



Annual Comprehensive Financial Report

For the Fiscal Year Ended
June 30, 2023

**MUNDELEIN ELEMENTARY
SCHOOL DISTRICT NO. 75**
Mundelein, Illinois

Annual Comprehensive Financial Report

For the Fiscal Year Ended

June 30, 2023

Mundelein Elementary School District No. 75

Mundelein, Illinois

Officials Issuing Report

Dr. Kevin Myers, Superintendent

T. Rancak, Chief Financial Officer/CSBO

Mr. Kevin Holly, President
Mundelein School Board

Department Issuing Report

Business Office

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INTRODUCTORY SECTION

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MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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MUNDELEIN

SCHOOL DISTRICT 75

470 North Lake Street
Mundelein, Illinois 60060-1825

February 27, 2024

Citizens of District 75 and
Members of the Board of Education
Mundelein Elementary School District No. 75
470 N. Lake Street
Mundelein, Illinois 60060

The Annual Comprehensive Financial Report (ACFR) of Mundelein Elementary School District No. 75 (the "District"), Mundelein, Illinois, for the fiscal year ended June 30, 2023, is submitted herewith. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rest with the District. We believe the information, as presented, is accurate in all material respects, is presented in a manner designed to set forth fairly the financial position and results of operations of the District as measured and reported by the financial activity of the various funds, and that all disclosures necessary to enable the reader to gain an understanding of the District's financial affairs have been included. The District's financial statements conform to Generally Accepted Accounting Principles (GAAP).

To facilitate the understanding of the District's financial affairs, the Annual Comprehensive Financial Report (ACFR) is divided into an Introductory Section, a Financial Section and a Statistical Section. The Introductory Section of the ACFR includes a table of contents, a Letter of Transmittal, an organizational chart and a listing of District officers and officials. The Financial Section consists of the unmodified opinion on the financial statements from the independent auditors, Evans, Marshall, & Pease, P.C.; Management's Discussion and Analysis (MD&A) -- a wide-ranging analysis with numerous graphs, schedules, etc. illustrating the financial results of the fiscal year just ended; the notes to the basic financial statements; any required supplementary information; and supplementary information. The statistical section, not a part of the District's basic financial statements, includes selected financial data and general information presented in tables on a multi-year basis. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

Profile of the District

The District is located in Mundelein, a village in Lake County, and a northern suburb of Chicago. Potawatomi Indians first settled the area of Mundelein in the 1650's. The first pioneers named the city "Mechanics Grove", which was in honor of their former professions. The Village was incorporated in 1865, and the name was eventually changed to Mundelein. Mechanics Grove is the name of the District's elementary school, an acknowledgement to those first pioneers escaping England's industrial depression. By the year 2000, the population increased to over 30,000 and the diversification in heritage, vocation and religious background provide a wide variety of cultural history and current social interaction.

Mundelein Elementary School District No. 75 (the "District") is an elementary district, serving approximately 1,600 students. The District is located in Lake County, approximately 35 miles northwest of the City of Chicago. The District serves residents of a large portion of the Village of Mundelein, with the District boundaries encompassing 8.58 square miles. The District was founded in 1902 and provides educational programs for grades pre-kindergarten through eighth (8th). The District Office facility is located as follows:

District Office
470 North Lake Street
Mundelein, Illinois 60060-1825

Additionally, the District currently operates three (3) school facilities:

Carl Sandburg Middle School 855 West Hawley Street Mundelein, Illinois 60060-1615 Constructed in 1959	Mechanics Grove Elementary School 1200 North Midlothian Road Mundelein, Illinois 60060-1146 Constructed in 1968	Washington Elementary School 122 South Garfield Avenue Mundelein, Illinois 60060-2769 Constructed in 1951
--	--	--

Moreover, the District also owns Lincoln Early Childhood Center, which was closed in 2011. Since that time, a portion of Lincoln Early Childhood Center was reopened and is being utilized by the District, along with two (2) other elementary school districts, as an early childhood center. If the District reaches capacity enrollment at the other facilities, the District will utilize Lincoln Early Childhood Center to relieve the situation.

Lincoln Early Childhood Center
200 West Maple Avenue
Mundelein, Illinois 60060-1785

Mundelein Elementary School District No. 75 (the "District") has experienced some growth in student enrollment in the past few years; however, enrollment is expected to decline slightly before stabilizing over the next five years. The District is committed to building bright futures together and committed to the success of every student, that all students will be well prepared to thrive in a diverse, multi-cultural society with great capacity for creativity, critical thinking, and collaborative problem solving. Achievement of this mission requires shared responsibility through a partnership among students, parents, staff and community. The District provides a full range of programs and services for all its students. These programs include pre-kindergarten, full-day kindergarten, dual language, fine arts, gifted, and foreign language. An extensive array of co-curricular and athletic activities is also offered to enhance the student's educational experience.

For the 2022-2023 school year, the District employed approximately 235 employees, of whom 117 were Full time equivalent (FTE) teachers. The 117 FTE teachers served approximately 1,600 students with budgeted expenditures totaling \$31.1 million. Capital projects budget totaled nearly \$2.2 million.

Reporting Entity

The District has adopted the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 14. This states "The Financial Reporting Entity" under which these financial statements are prepared will include all organizations, activities, functions, funds and component units for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the District's ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the District. The District does not have any component units that meet the above requirements.

The governing body consists of a seven-member Board of Education elected from within the District's boundaries for four-year overlapping terms. The Superintendent and staff administer the day-to-day operations of the District. Based on the legislative authority codified in the Illinois School Code, the Board of Education has the following powers:

- The power to levy and collect taxes and to issue bonds; the power to contract for appointed administrators, teachers, and other personnel as well as for goods and services; the corporate power to sue and be sued in all courts.

The Board of Education appoints a superintendent who, in turn, recommends to the Board of Education the appointment of the remaining administrative team. An organizational chart is provided in the Introductory Section of the ACFR.

The District is required to adopt an annual budget for all its governmental funds by September 30 of each year. The annual budget serves as a foundation for financial planning and control. The Board of Education's primary function is to establish policy under which the schools will operate. These policies must provide for decisions to be made within the District in the areas of:

- Business and financial operations
- Community relations
- Educational programming
- Overall administration
- Personnel
- Students

District's Mission Statement

The mission of Mundelein Elementary School District No. 75 is *building bright futures together: committed to the success of every student*. All District 75 students will be well prepared to thrive in a diverse, multi-cultural society with great capacity for creativity, critical thinking, and collaborative problem solving.

