instructional programs	3,642,584	-	-	197,388
State retirement contributions	12,889,749	-	-	-
Support services:				
Pupils	8,002,127	-	-	408,907
Instructional staff	3,425,479	-	-	57,065
General administration	2,519,179	-	-	21,044
School administration	3,117,425	-	-	149,116
Business	2,767,385	-	-	99,051
Transportation	292,478	-	4,156,124	10,788
Operations and maintenance	3,300	8,631,398	-	623,310
Central	5,210,773	-	-	189,224
Other supporting services	29,097	-	-	-
Community services	318,935	-	-	20,463
Nonprogrammed charges	7,747,166	423,117	341,823	-
Debt service:				
Principal	-	-	31,407	-
Interest and other	-	-	14,021	-
Capital outlay	660,519	338,678	-	-
Total expenditures	81,226,737	9,393,193	4,543,375	2,178,785
Excess (deficiency) of revenues over expenditures	5,825,822	575,430	(61,168)	17,301
Other financing sources (uses)				
Transfers in	-	4,000,000	-	-
Transfers (out)	(4,012,673)	(4,653,655)	-	-
Capital lease proceeds	75,286	-	-	-
Total other financing sources (uses)	(3,937,387)	(653,655)	-	-
Net change in fund balance	1,888,435	(78,225)	(61,168)	17,301
Fund balance, beginning of year	23,846,419	4,291,252	3,578,306	1,481,795
Fund balance, end of year	\$ 25,734,854	\$ 4,213,027	\$ 3,517,138	\$ 1,499,096

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Fire Prevention and Safety	Total
\$ 5,744,897	\$ -	\$ 363,798	\$ 64,778,947
-	-	-	3,736,287
-	-	-	33,329,719
-	-	-	4,712,166
164,672	1,200,205	30,197	2,439,573
<u>17,400</u>	<u>-</u>	<u>1,057</u>	<u>2,225,009</u>
<u>5,926,969</u>	<u>1,200,205</u>	<u>395,052</u>	<u>111,221,701</u>
-	-	-	21,762,305
-	-	-	9,240,665
-	-	-	3,839,972
-	-	-	12,889,749
-	-	-	8,411,034
-	-	-	3,482,544
-	-	-	2,540,223
-	-	-	3,266,541
-	468,082	-	3,334,518
-	-	-	4,459,390
-	-	-	9,258,008
-	-	-	5,399,997
-	-	-	29,097
-	-	-	339,398
-	-	-	8,512,106
4,426,656	-	-	4,458,063
3,396,996	-	-	3,411,017
<u>-</u>	<u>7,955,701</u>	<u>4,280</u>	<u>8,959,178</u>
<u>7,823,652</u>	<u>8,423,783</u>	<u>4,280</u>	<u>113,593,805</u>
(1,896,683)	(7,223,578)	390,772	(2,372,104)
166,328	4,500,000	-	8,666,328
-	-	-	(8,666,328)
<u>-</u>	<u>-</u>	<u>-</u>	<u>75,286</u>
<u>166,328</u>	<u>4,500,000</u>	<u>-</u>	<u>75,286</u>
(1,730,355)	(2,723,578)	390,772	(2,296,818)
<u>6,721,127</u>	<u>63,946,348</u>	<u>1,229,078</u>	<u>105,094,325</u>
<u>\$ 4,990,772</u>	<u>\$ 61,222,770</u>	<u>\$ 1,619,850</u>	<u>\$ 102,797,507</u>

Proviso Township High School District 209
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

Net change in fund balances - total governmental funds \$ (2,296,818)

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. This is the amount by which capital outlay exceeds depreciation expense in the current period.

Capital outlay	\$ 8,851,839	
Depreciation expense	(3,443,600)	
Revaluation adjustments	<u>521,653</u>	5,929,892

Revenue included in the statement of activities do not provide current financial resources and, therefore, are deferred in the fund financial statements. 790,548

Amortization of deferred gain on refunding of bonds, included in the statement of activities, does not require the use of current financial resources, and accordingly, is not included in the governmental funds statement of revenues, expenditures, and changes in fund balances. 240,154

Changes in deferred outflows and inflows of resources related to pensions and OPEB are reported only in the statement of activities:

Net deferred outflows and inflows of resources related to:		
IMRF pension	(6,421,730)	
TRS pension	745,853	
RHP OPEB	(1,166,540)	
THIS OPEB	<u>444,729</u>	(6,397,688)

Accrued interest reported in the statement of activities does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds. 14,252

(Continued)

Proviso Township High School District 209
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES (Continued)
For the Year Ended June 30, 2020

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources:

Principal repayments		
General obligation bonds	\$	4,265,000
Capital leases		44,080
Debt certificates		148,983
Capital lease proceeds		(75,286)
TRS net pension liability, net		28,974
IMRF net pension liability (asset), net		6,394,449
RHP other postemployment benefit liability, net		1,118,305
THIS other postemployment benefit liability, net		(1,621,719)
Early retirement incentive program, net		(47,723)
		10,255,063

Governmental funds report the effect of premiums and discounts when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year, net effect of these differences.

660,465

Change in net position - governmental activities

\$ 9,195,868

(Concluded)

The accompanying notes are an integral part of this statement.

Proviso Township High School District 209

Fiduciary Funds

STATEMENT OF FIDUCIARY NET POSITION

June 30, 2020

	Agency Fund	Private Purpose Trust Fund
<hr/>		
ASSETS		
Cash and investments	\$ <u>361,646</u>	\$ <u>404,010</u>
LIABILITIES		
Due to student organizations	<u>361,646</u>	<u>-</u>
NET POSITION HELD IN TRUST FOR EXTERNAL PARTIES	\$ <u>-</u>	\$ <u>404,010</u>

The accompanying notes are an integral part of this statement.

Proviso Township High School District 209
Fiduciary Funds - Private Purpose Trust Fund
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Year Ended June 30, 2020

	Private Purpose Trust Fund
<hr/>	
ADDITIONS	
Earnings on investments	\$ 9,866
DEDUCTIONS	
Scholarships paid	<hr/> -
Change in net position	9,866
Net position, beginning of year	<hr/> 394,144
Net position, end of year	\$ <hr/> <hr/> 404,010

The accompanying notes are an integral part of this statement.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Proviso Township High School District 209 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

1. Reporting Entity

The District is located in Cook County, Illinois. The District is governed by an elected Board of Education. The Board of Education maintains final responsibility for all personnel, budgetary, taxing, and debt matters.

The District includes all funds of its operations that are controlled by or dependent upon the District, as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will, and fiscal dependency. The accompanying financial statements include only those funds of the District, as there are no organizations for which it has financial accountability.

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

2. Fund Accounting

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

Funds are classified into the following categories: governmental and fiduciary.

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

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the District.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the District. The effect of interfund activity has been eliminated from these statements. Governmental activities normally are supported by taxes and intergovernmental revenues and local fees.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

a. General

The *General Fund* includes the Educational Account, Tort Immunity and Judgment Account and the Working Cash Account. The Educational Account is the District's primary operating account. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Tort Immunity and Judgment Account is used to account for revenues derived from a specific property tax levy and state reimbursement grants and expenditures of these monies is for risk management activities. The Working Cash Account is for the financial resources held by the District to be used as temporary interfund loans for working capital requirements. Money loaned by the Working Cash Account to other funds must be repaid upon the collection of property taxes in the fund(s) loaned to. As allowed by the School Code of Illinois, this Fund may be permanently abolished and become part of the Educational Account or it may be partially abated to any fund in need as long as the District maintains a balance in the Working Fund Account of at least 0.05% of the District's current equalized assessed valuation. The Tort Immunity and Judgment Account is used to account for revenues derived from a specific property tax levy and expenditures of these monies is for risk management activities.

b. Special Revenue Funds

The special revenue funds are used to account for the proceeds of specific revenue sources (other than those accounted for in the debt service, capital projects, or fiduciary funds) that are legally restricted to expenditures for specified purposes.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Government-Wide and Fund Financial Statements (Continued)

b. Special Revenue Funds (Continued)

Each of the District's special revenue funds has been established as a separate fund in accordance with the fund structure required by the state of Illinois for local educational agencies. These funds account for local property taxes restricted to specific purposes. A brief description of the District's special revenue funds is as follows:

Operations and Maintenance Fund - accounts for all revenues and expenditures made for operations, repair, and maintenance of the District's building and land. Revenue consists primarily of local property taxes and personal property replacement taxes.

Transportation Fund - accounts for all revenues and expenditures made for student transportation. Revenues are derived primarily from local property taxes and state reimbursement grants.

Municipal Retirement/Social Security Fund - accounts for the District's portion of pension contributions to the Illinois Municipal Retirement Fund, payments to Medicare, and payments to the Social Security System for noncertified employees. Revenues to finance contributions is derived primarily from local property taxes and personal property replacement taxes.

c. Debt Service Fund

Debt Service Fund - accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The primary revenue sources are local property taxes levied specifically for debt service and transfers from other funds.

d. Capital Projects Funds

Capital Projects Fund - accounts for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from transfers from other funds.

Fire Prevention and Safety Fund - accounts for state-approved life safety projects financed through local property taxes levied specifically for such purposes.

e. Fiduciary

The fiduciary fund accounts for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Government-Wide and Fund Financial Statements (Continued)

e. Fiduciary Funds (Continued)

Agency Fund - includes Student Activity Funds. These funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. Although the Board of Education has the ultimate responsibility for activity funds, they are not local education agency funds. The Student Activity Funds account for assets held by the District which are owned, operated, and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational, or cultural purposes. They account for activities such as student yearbook, student clubs and council, and convenience accounts.

Private Purpose Trust Fund - is accounted for on the flow of economic resources measurement focus and uses the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The Private Purpose Trust Fund accounts for scholarship and memorial trust funds, and is managed by the District Board and Management.

4. Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues and additions are recorded when earned, and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e. intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., when they are both "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 be used to pay liabilities of the current period. Revenues are considered to be available when they are collectible within the current period and soon enough thereafter to pay liabilities of the current period. The District considers most revenues available if they are collected within 60 days after year-end. Revenues that are paid to the District by the Illinois State Board of Education are considered available if they are vouchered by year-end. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

Property taxes, corporate personal property replacement taxes, interest, and intergovernmental revenues associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports unearned and unavailable revenue on its financial statements. Unearned and unavailable revenue arises when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability or deferred inflow of resources for unearned or unavailable revenue is removed from the balance sheet and revenue is recognized. Governmental Funds also defer revenue recognition in connection with resources received, but not yet earned.

The fiduciary fund statements are reported using the accrual basis of accounting.

5. Deferred Outflows / Deferred Inflows

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net position / fund balance that applies to a future period. At June 30, 2020, the District has deferred outflows of resources related to pensions and other postemployment benefits. In addition to liabilities, the District may report deferred inflows of resources. Deferred inflows of resources represent the acquisition of resources that is applicable to a future reporting period. At June 30, 2020, the District reported deferred inflows related to property taxes levied for a future period, pension liabilities, other postemployment benefits, unavailable grant revenue and deferred charges on refunding.

6. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles, except that the District does not budget for "on-behalf" contributions from the state for the employer's share of the Teachers' Retirement System pension and the Teachers' Health Insurance Security Fund (see the budgetary reconciliation in the notes to the required supplementary information). Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Deposits and Investments

The Illinois Compiled Statutes require the District to utilize the custodial services of the Township School Treasurer (the Treasurer). Investments are stated at fair value. Changes in fair value are included in investment income.

8. Personal Property Replacement Taxes

Personal property replacement tax revenues are first allocated to the Municipal Retirement/Social Security Fund, with the balance at the discretion of the District.

9. Prepaid Items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures when consumed rather than when purchased.

10. Capital Assets

Capital assets, which include land, construction in progress, buildings and building improvements, and furniture and equipment are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$2,500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Depreciation of capital assets is provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

<u>Assets</u>	<u>Years</u>
Buildings and building improvements	10 - 50
Furniture and equipment	3 - 15

Construction in progress is stated at cost and includes engineering, design, material, and labor costs incurred for planned construction. No provision for depreciation is made on construction in progress until the asset is completed and placed in service.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. Restricted Net Position

For the government-wide financial statements, net position is reported as restricted when constraints placed on net position are either: (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, (2) imposed by law through constitutional provisions, or (3) imposed by enabling legislation. All of the District's restricted net position was restricted as a result of enabling legislation.

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

12. Accumulated Unpaid Vacation and Sick Pay

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements. Employees who work a twelve-month year are entitled to be compensated for vacation time. Vacations are usually taken within the calendar year. Employees who do not use their earned vacation time during the fiscal year will forfeit those days earned, however, if an employee retires or resigns, the employee will be compensated for their unused vacation time for the last fiscal year only. The liability for unused compensated absences is typically reported on the government-wide financial statements, however, as there is no long-term portion of the liability as the maximum amount to be paid out is related only to the current fiscal year, the related liability is deemed a current fund level liability and is included with salaries and benefits payable on the governmental funds balance sheet.

For governmental funds, the current portion of the compensated absences is the amount that is normally expected to be paid using expendable and available financial resources. These amounts are recorded in the fund from which the employees who have accumulated vacation leave are paid.

All full-time employees receive a specified number of sick days per year depending on their years of service, in accordance with the agreement between the Board of Education and the Education Association. Upon retirement, a certified employee may apply up to 340 days of unused sick leave toward service credit for TRS (Teacher's Retirement System of the State of Illinois). Remaining unused sick leave up to 40 days will be paid at \$60 per day at retirement.

Due to the nature of the policies on sick leave and the fact that any liability is contingent upon future events and cannot be reasonably estimated, no liability is provided in the financial statements for accumulated unpaid sick leave.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

13. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts and losses on refunding of bonds, are deferred and amortized over the life of the applicable bonds using the straight line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, losses on refunding, and 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 cost, whether or not withheld from actual proceeds, are reported as debt service expenditures.

14. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosure of contingent assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the date of the financial statements, and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

15. Fund Balance

The governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The nonspendable in form criteria include items that are not expected to be converted to cash such as prepaid items or inventories.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds, as well as debt service and capital projects funds, are by definition restricted for those specified purposes.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. Fund Balance (Continued)

- c. *Committed* - refers to 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 (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. The District had no committed fund balances at June 30, 2020.

- d. *Assigned* - refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Board of Education or the individual the Board of Education delegated the authority to assign amounts to be used for specific purposes. The Board of Education has declared that the Assistant Superintendent of Finance and Operations/ CSBO may assign amounts for a specific purpose. As of June 30, 2020, the District had an assigned fund balance of \$5,054,647 to pay for claims filed under the District's self-insurance policy (see Note H).

- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the general fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

The nonspendable fund balance in the General Fund consists of \$589,665 for prepaid items. The restricted fund balances are for the purposes of the restricted funds as described in Note A-3.

16. Pensions and Other Postemployment Benefits

For purposes of measuring the net pension liability and other postemployment benefits (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to pensions/OPEB, and pension/OPEB expense, information about the fiduciary net position of the pension/OPEB plan and additions to/deductions from the pension/OPEB plan's fiduciary net position have been determined on the same basis as they are reported by the pension/OPEB plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are stated at fair value.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE B - DEPOSITS AND INVESTMENTS

The District's investment policy, which is the same as the Treasurer's, is in line with State Statutes. The investments that the District may purchase are limited by Illinois law to the following: (1) securities that are fully guaranteed by the U.S. government as to principal and interest; (2) certain U.S. government agency securities; (3) interest-bearing savings accounts, interest-bearing certificates of deposit or time deposits or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; (4) short-term discount obligations of corporations organized in the United States with assets exceeding \$500,000,000; (5) interest-bearing bonds of any county, township, city, village, incorporated town, municipal corporation or school district; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

1. Cash and Investments Under the Custody of the Township Treasurer

The Illinois Compiled Statutes require the District to utilize the services of the Proviso Township School Treasurer (the "Treasurer"). As such, the Treasurer is the lawful custodian of these school funds. The Treasurer is appointed by the Township School Trustees, an independently elected body, to serve the school districts in the township. The investment policies are established by the Treasurer, as prescribed by the Illinois Compiled Statutes. The Treasurer is the direct recipient of property taxes, replacement taxes, and most state and federal aid, and disburses school funds upon lawful order of the School Board. The Treasurer invests excess funds at his discretion, subject to the legal restrictions.

District cash and investments (other than the student activity, scholarship fund, general account, self-insurance account, imprest funds, and petty cash funds) are part of a common pool for all the school districts and cooperatives within the township. The Treasurer maintains records that segregate the cash and investment balances by district or cooperative. Income from investments is distributed based upon the District's percentage participation in the pool. Cash for all funds, including cash applicable to the Debt Services Fund and the Municipal Retirement/Social Security Fund, is not deemed available for purposes other than those for which these balances are intended.

The Treasurer's office operates as a nonrated, external investment pool. The fair value of the District's investment in the Treasurer's pool is determined by the District's proportionate share of the fair value of the investments held by the Treasurer's office.