District's Strategic Plan

The District has a commitment to district-wide continuous improvement, emphasizing:

- Placing student needs first
- Sustaining high expectations for all
- Maintaining a collaborative culture
- Focusing on the future
- Ensuring fiscal responsibility

The District adheres to the following belief statements:

- We believe children are the first priority and decisions and actions must have their best interest in mind.
- We believe all students have the capacity to learn and be successful.
- We believe a safe and secure environment is paramount to learning.
- We believe measures of success go beyond results of standardized testing.
- We believe effective and engaging teaching addresses the individual needs of students, empowers their learning, and prepares them to improve the world.
- We believe that on-going, job-embedded professional development enhances the teaching and learning environment.
- We believe technology is essential to learning in and beyond the classroom.
- We believe continual improvement results from a professional collaborative culture that is committed to student growth and sharing evidence-based practices.
- We believe public education is shaped by the values, beliefs, and vision of our families and community.
- We believe in the development of the whole child through cultural, social, and emotional learning opportunities.
- We believe that frequent, honest, and respectful communication is critical to success of our children and our organization.
- We believe that an effective partnership between engaged students, parents, and teachers leads to higher success for all.

To achieve these beliefs, the District is committed to these priorities:

1. Improve student achievement through quality education for unique and diverse learners.
2. Provide comprehensive programs, services, and curriculum that foster student engagement, leadership, creativity, innovation and critical thinking.
3. Foster a welcoming environment for families and the community.
4. Maintain safe, caring, supportive and innovative learning environments.
5. Remain financially solvent while advancing the quality of student education.

Long-Term Financial Planning

Annually, the District updates and presents a five-year Financial Plan designed to be a tool to guide the District in its decision-making over a multi-year period. The District's Financial Plan model is comprehensive, taking into account critical tax levy variables (including equalized assessed valuation predictions), state revenue aid formulas,

student enrollment projections, student to teacher ratios, debt retirement schedules, consumer price index projections, and salary and benefit projections (based on the current labor contract provisions), and several other key variables. These essential considerations are melded into a projection model for both the current budget year, as well as for subsequent years. The inclusion of historical data is also useful particularly for recognizing important trends in such areas as revenue, expenditure, and both operating and overall fund balances. As with any financial model, the quality of its outcomes is only as good as the accuracy of the input data and the underlying assumptions.

The Financial Plan is subject to many complex economic, social, and political risks and uncertainties, many of which are outside the ability for the District to control. These include, but are not limited to:

- State's economic situation and subsequent ability to provide funding.
- Changes in legislation governing the structure of tax levies.
- Future CPI trends that affect the current structure of tax levies.
- Unknown cost of collective bargaining agreements beyond June, 2026.
- Liability of pension rates.
- Outstanding capital needs of the District.

The Financial Plan must project over a period of time that's brief enough to feel tangible but long enough to allow for preparation and/or corrective action to be implemented. Without foresight and planning, the District may find its educational programs impacted. That is also why creating, rereading, and revising the Financial Plan is completed at least once a year.

Several key financial indicators for the District predict neutral to negative results in the District's operating funds during the fiscal year 2022-2023, with expenditures exceeding revenues in the years thereafter. These projected deficits in outlying years are based upon conservative increases in state and federal funding. That said, the District has the potential to receive additional revenue and/or make the adjustments necessary to improve this financial outlook. The District is highly dependent on local property taxes. This is challenging for the District, as property tax increases are limited by the Tax Cap law. Therefore, it remains a priority to keep overall expenditures in line with revenues. District finances are monitored through monthly financial reports to the Board of Education, the annual budget process, and long-range financial projections. As a result, the District intends to maintain balanced budgets that align resources to support the instructional program.

Relevant Financial Planning Factors

The District projects moderate enrollment decline and then stabilization over the next few years. Potential EAV increases, coupled with CPI increases of 7% and 6.5% over the next two years, will have an impact on the District's budgets and tax rates for the next several years. The Administration and Board of Education are dedicated to approving balanced budgets and to maintaining healthy fund balances.

Relevant Financial Policies

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Board of Education. The Board of Education is responsible for adopting the annual budget. The preparation, adoption and action on the District's budget is a year-round process involving multiple levels of input and decision-making from staff members, administrators, and the Board of Education. Input from the public on how school tax dollars are spent is welcomed at Board meetings, public hearings and the Board's budget workshop. Spending decisions are guided by the following criteria:

- Goals and priorities of the Board of Education
- Requirements imposed upon the District by federal and state governments
- Types of programs being taught
- Number of employees
- Requirements to maintain and operate the District's schools and facilities
- Bus transportation and food services programs
- Employee collective bargaining agreements

While budgetary control is exercised at the fund level, management control is exercised at the object, or line item, level. All expenditures are approved by the Board of Education. An encumbrance system is used to measure the uncommitted budget item amount that is available at any time during the budget year. An obligation is made in the form of a purchase order. When it occurs, the appropriate budgetary account is reserved. All encumbrances lapse at year-end. All governmental funds have annual appropriated budgets, and are approved in accordance with the provisions of the Illinois State Statutes.

Internal Control Structure

In developing and evaluating the District's accounting system, consideration is given to the adequacy of the internal accounting controls. Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Such controls are designed to provide reasonable, but not absolute, assurance for the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. We believe that our internal accounting controls adequately safeguard District assets and provide reasonable assurance of the proper recording of financial data.

Other Information

Certificate of Excellence

Association of School Business Officials (ASBO) International awarded a Certificate of Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2022. This was the fourth consecutive year that the District had received this prestigious award. In order to be awarded a Certificate of Excellence, the District published an easily readable and efficiently organized Annual Comprehensive Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

Management's Discussion and Analysis

Provided in the financial section of this report, immediately following the independent auditor's report, is supplementary information entitled Management's Discussion and Analysis (MD&A). This MD&A is intended to be an easily readable and objective analysis of the school district's financial activities. It also contains a description of currently known facts, decisions, or conditions expected to have a significant effect on the future financial position and results of operations of the school district.

Independent Audit

The School Code of Illinois and the District's adopted policy require an annual audit by independent certified public accountants. The accounting firm of Evans, Marshall & Pease, P.C. was selected by the District's Board of Education. The independent auditor's report on the general-purpose financial statements is included in the financial section of this report.