The weighted-average maturity of all pooled marketable investments held by the Treasurer was 0.65 years at June 30, 2020. The Treasurer also holds money market type investments and deposits with financial institutions, including certificates of deposit. As of the same date, the fair value of all underlying investments held by the Treasurer's office was \$365,093,533 (as provided by the Treasurer), and the fair value of the District's proportionate share of the pool was \$100,208,769.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

1. Cash and Investments Under the Custody of the Township Treasurer (Continued)

Because all cash and investments are pooled by a separate legal governmental agency (the Treasurer), categorization by risk category is not determinable. Further information about whether investments are insured, collateralized, or uncollateralized is available from the Treasurer's financial statements.

2. Cash and Investments in the Custody of the District

Deposits of the student activity, scholarship fund, general account, self-funded account, imprest funds, and petty cash funds, which are held in the District's custody, consist of deposits with financial institutions. At June 30, 2020, the carrying value of the cash and investments held in custody of the District was \$6,521,563, all of which was deposited with financial institutions.

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. However, a periodic review of the investment portfolio is performed to ensure performance is consistent with the safety, liquidity, rate of return, diversification and overall performance the District needs. Maturity information on other investments is shown in the table below.

The following investments are measured at net asset value (NAV):

		<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
ISDLAF+	\$ 6,463,811	n/a	Daily	1 day

Credit Risk - The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is a not-for-profit pooled investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees, elected from participating members. The trust is not registered with the SEC as an investment company. Investments are rated AAAM and are valued at share price, which is the price for which the investment could be sold.

Custodial Credit Risk - With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by providing that all deposits in excess of FDIC insurable limits may be secured by collateral to protect against an event of default or failure of the financial institution holding the funds. At June 30, 2020, the bank balances of the District's deposits with financial institutions totaling \$49,320 were fully insured or collateralized. The District's investment instruments are either held by the District or by the District's agent.

With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government 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 limits the exposure to investment custodial credit risk by requiring that all investments be in high quality investment pools and/or secured by private insurance or collateral.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE C - PROPERTY TAXES RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The tax levy resolution was approved by the Board on October 8, 2019. The District's property tax is levied each year on all taxable real property located in the District, and becomes a lien on the property on January 1 of that year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year.

Tax rate ceilings are applied at the fund level. These ceilings are established by state law subject to change only by the approval of the voters of the District.

The District's annual property tax levy is subject to Property Tax Extension Limitation Act (PTELA), which is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations, and tax increment finance district property becoming eligible for taxation.

The Cook County Assessor is responsible for the assessment of all taxable property within Cook County, except for certain railroad property, which is assessed directly by the state. One-third of the county is reassessed every year by the Assessor.

The Illinois Department of Revenue has the statutory responsibility of ensuring uniformity of real property assessments throughout the state. Each year, the Illinois Department of Revenue furnishes the county clerks with an adjustment factor to equalize the level of assessment between counties at one-third of market value. This factor (the equalization factor) is then applied to the assessed valuation to compute the valuation of property to which the tax rate will be applied (the equalized assessed valuation). The equalization factor for Cook County was 2.9160 for 2019.

The County Clerk adds the equalized assessed valuation of all real property in the county to the valuation of property assessed directly by the state (to which the equalization factor is not applied) to arrive at the base amount (the assessment base) used to calculate the annual tax rates, as described above. The equalized assessed valuation for the extension of the 2019 tax levy was \$2,408,663,986.

Property taxes are collected by the Cook County Collector/Treasurer, who remits them to the District. Taxes levied in one year become due and payable in two installments on March 1 and August 1 during the following year. The first installment is an estimated bill, and is fifty-five percent of the prior year's tax bill. The second installment bill is based on the current levy, assessment, and equalization, and any changes from the prior year.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE C - PROPERTY TAXES RECEIVABLE (Continued)

The portion of the 2019 property tax levy not received by June 30 is recorded as a receivable, net of estimated uncollectibles of 3%. The net receivable collected within the current year or due and expected to be collected soon enough thereafter to be used to pay liabilities of the current period, less the taxes collected soon enough after the end of the previous fiscal year, are recognized as revenue. Such time, thereafter, does not exceed 60 days. Net taxes receivable less the amount expected to be collected within 60 days are reflected as deferred inflow of resources - property taxes levied for a future period.

NOTE D- PENSION LIABILITIES

1. Teachers' Retirement System of the State of Illinois

General Information about the Pension Plan

Plan Description

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 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 www.trsil.org/financial/cafrs/fy2019; 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 I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service.

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

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

General Information about the Pension Plan (Continued)

Essentially all Tier I retirees receive an annual 3 percent increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier II annual increases will be the lesser of three percent of the original benefit or one-half 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 III hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2021. One program allows retiring Tier I members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier I and II members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the state of Illinois.

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2019, 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, 2020, State of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenses of \$21,205,038 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$12,541,980 in the General Fund based on the current financial resources measurement basis.

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, 2020, were \$162,667, and are deferred because they were paid after the June 30, 2019 measurement date.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

General Information about the Pension Plan (Continued)

Contributions (Continued)

Federal and Special Trust Fund Contributions

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

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

For the year ended June 30, 2020, the employer pension contribution was 10.66 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2020, salaries totaling \$809,518 were paid from federal and special trust funds that required employer contributions of \$86,295.

Early 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 District 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, 2020, the District paid \$4,853 to TRS for employer contributions due on salary increases in excess of 6 percent and \$0 for sick leave days granted in excess of the normal annual allotment.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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

At June 30, 2020, the District 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 District. The state's support and total are for disclosure purposes only. The amount recognized by the District 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 District were as follows:

District's proportionate share of the net pension liability	\$	2,744,218
State's proportionate share of the net pension liability associated with the District		<u>195,303,024</u>
Total	\$	<u><u>198,047,242</u></u>

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018, and rolled forward to June 30, 2019. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2019, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2019, the District's proportion was 0.0033834058 percent, which was a decrease of 0.0001744846 percent from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized the following pension expense/expenditures and revenue pertaining to the District's employees:

	<u>Governmental Activities</u>	<u>General Fund</u>
State on-behalf contributions - revenue and expense/expenditure	\$ 21,205,038	\$ 12,541,980
District TRS pension expense (benefit)	<u>(612,480)</u>	<u>162,667</u>
Total TRS expense/expenditure	<u><u>\$ 20,592,558</u></u>	<u><u>\$ 12,704,647</u></u>

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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

At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 44,998	\$ -
Net differences between projected and actual earnings on pension plan investments	4,347	-
Changes in assumptions	61,489	52,675
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>821,061</u>	<u>4,180,552</u>
Total deferred amounts to be recognized in pension expense in future periods	<u>931,895</u>	<u>4,233,227</u>
District contributions subsequent to the measurement date	<u>162,667</u>	-
Total deferred amount related to pensions	<u>\$ 1,094,562</u>	<u>\$ 4,233,227</u>

The District reported \$162,667 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date, which will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30:</u>	<u>Net Deferred Inflows of Resources</u>
2020	\$ 611,563
2021	954,665
2022	1,170,004
2023	555,578
2024	<u>9,522</u>
	<u>\$ 3,301,332</u>

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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

Actuarial Assumptions

The total pension liability in the June 30, 2019 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, 2019 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, 2018 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.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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

Actuarial Assumptions (Continued)

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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected Real Rate of Return</u>
U.S. Equities Large Cap	15.0 %	6.3 %
U.S. Equities Small/Mid Cap	2.0	7.7
International Equities Developed	13.6	7.0
Emerging Market Equities	3.4	9.5
U.S. Bonds Core	8.0	2.2
U.S. Bonds High Yield	4.2	4.0
International Debt Developed	2.2	1.1
Emerging International Debt	2.6	4.4
Real Estate	16.0	5.2
Real Return	4.0	1.8
Absolute Return	14.0	4.1
Private Equity	<u>15.0</u>	9.7
Total	<u><u>100.0 %</u></u>	

Discount Rate

At June 30, 2019, the discount rate used to measure the total pension liability was 7.00 percent, which was the same as the June 30, 2018 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.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

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

Discount Rate (Continued)

Based on those assumptions, TRS's fiduciary net position at June 30, 2019 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I's liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

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

	1% Decrease	Current Discount Rate	1% Increase
	<u>6.00%</u>	<u>7.00%</u>	<u>8.00%</u>
District's proportionate share of the net pension liability	\$ <u>3,351,822</u>	\$ <u>2,744,218</u>	\$ <u>2,244,647</u>

TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2019 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund

Plan Description

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed with the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the Benefits Provided section below. 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. That report is available for download at www.imrf.org.

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP).

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.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Employees Covered by Benefit Terms

As of December 31, 2019, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	280
Inactive plan members entitled to but not yet receiving benefits	103
Active plan members	<u>242</u>
Total	<u><u>625</u></u>

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. The District's annual contribution rate for calendar year 2019 was 5.68%. For the fiscal year ended June 30, 2020 the District contributed \$827,937 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

Net Pension Liability (Asset)

The District's net pension liability (asset) was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2019:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.50%
Salary Increases	3.35% to 14.25%
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates, specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, the IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projections scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

Long-term Expected Rate of Return 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:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	37%	5.75%
International equity	18%	6.50%
Fixed income	28%	3.25%
Real estate	9%	5.20%
Alternative investments	7%	3.60% - 7.60%
Cash equivalents	1%	1.85%
Total	<u>100%</u>	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

- a. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
- b. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Single Discount Rate (Continued)

For the purpose of the most recent valuation, the expected rate of return on pension plan investments is 7.25%, the municipal bond rate is 2.75% (based on the daily rate closest to but not later than the measurement date of the "20-Year Municipal GO AA index"), and the resulting single discount rate is 7.25%.

Changes in Net Pension Liability (Asset)

The following table shows the components of the change in the District's net pension liability (asset) for the calendar year ended December 31, 2019:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (Asset) (A) - (B)
Balances at December 31, 2018	\$ 64,236,252	\$ 59,743,985	\$ 4,492,267
Changes for the year:			
Service cost	1,269,506	-	1,269,506
Interest on the total pension liability	4,554,903	-	4,554,903
Difference between expected and actual experience of the total pension liability	484,793	-	484,793
Changes of assumptions	-	-	-
Contributions - employer	-	691,547	(691,547)
Contributions - employees	-	547,882	(547,882)
Net investment income (loss)	-	11,466,487	(11,466,487)
Benefit payments, including refunds of employee contributions	(4,089,507)	(4,089,507)	-
Other (net transfer)	-	(2,265)	2,265
Net changes	2,219,695	8,614,144	(6,394,449)
Balances at December 31, 2019	\$ 66,455,947	\$ 68,358,129	\$ (1,902,182)

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the plan's net pension liability (asset), calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability (asset) would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher than the current rate:

	1% Lower (6.25%)	Current Discount Rate (7.25%)	1% Higher (8.25%)
	<u> </u>	<u> </u>	<u> </u>
Net pension liability (asset)	\$ 5,907,470	\$ (1,902,182)	\$ (8,382,811)
	<u> </u>	<u> </u>	<u> </u>

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

For the year ended June 30, 2020 the District recognized pension expense of \$855,597. At June 30, 2020, the District reported, deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 353,814	\$ 89,368
Change of assumptions	733,884	389,521
Net difference between projected and actual earnings on pension plan investments	<u>5,277,959</u>	<u>8,279,639</u>
Total deferred amounts to be recognized in pension expense in the future periods	<u>6,365,657</u>	<u>8,758,528</u>
Pension contributions made subsequent to the measurement date	<u>491,279</u>	<u>-</u>
Total deferred amounts related to pensions	<u>\$ 6,856,936</u>	<u>\$ 8,758,528</u>

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

The District reported \$491,279 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Net Deferred (Outflows) Inflows of Resources
2021	\$ (753,717)
2022	(575,012)
2023	383,548
2024	(1,447,690)
2025	-
Thereafter	-
Total	\$ <u>(2,392,871)</u>

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE D - PENSION LIABILITIES (Continued)

3. Summary of Pension Items

Below is a summary of the various pension items:

	<u>TRS</u>	<u>IMRF</u>	<u>Total</u>
Deferred outflows of resources:			
Employer contributions	\$ 162,667	\$ 491,279	\$ 653,946
Investments	4,347	5,277,959	5,282,306
Experience	44,998	353,814	398,812
Assumptions	61,489	733,884	795,373
Proportionate share	821,061	-	821,061
	<u>\$ 1,094,562</u>	<u>\$ 6,856,936</u>	<u>\$ 7,951,498</u>
Net pension liability (asset)	<u>\$ 2,744,218</u>	<u>\$ (1,902,182)</u>	<u>\$ 842,036</u>
Pension expense	<u>\$ 20,592,558</u>	<u>\$ 855,597</u>	<u>\$ 21,448,155</u>
Deferred inflows of resources:			
Investments	\$ -	\$ 8,279,639	\$ 8,279,639
Experience	-	89,368	89,368
Assumptions	52,675	389,521	442,196
Proportionate share	4,180,552	-	4,180,552
	<u>\$ 4,233,227</u>	<u>\$ 8,758,528</u>	<u>\$ 12,991,755</u>

4. Social Security/Medicare

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "nonparticipating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security/Medicare. The District paid the total required contribution for the current fiscal year.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS

1. Teachers' Health Insurance Security (THIS)

General Information about the Other Postemployment Plan

Plan Description

The District participates in the Teacher Health Insurance Security Fund (THIS), 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.

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 the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: <http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>. The current reports are listed under "Central Management Services" (<http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>). Prior reports are available under "Healthcare and Family Services" (<http://www.auditor.illinois.gov/Audit-Reports/HEALTHCARE-FAMILY-SERVICES-Teacher-Health-Ins-Sec-Fund.asp>).

Benefits Provided

The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). 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.

Contributions

On behalf contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the District. In the fund financial statements, the State contributions are intended to match contributions to the THIS Fund from active members, which were 1.24 percent of pay during the year ended June 30, 2020. In the government-wide financial statements, State of Illinois contributions also include a proportional allocation of the State's OPEB expense (based on the portion of the District's share of the expense compared to all School Districts in aggregate). For the year ended June 30, 2020, the District recognized revenue and expenses of \$1,821,566 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$347,769 in the General Fund based on the current financial resources measurement basis for State of Illinois contributions on behalf of the District's employees.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

General Information about the Other Postemployment Benefit Plan (Continued)

Contributions (Continued)

District contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.92 percent during the year ended June 30, 2020. For the year ended June 30, 2020, the District paid \$258,023 to the THIS Fund, which was 100 percent of the required contribution. These amounts are deferred because they were paid after the June 30, 2019 measurement date.

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.

Other Postemployment Benefit (OPEB) Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2020, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state OPEB support provided to the District. 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 follows:

District's proportionate share of the net OPEB liability	\$ 29,714,638
State's estimated proportionate share of the net OPEB liability associated with the District*	<u>40,237,411</u>
Total	<u><u>\$ 69,952,049</u></u>

* The State's proportionate share of the net OPEB liability (NOL) associated with the District is not available in the actuarial report and therefore the amount reported above is an estimate based allocating the State's total NOL for the entire plan (per the actuary) based on the District's proportionate share of the NOL to all the school districts participating in the Plan. Additionally, the amounts included below related to sensitivity of the healthcare rate, discount rate and amortization of deferred inflows and outflows are based on a similar allocation methodology.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

Other Postemployment Benefit (OPEB) Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

The net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018, and rolled forward to June 30, 2019. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2019, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2019, the District's proportion was 0.107360 percent, which was an increase of 0.000729 percent from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized the following for OPEB expense/expenditure and revenue pertaining to the District's employees:

	<u>Governmental Activities</u>	<u>General Fund</u>
State on-behalf contributions - OPEB revenue and expense/expenditure	\$ 1,821,566	\$ 347,769
District OPEB pension expense	<u>1,434,218</u>	<u>258,023</u>
Total OPEB expense/expenditure	<u>\$ 3,255,784</u>	<u>\$ 605,792</u>

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

Other Postemployment Benefit (OPEB) Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

At June 30, 2020, 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
Differences between expected and actual experience	\$ -	\$ 493,091
Change of assumptions	11,265	3,406,265
Net difference between projected and actual earnings on OPEB plan investments	-	973
Changes in proportion and differences between District contributions and proportionate share of contributions	1,396,769	1,085,826
Total deferred amounts to be recognized in OPEB expense in future periods	1,408,034	4,986,155
District contributions subsequent to the measurement date	258,023	-
Total deferred amounts related to OPEB	\$ 1,666,057	\$ 4,986,155

The District reported \$258,023 as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date that will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2021. Other amounts reported as deferred inflows of resources and deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending June 30:	Net Deferred Inflows of Resources
2021	\$ 689,308
2022	689,308
2023	689,232
2024	689,072
2025	567,528
Thereafter	253,673
Total	\$ 3,578,121

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

Other Postemployment Benefit (OPEB) Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Actuarial Assumptions

The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB Liability
Contribution Policy	Benefits are financed on a pay-as-you basis. Contribution rates are defined by statute. For fiscal year end June 30, 2019, 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	0.00%, net of OPEB plan investment expense, including inflation, for all plan years.
Inflation	2.50 percent
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.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

Other Postemployment Benefit (OPEB) Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Actuarial Assumptions (Continued)

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 Trend Rate	Actual trend used for fiscal year 2019. For fiscal years on and after 2020, trend starts at 8.00% and 9.00% for non-Medicare cost and Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.50%. Additional trend rate of 0.31% is added to non-Medicare cost on and after 2022 to account for 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.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

Other Postemployment Benefit (OPEB) Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Discount Rate

The State, the District and active members contribute 1.24 percent, 0.92 percent, 1.24 percent of pay, respectively for fiscal year 2019. Retirees contribute a percentage of the premium rate. The State also contributes an additional amount to cover plan costs in excess of contributions and investment income. Because plan benefits are financed on a pay-as-you-go basis, the single discount rate is based on a tax-exempt municipal bond rate index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. A single discount rate of 3.62 percent at June 30, 2018, and 3.13 percent at June 30, 2019, was used to measure the total OPEB liability. The decrease in the single discount rate, from 3.62 percent to 3.13 percent, caused the total OPEB liability for the entire plan to increase by approximately \$2,296 million as of June 30, 2019.