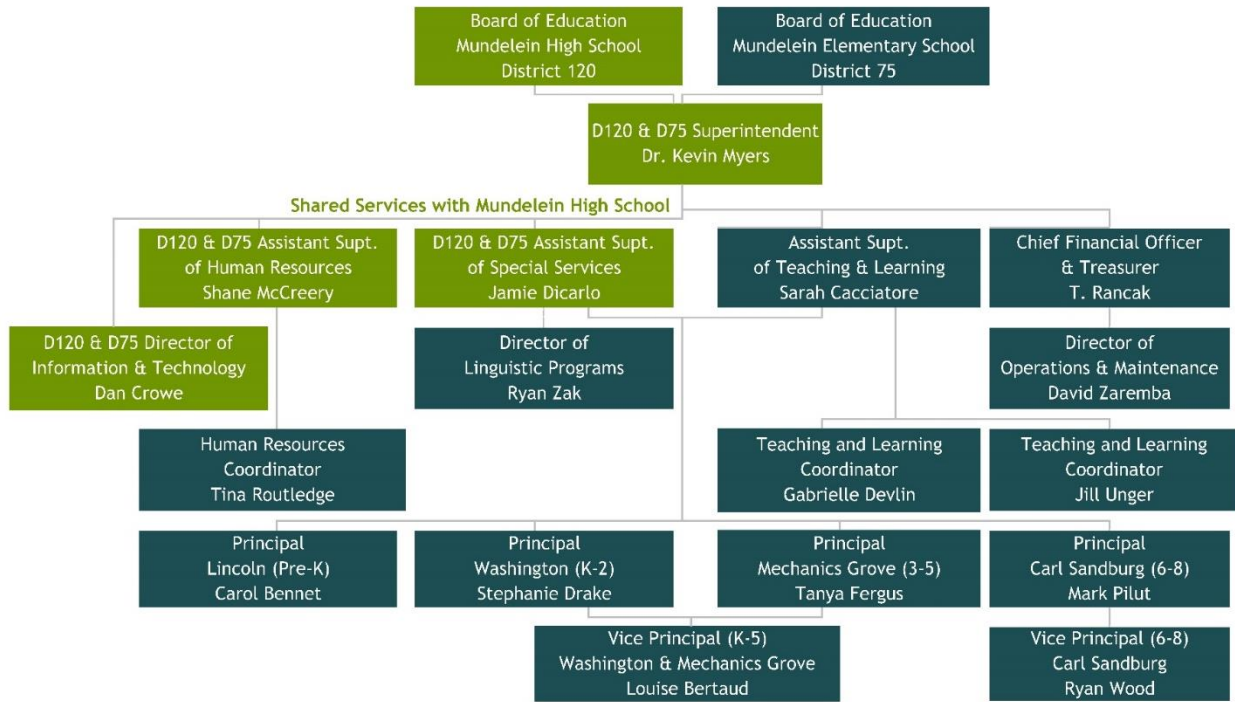
Acknowledgments

The timely preparation of this report could not have been accomplished without the efficient and dedicated services of the business services department. We would like to express appreciation to all the members of the business services department who assisted in the timely closing of the District's financial records and the preparation of this report. We would like to thank the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,


T. Rancak
Chief Financial Officer/CSBO

Mundelein Elementary School District No. 75 Organizational Chart 2022-2023 School Year



**Mundelein Elementary School District No. 75
Administration Center
470 N. Lake Street, Mundelein, Illinois 60060**

Board of Education

		<u>Term Expires</u>
Kevin Holly	President	2023
Raymond Rose	Vice President	2025
Kristie Fingerhut	Secretary	2023
Eric Billittier	Member	2025
Freddy Gallegos	Member	2025
Alvin Hitzke	Member	2025
Emily Karl	Member	2023

District Administration

Dr. Kevin Myers, Superintendent

Officials Issuing Report

T. Rancak, Chief Financial Officer/CSBO

Department Issuing Report

Business Office



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

Mundelein Elementary School District 75

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2022.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'John W. Hutchison'. The signature is written in a cursive style.

**John W. Hutchison
President**

A handwritten signature in black ink, reading 'Siobhán McMahon'. The signature is written in a cursive style.

**Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director**

FINANCIAL SECTION

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EVANS, MARSHALL & PEASE, P.C.

CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS

1875 Hicks Road
Rolling Meadows, Illinois 60008

Telephone (847) 221-5700
Facsimile (847) 221-5701

INDEPENDENT AUDITOR'S REPORT

Board of Education
Mundelein Elementary School District No. 75
Mundelein, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Mundelein Elementary School District No. 75, Mundelein, Illinois (the "District"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Prior-Year Comparative Information

We have previously audited the District's 2022 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information in our report dated February 24, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We 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, 2022, (not presented herein), and have issued our report February 24, 2023, which contained unmodified audit opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The supplementary information, as listed in the table of contents, for the year ended June 30, 2022, is presented for purposes of additional analysis and is 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 2022 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2022 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those 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 information as listed in the table of contents is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2022.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 27, 2024, 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 solely 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.

Evans, Marshall & Pease, P.C.

Evans, Marshall & Pease, P.C.
Certified Public Accountants

Rolling Meadows, Illinois
February 27, 2024

REQUIRED SUPPLEMENTARY INFORMATION
Management's Discussion and Analysis

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The discussion and analysis of Mundelein Elementary School District No. 75's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2023. The management of the District encourages readers to consider the information presented herein, in conjunction with the transmittal letter found in the introductory section and 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's Discussion and Analysis ("MD&A").

Financial Highlights

- The District's net position increased by \$4,455,714 to \$261,536 in fiscal year 2023.
- The District's total government wide revenues were \$36,781,887, which is an increase of \$2,892,905 or 8.54% in comparison to the previous year.
- Taxes \$18,393,626 (50.01%), grants and contributions \$10,345,322 (28.13%), and state aid – grants \$6,476,361 (17.61%) constituted the majority of the District's revenues.
- The District's total government wide expenses were \$32,326,173, which is an increase of \$1,529,513 or 4.97% in comparison to the previous year.
- Instruction expenses of \$17,204,751 constituted a majority of the District's expenses (53.22%) and is an increase of 1.38% over last year.
- Support services of \$12,149,361 or 37.58%, which was an increase of 15.92% over last year.
- The District's governmental funds reported a combined fund balance of \$18,245,188, which was an increase of \$5,927,059 compared to the previous year ending fund balance of \$12,318,129.
- The District issued \$4,360,000 of General Obligation Bonds; the District did not issue any leases.
- The District did not incur any short-term debt.
- The District did not adopt any new accounting guidance.