Investment Return

During plan year end June 30, 2019, the trust earned \$397,000 in interest, and the market value of assets at June 30, 2019, is \$68 million. Given the low asset value and pay-as-you-go funding policy, the investment return assumption was set to zero.

Money-Weighted Rate of Return

The annual money-weighted rate of return was estimated based on monthly investment performance, net of investment expenses, adjusted for changing amounts actually invested. The annual money-weighted rate of return was 2.038% for plan year end June 30, 2019, and 1.301% for plan year end June 30, 2018.

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Discount

The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 3.13 percent, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.13 percent) or 1-percentage-point higher (4.13 percent) than the current rate:

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

Other Postemployment Benefit (OPEB) Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

	1% Decrease (2.13%)	Current Discount Rate (3.13%)	1% Increase (4.13%)
District's proportionate share of the net OPEB liability	\$ 35,727,779	\$ 29,714,638	\$ 24,965,546

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Healthcare

The following table shows the District's net OPEB liability as of June 30, 2019, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower. The key trend rates are 8.00% in 2020 decreasing to an ultimate trend rate of 4.81% in 2027, for non-Medicare coverage, and 9.00% in 2020 decreasing to an ultimate trend rate of 4.50% in 2027 for Medicare coverage.

	1% Decrease*	Current Healthcare Trend Rate	1% Increase**
District's proportionate share of the net OPEB liability	\$ 24,007,004	\$ 29,714,638	\$ 37,423,519

* One percentage point decrease in healthcare trend rates are 7.00% in 2020 decreasing to an ultimate trend rate of 3.81% in 2027, for non-Medicare coverage, and 8.00% in 2020 decreasing to an ultimate trend rate of 3.50% in 2027 for Medicare coverage.

** One percentage point increase in healthcare trend rates are 9.00% in 2020 decreasing to an ultimate trend rate of 5.81% in 2027, for non-Medicare coverage, and 10.00% in 2020 decreasing to an ultimate trend rate of 5.50% in 2027 for Medicare coverage.

2. Retiree Health Plan

Plan Description

The District administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The benefits, benefit levels, employee contributions and employer contributions are governed by the District and may be amended by the District through its employment contracts. The plan does not issue a separate financial report.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Benefits Provided

The plan provides the ability for retirees and their spouses to access the District's group health insurance plan during retirement. Eligible participants that retire from the District may continue their health care coverage, depending on length of service, by paying the monthly premium. The District subsidizes a portion of the cost for coverage for retired employees and their dependents.

Employees Covered by Benefit Terms

As of June 30, 2020 the following employees were covered by the benefit terms:

Active Employees	547
Inactive Employees Entitled to But Not Yet Receiving Benefits	-
Inactive Employees Currently Receiving Benefits	<u>16</u>
Total	<u><u>563</u></u>

Contributions

Retirees under the age of 65 contribute the full active employee equivalent rate. Retirees have the option of choosing from an HMO or PPO plan through the District. Premiums for the plan are set by the Board of Education. Currently, the District contributes 0 percent to 100 percent to postemployment benefits, which varies for different employee groups. For fiscal year 2020, the District contributed \$50,015 toward the cost of the postemployment benefits for retirees, which was 0.26% of covered payroll.

Total OPEB Liability

The total OPEB liability was determined by an actuarial valuation performed as of July 1, 2020 using the following actuarial methods and assumptions:

Actuarial valuation date	July 1, 2020
Measurement date	June 30, 2020
Actuarial cost method	Entry Age Normal

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Total OPEB Liability (Continued)

Actuarial Assumptions

Inflation	2.25%
Discount rate	2.21% *
Salary rate increase	2.50%
Healthcare inflation	7.40% initial 5.00% ultimate

Mortality rates

IMRF - RP-2014 with Blue Collar Adjustment and MP-2016 Improvement, weighted per IMRF Experience Study dated November 8, 2017. TRS - RP-2014 with White Collar Adjustment and MP-2017 Improvement, weighted per TRS Experience Study Report dated September 18, 2018.

Election at Retirement

30% of IMRF and TRS employees will elect District coverage at retirement.

Marital Status

50% of employees electing coverage continuation are assumed to be married and to elect spousal coverage with males three years older than females.

* In 2020, changes in assumptions related to the discount rate were made (3.50% to 2.21%).

Discount Rate

The District does not have a dedicated Trust to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). A rate of 3.50% is used, which is the Bond Buyer 20 year bond GO index as of June 30, 2020.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Changes in Total OPEB

The following table shows the components of the change in the District's net OPEB liability for the fiscal year ended June 30, 2020 based upon a rollforward actuarial valuation from the actuarial valuation performed July 1, 2019 to the fiscal year end:

	Total OPEB Liability (A)	Plan Fiduciary Net Position (B)	Net OPEB Liability (A) - (B)
Balances at July 1, 2019	\$ 2,385,748	\$ -	\$ 2,385,748
Changes for the year:			
Service cost	115,661	-	115,661
Interest on the total OPEB liability	81,652	-	81,652
Difference between expected and actual experience of the total OPEB liability	(1,369,272)	-	(1,369,272)
Changes in assumption and other inputs	103,669	-	103,669
Contributions - employer	-	50,015	(50,015)
Contributions - active and inactive	-	-	-
Net investment income	-	-	-
Benefit payments, including the implicit rate subsidy	(50,015)	(50,015)	-
Net Changes	<u>(1,118,305)</u>	<u>-</u>	<u>(1,118,305)</u>
Balances at June 30, 2020	<u>\$ 1,267,443</u>	<u>\$ -</u>	<u>\$ 1,267,443</u>

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

The following presents the plan's total OPEB liability, calculated using a Single Discount Rate of 3.50%, as well as what the plan's total OPEB liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher than the current rate:

	1% Lower (1.21%)	Current Discount Rate (2.21%)	1% Higher (3.21%)
Total OPEB Liability	<u>\$ 1,338,327</u>	<u>\$ 1,267,443</u>	<u>\$ 1,197,821</u>

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Trend Rate

The following presents the plan's net OPEB liability, calculated using a Healthcare Trend Rate range of 5.00% - 7.40%, as well as what the plan's net OPEB liability would be if it were calculated using a Healthcare Trend Rate range that is 1% lower or 1% higher than the current range:

	1 % Lower (Varies)	Current Healthcare Rate (5.00 - 7.40%)	1 % Higher (Varies)
	<u> </u>	<u> </u>	<u> </u>
Total OPEB Liability	\$ 1,134,363	\$ 1,267,443	\$ 1,421,884
	<u> </u>	<u> </u>	<u> </u>

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

For the year ended June 30, 2020 the District recognized OPEB expense of \$98,250. At June 30, 2020, 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
	<u> </u>	<u> </u>
Deferred Amounts to be Recognized in OPEB Expense in Future periods		
Differences between expected and actual experience	\$ -	\$ 1,254,971
Change of assumptions	148,476	-
	<u> </u>	<u> </u>
Total deferred amounts to be recognized in OPEB expense in peri	\$ 148,476	\$ 1,254,971
	<u> </u>	<u> </u>

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (Continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

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

<u>Year Ending June 30,</u>	<u>Net Deferred (Inflows) of Resources</u>
2021	\$ (99,063)
2022	(99,063)
2023	(99,063)
2024	(99,063)
2025	(99,063)
Thereafter	<u>(611,180)</u>
Total	<u>\$ (1,106,495)</u>

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE E - OTHER POSTEMPLOYMENT BENEFITS (Continued)

3. Summary of OPEB Items

Below is a summary of the various postemployment benefit items at June 30, 2020:

	<u>THIS</u>	<u>RHP</u>	<u>Total</u>
Deferred outflows of			
Employer contributions	\$ 258,023	\$ -	\$ 258,023
Assumptions	11,265	148,476	159,741
Proportionate Share	<u>1,396,769</u>	<u>-</u>	<u>1,396,769</u>
	<u>\$ 1,666,057</u>	<u>\$ 148,476</u>	<u>\$ 1,814,533</u>
OPEB liability	<u>\$ 29,714,638</u>	<u>\$ 1,267,443</u>	<u>\$ 30,982,081</u>
OPEB expense	<u>\$ 3,255,784</u>	<u>\$ 98,250</u>	<u>\$ 3,354,034</u>
Deferred inflows of			
Assumptions	\$ 3,406,265	\$ -	\$ 3,406,265
Experience	493,091	1,254,971	1,748,062
Investments	973	-	973
Proportionate Share	<u>1,085,826</u>	<u>-</u>	<u>1,085,826</u>
	<u>\$ 4,986,155</u>	<u>\$ 1,254,971</u>	<u>\$ 6,241,126</u>

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE F - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2020 was as follows:

	Balance July 1, 2019	Increases	Decreases	Revaluation * Adjustments	Balance June 30, 2020
Capital assets, not being depreciated					
Land	\$ 723,510	\$ -	\$ -	\$ -	\$ 723,510
Construction in progress	517,327	8,655,463	-	-	9,172,790
Total capital assets not being depreciated	1,240,837	8,655,463	-	-	9,896,300
Capital assets, being depreciated					
Buildings and building improvements	110,720,439	32,069	-	3,831,106	114,583,614
Furniture and equipment	18,392,828	164,307	-	(8,135,676)	10,421,459
Total capital assets being depreciated	129,113,267	196,376	-	(4,304,570)	125,005,073
Less accumulated depreciation for:					
Buildings and building improvements	47,977,677	3,071,481	-	3,854,519	54,903,677
Furniture and equipment	17,059,062	372,119	-	(8,680,742)	8,750,439
Total accumulated depreciation	65,036,739	3,443,600	-	(4,826,223)	63,654,116
Total capital assets being depreciated, net	64,076,528	(3,247,224)	-	521,653	61,350,957
Governmental activities capital assets, net	\$ 65,317,365	\$ 5,408,239	\$ -	\$ 521,653	\$ 71,247,257

* Revaluation adjustment in the current year due to the District performing a physical inventory and updating its capital asset records to agree to the inventory results.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE F - CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities	
General Government	
Regular programs	\$ 1,755,231
Special programs	244,289
Other instructional programs	230,461
Pupils	143,267
Instructional staff	81,999
General administration	80,719
School administration	58,632
Business	53,813
Operations and maintenance	238,090
Food service	57,126
Staff	499,974
	\$ 3,443,600

NOTE G - LONG-TERM LIABILITIES

The following is the long-term liability activity for the District for the year ended June 30, 2020.

	Balance July 1, 2019	Increases	Decreases	Balance June 30, 2020
General obligation bonds	\$ 78,165,000	\$ -	\$ 4,265,000	\$ 73,900,000
Debt certificates	893,901	-	148,983	744,918
Capital leases	211,423	75,286	44,080	242,629
Unamortized premiums	5,393,139	-	660,465	4,732,674
Early retirement incentive liability	343,862	161,613	113,890	391,585
RHP total other postemployment benefit liability	2,385,748	300,982	1,419,287	1,267,443
THIS net other postemployment benefit liability	28,092,919	2,329,334	707,615	29,714,638
IMRF net pension liability *	4,492,267	6,311,467	10,803,734	-
TRS net pension liability	2,773,192	1,343,763	1,372,737	2,744,218
Total long-term liabilities	\$ 122,751,451	\$ 10,522,445	\$ 19,535,791	\$ 113,738,105

* In FY 2020, the IMRF plan fiduciary net position exceeded the total pension liability, resulting in a net pension asset of \$1,902,182 (see note D).

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE G - LONG-TERM LIABILITIES (Continued)

Due within one year:

General obligation bonds	\$	3,855,000
Debt certificates		148,983
Capital lease		52,500
Early retirement incentive plan		128,284
		128,284

Total due within one year \$ 4,184,767

1. General Obligation Bonds

The summary of activity in bonds payable for the year ended June 30, 2020 is as follows:

	<u>Bonds Payable</u> <u>July 1, 2019</u>	<u>Debt Issued</u>	<u>Debt</u> <u>Retired</u>	<u>Bonds Payable</u> <u>June 30, 2020</u>
\$9,480,000 General Obligation Bonds, Series 2015A; due December 1, 2032, interest at 4.00%	\$ 9,480,000	-	\$ -	\$ 9,480,000
\$9,640,000 General Obligation Bonds, Series 2016A; due December 1, 2035, interest at 3.00% - 4.00%	9,640,000	-	-	9,640,000
\$12,220,000 General Obligation Bonds, Series 2016B; due December 1, 2020, interest at 4.00%	8,120,000	-	4,265,000	3,855,000

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE G - LONG-TERM LIABILITIES (Continued)

1. General Obligation Bonds (Continued)

	Bonds Payable July 1, 2019	Debt Issued	Debt Retired	Bonds Payable June 30, 2020
\$8,795,000 General Obligation Bonds, Series 2017; due December 1, 2027, interest at 4.00% - 5.00%	\$ 8,755,000	-	-	\$ 8,755,000
\$14,140,000 General Obligation Refunding Bonds, Series 2018; due December 1, 2027, interest at 2.90%	14,140,000	-	-	14,140,000
\$28,030,000 General Obligation Bonds, Series 2018A; due December 1, 2038, interest at 4.21%	28,030,000	-	-	28,030,000
Total	\$ 78,165,000	-	\$ 4,265,000	\$ 73,900,000

At June 30, 2020, the District's future cash flow requirements for retirement of bond principal and interest were as follows:

	Year Ending June 30	Principal	Interest	Total
2021	\$ 3,855,000	\$ 3,227,325	\$ 7,082,325	
2022	2,825,000	3,079,600	5,904,600	
2023	2,975,000	2,934,600	5,909,600	
2024	3,105,000	2,786,375	5,891,375	
2025	3,275,000	2,634,650	5,909,650	
2026 - 2030	17,790,000	10,796,875	28,586,875	
2031 - 2035	20,260,000	6,797,188	27,057,188	
2036 - 2039	19,815,000	1,754,225	21,569,225	
Total	\$ 73,900,000	\$ 34,010,838	\$ 107,910,838	

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE G - LONG-TERM LIABILITIES (Continued)

1. General Obligation Bonds (Continued)

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$4,990,772 in the Debt Service Fund to service the outstanding bonds payable.

The District is subject to the Illinois School Code, which limits the bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2020, the statutory debt limit for the District was \$166,197,815, of which \$91,310,268 is fully available.

2. Debt Certificates

The District has \$744,918 remaining in Qualified Zone Academy Bond, Series 2014A, interest at 0.57%, at June 30, 2020. The debt certificates mature on December 15, 2024. At June 30, 2020, annual debt service requirements to maturity for debt certificates are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 148,983	\$ 3,821	\$ 152,804
2022	148,983	2,972	151,955
2023	148,984	2,123	151,107
2024	148,984	1,274	150,258
2025	148,984	425	149,409
	<u>\$ 744,918</u>	<u>\$ 10,615</u>	<u>\$ 755,533</u>

The obligations for the debt certificates will be repaid from the Debt Service Fund with funds provided by the Operations and Maintenance Fund.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE G - LONG-TERM LIABILITIES (Continued)

3. Capital Leases

The District entered into a lease agreement dated July 6, 2016 for the acquisition of buses totaling \$313,925. The lease expires on July 7, 2021 and is payable annually at \$45,428 through July 2020 with a final payment due on July 7, 2021 of \$156,245. The obligations are paid from the Transportation Fund.

The District entered into a lease agreement dated November 5, 2019 for the acquisition of equipment totaling \$26,647. The lease expires on October 5, 2022 and is payable monthly at \$824 through October 2022. The obligations are paid from the Debt Service Fund with funding from the General (Educational Account) Fund.

The District entered into a lease agreement dated November 5, 2019 for the acquisition of equipment totaling \$45,638. The lease expires on October 5, 2024 and is payable monthly at \$761 through October 2024. The obligations are paid from the Debt Service Fund with funding from the General (Educational Account) Fund.