Overview of the Financial Statements

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

- Government-Wide financial statements,
- Fund financial statements, and
- Notes to basic financial statements

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

Figure A-1
Organization of the District's Annual Financial Report

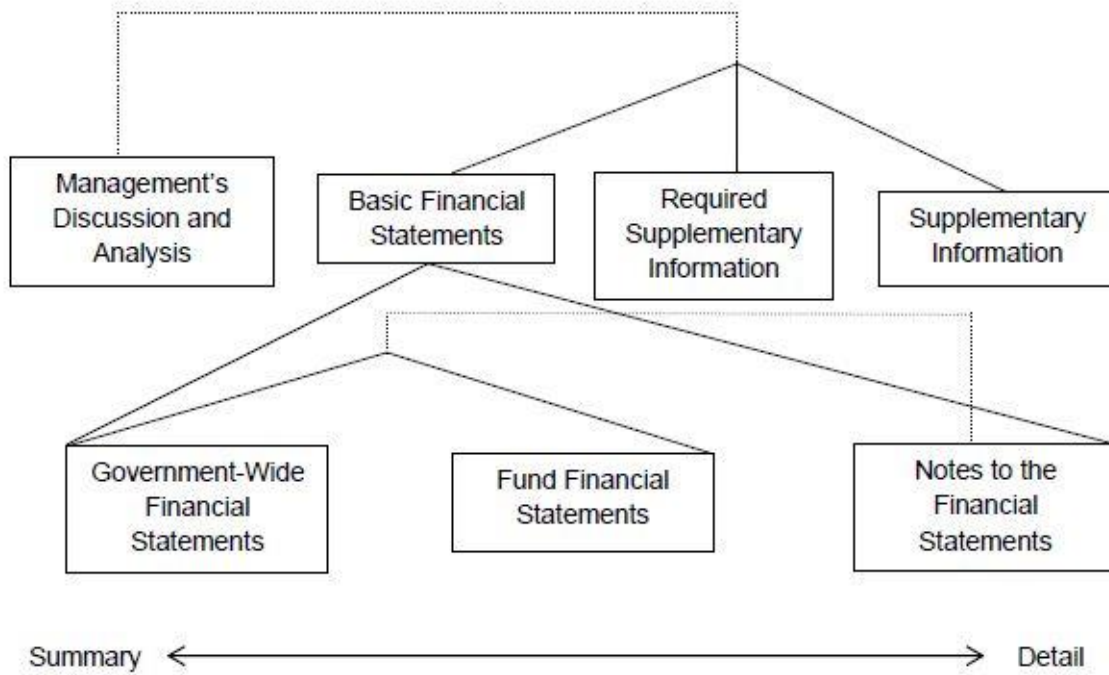


Figure A-2 summarizes the major features of the District's statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section highlights the structure and contents of each of the statements.

Figure A-2
Major Features of the Government-Wide and Fund Financial Statements

	Government-Wide Statements	Fund Financial Statements
		Governmental Funds
Scope	Entire District	The activities of the District, such as general fund
Required financial statements	Statement of net position	Balance sheet
	Statement of activities	Statement of revenues, expenditures, and changes in fund balance
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or liabilities included
Type of deferred inflows/outflows of resources information	All deferred inflows and outflows of resources, financial, short-term and long-term	Generally deferred outflows of resources to be used up and deferred inflows that come due during the year or soon thereafter; no capital or debt included
Type of inflow/outflow information	All revenues and expenses during the year, regardless of dates of actual cash transactions	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable

Government-Wide Financial Statements

The government-wide financial statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the District's assets and liabilities. All of the current year's revenues and expenditures are accounted for in the Statement of Activities regardless of when cash is received or disbursed. Both statements are prepared using the accrual basis of accounting.

The two government-wide statements report the District's net position and how it has changed. Net position, the difference between the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position are an indicator of whether the financial position is improving or deteriorating.
- To assess the District's overall health, additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities need to be considered.

In the government-wide financial statements, the District's activities are all categorized as Governmental Activities. All of the District's basic services such as regular and special education, transportation and administration are included in the statements. The property tax extension and evidence-based funding are the two primary revenue sources financing these activities.

Fund Financial Statements

The District's fund financial statements provide more detailed information about the District's funds. Funds are independent fiscal entities used to account for specific sources of funding and spending on particular programs. Some funds are required by state law such as Educational and Transportation and others the District establishes to manage and control monies for particular purposes. Capital Projects is an example.

The District's categories of funds:

- Governmental funds – most of the District's basic services are included in the governmental funds, which generally focus on: 1) how cash and other financial assets that can be readily converted to cash flow in and out; and 2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or less financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information at the bottom of the governmental funds statements explains the relationship between them.
- The District maintains no proprietary funds.
- The District maintains no fiduciary funds.

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *Required Supplementary Information* concerning the District's operations presented to supplement the basic financial statements and progress in funding related to Pensions and Other Post-Employment Benefits. The *Supplementary Information* provides additional analysis derived from and relate directly to the underlying accounting and other records used to prepare the financial statements.

Financial Analysis of the District as a Whole

Figures A-3 and A-4 contain pertinent data for Fiscal Years 2023 and 2022 from the government-wide financial statements.

Statement of Net Position: The following summary data is compared with data from the preceding year. The following provides a summary of the District's Statement of Net Position as of June 30, 2023 and 2022:

Figure A-3	Governmental Activities		% Increase (Decrease)
	2023	2022	
Assets			
Current assets	\$ 30,477,302	\$ 24,345,734	25.19%
Other assets	-	615,933	-100.00%
Capital assets	12,422,267	12,470,784	-0.39%
Total Assets	42,899,569	37,432,451	14.61%
Deferred Outflows of Resources			
Deferred charges on refunding	35,175	73,471	-52.12%
Pensions	1,194,973	535,457	123.17%
Other post-employment benefits	1,199,860	932,028	28.74%
Total Deferred Outflows of Resources	2,430,008	1,540,956	57.69%
Liabilities			
Current liabilities	3,229,085	3,789,544	-14.79%
Noncurrent liabilities	22,184,966	22,760,221	-2.53%
Total Liabilities	25,414,051	26,549,765	-4.28%
Deferred Inflows of Resources			
Unavailable revenue - property taxes	9,170,808	8,359,981	9.70%
Pensions	244,497	2,248,732	-89.13%
Other post-employment benefits	10,238,685	6,009,107	70.39%
Total Deferred Inflows of Resources	19,653,990	16,617,820	18.27%
Net Position			
Net investment in capital assets	5,329,276	3,811,929	39.81%
Restricted	12,347,568	6,646,997	85.76%
Unrestricted	(17,415,308)	(14,653,104)	-18.85%
Total Net Position	\$ 261,536	\$ (4,194,178)	-106.24%

Total Net Position: Please note that the amounts reported for governmental activities in the audit statement above are different from the governmental funds because (1) capital assets used in governmental activities are not financial resources, as they are in business, and are not reported as assets in governmental funds. (2) long-term liabilities, including bonds payable and leases are not due in the current period and therefore not reported as liabilities in the funds. The result is that the total net position for governmental activities is \$261,536.