At June 30, 2020, the District's future cash flow requirements for retirement of lease payable principal and interest were as follows:

Year Ending June 30	Principal	Interest	Total
2021	\$ 52,500	\$ 11,939	\$ 64,439
2022	165,537	9,718	175,255
2023	12,422	-	12,422
2024	9,128	-	9,128
2025	3,042	-	3,042
	<u>\$ 242,629</u>	<u>\$ 21,657</u>	<u>\$ 264,286</u>

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE G - LONG-TERM LIABILITIES (Continued)

4. Early Retirement Incentive

The District has an early retirement incentive plan in which employees can notify the District of their intent to retire at the end of four upcoming school years. The employee shall receive a 6% increase in salary for each year up to retirement. This payment is paid to the employee over the course of the next four years. As of June 30, 2020, future obligations under these arrangements were as follows:

<u>Year Ending</u> <u>June 30,</u>	<u>Amount</u>
2021	\$ 128,284
2022	105,588
2023	90,521
2024	<u>67,192</u>
	<u>\$ 391,585</u>

NOTE H - SELF-INSURANCE

The District is self-insured for health and dental coverage for eligible employees and dependents. Plan participants are full-time employees who have completed the enrollment form and authorized the necessary employee contributions, if any. Participation begins the first day of the month following date of employment. Coverage can be continued during an approved leave of absence or as a retiree. The District utilizes a third-party administrator to process the plan claims.

Stop-loss insurance has been obtained to limit the District's liability for individual and aggregate claims. The stop-loss coverage limits for the HMO for the year ended June 30, 2020 were \$125,000 for individual claims and \$1,966,434 for aggregate claims. The stop-loss coverage limits for the PPO for the year ended June 30, 2020 were \$125,000 for individual claims and \$4,700,307 for aggregate claims.

For the years ended June 30, 2020 and 2019, changes in the liability for unpaid claims are summarized as follows:

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE H - SELF-INSURANCE (Continued)

	<u>2020</u>	<u>2019</u>
Unpaid claims, beginning of fiscal year	\$ 572,068	\$ 739,462
Incurred claims including claims incurred but not yet reported (IBNR)	5,786,815	5,732,651
Claims paid	<u>(5,715,375)</u>	<u>(5,900,045)</u>
Unpaid claims, end of fiscal year	<u>\$ 643,508</u>	<u>\$ 572,068</u>

NOTE I - INTERFUND TRANSFERS

The District transferred \$4,000,000 to the Operations and Maintenance Fund from the General (Educational Account) Fund, and then subsequently transferred \$4,500,000 from the Operations and Maintenance Fund to the Capital Projects Fund to fund future capital projects.

The District transferred \$12,673 from the General (Educational Account) Fund to the Debt Service Fund for payment of principal on capital leases.

The District transferred \$153,655 from the Operations and Maintenance Fund to the Debt Service Fund for payment of principal and interest on debt certificates.

NOTE J - OPERATING LEASES

The District has a noncancelable operating lease for copier equipment. The lease requires monthly base rents of \$7,985 and expires in August 2021. At June 30, 2020, future minimum lease payments for this lease were as follows:

Year Ending	Total
<u>June 30,</u>	<u></u>
2021	\$ 95,823
2022	<u>15,970</u>
Total	<u>\$ 111,793</u>

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE K - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The District purchases coverage against such risks. To protect the District from such risks, the District participates in the following public entity risk pools: School Employee Loss Fund (SELF) for worker's compensation claims and the Collective Liability Insurance Cooperative (CLIC) for casualty, property and liability protections. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that the pools will be self-sustaining through member premiums, and will reinsure through commercial companies for claims in excess of certain levels established by the pools. Settlements have not exceeded coverages for each of the past three fiscal years.

Complete financial statements for SELF can be obtained from its business office at 1111 South Dee Road, Park Ridge, Illinois 60068. Complete financial statements for CLIC can be obtained from its Treasurer at 624 Kenilworth, Grayslake, Illinois 60030.

The District continues to carry commercial insurance for all other risks of loss, including torts and professional liability insurance. Premiums have been recorded as expenditures in the appropriate funds. There have been no significant reductions in insurance coverage from coverage in the prior years. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE L - JOINT AGREEMENTS

The District is a member of a joint agreement that provides certain special education services to the residents of many school districts (the Proviso Area for Exceptional Children (PAEC)). Additionally, the District is a member of a joint agreement that provides vocational education programs and services to students enrolled from many school districts (Des Plaines Valley Region (DVR)). It is also a member of the risk management pools described in Note K. The District believes that, because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, these are not to be included as component units of the District.

NOTE M - CONSTRUCTION COMMITMENTS

As of June 30, 2020, the District is committed to approximately \$64,110,000 in the upcoming years, for various construction projects. These amounts will be paid from available funds.

Proviso Township High School District 209

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

NOTE N - CONTINGENCIES

1. Litigation

The District, in the normal course of business, is subject to various ongoing property tax appeals and objections, and general litigation. Although the outcome of these matters is not presently determinable, the resolution of these matters, should the outcome be unfavorable, could have a significant impact on future tax revenues and expenditures.

2. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

3. COVID-19

The direct and indirect impacts of the COVID-19 pandemic on the District's enrollment, vendors, operations, and financing arrangements are currently unknown, other than those mentioned below, as is the duration and severity of any impacts that the District may experience. Additionally, tax payors in Cook County have been granted an extension on the second installment payment for property tax (due August 1, 2020). Tax payors were given to October 1, 2020 to remit property tax payments without penalty, which could affect the timing of the District receiving those property taxes, and overall cash flows. While the District's evaluation is ongoing, management is currently unable to quantify the full effects that this pandemic will have on its operations, cash flows, and financial position; however, they may be significant. No adjustments have been made to these financial statements as a result of this uncertainty

NOTE O - SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 15, 2020, the date that these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the statement of position date that require disclosure in the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

Proviso Township High School District 209

MULTIYEAR SCHEDULES OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS

Illinois Municipal Retirement Fund Six Most Recent Fiscal Years

	2020	2019
Total pension liability		
Service cost	\$ 1,269,506	\$ 1,170,042
Interest on the total pension liability	4,554,903	4,473,663
Difference between expected and actual experience of the total pension liability	484,793	(142,985)
Assumption changes	-	1,661,676
Benefit payments and refunds	(4,089,507)	(3,979,921)
Net change in total pension liability	2,219,695	3,182,475
Total pension liability, beginning	64,236,252	61,053,777
Total pension liability, ending	\$ 66,455,947	\$ 64,236,252
 Plan fiduciary net position		
Contributions, employer	\$ 691,547	\$ 994,192
Contributions, employee	547,882	539,756
Net investment income (loss)	11,466,487	(3,849,968)
Benefit payments, including refunds of employee contributions	(4,089,507)	(3,979,921)
Other (net transfer)	(2,265)	382,223
Net change in plan fiduciary net position	8,614,144	(5,913,718)
Plan fiduciary net position, beginning	59,743,985	65,657,703
Plan fiduciary net position, ending	\$ 68,358,129	\$ 59,743,985
 Net pension liability (asset)	\$ (1,902,182)	\$ 4,492,267
 Plan fiduciary net position as a percentage of the total pension liability	102.86 %	93.01 %
 Covered valuation payroll	\$ 12,175,106	\$ 11,821,542
 Net pension liability as a percentage of covered valuation payroll	(15.62) %	38.00 %

Note: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015, therefore, 10 years of information is not available.

Note: Actuarial valuations are as of December 31, which is six months prior to the end of the fiscal year.

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	1,223,365	\$ 1,215,519	\$ 1,183,785	\$ 1,220,686
	4,518,068	4,394,439	4,220,684	3,899,352
	(146,696)	(166,848)	436,058	135,524
	(2,179,318)	(66,876)	64,971	2,319,318
	<u>(3,981,744)</u>	<u>(3,638,227)</u>	<u>(3,414,607)</u>	<u>(3,129,379)</u>
	(566,325)	1,738,007	2,490,891	4,445,501
	<u>61,620,102</u>	<u>59,882,095</u>	<u>57,391,204</u>	<u>52,945,703</u>
\$	<u><u>61,053,777</u></u>	<u><u>61,620,102</u></u>	<u><u>59,882,095</u></u>	<u><u>57,391,204</u></u>
\$	968,760	\$ 951,611	\$ 1,035,568	\$ 1,040,884
	509,279	484,418	485,687	471,697
	10,514,475	3,923,861	288,463	3,395,322
	(3,981,744)	(3,638,227)	(3,414,607)	(3,129,379)
	<u>(1,670,295)</u>	<u>377,053</u>	<u>184,208</u>	<u>391,261</u>
	6,340,475	2,098,716	(1,420,681)	2,169,785
	<u>59,317,228</u>	<u>57,218,512</u>	<u>58,639,193</u>	<u>56,469,408</u>
\$	<u><u>65,657,703</u></u>	<u><u>59,317,228</u></u>	<u><u>57,218,512</u></u>	<u><u>58,639,193</u></u>
\$	<u><u>(4,603,926)</u></u>	<u><u>2,302,874</u></u>	<u><u>2,663,583</u></u>	<u><u>(1,247,989)</u></u>
	107.54 %	96.26 %	95.55 %	102.17 %
\$	<u><u>11,317,293</u></u>	<u><u>10,764,824</u></u>	<u><u>10,779,967</u></u>	<u><u>10,478,898</u></u>
	(40.68) %	21.39 %	24.71 %	(11.91) %

Proviso Township High School District 209
MULTIYEAR SCHEDULE OF CONTRIBUTIONS
 Illinois Municipal Retirement Fund
Six Most Recent Fiscal Years

<u>Year</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a % of Covered Valuation Payroll</u>
2020	\$ 691,546 *	\$ 691,547	\$ (1)	\$ 12,175,106	5.68 %
2019	994,192	994,192	-	11,821,542	8.41
2018	968,760	968,760	-	11,317,293	8.56
2017	951,610	951,611	(1)	10,764,824	8.84
2016	1,001,459	1,035,568	(34,109)	10,779,967	9.61
2015	1,040,554	1,040,884	(330)	10,478,898	9.93

* Estimated based on contribution rate of 5.68% and covered valuation payroll of \$12,175,106 (most recent information available).

Note: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015, therefore, 10 years of information is not available.

Proviso Township High School District 209
MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
Teachers' Retirement System of the State of Illinois
Six Most Recent Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net pension liability	0.0033834058 %	0.0035578904 %	0.0124055777 %
District's proportionate share of the net pension liability	\$ 2,744,218	\$ 2,773,192	\$ 9,477,631
State's proportionate share of the net pension liability associated with the District	<u>195,303,024</u>	<u>189,975,267</u>	<u>191,024,360</u>
Total	<u>\$ 198,047,242</u>	<u>\$ 192,748,459</u>	<u>\$ 200,501,991</u>
District's covered employee payroll	\$ 26,473,743	\$ 25,298,195	\$ 25,720,999
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	10.37 %	10.96 %	36.85 %
Plan fiduciary net position as a percentage of the total pension liability	39.60 %	40.00 %	39.30 %

Note 1: Actuarial valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net pension liability is reported.

Note 2: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015, therefore, 10 years of information is not available.



<u>2017</u>	<u>2016</u>	<u>2015</u>
0.0110000000 %	0.0082000000 %	0.0102000000 %
\$ 8,709,160	\$ 5,403,715	\$ 6,197,569
<u>176,398,253</u>	<u>68,367,205</u>	<u>212,827,875</u>
\$ <u>185,107,413</u>	\$ <u>73,770,920</u>	\$ <u>219,025,444</u>
\$ 24,324,231	\$ 22,775,787	\$ 23,255,026

35.80 % 23.73 % 26.65 %

36.40 % 41.50 % 43.00 %

Proviso Township High School District 209
MULTIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS
Teachers' Retirement System of the State of Illinois
Six Most Recent Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contribution	\$ 153,548	\$ 146,730	\$ 256,648
Contributions in relation to the contractually required contribution	<u>153,227</u>	<u>147,827</u>	<u>260,523</u>
Contribution deficiency (excess)	\$ <u>321</u>	\$ <u>(1,097)</u>	\$ <u>(3,875)</u>
District's covered-employee payroll	\$ 28,045,967	\$ 26,473,743	\$ 25,298,195
Contributions as a percentage of covered-employee payroll	0.55 %	0.56 %	1.03 %

Note 1: Actuarial valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net pension liability is reported.

Note: The District implemented GASB 68 beginning with its fiscal year ended June 30, 2015, therefore 10 years of information is not available.

<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 445,045	\$ 429,892	\$ 357,875
<u>520,166</u>	<u>438,531</u>	<u>368,870</u>
\$ <u>(75,121)</u>	\$ <u>(8,639)</u>	\$ <u>(10,995)</u>
\$ 25,720,999	\$ 24,324,231	\$ 22,775,787
2.02 %	1.80 %	1.62 %

Proviso Township High School District 209

MULTIYEAR SCHEDULE OF CHANGES IN TOTAL OTHER POSTEMPLOYMENT BENEFITS (OPEB) LIABILITY AND RELATED RATIOS

Retiree Health Plan

Three Most Recent Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability			
Service cost	\$ 115,661	\$ 134,705	\$ 122,746
Interest on the total OPEB liability	81,652	77,838	79,599
Difference between expected and actual experience of the total OPEB liability	(1,369,272)	-	-
Change in assumption and other inputs	103,669	66,629	-
Benefit payments, including the implicit rate subsidy	<u>(50,015)</u>	<u>(101,477)</u>	<u>(102,235)</u>
Net change in total OPEB liability	(1,118,305)	177,695	100,110
Total OPEB liability, beginning	<u>2,385,748</u>	<u>2,208,053</u>	<u>2,107,943</u>
Total OPEB liability, ending	<u><u>\$ 1,267,443</u></u>	<u><u>\$ 2,385,748</u></u>	<u><u>\$ 2,208,053</u></u>
Plan fiduciary net position			
Contributions, employer	\$ 50,015	\$ 101,477	\$ 102,235
Contributions, employee	-	-	-
Net investment income	-	-	-
Benefit payments, including refunds of employee contributions	(50,015)	(101,477)	(102,235)
Other (net transfer)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in plan fiduciary net position	-	-	-
Plan fiduciary net position, beginning	<u>-</u>	<u>-</u>	<u>-</u>
Plan fiduciary net position, ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Net OPEB liability	<u><u>\$ 1,267,443</u></u>	<u><u>\$ 2,385,748</u></u>	<u><u>\$ 2,208,053</u></u>
Plan fiduciary net position as a percentage of the total OPEB liability	0.00 %	0.00 %	0.00 %
Covered Valuation Payroll	\$ 41,195,756	\$ 39,282,453	\$ 29,252,575
Net OPEB liability as a percentage of covered valuation payroll	3.08 %	6.07 %	7.55 %

Note: The District implemented GASB 75 beginning with its fiscal year ended June 30, 2018 therefore 10 years of information is not available.

Proviso Township High School District 209
MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET OTHER POSTEMPLOYMENT BENEFIT (OPEB) LIABILITY
Teacher Health Insurance Security Fund
Three Most Recent Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net OPEB liability	0.00107360 %	0.106631 %	0.111681 %
District's proportionate share of the net OPEB liability	\$ 29,714,638	\$ 28,092,919	\$ 28,980,612
State's proportionate share of the net OPEB liability associated with the District	<u>40,237,411</u>	<u>37,722,732</u>	<u>38,058,745</u>
Total	<u>\$ 69,952,049</u>	<u>\$ 65,815,651</u>	<u>\$ 67,039,357</u>
District's covered payroll	\$ 26,473,743	\$ 25,298,195	\$ 25,720,999
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	112.24%	111.05%	112.67%
Plan fiduciary net position as a percentage of the total OPEB liability	0.25%	-0.07%	-0.17%

Note 1: Actuarial valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net OPEB liability is reported.

Note 2: The District implemented GASB 75 beginning with its fiscal year ended June 30, 2018 therefore 10 years of information is not available.

Proviso Township High School District 209
MUTLIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS
Teacher Health Insurance Security Fund
Three Most Recent Fiscal Years

	2020	2019	2018
Contractually required contribution	\$ 243,558	\$ 222,624	\$ 216,056
Contributions in relation to the contractually required contribution	242,764	222,445	215,810
Contribution excess (deficiency)	\$ (794)	\$ (179)	\$ (246)
District's covered payroll	\$ 28,045,967	\$ 26,473,743	\$ 25,298,195
Contributions as a percentage of covered payroll	0.87%	0.84%	0.85%

Note 1: Actuarial valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net OPEB liability is reported.

Note: The District implemented GASB 75 beginning with its fiscal year ended June 30, 2018 therefore 10 years of information is not available.

Proviso Township High School District 209

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019 Actual
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	
Revenues					
Local sources					
General levy	\$45,415,837	\$ 45,415,837	\$ 45,145,865	\$ (269,972)	\$ 42,996,256
Corporate personal property replacement taxes	2,884,260	2,884,260	3,152,008	267,748	2,854,559
Summer school tuition from pupils or parents	20,000	20,000	807	(19,193)	22,382
Summer school tuition from other sources	47,000	47,000	-	(47,000)	-
Interest on investments	382,000	382,000	823,314	441,314	755,333
Sales to pupils - lunch	33,000	33,000	49,678	16,678	48,307
Sales to adults	11,000	11,000	14,061	3,061	9,614
Admissions - athletic	35,100	35,100	38,065	2,965	31,767
Fees	344,000	344,000	254,856	(89,144)	347,204
Book store sales	-	-	17,929	17,929	-
Other district/school activity revenue	20,000	20,000	3,998	(16,002)	20,081
Sales - regular textbook	13,500	13,500	17,153	3,653	12,784
Refund of prior years' expenditures	851,446	851,446	898,721	47,275	851,688
Payments of surplus moneys from TIF districts	50,000	50,000	133,362	83,362	393,471
Drivers' education fees	-	-	13,172	13,172	51,046
Sale of vocational projects	-	-	-	-	268,771
Other	382,200	382,200	593,137	210,937	369,995
Total local sources	50,489,343	50,489,343	51,156,126	666,783	49,033,258
State sources					
Evidence Based Funding Formula	16,347,307	16,347,307	16,579,668	232,361	15,694,017
Special Education - Private Facility Tuition	641,000	641,000	449,990	(191,010)	659,493
Special Education - Orphanage - Individual Summer Individual	580,000	580,000	844,952	264,952	444,546
Improvement (CTEI)	30,000	30,000	74,716	44,716	29,079
State Free Lunch & Breakfast	70,000	70,000	116,804	46,804	109,063
State Free Lunch & Breakfast	22,000	22,000	18,882	(3,118)	24,533
Driver Education	100,000	100,000	110,862	10,862	77,547
Other restricted revenue from state sources	40,000	40,000	98,644	58,644	46,797
Total state sources	17,830,307	17,830,307	18,294,518	464,211	17,085,075
Federal sources					
National School Lunch Program	1,100,000	1,100,000	913,975	(186,025)	1,060,799
School Breakfast Program	250,000	250,000	226,461	(23,539)	240,460
Summer Food Service Admin/Program	-	-	223,618	223,618	-

(Continued)

Proviso Township High School District 209

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019 Actual
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	
Federal sources (Continued)					
Title I - Low Income	\$ 2,100,000	\$ 2,100,000	\$ 1,688,626	\$ (411,374)	\$ 2,192,344
Title I - Other	-	-	287,888	287,888	-
Title IV - Student Support & Academic Enrichment Grant	-	-	56,197	56,197	-
Federal Special Education - IDEA Flow Through	1,400,000	1,400,000	45,845	(1,354,155)	-
Federal Special Education - IDEA Room & Board	-	-	147,500	147,500	94,653
CTE - Perkins-Title III E Tech Prep	300,000	300,000	244,998	(55,002)	287,511
Other ARRA Funds - IV	(150,000)	(150,000)	-	150,000	-
Race to the Top Program	-	6,912	-	(6,912)	-
Title III - Instruction for English Learners & Immigrant Students	1,000	1,000	-	(1,000)	500
Title III - English Language Acquisition	78,000	78,000	70,964	(7,036)	43,999
Title II - Teacher Quality	340,000	340,000	195,556	(144,444)	279,370
Medicaid Matching Funds - Administrative Outreach	500,000	500,000	22,410	(477,590)	-
Medicaid Matching Funds - Fee-For-Service Program	-	-	346,962	346,962	675,335
Other Restricted Revenue from Federal Sources	-	-	241,166	241,166	-
Total federal sources	<u>5,919,000</u>	<u>5,925,912</u>	<u>4,712,166</u>	<u>(1,213,746)</u>	<u>4,874,971</u>
Total revenues	<u>74,238,650</u>	<u>74,245,562</u>	<u>74,162,810</u>	<u>(82,752)</u>	<u>70,993,304</u>
Expenditures					
Instruction					
Regular programs					
Salaries	17,206,739	17,238,347	16,849,542	388,805	16,223,524
Employee benefits	3,676,621	3,681,311	3,996,224	(314,913)	3,204,621
Purchased services	393,934	357,316	225,303	132,013	198,839
Supplies and materials	589,678	480,066	325,893	154,173	274,757
Capital outlay	21,500	93,785	-	93,785	-
Other objects	15,200	20,991	13,584	7,407	16,659
Non-capitalized equipment	62,704	111,864	97,355	14,509	29,078
Termination benefits	30,000	30,000	-	30,000	-
Total	<u>21,996,376</u>	<u>22,013,680</u>	<u>21,507,901</u>	<u>505,779</u>	<u>19,947,478</u>

(Continued)

Proviso Township High School District 209

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019 Actual
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	
Pre-K programs					
Salaries	\$ 69,944	\$ 69,944	\$ -	\$ 69,944	\$ -
Employee benefits	29	29	-	29	-
Total	<u>69,973</u>	<u>69,973</u>	<u>-</u>	<u>69,973</u>	<u>-</u>
Special education programs					
Salaries	4,006,627	4,006,627	3,977,484	29,143	3,805,810
Employee benefits	986,294	986,294	1,063,492	(77,198)	893,073
Purchased services	88,088	88,088	39,377	48,711	78,268
Supplies and materials	69,537	69,537	29,796	39,741	40,685
Other objects	3,000	3,000	4,193	(1,193)	2,765
Non-capitalized equipment	-	-	-	-	1,789
Total	<u>5,153,546</u>	<u>5,153,546</u>	<u>5,114,342</u>	<u>39,204</u>	<u>4,822,390</u>
Remedial and Supplemental programs K-12					
Salaries	295,432	281,072	131,660	149,412	402,243
Employee benefits	42,455	23,638	20,344	3,294	39,735
Purchased services	244,896	235,608	53,503	182,105	214,967
Supplies and materials	17,577	6,046	3,296	2,750	6,875
Non-capitalized equipment	326,792	326,792	87,990	238,802	326,791
Total	<u>927,152</u>	<u>873,156</u>	<u>296,793</u>	<u>576,363</u>	<u>990,611</u>
CTE programs					
Salaries	715,976	715,976	627,399	88,577	627,361
Employee benefits	101,023	101,023	100,010	1,013	118,463
Purchased services	173,506	124,066	111,896	12,170	97,954
Supplies and materials	203,472	92,132	94,025	(1,893)	121,012
Capital outlay	115,669	69,344	141,894	(72,550)	48,194
Other objects	226,400	1,941	1,772	169	226,084
Non-capitalized equipment	248,596	103,553	20,429	83,124	150,874
Total	<u>1,784,642</u>	<u>1,208,035</u>	<u>1,097,425</u>	<u>110,610</u>	<u>1,389,942</u>
Interscholastic programs					
Salaries	1,335,047	1,335,047	1,342,985	(7,938)	1,256,204
Employee benefits	148,233	148,233	151,392	(3,159)	123,171
Purchased services	403,975	424,985	313,679	111,306	358,476
Supplies and materials	420,100	373,374	250,076	123,298	318,120
Capital outlay	42,000	45,400	12,205	33,195	23,029
Other objects	34,700	40,545	21,896	18,649	19,040
Non-capitalized equipment	48,500	71,683	41,694	29,989	52,713
Total	<u>2,432,555</u>	<u>2,439,267</u>	<u>2,133,927</u>	<u>305,340</u>	<u>2,150,753</u>

(Continued)

Proviso Township High School District 209

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019 Actual
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	
Summer school programs					
Salaries	\$ 525,204	\$ 525,204	\$ 438,733	\$ 86,471	\$ 357,151
Employee benefits	3,297	3,297	6,268	(2,971)	2,311
Purchased services	14,000	14,000	53,848	(39,848)	28,827
Supplies and materials	15,000	15,000	21,342	(6,342)	22,013
Other objects	-	-	19,000	(19,000)	-
Non-capitalized equipment	-	-	1,219	(1,219)	-
Total	<u>557,501</u>	<u>557,501</u>	<u>540,410</u>	<u>17,091</u>	<u>410,302</u>
Gifted programs					
Purchased services	86,900	94,081	-	94,081	-
Supplies and materials	37,900	23,563	-	23,563	-
Other objects	1,250	19,400	-	19,400	-
Non-capitalized equipment	-	3,780	-	3,780	-
Total	<u>126,050</u>	<u>140,824</u>	<u>-</u>	<u>140,824</u>	<u>-</u>
Drivers education programs					
Salaries	45,688	45,688	31,208	14,480	50,744
Employee benefits	82	82	566	(484)	260
Purchased services	69,245	36,697	32,185	4,512	23,512
Supplies and materials	40,585	23,573	9,582	13,991	20,139
Non-capitalized equipment	3,000	1,500	-	1,500	-
Total	<u>158,600</u>	<u>107,540</u>	<u>73,541</u>	<u>33,999</u>	<u>94,655</u>
Bilingual programs					
Salaries	65,925	83,425	77,961	5,464	249,640
Employee benefits	15,944	15,869	15,035	834	35,496
Supplies and materials	-	23,666	3,410	20,256	-
Non-capitalized equipment	7,549	-	-	-	7,549
Total	<u>89,418</u>	<u>122,960</u>	<u>96,406</u>	<u>26,554</u>	<u>292,685</u>
Truant's alternative and optional programs					
Salaries	6,408	6,408	-	6,408	6,408
Employee benefits	-	-	-	-	36
Purchased services	16,807	16,277	3,299	12,978	4,160
Supplies and materials	7,341	7,295	1,482	5,813	991
Total	<u>30,556</u>	<u>29,980</u>	<u>4,781</u>	<u>25,199</u>	<u>11,595</u>

(Continued)

Proviso Township High School District 209

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019 Actual
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	
Special Education K-12 Programs					
Private Tuition	\$ 2,440,000	\$ 2,440,000	\$ 3,531,698	\$ (1,091,698)	\$ 2,575,078
Total instruction	<u>35,766,369</u>	<u>35,156,462</u>	<u>34,397,224</u>	<u>759,238</u>	<u>32,685,489</u>
Support services					
Pupils					
Attendance and social work services					
Salaries	1,817,492	1,817,492	2,150,719	(333,227)	1,820,715
Employee benefits	210,939	210,939	240,896	(29,957)	202,801
Purchased services	4,000	5,000	961	4,039	400
Supplies and materials	36,500	39,962	21,767	18,195	20,983
Other objects	<u>32,700</u>	<u>31,700</u>	<u>856</u>	<u>30,844</u>	<u>8,340</u>
Total	<u>2,101,631</u>	<u>2,105,093</u>	<u>2,415,199</u>	<u>(310,106)</u>	<u>2,053,239</u>
Guidance services					
Salaries	1,923,898	1,923,898	1,941,992	(18,094)	1,519,254
Employee benefits	427,887	380,480	461,409	(80,929)	268,455
Purchased services	161,168	126,309	57,234	69,075	85,443
Supplies and materials	9,700	9,407	5,128	4,279	7,370
Non-capitalized equipment	<u>500</u>	<u>655</u>	<u>655</u>	<u>-</u>	<u>-</u>
Total	<u>2,523,153</u>	<u>2,440,749</u>	<u>2,466,418</u>	<u>(25,669)</u>	<u>1,880,522</u>
Health services					
Salaries	274,303	274,303	271,078	3,225	262,431
Employee benefits	58,815	58,815	58,450	365	73,056
Purchased services	2,650	2,650	2,167	483	52
Supplies and materials	<u>6,100</u>	<u>6,063</u>	<u>53,947</u>	<u>(47,884)</u>	<u>5,567</u>
Total	<u>341,868</u>	<u>341,831</u>	<u>385,642</u>	<u>(43,811)</u>	<u>341,106</u>
Other support services - pupils					
Salaries	2,151,349	2,151,349	1,987,137	164,212	2,066,216
Employee benefits	560,004	560,004	578,047	(18,043)	568,833
Purchased services	378,900	340,933	110,968	229,965	157,985
Supplies and materials	87,825	88,366	58,716	29,650	58,136
Capital outlay	3,560	3,596	3,596	-	-
Other objects	600	600	-	600	450
Non-capitalized equipment	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>	<u>3,560</u>
Total	<u>3,183,238</u>	<u>3,145,848</u>	<u>2,738,464</u>	<u>407,384</u>	<u>2,855,180</u>
Total pupils	<u>8,149,890</u>	<u>8,033,521</u>	<u>8,005,723</u>	<u>27,798</u>	<u>7,130,047</u>

(Continued)

Proviso Township High School District 209

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019 Actual
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	
Instructional staff					
Improvement of instruction services					
Salaries	\$ 759,033	\$ 745,616	\$ 876,649	\$ (131,033)	\$ 895,953
Employee benefits	142,467	143,512	236,649	(93,137)	178,461
Purchased services	1,126,224	925,625	689,439	236,186	495,246
Supplies and materials	864,367	793,403	658,898	134,505	286,522
Other objects	2,000	2,000	1,844	156	2,285
Non-capitalized equipment	23,500	23,500	-	23,500	17,572
Total	2,917,591	2,633,656	2,463,479	170,177	1,876,039
Educational media services					
Salaries	289,861	289,861	279,950	9,911	241,303
Employee benefits	54,324	55,210	55,990	(780)	32,931
Supplies and materials	58,811	58,680	35,386	23,294	32,293
Other objects	500	500	-	500	169
Non-capitalized equipment	550	677	676	1	-
Total	404,046	404,928	372,002	32,926	306,696
Assessment and testing					
Salaries	200,482	209,575	197,519	12,056	181,000
Employee benefits	53,448	53,448	56,968	(3,520)	14,292
Purchased services	284,129	314,551	332,418	(17,867)	233,876
Supplies and materials	38,775	14,888	2,955	11,933	13,472
Other objects	200	200	138	62	159
Total	577,034	592,662	589,998	2,664	442,799
Total instructional staff	3,898,671	3,631,246	3,425,479	205,767	2,625,534
General administration					
Board of education services					
Salaries	-	-	-	-	394
Purchased services	1,974,500	1,958,735	1,833,616	125,119	2,016,997
Supplies and materials	7,332	6,200	5,282	918	2,552
Other objects	89,601	86,850	47,164	39,686	29,740
Total	2,071,433	2,051,785	1,886,062	165,723	2,049,683
Executive administration services					
Salaries	364,413	364,413	402,697	(38,284)	347,523
Employee benefits	96,275	96,275	96,324	(49)	82,091

(Continued)

Proviso Township High School District 209

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Executive administration services (continued)					
Purchased services	\$ 15,100	\$ 35,100	\$ 15,828	\$ 19,272	\$ 11,414
Supplies and materials	1,094	1,000	-	1,000	619
Other objects	<u>5,586</u>	<u>5,586</u>	<u>2,407</u>	<u>3,179</u>	<u>3,666</u>
Total	<u>482,468</u>	<u>502,374</u>	<u>517,256</u>	<u>(14,882)</u>	<u>445,313</u>
Special area administrative services					
Supplies and materials	1,226	-	-	-	-
Other objects	<u>7,037</u>	<u>4,286</u>	<u>95</u>	<u>4,191</u>	<u>-</u>
Total	<u>8,263</u>	<u>4,286</u>	<u>95</u>	<u>4,191</u>	<u>-</u>
Tort immunity services					
Employee benefits	11,721	11,721	100,766	(89,045)	156,810
Other objects	<u>-</u>	<u>-</u>	<u>15,000</u>	<u>(15,000)</u>	<u>-</u>
Total	<u>11,721</u>	<u>11,721</u>	<u>115,766</u>	<u>(104,045)</u>	<u>156,810</u>
Total general administration	<u>2,573,885</u>	<u>2,570,166</u>	<u>2,519,179</u>	<u>50,987</u>	<u>2,651,806</u>
School administration					
Office of the principal services					
Salaries	2,446,925	2,415,317	2,372,132	43,185	2,149,241
Employee benefits	419,504	419,504	450,569	(31,065)	528,100
Purchased services	125,450	125,495	68,212	57,283	37,683
Supplies and materials	70,000	184,581	63,265	121,316	235,815
Capital outlay	29,000	9,271	-	9,271	-
Other objects	25,625	43,444	24,743	18,701	30,619
Non-capitalized equipment	<u>170,000</u>	<u>77,746</u>	<u>13,137</u>	<u>64,609</u>	<u>11,167</u>
Total	<u>3,286,504</u>	<u>3,275,358</u>	<u>2,992,058</u>	<u>283,300</u>	<u>2,992,625</u>
Other support services - school administration					
Salaries	104,017	104,017	102,480	1,537	100,470
Employee benefits	<u>22,124</u>	<u>22,124</u>	<u>22,887</u>	<u>(763)</u>	<u>17,135</u>
Total	<u>126,141</u>	<u>126,141</u>	<u>125,367</u>	<u>774</u>	<u>117,605</u>
Total school administration	<u>3,412,645</u>	<u>3,401,499</u>	<u>3,117,425</u>	<u>284,074</u>	<u>3,110,230</u>

(Continued)