Restricted Net Position: A portion of the District's total net position is considered restricted. The District's restricted net position results from portions of governmental funds that are restricted, committed, or assigned, or in any other way limit the availability of fund resources for future use. The Operations and Maintenance, Transportation, Municipal Retirement/Social Security, Debt Service, and Capital Projects are restricted by law (if positive).

The restricted net position consists of the Student Activities by statute, \$57,078; the cash with fiscal agent, \$394,905; the Transportation Fund by statute, \$1,274,596; the Municipal Retirement/Social Security Fund by statute, \$468,051; the Debt Service Fund \$934,310; and the Capital Projects Fund by statute, \$9,218,628; totaling \$12,347,568. There were no significant changes affecting restrictions, or other limitations to the availability of fund resources for future use.

Changes in Net Position from Operating Results: The following is a summary of the District's changes in net position for the year ending June 30, 2023 and 2022:

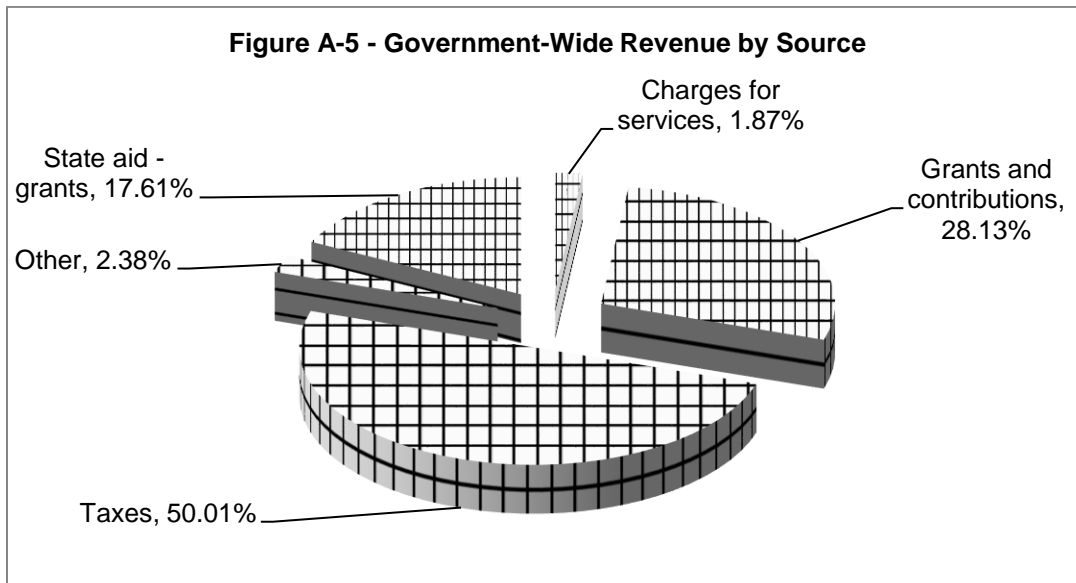
Figure A-4

	Governmental Activities		% Increase (Decrease)
	2023	2022	
<u>Revenues</u>			
Program revenues			
Charges for services	\$ 689,989	\$ 1,014,547	-31.99%
Operating grants and contributions	10,345,322	9,765,299	5.94%
General revenues			
Taxes			
Levied for general purposes	16,239,887	15,991,946	1.55%
Levied for debt service	1,793,425	1,759,416	1.93%
Intergovernmental - replacement taxes	360,314	345,248	4.36%
State aid - grants	6,476,361	4,895,910	32.28%
Unrestricted investment earnings	809,028	22,124	3556.79%
Other	67,561	94,492	-28.50%
Total Revenues	<u>36,781,887</u>	<u>33,888,982</u>	<u>8.54%</u>
<u>Expenses</u>			
Instruction	17,204,751	16,970,164	1.38%
Support services	12,149,361	10,480,664	15.92%
Community services	255,606	235,416	8.58%
Payments to other gov't units	1,330,509	1,881,575	-29.29%
Interest and other on long-term debt	355,359	274,465	29.47%
Depreciation/amortization - unallocated	1,030,587	954,376	7.99%
Total Expenses	<u>32,326,173</u>	<u>30,796,660</u>	<u>4.97%</u>
Increase in Net Position	4,455,714	3,092,322	44.09%
Net Position - Beginning	<u>(4,194,178)</u>	<u>(7,286,500)</u>	
Net Position - Ending	<u>\$ 261,536</u>	<u>\$ (4,194,178)</u>	

Changes in Net Position: The District's net position increased by \$4,455,714 to \$261,536 in fiscal year 2023. The District's net position in fiscal year 2022 was a deficit of \$4,194,178. Revenues increased by 8.54%, and expenses increased by 4.97% in comparison to the previous year. The increase of net position is 44.09% higher from the prior year. The increase in net position was due to the District receiving additional federal funding from the COVID-19 pandemic.

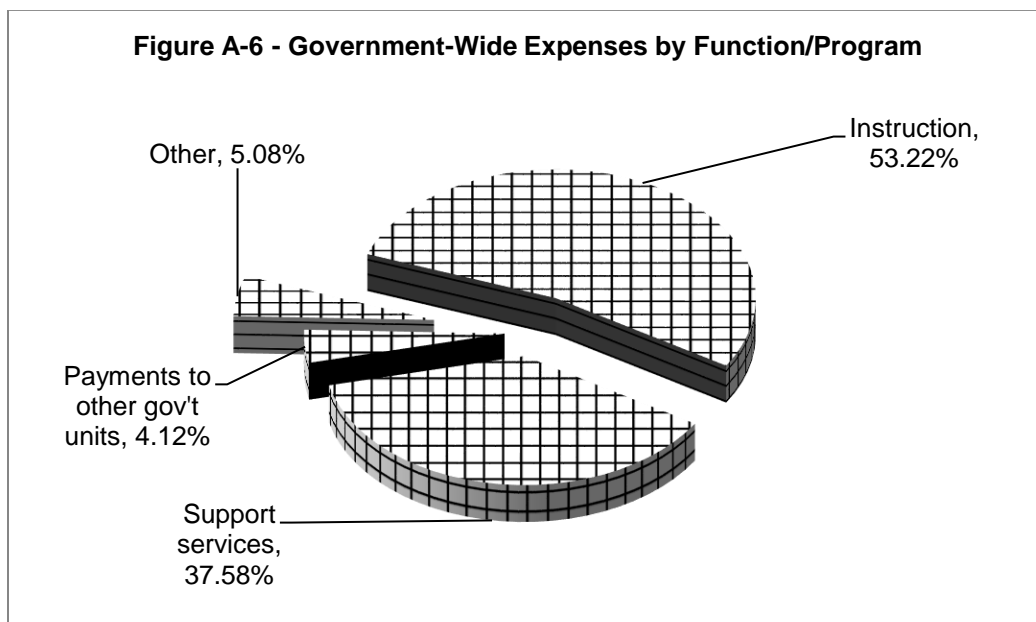
Revenues by Source: The District's total revenues were \$36,781,887, which is an increase of \$2,892,905 or 8.54% in comparison to the previous year. Taxes \$18,393,626 (50.01%), grants and contributions \$10,345,322 (28.13%), and state aid – grants \$6,476,361 (17.61%) constituted the majority of the District's revenues. See the following chart for additional information (Figure A-5).