Proviso Township High School District 209

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019 Actual
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	
Business					
Direction of business support services					
Salaries	\$ 164,227	\$ 164,227	\$ 171,958	\$ (7,731)	\$ 153,872
Employee benefits	2,479	2,479	16,385	(13,906)	2,373
Purchased services	3,980	4,980	21,865	(16,885)	2,507
Supplies and materials	700	700	1,555	(855)	555
Other objects	-	340	340	-	-
Total	<u>171,386</u>	<u>172,726</u>	<u>212,103</u>	<u>(39,377)</u>	<u>159,307</u>
Fiscal services					
Salaries	671,867	687,240	686,391	849	634,959
Employee benefits	168,343	168,343	170,574	(2,231)	175,710
Purchased services	104,300	292,998	329,054	(36,056)	70,795
Supplies and materials	4,000	102,466	3,060	99,406	2,810
Capital outlay	-	46,325	-	46,325	-
Other objects	32,700	607,927	96,737	511,190	75
Non-capitalized equipment	<u>6,600</u>	<u>153,964</u>	<u>4,500</u>	<u>149,464</u>	<u>4,007</u>
Total	<u>987,810</u>	<u>2,059,263</u>	<u>1,290,316</u>	<u>768,947</u>	<u>888,356</u>
Operation and maintenance of plant services					
Employee benefits	2,750	2,750	3,300	(550)	-
Capital outlay	-	50,000	-	50,000	-
Total	<u>2,750</u>	<u>52,750</u>	<u>3,300</u>	<u>49,450</u>	<u>-</u>
Pupil transportation services					
Purchased services	<u>586,118</u>	<u>223,111</u>	<u>292,478</u>	<u>(69,367)</u>	<u>208,962</u>
Total	<u>586,118</u>	<u>223,111</u>	<u>292,478</u>	<u>(69,367)</u>	<u>208,962</u>
Food services					
Purchased services	1,668,000	1,668,000	1,264,966	403,034	1,350,429
Supplies and materials	3,500	3,500	-	3,500	1,009
Capital outlay	18,000	18,000	-	18,000	-
Other objects	-	-	-	-	1,170
Non-capitalized equipment	<u>9,775</u>	<u>9,775</u>	<u>-</u>	<u>9,775</u>	<u>13,977</u>
Total	<u>1,699,275</u>	<u>1,699,275</u>	<u>1,264,966</u>	<u>434,309</u>	<u>1,366,585</u>
Total business	<u>3,447,339</u>	<u>4,207,125</u>	<u>3,063,163</u>	<u>1,143,962</u>	<u>2,623,210</u>

(Continued)

Proviso Township High School District 209

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Central					
Information services					
Salaries	\$ 115,287	\$ 115,287	\$ 83,685	\$ 31,602	\$ 36,067
Employee benefits	212	212	7,754	(7,542)	144
Purchased services	162,767	162,767	143,589	19,178	77,890
Supplies and materials	1,000	5,000	4,603	397	220
Other objects	<u>12,500</u>	<u>8,500</u>	<u>450</u>	<u>8,050</u>	<u>-</u>
Total	<u>291,766</u>	<u>291,766</u>	<u>240,081</u>	<u>51,685</u>	<u>114,321</u>
Staff services					
Salaries	283,136	283,136	322,396	(39,260)	335,364
Employee benefits	85,381	85,381	93,790	(8,409)	65,900
Purchased services	171,000	179,284	113,126	66,158	138,932
Supplies and materials	28,427	28,427	11,922	16,505	12,418
Other objects	<u>12,500</u>	<u>4,216</u>	<u>1,916</u>	<u>2,300</u>	<u>3,041</u>
Total	<u>580,444</u>	<u>580,444</u>	<u>543,150</u>	<u>37,294</u>	<u>555,655</u>
Data processing services					
Salaries	1,050,225	1,050,225	1,143,633	(93,408)	1,006,355
Employee benefits	334,480	334,480	366,281	(31,801)	322,071
Purchased services	1,452,500	1,486,290	1,153,650	332,640	1,650,078
Supplies and materials	325,000	321,146	161,917	159,229	244,915
Capital outlay	2,350,000	945,508	487,475	458,033	2,551
Other objects	-	64	64	-	750
Non-capitalized equipment	<u>200,000</u>	<u>1,604,492</u>	<u>1,601,997</u>	<u>2,495</u>	<u>2,286,408</u>
Total	<u>5,712,205</u>	<u>5,742,205</u>	<u>4,915,017</u>	<u>827,188</u>	<u>5,513,128</u>
Total central	<u>6,584,415</u>	<u>6,614,415</u>	<u>5,698,248</u>	<u>916,167</u>	<u>6,183,104</u>
Other supporting services					
Supplies and materials	<u>31,604</u>	<u>31,604</u>	<u>29,097</u>	<u>2,507</u>	<u>30,614</u>
Total	<u>31,604</u>	<u>31,604</u>	<u>29,097</u>	<u>2,507</u>	<u>30,614</u>
Total support services	<u>28,098,449</u>	<u>28,489,576</u>	<u>25,858,314</u>	<u>2,631,262</u>	<u>24,354,545</u>
Community services					
Salaries	135,000	135,000	144,597	(9,597)	128,520
Employee benefits	17,945	19	18,057	(18,038)	40,956
Purchased services	461,680	269,108	131,976	137,132	148,438

(Continued)

Proviso Township High School District 209

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019 Actual
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	
Community services (Continued)					
Supplies and materials	\$ 95,419	\$ 55,940	\$ 23,697	\$ 32,243	\$ 11,492
Capital outlay	-	-	15,349	(15,349)	-
Non-capitalized equipment	-	-	608	(608)	-
Total	710,044	460,067	334,284	125,783	329,406
Payments for special education programs					
Other objects	-	-	10,499	(10,499)	-
Total	-	-	10,499	(10,499)	-
Other payments to in-state governmental units					
Purchased services	-	-	-	-	508,000
Total	-	-	-	-	508,000
Payments for special education programs - tuition					
Other objects	5,546,016	6,379,768	7,533,348	(1,153,580)	7,233,329
Payments for other programs - tuition					
Other objects	-	193,306	171,625	21,681	-
Other payments to in state government units					
Other objects	-	31,694	31,694	-	-
Total payments to other districts and other government units	5,546,016	6,604,768	7,747,166	(1,142,398)	7,741,329
Total expenditures	70,120,878	70,710,873	68,336,988	2,373,885	65,110,769
Excess (deficiency) of revenues over expenditures	4,117,772	3,534,689	5,825,822	2,291,133	5,882,535

(Continued)

Proviso Township High School District 209

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019 Actual
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	
Other financing sources (uses)					
Permanent transfer among funds	\$ (4,000,000)	\$ (4,000,000)	\$ (4,000,000)	\$ -	\$ (16,736,854)
Debt issuance	-	-	-	-	29,712,018
Premium on bonds sold	-	-	-	-	1,853,672
Others	-	-	-	-	-
Capital lease proceeds	-	-	75,286	75,286	-
Permanent transfer from working cash fund - abatement	-	-	-	-	(31,564,000)
Transfer to debt service fund for principal on capital leases	-	-	(12,673)	(12,673)	-
Transfer to capital projects fund	-	-	-	-	(4,000,000)
Total other financing sources (uses)	<u>(4,000,000)</u>	<u>(4,000,000)</u>	<u>(3,937,387)</u>	<u>62,613</u>	<u>(20,735,164)</u>
Net change to fund balance	<u>\$ 117,772</u>	<u>\$ (465,311)</u>	1,888,435	<u>\$ 2,353,746</u>	(14,852,629)
Fund balance, beginning of year			<u>23,846,419</u>		<u>38,699,048</u>
Fund balance, end of year			<u>\$ 25,734,854</u>		<u>\$ 23,846,419</u>

(Concluded)

Proviso Township High School District 209

Operations and Maintenance Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2020
 With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				2019 Actual
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	
Revenues					
Local sources					
General levy	\$ 9,399,641	\$ 9,399,641	\$ 9,177,316	\$ (222,325)	\$ 8,776,664
Corporate personal property replacement taxes	500,000	500,000	537,137	37,137	501,553
Interest on investments	64,000	64,000	112,220	48,220	70,782
Rentals	75,000	75,000	15,021	(59,979)	78,754
Refund of prior years' expenditures	30,000	30,000	43,801	13,801	17,830
Payments of surplus moneys from TIF districts	-	-	27,330	27,330	-
Other	2,000	2,000	5,798	3,798	633,700
Total local sources	10,070,641	10,070,641	9,918,623	(152,018)	10,079,283
State sources					
School Infrastructure - Maintenance Projects	-	-	50,000	50,000	-
Total state sources	-	-	50,000	50,000	-
Total revenues	10,070,641	10,070,641	9,968,623	(102,018)	10,079,283
Expenditures					
Operation and maintenance of plant services					
Salaries	4,613,317	4,527,333	4,427,075	100,258	4,426,983
Employee benefits	882,156	882,156	885,003	(2,847)	827,744
Purchased services	1,788,701	1,349,414	1,227,800	121,614	1,843,386
Supplies and materials	1,612,558	1,924,028	1,729,172	194,856	2,078,857
Capital outlay	206,570	257,377	338,678	(81,301)	31,065
Other objects	2,890	2,890	1,043	1,847	2,252
Non-capitalized equipment	68,129	231,124	361,305	(130,181)	68,996
Total	9,174,321	9,174,322	8,970,076	204,246	9,279,283
Total support services	9,174,321	9,174,322	8,970,076	204,246	9,279,283
Payments to other governmental units (in-state)					
Other objects	354,834	354,834	423,117	(68,283)	441,537
Total	354,834	354,834	423,117	(68,283)	441,537
Total other payments	354,834	354,834	423,117	(68,283)	441,537
Total expenditures	9,529,155	9,529,156	9,393,193	135,963	9,720,820
Excess of revenues over expenditures	541,486	541,485	575,430	33,945	358,463

(Continued)

Proviso Township High School District 209

Operations and Maintenance Fund

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Other financing sources (uses)					
Permanent transfer from working cash fund - abatement	\$ -	\$ -	\$ -	\$ -	\$ 28,030,000
Permanent transfer among funds	-	-	4,000,000	4,000,000	16,736,854
Permanent transfer among funds	-	-	-	-	(45,013,707)
Transfer to debt service fund for principal on debt certificates	-	-	(148,984)	(148,984)	-
Transfer to debt service fund for interest on debt certificates	-	-	(4,671)	(4,671)	-
Transfer to capital projects fund	<u>(500,000)</u>	<u>(500,000)</u>	<u>(4,500,000)</u>	<u>(4,000,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(500,000)</u>	<u>(500,000)</u>	<u>(653,655)</u>	<u>(153,655)</u>	<u>(246,853)</u>
Net change in fund balance	<u>\$ 41,486</u>	<u>\$ 41,485</u>	(78,225)	<u>\$ (119,710)</u>	111,610
Fund balance, beginning of year			<u>4,291,252</u>		<u>4,179,642</u>
Fund balance, end of year			<u>\$ 4,213,027</u>		<u>\$ 4,291,252</u>

(Concluded)

Proviso Township High School District 209

Transportation Fund

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020					2019 Actual
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget		
Revenues						
Local sources						
General levy	\$ 2,783,879	\$ 2,783,879	\$ 2,242,001	\$ (541,878)		\$ 2,124,120
Regular transportation fees from pupils or parents - in state	-	-	-	-		264
Interest on investments	30,000	30,000	71,295	41,295		50,201
Refund of prior years' expenditures	203,000	203,000	66,756	(136,244)		364,036
Payments of surplus moneys from TIF districts	-	-	6,703	6,703		-
Other	-	-	-	-		84,354
Total local sources	<u>3,016,879</u>	<u>3,016,879</u>	<u>2,386,755</u>	<u>(630,124)</u>		<u>2,622,975</u>
State sources						
Evidence Based Funding Formula	200,000	200,000	-	(200,000)		-
Transportation - Regular and Vocational	223,924	223,924	45,098	(178,826)		235,605
Transportation - Special Education	<u>2,208,502</u>	<u>2,208,502</u>	<u>2,050,354</u>	<u>(158,148)</u>		<u>2,792,690</u>
Total state sources	<u>2,632,426</u>	<u>2,632,426</u>	<u>2,095,452</u>	<u>(536,974)</u>		<u>3,028,295</u>
Total revenues	<u>5,649,305</u>	<u>5,649,305</u>	<u>4,482,207</u>	<u>(1,167,098)</u>		<u>5,651,270</u>
Expenditures						
Support services						
Pupil transportation services						
Salaries	116,735	116,735	73,460	43,275		118,975
Purchased services	4,899,000	4,899,000	4,061,415	837,585		4,805,000
Supplies and materials	35,000	35,000	21,249	13,751		25,425
Other objects	<u>510,000</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
Total	<u>5,560,735</u>	<u>5,050,735</u>	<u>4,156,124</u>	<u>894,611</u>		<u>4,949,400</u>
Total support services	<u>5,560,735</u>	<u>5,050,735</u>	<u>4,156,124</u>	<u>894,611</u>		<u>4,949,400</u>
Payment for special education programs						
Other objects	-	-	341,823	(341,823)		234,974
Total	<u>-</u>	<u>-</u>	<u>341,823</u>	<u>(341,823)</u>		<u>234,974</u>
Total nonprogrammed charges	<u>-</u>	<u>-</u>	<u>341,823</u>	<u>(341,823)</u>		<u>234,974</u>

(Continued)

Proviso Township High School District 209

Transportation Fund

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Expenditures (Continued)					
Capital leases					
Principal payments on long-term debt	\$ -	\$ -	\$ 31,407	\$ (31,407)	\$ 29,453
Bonds and other - interest	-	-	14,021	(14,021)	15,975
Total	-	-	45,428	(45,428)	45,428
Total debt service	-	-	45,428	(45,428)	45,428
Total expenditures	<u>5,560,735</u>	<u>5,050,735</u>	<u>4,543,375</u>	<u>507,360</u>	<u>5,229,802</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 88,570</u>	<u>\$ 598,570</u>	(61,168)	<u>\$ (659,738)</u>	421,468
Fund balance, beginning of year			<u>3,578,306</u>		<u>3,156,838</u>
Fund balance, end of year			<u>\$ 3,517,138</u>		<u>\$ 3,578,306</u>

(Concluded)

Proviso Township High School District 209
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Revenues					
Local sources					
General levy	\$ 552,873	\$ 552,873	\$ 500,563	\$ (52,310)	\$ 452,126
Social security/Medicare only levy	1,660,847	1,660,847	1,604,507	(56,340)	1,521,927
Corporate personal property replacement taxes	45,000	45,000	47,142	2,142	45,833
Interest on investments	20,000	20,000	37,670	17,670	25,999
Payments of surplus moneys from TIF districts	-	-	6,204	6,204	-
Total local sources	<u>2,278,720</u>	<u>2,278,720</u>	<u>2,196,086</u>	<u>(82,634)</u>	<u>2,045,885</u>
Total revenues	<u>2,278,720</u>	<u>2,278,720</u>	<u>2,196,086</u>	<u>(82,634)</u>	<u>2,045,885</u>
Expenditures					
Instruction					
Regular programs	241,838	241,838	254,404	(12,566)	265,070
Pre-K programs	36	36	-	36	-
Special education programs	128,752	128,752	148,025	(19,273)	144,921
supplemental programs K-12	7,877	2,076	-	2,076	-
Vocational educational programs	75,153	75,153	79,108	(3,955)	81,736
Interscholastic programs	34,744	34,744	90,342	(55,598)	81,904
Summer school programs	15,329	15,329	18,669	(3,340)	13,585
Drivers education programs	79	79	518	(439)	662
Bilingual programs	8,110	7,732	8,751	(1,019)	-
Total instruction	<u>511,918</u>	<u>505,739</u>	<u>599,817</u>	<u>(94,078)</u>	<u>587,971</u>
Support services					
Pupils					
Attendance and social work services	33,935	33,935	57,656	(23,721)	67,320
Guidance services	36,298	36,298	36,589	(291)	31,338
Health services	35,504	35,504	38,324	(2,820)	38,016
Other support services -pupils	226,874	226,874	276,338	(49,464)	291,518
Total pupils	<u>332,611</u>	<u>332,611</u>	<u>408,907</u>	<u>(76,296)</u>	<u>428,192</u>
Instructional staff					
Improvement of instruction services	29,282	29,282	34,904	(5,622)	27,581
Educational media services	10,791	10,791	11,417	(626)	9,115

(Continued)

Proviso Township High School District 209

Municipal Retirement / Social Security Fund

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Instructional staff (Continued)					
Assessment and testing	\$ 10,272	\$ 10,272	\$ 10,744	\$ (472)	\$ 9,667
Total instructional staff	<u>50,345</u>	<u>50,345</u>	<u>57,065</u>	<u>(6,720)</u>	<u>46,363</u>
General administration					
Executive administration services	<u>19,851</u>	<u>19,851</u>	<u>21,044</u>	<u>(1,193)</u>	<u>20,747</u>
Total general administration	<u>19,851</u>	<u>19,851</u>	<u>21,044</u>	<u>(1,193)</u>	<u>20,747</u>
School administration					
Office of the principal services	126,770	126,770	147,630	(20,860)	134,462
Other support services - school administration	<u>1,506</u>	<u>1,506</u>	<u>1,486</u>	<u>20</u>	<u>1,458</u>
Total school administration	<u>128,276</u>	<u>128,276</u>	<u>149,116</u>	<u>(20,840)</u>	<u>135,920</u>
Business					
Direction of business support services	\$ 2,381	\$ 2,381	\$ 2,353	\$ 28	\$ 41,128
Fiscal services	\$ 86,029	\$ 86,029	\$ 96,698	\$ (10,669)	\$ 41,821
maintenance of plant services	561,702	561,702	623,310	(61,608)	648,667
Pupil transportation services	<u>897</u>	<u>897</u>	<u>10,788</u>	<u>(9,891)</u>	<u>17,143</u>
Total business	<u>651,009</u>	<u>651,009</u>	<u>733,149</u>	<u>(82,140)</u>	<u>748,759</u>
Central					
Information services	15,337	15,337	12,116	3,221	10,398
Staff services	17,843	17,843	24,712	(6,869)	27,468
Data processing services	<u>140,369</u>	<u>140,369</u>	<u>152,396</u>	<u>(12,027)</u>	<u>145,925</u>
Total central	<u>173,549</u>	<u>173,549</u>	<u>189,224</u>	<u>(15,675)</u>	<u>183,791</u>
Total support services	<u>1,355,641</u>	<u>1,355,641</u>	<u>1,558,505</u>	<u>(202,864)</u>	<u>1,563,772</u>
Community services	<u>12,808</u>	<u>1,382</u>	<u>20,463</u>	<u>(19,081)</u>	<u>13,790</u>
Total expenditures	<u>1,880,367</u>	<u>1,862,762</u>	<u>2,178,785</u>	<u>(316,023)</u>	<u>2,165,533</u>

(Continued)

Proviso Township High School District 209
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Excess (deficiency) of revenues over expenditures	\$ 398,353	\$ 415,958	17,301	\$ (398,657)	(119,648)
Fund balance, beginning of year			1,481,795		1,601,443
Fund balance, end of year			\$ 1,499,096		\$ 1,481,795

(Concluded)

Proviso Township High School District 209

Notes to the Required Supplementary Information

June 30, 2020

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

Budgets are adopted on a basis consistent with generally accepted accounting principles, except that the District does not budget for "on-behalf" contributions from the state for the employer's share of the Teachers' Retirement System pension and the Teachers' Health Insurance Security Fund (see the budgetary reconciliation in the notes to the required supplementary information). Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

- a) 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.
- b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December each year, a tax levy ordinance is filed with the County Clerk to obtain tax revenues.
- d) Management is authorized to transfer budget amounts, provided that funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
- e) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- f) The budget amounts shown in the financial statements are as originally adopted by the Board of Education on September 10, 2019, and amended by the Board of Education on June 16, 2020.
- g) All budget appropriations lapse at the end of the fiscal year.

2. EXPENDITURES IN EXCESS OF BUDGETS

The following funds had expenditures in excess of budget at June 30, 2020:

<u>Funds</u>	<u>Variance</u>
Municipal Retirement/Social Security	\$ 316,023
Debt Service	15,249

Proviso Township High School District 209

Notes to the Required Supplementary Information

June 30, 2020

3. BUDGET RECONCILIATION

The Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds (GAAP basis) includes "on-behalf" payments received and made for the amounts contributed by the state of Illinois for the employer's share of the Teachers' Retirement System pension and the Teachers' Health Insurance Security Fund pension. The District does not budget for these amounts. The differences between the budget and GAAP basis are as follows:

	<u>Revenues</u>	<u>Expenditures</u>
General fund - budgetary basis	\$ 74,162,810	\$ 68,336,988
On-behalf payments received	12,889,749	-
On-behalf payments made	-	<u>12,889,749</u>
General fund - GAAP basis	<u>\$ 87,052,559</u>	<u>\$ 81,226,737</u>

4. CHANGES OF ASSUMPTIONS - TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Changes of Assumptions

For the 2019, 2018, 2017, and 2016 measurement years, the assumed investment rate of return was 7.00 percent, including an inflation rate of 2.50 percent and a real return of 4.50%. Salary increases were assumed to vary by service credit, but the rates of increase in the 2018 measurement year were slightly higher.

For the 2015 and 2014 measurement years, the assumed investment rate of return was 7.50 percent, including an inflation rate of 3.00 percent and real return of 4.50 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.

Proviso Township High School District 209

Notes to the Required Supplementary Information

June 30, 2020

4. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 IMRF CONTRIBUTION RATE*

Valuation Date:

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

Methods and Assumptions Used to Determine the 2019 Contribution Rate:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 24-year closed period Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 19 years for most employers (three employers were financed over 28 years and four other were financed over 29 years).
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	3.25%
Price Inflation	2.50%
Salary Increases	3.35% to 14.25%, including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 calculation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Proviso Township High School District 209

Notes to the Required Supplementary Information

June 30, 2020

4. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 IMRF CONTRIBUTION RATE* (Continued)

Other Information:

Notes There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2017 actuarial valuation.

Change in Assumptions:

For the 2019 and 2018 measurement year, the assumed investment rate of return was 7.50 percent, including an inflation rate of 2.50 percent and a real return of 4.75%.

For the 2017, 2016, 2015 and 2014 measurement years, the assumed investment rate of return was 7.50 percent, including an inflation rate of 2.50 percent and a real return of 5.00%.

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 THIS CONTRIBUTION RATE

Valuation Date:

Notes Actuarially determined contribution rates are calculated as of June 30 each year, 12 months prior to the fiscal year in which contributions are reported.

Valuation Date June 30, 2018

Measurement Date June 30, 2019

Fiscal Year End June 30, 2020

Methods and Assumptions Used to Determine the 2019 Contribution Rate:

Actuarial Cost Method Aggregate Entry Age Normal

Asset Valuation Method Market value

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

Single equivalent discount rate 3.13%

Price 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.

Proviso Township High School District 209

Notes to the Required Supplementary Information

June 30, 2020

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 THIS CONTRIBUTION RATE (Continued)

Methods and Assumptions Used to Determine the 2019 Contribution Rate: (Continued)

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 2019. For fiscal years on and after 2020, trend starts at 8.00% and 9.00% for non-Medicare cost and Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.50%. Additional trend rate of 0.31% is added to non-Medicare cost on and after 2022 to account for 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.

Change in Assumptions:

The Discount Rate was changed from 3.62% used in the Fiscal Year 2019 valuation to 3.13%, which is the Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

6. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 RHP CONTRIBUTION RATE

Valuation Date:

Valuation Date	July 1, 2020
Measurement Date	June 30, 2020
Fiscal Year End	June 30, 2020

Proviso Township High School District 209

Notes to the Required Supplementary Information

June 30, 2020

6. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2019 RHP CONTRIBUTION RATE (Continued)

Methods and Assumptions Used to Determine the 2020 Contribution Rate:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Straight-line
Remaining Amortization Period	11.98 years
Municipal Bond Index	3.50%
Asset Valuation Method	Market value
Investment Rate of Return	Not applicable
Price Inflation	2.50%
Salary Increases	2.25%
Retirement Rates	IMRF - Based on Rates from IMRF Experience Study Report dated November 8, 2017. TRS - Based on Rates from TRS Experience Study Report dated September 18, 2018
Election at Retirement	30% of IMRF and TRS employees will elect District coverage at retirement.
Mortality	IMRF - RP-2014 with Blue Collar Adjustment and MP-2016 Improvement, weighted per IMRF Experience Study dated November 8, 2017 TRS - RP-2014 with White Collar Adjustment and MP-2017 Improvement, weighted per TRS Experience Study Report dated September 18, 2018
Healthcare Cost Trend Rates	7.40, Initial 5.00, Ultimate

Change in Assumptions:

The Discount Rate was changed from 3.50% used in the Fiscal Year 2019 valuation to 2.21%, which is the Bond Buyer 20 year bond GO index as of June 30, 2020.

SUPPLEMENTARY FINANCIAL INFORMATION

Proviso Township High School District 209

General Fund

COMBINING BALANCE SHEET

June 30, 2020

	Educational Account	Tort Immunity and Judgment	Working Cash Account	Total
ASSETS				
Cash and investments	\$ 22,336,011	\$ 234,760	\$ 3,631,579	\$ 26,202,350
Receivables (net of allowance for uncollectibles):				
Property taxes	23,231,920	4,652	4,652	23,241,224
Replacement taxes	532,751	-	-	532,751
Intergovernmental	1,936,390	-	-	1,936,390
Prepaid items	589,665	-	-	589,665
 Total assets	<u>\$ 48,626,737</u>	<u>\$ 239,412</u>	<u>\$ 3,636,231</u>	<u>\$ 52,502,380</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 3,283,319	\$ -	\$ -	\$ 3,283,319
Salaries and benefits payable	108,302	-	-	108,302
Claims payable	581,739	-	-	581,739
 Total liabilities	<u>3,973,360</u>	<u>-</u>	<u>-</u>	<u>3,973,360</u>
DEFERRED INFLOWS				
Unavailable grant revenue	829,365	-	-	829,365
Property taxes levied for a future period	21,956,009	4,396	4,396	21,964,801
 Total deferred inflows	<u>22,785,374</u>	<u>4,396</u>	<u>4,396</u>	<u>22,794,166</u>
FUND BALANCES				
Nonspendable	589,665	-	-	589,665
Restricted	-	235,016	-	235,016
Assigned	4,569,462	-	-	4,569,462
Unassigned	16,708,876	-	3,631,835	20,340,711
 Total fund balance	<u>21,868,003</u>	<u>235,016</u>	<u>3,631,835</u>	<u>25,734,854</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 48,626,737</u>	<u>\$ 239,412</u>	<u>\$ 3,636,231</u>	<u>\$ 52,502,380</u>

Proviso Township High School District 209

General Fund

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2020

	Educational Account	Tort Immunity and Judgment	Working Cash Account	Total
Revenues				
Property taxes	\$ 45,130,415	\$ 7,725	\$ 7,725	\$ 45,145,865
Replacement taxes	3,152,008	-	-	3,152,008
State aid	31,184,267	-	-	31,184,267
Federal aid	4,712,166	-	-	4,712,166
Interest	555,247	5,090	262,977	823,314
Other	2,034,901	19	19	2,034,939
Total revenues	<u>86,769,004</u>	<u>12,834</u>	<u>270,721</u>	<u>87,052,559</u>
Expenditures				
Current:				
Instruction:				
Regular programs	21,507,901	-	-	21,507,901
Special programs	9,092,640	-	-	9,092,640
Other instructional programs	3,642,584	-	-	3,642,584
State retirement contributions	12,889,749	-	-	12,889,749
Support services:				
Pupils	8,002,127	-	-	8,002,127
Instructional staff	3,425,479	-	-	3,425,479
General administration	2,519,179	-	-	2,519,179
School administration	3,117,425	-	-	3,117,425
Business	2,767,385	-	-	2,767,385
Transportation	292,478	-	-	292,478
Operations and maintenance	3,300	-	-	3,300
Central	5,210,773	-	-	5,210,773
Other supporting services	29,097	-	-	29,097
Community services	318,935	-	-	318,935
Nonprogrammed charges	7,747,166	-	-	7,747,166
Capital outlay	660,519	-	-	660,519
Total expenditures	<u>81,226,737</u>	<u>-</u>	<u>-</u>	<u>81,226,737</u>
Excess of revenues over expenditures	<u>5,542,267</u>	<u>12,834</u>	<u>270,721</u>	<u>5,825,822</u>
Other financing sources (uses)				
Transfers out	(4,012,673)	-	-	(4,012,673)
Capital lease proceeds	75,286	-	-	75,286
Total other financing sources (uses)	<u>(3,937,387)</u>	<u>-</u>	<u>-</u>	<u>(3,937,387)</u>
Net change in fund balance	1,604,880	12,834	270,721	1,888,435
Fund balance, beginning of year	<u>20,263,123</u>	<u>222,182</u>	<u>3,361,114</u>	<u>23,846,419</u>
Fund balance, end of year	<u>\$ 21,868,003</u>	<u>\$ 235,016</u>	<u>\$ 3,631,835</u>	<u>\$ 25,734,854</u>

Proviso Township High School District 209

Debt Service Fund

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2020
With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Revenues					
Local sources					
General levy	\$ 5,728,183	\$ 5,728,183	\$ 5,744,897	\$ 16,714	\$ 5,584,457
Interest on investments	50,000	50,000	164,672	114,672	100,834
Payments of surplus moneys from TIF districts	-	-	17,400	17,400	-
Total local sources	<u>5,778,183</u>	<u>5,778,183</u>	<u>5,926,969</u>	<u>148,786</u>	<u>5,685,291</u>
Total revenues	<u>5,778,183</u>	<u>5,778,183</u>	<u>5,926,969</u>	<u>148,786</u>	<u>5,685,291</u>
Expenditures					
Bonds and other - interest	<u>7,654,725</u>	<u>7,808,403</u>	<u>3,394,396</u>	<u>4,414,007</u>	<u>2,656,934</u>
Total debt service - interest	7,654,725	7,808,403	3,394,396	4,414,007	2,656,934
Principal payments on long-term debt	-	-	<u>4,426,656</u>	<u>4,426,656</u>	<u>4,288,983</u>
Total	-	-	<u>2,600</u>	<u>(2,600)</u>	<u>750,524</u>
Total debt service	<u>7,654,725</u>	<u>7,808,403</u>	<u>7,823,652</u>	<u>(15,249)</u>	<u>7,696,441</u>
Total expenditures	<u>7,654,725</u>	<u>7,808,403</u>	<u>7,823,652</u>	<u>(15,249)</u>	<u>7,696,441</u>
Deficiency of revenues over expenditures	(1,876,542)	(2,030,220)	(1,896,683)	133,537	(2,011,150)
Debt issuance	-	-	-	-	12,457,982
Premium on bonds sold	-	-	-	-	1,886,395
Deposit with escrow agent	-	-	-	-	(15,275,755)
Transfer to pay principal on capital leases	-	-	12,673	12,673	-
Transfer to pay principal on debt certificates	-	-	148,984	148,984	-
Transfer to pay interest on debt certificates	-	-	4,671	4,671	-
Other sources not classified elsewhere	-	-	-	-	4,246,853
Total other financing sources	-	-	<u>166,328</u>	<u>166,328</u>	<u>3,315,475</u>
Net change in fund balance	<u>\$ (1,876,542)</u>	<u>\$ (2,030,220)</u>	<u>(1,730,355)</u>	<u>\$ 299,865</u>	<u>1,304,325</u>
Fund balance, beginning of year			<u>6,721,127</u>		<u>5,416,802</u>
Fund balance, end of year			<u>\$ 4,990,772</u>		<u>\$ 6,721,127</u>

(Concluded)

Proviso Township High School District 209

Capital Projects Fund

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL

For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Revenues					
Local sources					
Interest on investments	\$ 75,000	\$ 75,000	\$ 1,200,205	\$ 1,125,205	\$ 244,872
Total local sources	<u>75,000</u>	<u>75,000</u>	<u>1,200,205</u>	<u>1,125,205</u>	<u>244,872</u>
Total revenues	<u>75,000</u>	<u>75,000</u>	<u>1,200,205</u>	<u>1,125,205</u>	<u>244,872</u>
Expenditures					
Support services					
Facilities acquisition and construction services					
Purchased services	2,700,000	2,700,000	460,544	2,239,456	-
Capital outlay	10,000,000	10,000,000	7,955,701	2,044,299	1,851,837
Non-capitalized equipment	<u>-</u>	<u>-</u>	<u>7,538</u>	<u>(7,538)</u>	<u>-</u>
Total expenditures	<u>12,700,000</u>	<u>12,700,000</u>	<u>8,423,783</u>	<u>4,276,217</u>	<u>1,851,837</u>
Deficiency of revenues over expenditures	<u>(12,625,000)</u>	<u>(12,625,000)</u>	<u>(7,223,578)</u>	<u>5,401,422</u>	<u>(1,606,965)</u>
Other financing sources					
Permanent transfer from working cash fund - abatement	-	-	-	-	31,564,000
Transfer from Operations and Maintenance Fund	<u>4,500,000</u>	<u>4,500,000</u>	<u>4,500,000</u>	<u>-</u>	<u>16,736,854</u>
Total other financing sources	<u>4,500,000</u>	<u>4,500,000</u>	<u>4,500,000</u>	<u>-</u>	<u>48,300,854</u>
Net change in fund balance (deficit)	<u>\$ (8,125,000)</u>	<u>\$ (8,125,000)</u>	<u>(2,723,578)</u>	<u>\$ 5,401,422</u>	46,693,889
Fund balance, beginning of year			<u>63,946,348</u>		<u>17,252,459</u>
Fund balance (deficit), end of year			<u>\$ 61,222,770</u>		<u>\$ 63,946,348</u>

(Concluded)

Proviso Township High School District 209
 Fire Prevention and Safety Fund
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 For the Year Ended June 30, 2020
 With Comparative Actual Amounts for the Year Ended June 30, 2019

	2020				
	Original Budget	Original and Final Budget	Actual	Variance From Final Budget	2019 Actual
Revenues					
Local sources					
General levy	\$ 356,680	\$ 356,680	\$ 363,798	\$ 7,118	\$ 333,002
Interest on investments	11,000	11,000	30,197	19,197	15,946
Total local sources	<u>367,680</u>	<u>367,680</u>	<u>395,052</u>	<u>27,372</u>	<u>348,948</u>
Total revenues	<u>367,680</u>	<u>367,680</u>	<u>395,052</u>	<u>27,372</u>	<u>348,948</u>
Expenditures					
Support services					
Purchased services	115,000	115,000	-	115,000	3,349
Capital outlay	<u>235,000</u>	<u>235,000</u>	<u>4,280</u>	<u>230,720</u>	<u>14,975</u>
Total expenditures	<u>350,000</u>	<u>350,000</u>	<u>4,280</u>	<u>345,720</u>	<u>100,492</u>
Excess of revenues over expenditures	<u>17,680</u>	<u>17,680</u>	<u>390,772</u>	<u>373,092</u>	<u>248,456</u>
Fund balance, beginning of year			<u>1,229,078</u>		<u>980,622</u>
Fund balance, end of year			<u>\$ 1,619,850</u>		<u>\$ 1,229,078</u>