Figure A-5



Expenses by Function/Program: Total expenses were \$32,326,173, which is an increase of \$1,529,513 or 4.97% in comparison to the previous year. Instruction expenses of \$17,204,751 constituted a majority of the District's expenses (53.22%) and is an increase of 1.38% over last year. Support services of \$12,149,361 or 37.58%, which was an increase of 15.92% over last year. See the following chart for additional information (Figure A-6).

Figure A-6



Financial Analysis of the District's Funds

The financial performance of the District reflects the financial climate of the country as a whole and Illinois in particular. Expenditures and revenues are monitored carefully. Financial updates and projections are shared with the Board of Education regularly. Account balances for all funds are at positive levels for the year ended June 30, 2023, except for the Operations and Maintenance Fund, which is in a small deficit.

All District funds are considered major. As the District closed the year, its governmental funds reported a combined fund balance of \$18,245,188, which was an increase of \$5,927,059 compared to the previous year ending fund balance of \$12,318,129.

General Fund (Educational and Working Cash Accounts)

- Fund balance increased by \$571,506, resulting in an ending fund balance of \$6,286,828.
- The increase in fund balance was from additional COVID-19 pandemic relief federal funding.
- The District made capital outlay expenditures in the amount of \$423,646.
- The District transferred out \$441,005 to the Capital Projects Fund for future district capital improvements.
- The District continues to monitor expenditures and streamline efficiency, which has resulted in multiple years of positive fund balance growth.

Operations and Maintenance Fund

- Fund balance decreased by \$835,148, resulting in an ending deficit fund balance of \$105,004.
- The decrease in fund balance was from the District's continued increase in support services of maintaining the District's many facilities; a direct result of rising costs and inflation. Also, the District inadvertently paid for unexpected maintenance costs that were originally budgeted in the Capital Projects Fund.
- The District transferred out current year interest income of \$24,486 to the Capital Projects Fund for future capital improvements.
- The District made capital outlay expenditures in the amount of \$420,068.

Transportation Fund

- Fund balance increased by \$105,058, resulting in an ending fund balance of \$1,274,596.
- The increase in fund balance was minimal, with the District expending as much as it received.
- The District transferred out current year interest income of \$90,454 to the Capital Projects Fund for future capital improvements.
- The District made capital outlay expenditures in the amount of \$82,410.

Municipal Retirement/Social Security Fund

- Fund balance increased by \$140,471, resulting in an ending fund balance of \$468,051.
- The increase in fund balance was minimal, with the District expending as much as it received.

Municipal Retirement/Social Security Fund (Cont'd)

- The District transferred out current year interest income of \$22,849 to the Capital Projects Fund for future capital improvements.

Debt Service Fund

- Fund balance increased by \$44,755, resulting in an ending fund balance of \$1,102,089.
- The increase in fund balance was minimal, with the District expending as much as it received.

Capital Projects Fund

- Fund balance increased by \$5,989,927, resulting in an ending fund balance of \$9,218,628.
- The increase in fund balance was from the District's issuance of 2023 General Obligation Bonds to pay for future capital improvements.
- The District transferred in current year interest income from multiple funds of \$578,794 to the for future capital improvements.
- The District made capital outlay expenditures in the amount of \$42,613.

General Fund Budgetary Highlights

The District's budget is prepared and the District's books are maintained on the basis of cash receipts and disbursements (budget basis) which results in the accounting for certain transactions to be on a basis other than accounting principles generally accepted in the United States of America (modified accrual/accrual).

The General Fund includes the Educational and Working Cash Accounts. The District's budget anticipated that expenditures would exceed revenues by \$705,968. The District had revenues received that exceeded expenditures disbursed by \$1,012,5111, a variance of \$4,016,377.

Revenues

The underlying reasons for the budgetary variances between the final budget and actual results for the total revenues were from the District receiving substantially more federal pandemic monies than budgeted and the District over budgeting for on-behalf revenues and expenditures. See below for additional revenue budgetary highlights.

- The budget passed had state revenues budgeted at \$15,240,572 and actual revenues of \$12,116,592, with a variance of \$3,123,980.
 - This large variance was mainly due from budgeted on-behalf retirement revenues of \$9,000,000 and actual revenues of \$6,070,375.
- The actual federal revenues of \$2,890,975 were \$507,048 higher than the budget amount of \$2,383,927.
 - This variance of \$507,048 was from the District underbudgeting federal funding carryforwards from the COVID-19 pandemic funding.

Expenditures

The underlying reasons for the budgetary variances between the final budget and actual results for the total expenditures were from the District overbudgeting for on-behalf expenditures. See below for additional expenditure budgetary highlights.

- The actual instruction expenditures of \$18,574,537 were \$3,560,342 lower than the budget amount of \$22,134,879.
 - This large variance was mainly due from budgeted on-behalf retirement expenditures of \$9,000,000 and actual expenditures of \$6,070,375.
- The budget passed had support services expenditures budgeted at \$6,357,704 and actual expenditures of \$6,883,031.
- The payments to other gov't units were budgeted at \$1,900,441. Actual expenditures during the fiscal year were \$1,164,005.
 - The District anticipated that these payments would increase due to demand in staff. However, due to the shortage in the labor market, this was not obtainable.
- Capital outlay expenditures were budgeted at \$583,637, with actual expenditures of \$423,646.

Capital Asset and Debt Administration

Capital Assets: Figure A-7 illustrates capital assets, net of depreciation. By the end of 2023, the District had invested \$12,422,267 in a broad range of capital assets, including buildings, improvements, equipment, and vehicles. This amount represents a net decrease of \$61,850 from the prior year. (More information about capital assets can be found in Note 5 to the financial statements.)

Figure A-7

Governmental Activities	2023	2022	% Increase (Decrease)
Land	\$ 413,525	\$ 413,525	0.00%
Buildings	10,025,385	10,571,954	-5.17%
Site improvements	582,563	589,903	-1.24%
Equipment and vehicles	1,400,794	908,735	54.15%
Total	\$ 12,422,267	\$ 12,484,117	-0.50%

Long-Term Obligations: At year-end, the District had \$22,184,966 in bonds and other long-term debt outstanding as shown in Figure A-8. (More information about the District's long-term liabilities is presented in Note 6 to the financial statements.)

Figure A-8

Governmental Activities	2023	2022	% Increase (Decrease)
Leased equipment	\$ 13,719	\$ 27,233	-49.62%
Bonds	11,457,000	8,637,000	32.65%
Unamortized bond premium	31,166	68,093	-54.23%
Compensated absences	22,560	17,596	28.21%
Pensions	2,866,025	910,635	214.73%
Other post-employment benefits	7,794,496	13,099,664	-40.50%
Total	<u>\$ 22,184,966</u>	<u>\$ 22,760,221</u>	<u>-2.53%</u>

Factors Bearing on the District's Future

The District's financial status is impacted by tax cap limitations, property tax appeals, and the current state of the economy.

The District is aware of the following factors that may affect its future financial health:

- The consumer price index for all urban consumers (CPI-U) has been increasing. The District is experiencing rising costs of supplies, services, employment, and benefits.
- The District will continue to work to obtain the best interest rates possible on its investments in a changing interest rate market.
- The continued deterioration of the financial condition of the statewide Teachers Retirement System (TRS) and the threat of the normal cost for the pension system being passed on to the District.
- Property tax appeals leading to assessment reductions and eroding District property tax collections or EAV.
- Employment contracts with mandatory financial obligations.

The District's Board of Education, administration and staff will need to continue to investigate ways to reduce expenditures and increase revenues in order to maintain the District's financial recognition profile score through the Illinois State Board of Education (ISBE).

Contacting the District's Financial Management

The financial report is designed to provide the District's citizens, taxpayers, investors, 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 any questions about this report or require additional information, contact the Superintendent or Chief Financial Officer at 470 North Lake Street, Mundelein, IL 60060 or (847) 949-2700.

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BASIC FINANCIAL STATEMENTS

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MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
STATEMENT OF NET POSITION
JUNE 30, 2023

WITH COMPARATIVE ACTUAL TOTALS FOR JUNE 30, 2022

	2023	2022
ASSETS		
Cash and investments	\$ 29,370,586	\$ 22,906,718
Receivables (net of allowance for uncollectibles)	863,718	1,148,097
Prepaid items	236,749	263,158
Other	6,249	27,761
Net pension asset	-	615,933
Capital assets not being depreciated	413,525	413,525
Capital assets, net of accumulated depreciation and amortization	12,008,742	12,057,259
Total Assets	42,899,569	37,432,451
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charges on refunding	35,175	73,471
Pensions	1,194,973	535,457
Other post-employment benefits	1,199,860	932,028
Total Deferred Outflows of Resources	2,430,008	1,540,956
LIABILITIES		
Accounts payable	694,040	679,697
Salaries and wages payable	-	792,919
Payroll liabilities	492,899	463,049
Unearned revenues	1,874,334	1,731,926
Other	33	33
Accrued interest payable	167,779	121,920
Noncurrent liabilities		
Due within one year	1,758,039	1,599,239
Due in more than one year	20,426,927	21,160,982
Total Liabilities	25,414,051	26,549,765
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	9,170,808	8,359,981
Pensions	244,497	2,248,732
Other post-employment benefits	10,238,685	6,009,107
Total Deferred Inflows of Resources	19,653,990	16,617,820
NET POSITION		
Net investment in capital assets	5,329,276	3,811,929
Restricted		
Student activities	57,078	44,190
Fiscal agent	394,905	121,920
Operations and maintenance	-	730,144
Transportation	1,274,596	1,169,538
Retirement	468,051	327,580
Debt	934,310	1,024,924
Capital projects	9,218,628	3,228,701
Unrestricted	(17,415,308)	(14,653,104)
Total Net Position	\$ 261,536	\$ (4,194,178)

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

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL TOTALS FOR JUNE 30, 2022

Functions/Programs	Expenses Disbursed	Program Revenues Received		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<u>Governmental Activities</u>				
Current				
Instruction	\$ 11,134,376	\$ 419,443	\$ 1,482,870	\$ -
State on-behalf retirement	6,070,375	-	6,070,375	-
Support services	12,149,361	270,546	2,792,077	-
Community services	255,606	-	-	-
Payments to other gov't units	1,330,509	-	-	-
Debt service				
Interest	291,384	-	-	-
Other	63,975	-	-	-
Depreciation and amortization - unallocated*	1,030,587	-	-	-
Total	\$ 32,326,173	\$ 689,989	\$ 10,345,322	\$ -

General Revenues Received

Taxes

Property taxes - levied for general purposes

Property taxes - levied for debt service

Intergovernmental revenues - replacement taxes

Earnings on investments

Contributions and donations

Payments from TIF districts

Evidence based funding formula

Other

Total General Revenues Received

Change in Net Position

Net Position - Beginning

Net Position - Ending

*Depreciation and amortization is 100% unallocated.