(Concluded)

Proviso Township High School District 209
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS - STUDENT ACTIVITY FUNDS
Year Ended June 30, 2020

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
Assets				
Cash and investments	\$ 295,880	\$ 341,428	\$ 275,662	\$ 361,646
Liabilities				
Due to student groups:				
Academic Bowl West	\$ 2	\$ -	\$ -	\$ 2
Academy Council - East	2,211	-	-	2,211
Advantage East	7	-	-	7
Afro American Club East	20	-	-	20
Afro American Club West	672	424	-	1,096
Alumni Hall of Fame West	2,057	-	-	2,057
Anime Club East	320	-	-	320
Anime Club PMSA	1,020	33	-	1,053
Anime Club West	200	-	-	200
Art Fund - Raiser East	99	-	-	99
Art Scholars West	723	-	-	723
Athletics East	45	-	-	45
Band East	2,470	10,339	2,355	10,454
Band West	301	5,499	4,505	1,295
Bank Redemption Fees	(1,152)	25	664	(1,791)
Bowling West/Strikers	770	-	-	770
Boys Baseball East	21	-	-	21
Boys Baseball West	4,015	2,500	-	6,515
Boys Cross Country West	1,320	1,050	-	2,370
Boys Soccer Club West	102	936	20	1,018
Boys Soccer East	362	105	-	467
Boys Track - West	572	7,017	3,646	3,943
Boys Track East	6,718	4,000	6,200	4,518
Boys Volleyball East	400	71	-	471
Cadet East	1,546	11,631	2,902	10,275
Cadets Fund West	2,529	15,218	9,346	8,401
Cap & Gown for Seniors	195	1,011	-	1,206
Chargebacks	(371)	-	-	(371)
Cheerleaders East	1,061	-	-	1,061
Cheerleaders West	5,819	19,082	24,385	515
Chess Club - PMSA	36	270	176	130
Chess Club East	157	-	-	157
Chess Club West	150	-	-	150
Child Care Career West	985	-	-	985
Choir East	354	-	-	354
Choir West	1,993	758	546	2,206
Chorus - PMSA	325	-	-	325
Class of 2017 PMSA	(108)	-	-	(108)

(Continued)

Proviso Township High School District 209
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS - STUDENT ACTIVITY FUNDS
Year Ended June 30, 2020

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
Class of 2018 - West	\$ 1,039	\$ -	-	\$ 1,039
Class of 2018 - PMSA	13,944	-	-	13,944
Class of 2019 - East	5,832	350	5,689	493
Class of 2019 - PMSA	818	-	-	818
Class of 2019 - West	3,815	-	3,000	815
Class of 2020 - East	2,037	14,299	8,141	8,195
Class of 2020 - PMSA	15,994	2,296	5,000	13,290
Class of 2020 - West	906	3,682	1,500	3,088
Class of 2021 - East	-	2,144	269	1,876
Class of 2021 - East	919	-	-	919
Class of 2021 - West	200	-	-	200
Class of 2021 - PMSA	2,136	300	1,000	1,435
Class of 2022 - PMSA	20	3,324	-	3,344
Class of 2022 - West	100	79	-	179
Class of 2023 - PMSA	-	470	-	470
Class of 2022 - East	1,186	-	-	1,186
Club Mix	174	-	-	174
Commencement - PMSA	9,521	60	7,753	1,828
Coun Needy Student Fund West	35	-	-	35
CWT CC West	482	-	-	482
Debate Club West	-	525	-	525
DECA (Marketing) East	100	-	-	100
Dev of Western Thought (DOWT)	19	-	-	19
Dividend Reinvestment	13,977	4,281	47	18,211
Drama I East	601	1,418	-	2,019
Drama West	472	-	-	472
Drama-Plays PMSA	3,481	3,610	450	6,641
East/West Magnet Program	865	-	-	865
Ecology Club East	271	-	-	271
F & S Recognition East	8,769	14,098	13,160	9,707
F & S Recognition PMSA	515	628	433	710
F & S Recognition West	11,660	24,850	14,101	22,409
F & S Recon - Superintendent	5,655	5,479	7,042	4,092
Fashion Merchandising West	353	-	-	353
Field Trips PMSA	750	5,407	1,955	4,203
Filed Trips East	-	10	-	10
Fine Arts Festival West	202	-	-	202
Flag & Rifle Corp West	533	280	-	813
G.R.A.C.E. East	52	-	-	52
Girl Talk East	271	-	-	271
Girls Basketball Club East	210	253	-	463
Girls League West	1,412	-	-	1,412
Girls Soccer Club West	4	-	-	4
Girls Soccer East	79	-	-	79
Girls Track - West	2,716	6,101	1,460	7,356
Girls Track East	13,584	2,100	1,906	13,778

(Continued)

Proviso Township High School District 209
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS - STUDENT ACTIVITY FUNDS
Year Ended June 30, 2020

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
Girls Volleyball Club East	\$ 17	\$ -	\$ -	\$ 17
Girls Volleyball Club West	616	-	40	576
Girls XCountry	3,494	-	20	3,474
Girlz w/ Pearlz - Boys w/ Suitz	380	-	282	98
Golf Club West	550	-	20	530
Golf East	6,949	-	-	6,949
Government NJROTC West	35	-	-	35
Gridiron East	2,909	2,497	1,793	3,613
Gridiron/Football Club West	40	263	20	283
HERO East	589	362	539	413
HERO West	334	-	-	334
Holiday Tournament West	576	51,430	87,313	(35,307)
Hoop Club West	200	-	44	156
IHSA Regionals West	3,641	8,058	4,266	7,433
IHSA Sectional/Regional - East	1,859	-	500	1,359
Interact East	203	-	-	203
Key Club PMSA	160	509	430	239
Key Club West	3,071	503	-	3,574
La Societe Honoraire Francaise	395	-	-	395
Lady Panther Club West	1,209	2,781	2,951	1,039
Le Cercle Francais West	342	-	-	342
Math Club- Freshman/Sophomore	768	2,055	-	2,823
Math Club West	249	-	-	249
Math Department PE	54	-	-	54
Miscellaneous Deposits	7,879	44,499	-	52,378
Multi-Cultural Club East	236	-	-	236
Multi-Culture Club West	2,344	-	85	2,259
Mural Yearbook West	746	4,540	9,194	(3,907)
National Honor Society East	444	135	385	194
National Honor Society West	5,614	11,220	6,788	10,046
Needy Student Fund East	22	-	-	22
Needy Student Fund West	1,482	-	1,000	482
Newspaper Club PMSA	843	342	-	1,184
NJROTC East	408	-	100	308
P.E. Activities West	506	-	-	506
P.T.O. West	34	-	-	34
Panther Club West	7,988	901	6,820	2,069
Pantherettes West	1,434	-	-	1,434
Parent CORP NJROTC West	226	-	-	226
PAWS/Gospel Choir West	868	556	224	1,200
PE Dept Activities East	251	-	-	251
Photography Club West	170	-	-	170
Pirateers East	1,319	774	720	1,373
PMSA Debate Club	553	-	-	553
PMSA Step Team	-	200	200	-
POETRY Club	-	7	-	7
Pre-Med Club	630	175	-	805
Profile West	1,801	-	-	1,801

(Continued)

Proviso Township High School District 209
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS - STUDENT ACTIVITY FUNDS
Year Ended June 30, 2020

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
Proviso - Yearbook East	\$ 3,260	\$ 1,990	\$ 1,564	\$ 3,686
Proviso East Donations	4,383	398	-	4,781
Proviso Interpretive PIP West	1,781	-	-	1,781
Proviso Township HS	(3,700)	-	-	(3,700)
PTHS General	2	-	-	2
PTSA East	305	-	-	305
Raz Unida East	954	-	-	954
Reading Incentives Club -West	133	-	-	133
Robotics East	-	686	-	686
RESTRVO-S.A.S.S.	73	61	-	134
Robotics Team PMSA	249	613	-	862
Runners Club East	1,442	700	965	1,177
S.E.E.D. Club West	393	-	-	393
SADD West	1,473	-	-	1,473
School Store Fund West	1,550	-	-	1,550
SHH-Spanish Honor Soc- West	82	-	-	82
Social Studies Dept	339	-	-	339
Softball Club East	421	-	-	421
Softball Club West	4,824	717	-	5,541
Spanish Club West	96	-	-	96
Speech Team West	333	-	-	333
Student Council East	999	7,507	5,189	3,318
Student Council PMSA	20,989	8,881	5,476	24,394
Student Council West	8,072	10,980	6,550	12,502
Student Wellness Center West	-	64	-	64
Studio & Art Club	-	137	-	137
Suspense	60	-	-	60
Swim Club West	580	-	292	289
T.S.T. West	2,844	-	-	2,844
Teen Issues West	374	-	-	374
Tennis Club West	706	-	398	308
Tennis- East	36	-	-	36
Textiles & Design Occupations	240	35	-	275
Time Travelers Club	3,333	-	-	3,333
Torch Club	200	-	-	200
Unidos West	632	-	-	632
Uniform/Books NJROTC West	237	-	-	237
WAC - West	627	-	-	627
Wall of Fame East	5,563	-	-	5,563
Wellness Club	125	-	-	125
Wrestling Club East	1,567	400	1,126	841
Wrestling Club West	1	-	20	(20)
Yearbook Club - PMSA	1,899	440	2,700	(361)
Young Entrepreneur Society	310	-	-	310
	<u>\$ 295,880</u>	<u>\$ 341,428</u>	<u>\$ 275,662</u>	<u>\$ 361,646</u>

(Concluded)

OTHER SUPPLEMENTAL INFORMATION
(Unaudited)

Proviso Township High School District 209
PROPERTY TAX RATES - LEVIES AND COLLECTIONS
LAST FIVE TAX LEVY YEARS

	2019	2018	2017	2016	2015
Assessed valuation	\$ 2,408,663,986	\$ 2,406,119,130	\$ 2,473,419,922	\$ 2,124,250,834	\$ 2,044,478,289
Rates Extended					
Educational	\$ 48,110,654	\$ 46,863,982	\$ 45,859,678	\$ 44,428,706	\$ 44,132,108
Operations and Maintenance	9,718,959	9,607,633	9,329,739	9,274,479	9,316,687
Debt Service	5,998,506	6,114,686	5,911,598	5,786,000	5,600,910
Transportation	2,362,899	2,353,184	2,184,029	1,854,470	1,568,114
Municipal Retirement	529,906	514,909	494,683	486,453	392,539
Working Cash	9,634	9,624	9,893	10,621	10,222
Tort Immunity	9,634	9,624	9,893	10,621	10,222
Fire Prevention and Safety	392,612	368,136	348,752	244,288	343,472
Social Security	1,717,377	1,667,440	1,587,935	1,368,017	1,177,619
Total rates extended	\$ 68,850,181	\$ 67,509,218	\$ 65,736,200	\$ 63,463,655	\$ 62,551,893
Tax Collections					
Year Ended June 30:					
2016	\$ -	\$ -	\$ -	\$ -	\$ 30,597,261
2017	-	-	-	30,952,093	30,336,983
2018	-	-	32,521,875	30,776,120	(536,005)
2019	-	32,361,187	29,325,525	-	-
2020	33,537,493	30,853,374	-	-	-
Total Collections	\$ 33,537,493	\$ 63,214,561	\$ 61,847,400	\$ 61,728,213	\$ 60,398,239
Percentage of extensions collected	48.71%	93.64%	94.08%	97.27%	96.56%

Note: Tax Rates are expressed in dollars per \$100 of assessed valuation.

Proviso Township High School District 209

OPERATING COSTS AND TUITION CHARGE

June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Operating costs per pupil		
Average Daily Attendance (ADA):	<u>3,451.90</u>	<u>3,541.90</u>
Operating costs:		
Educational	\$ 68,336,988	\$ 65,110,769
Operations and Maintenance	9,393,193	9,720,820
Debt Service	7,823,652	7,696,441
Transportation	4,543,375	5,229,802
Municipal Retirement/Social Security	<u>2,178,785</u>	<u>2,165,533</u>
Subtotal	<u>92,275,993</u>	<u>89,923,365</u>
Less Revenues/Expenditures of Nonregular Programs:		
Total payments to other Districts and Gov't Units	8,512,106	8,417,840
Summer school	557,860	423,887
Special education	3,531,698	2,575,078
Capital outlay	999,197	104,839
Non-capitalized equipment	2,231,565	2,974,481
Debt principal retired	4,458,063	4,318,436
Community services	<u>338,790</u>	<u>343,196</u>
Subtotal	<u>20,629,279</u>	<u>19,157,757</u>
Operating costs	<u>\$ 71,646,714</u>	<u>\$ 70,765,608</u>
Operating costs per pupil - based on ADA	<u>\$ 20,756</u>	<u>\$ 19,980</u>
Tuition Charge		
Operating costs	\$ 71,646,714	\$ 70,765,608
Less - revenues from specific programs, such as special education or lunch programs	<u>10,493,632</u>	<u>11,275,287</u>
Net operating costs	61,153,082	59,490,321
Depreciation allowance	<u>7,522,029</u>	<u>4,053,496</u>
Allowance tuition costs	<u>\$ 68,675,111</u>	<u>\$ 63,543,817</u>
Tuition charge per pupil - based on ADA	<u>\$ 19,895</u>	<u>\$ 17,941</u>

Proviso Township High School District 209

General Obligation Bonds
 Schedule of Debt Service Requirements
June 30, 2020

Fiscal Year Ending April 30,	Series 2015 A General Obligation Bonds		Series 2016 A General Obligation Bonds		Series 2016B General Obligation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
	2021	\$ -	\$ 379,200	\$ -	\$ 324,200	\$ 3,855,000
2022	-	379,200	-	324,200	-	-
2023	-	379,200	-	324,200	-	-
2024	-	379,200	-	324,200	-	-
2025	-	379,200	-	324,200	-	-
2026	-	379,200	-	324,200	-	-
2027	-	379,200	-	324,200	-	-
2028	-	379,200	-	324,200	-	-
2029	1,750,000	344,200	750,000	311,075	-	-
2030	1,825,000	272,700	1,000,000	277,950	-	-
2031	1,900,000	198,200	1,000,000	237,950	-	-
2032	1,975,000	120,700	1,125,000	195,450	-	-
2033	2,030,000	40,600	1,300,000	153,450	-	-
2034	-	-	1,450,000	112,200	-	-
2035	-	-	1,475,000	68,325	-	-
2036	-	-	1,540,000	23,100	-	-
2037	-	-	-	-	-	-
2038	-	-	-	-	-	-
2039	-	-	-	-	-	-
Total	\$ 9,480,000	\$ 4,010,000	\$ 9,640,000	\$ 3,973,100	\$ 3,855,000	\$ 77,100

Series 2017 General Obligation Bonds		Series 2018 General Obligation Bonds		Series 2018B General Obligation Bonds	
Principal	Interest	Principal	Interest	Principal	Interest
\$ -	\$ 399,200	\$ -	\$ 682,000	\$ -	\$ 1,365,625
-	399,200	2,825,000	611,375	-	1,365,625
-	399,200	2,975,000	466,375	-	1,365,625
755,000	384,100	2,350,000	333,250	-	1,365,625
800,000	353,000	2,475,000	212,625	-	1,365,625
2,300,000	291,000	1,115,000	122,875	-	1,365,625
2,400,000	185,000	1,150,000	66,250	-	1,365,625
2,500,000	62,500	1,250,000	18,750	-	1,365,625
-	-	-	-	1,000,000	1,340,625
-	-	-	-	750,000	1,296,875
-	-	-	-	830,000	1,257,375
-	-	-	-	775,000	1,217,250
-	-	-	-	725,000	1,179,750
-	-	-	-	2,750,000	1,086,000
-	-	-	-	2,925,000	929,938
-	-	-	-	3,075,000	764,938
-	-	-	-	4,825,000	547,688
-	-	-	-	5,100,000	313,000
-	-	-	-	5,275,000	105,499
<u>\$ 8,755,000</u>	<u>\$ 2,473,200</u>	<u>\$ 14,140,000</u>	<u>\$ 2,513,500</u>	<u>\$ 28,030,000</u>	<u>\$ 20,963,938</u>

(Continued)

Proviso Township High School District 209

General Obligation Bonds
Schedule of Debt Service Requirements
June 30, 2020

Fiscal Year Ending April 30,	Total	
	Principal	Interest
2021	\$ 3,855,000	\$ 3,227,325
2022	2,825,000	3,079,600
2023	2,975,000	2,934,600
2024	3,105,000	2,786,375
2025	3,275,000	2,634,650
2026	3,415,000	2,482,900
2027	3,550,000	2,320,275
2028	3,750,000	2,150,275
2029	3,500,000	1,995,900
2030	3,575,000	1,847,525
2031	3,730,000	1,693,525
2032	3,875,000	1,533,400
2033	4,055,000	1,373,800
2034	4,200,000	1,198,200
2035	4,400,000	998,263
2036	4,615,000	788,038
2037	4,825,000	547,688
2038	5,100,000	313,000
2039	5,275,000	105,499
Total	<u>\$ 73,900,000</u>	<u>\$ 34,010,838</u>

(Concluded)