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

<u>Total 2023</u>	<u>Total 2022</u>
<u>Net (Expense) Revenue and Changes in Net Position</u>	
\$ (9,232,063)	\$ (9,389,558)
-	-
(9,086,738)	(7,281,424)
(255,606)	(235,416)
(1,330,509)	(1,881,575)
(291,384)	(273,990)
(63,975)	(475)
<u>(1,030,587)</u>	<u>(954,376)</u>
<u>(21,290,862)</u>	<u>(20,016,814)</u>
16,239,887	15,991,946
1,793,425	1,759,416
360,314	345,248
809,028	22,124
20,725	62,375
33,503	33,545
6,476,361	4,895,910
13,333	(1,428)
<u>25,746,576</u>	<u>23,109,136</u>
4,455,714	3,092,322
<u>(4,194,178)</u>	<u>(7,286,500)</u>
<u>\$ 261,536</u>	<u>\$ (4,194,178)</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2023

WITH COMPARATIVE ACTUAL TOTALS FOR JUNE 30, 2022

	General Fund	Operations and Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund
ASSETS				
Cash and investments	\$ 14,095,865	\$ 961,573	\$ 2,440,709	\$ 701,220
Receivables (net of allowance for uncollectibles)				
Intergovernmental				
State and federal grants	597,588	-	-	-
Replacement taxes	-	-	-	-
Other	56,362	128,193	6,396	-
Prepaid items	236,749	-	-	-
Other	-	-	-	6,249
Total Assets	\$ 14,986,564	\$ 1,089,766	\$ 2,447,105	\$ 707,469
LIABILITIES				
Accounts payable	\$ 423,022	\$ 106,634	\$ 163,864	\$ -
Salaries and wages payable	-	-	-	-
Payroll liabilities	491,992	-	-	907
Unearned revenues	1,009,949	-	864,385	-
Other	-	-	33	-
Total Liabilities	1,924,963	106,634	1,028,282	907
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	6,774,773	1,088,136	144,227	238,511
Total Deferred Inflows of Resources	6,774,773	1,088,136	144,227	238,511
FUND BALANCES				
Nonspendable	236,749	-	-	-
Restricted	57,078	-	1,274,596	468,051
Unassigned	5,993,001	(105,004)	-	-
Total Fund Balances	6,286,828	(105,004)	1,274,596	468,051
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 14,986,564	\$ 1,089,766	\$ 2,447,105	\$ 707,469

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

Debt Service Fund	Capital Projects Fund	Total	
		2023	2022
\$ 2,027,250	\$ 9,143,969	\$ 29,370,586	\$ 22,906,718
-	-	597,588	811,256
-	56,818	56,818	56,565
-	18,361	209,312	280,276
-	-	236,749	263,158
-	-	6,249	27,761
<u>\$ 2,027,250</u>	<u>\$ 9,219,148</u>	<u>\$ 30,477,302</u>	<u>\$ 24,345,734</u>
\$ -	\$ 520	\$ 694,040	\$ 679,697
-	-	-	792,919
-	-	492,899	463,049
-	-	1,874,334	1,731,926
-	-	33	33
<u>-</u>	<u>520</u>	<u>3,061,306</u>	<u>3,667,624</u>
<u>925,161</u>	<u>-</u>	<u>9,170,808</u>	<u>8,359,981</u>
<u>925,161</u>	<u>-</u>	<u>9,170,808</u>	<u>8,359,981</u>
-	-	236,749	385,078
1,102,089	9,218,628	12,120,442	6,384,449
-	-	5,887,997	5,548,602
<u>1,102,089</u>	<u>9,218,628</u>	<u>18,245,188</u>	<u>12,318,129</u>
<u>\$ 2,027,250</u>	<u>\$ 9,219,148</u>	<u>\$ 30,477,302</u>	<u>\$ 24,345,734</u>

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2023

Total fund balances of governmental funds (Exhibit C)		\$ 18,245,188
Amounts reported for governmental activities in the statement of net position are different because:		
Net capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		12,422,267
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the postretirement benefits are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.		
Deferred outflows - pension related	\$ 1,194,973	
Deferred inflows - pension related	(244,497)	
Deferred outflows - other post-employment benefits related	1,199,860	
Deferred inflows - other post-employment benefits related	<u>(10,238,685)</u>	(8,088,349)
Long-term liabilities that are not due and payable in the current period, and therefore, are not reported in the funds.		
Interest payable	(167,779)	
Bonds payable	(11,457,000)	
Leases payable	(13,719)	
Compensated absences	(22,560)	
Pension related debt	(2,866,025)	
Other post-employment benefits debt	<u>(7,794,496)</u>	(22,321,579)
Governmental funds report the effects of premiums, discounts, and refundings and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities.		
Deferred amount on refunding	35,175	
Premium on bonds	<u>(31,166)</u>	<u>4,009</u>
Total net position of governmental activities (Exhibit A)		<u>\$ 261,536</u>

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

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MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2023

WITH SUMMARIZED COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2022

	General Fund	Operations and Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund
<u>Revenues</u>				
Local sources	\$ 13,295,503	\$ 2,252,105	\$ 1,269,434	\$ 784,750
State sources	6,046,217	-	864,116	-
State on-behalf retirement	6,070,375	-	-	-
Federal sources	2,890,975	-	-	-
<u>Total Revenues</u>	<u>28,303,070</u>	<u>2,252,105</u>	<u>2,133,550</u>	<u>784,750</u>
<u>Expenditures</u>				
Current				
Instruction	12,504,162	-	-	230,655
State on-behalf retirement	6,070,375	-	-	-
Support services	6,883,031	2,567,428	1,820,640	358,501
Community services	245,340	-	-	10,266
Payments to other gov't units	1,164,005	75,271	34,988	22,008
Capital outlay	423,646	420,068	82,410	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Other	-	-	-	-
<u>Total Expenditures</u>	<u>27,290,559</u>	<u>3,062,767</u>	<u>1,938,038</u>	<u>621,430</u>
<u>Excess (Deficiency) of Revenues</u>				
<u>Over (Under) Expenditures</u>	<u>1,012,511</u>	<u>(810,662)</u>	<u>195,512</u>	<u>163,320</u>
<u>Other Financing Sources (Uses)</u>				
Transfers in	-	-	-	-
Transfers out	(441,005)	(24,486)	(90,454)	(22,849)
Bonds issued	-	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>(441,005)</u>	<u>(24,486)</u>	<u>(90,454)</u>	<u>(22,849)</u>
<u>Net Change in Fund Balances</u>	<u>571,506</u>	<u>(835,148)</u>	<u>105,058</u>	<u>140,471</u>
<u>Fund Balance - Beginning</u>	<u>5,715,322</u>	<u>730,144</u>	<u>1,169,538</u>	<u>327,580</u>
<u>Fund Balance - Ending</u>	<u>\$ 6,286,828</u>	<u>\$ (105,004)</u>	<u>\$ 1,274,596</u>	<u>\$ 468,051</u>

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

Debt Service Fund	Capital Projects Fund	Total	
		2023	2022
\$ 1,851,127	\$ 493,952	\$ 19,946,871	\$ 19,229,201
-	950,000	7,860,333	6,480,364
-	-	6,070,375	5,571,289
-	-	2,890,975	2,609,556
<u>1,851,127</u>	<u>1,443,952</u>	<u>36,768,554</u>	<u>33,890,410</u>
-	-	12,734,817	11,971,992
-	-	6,070,375	5,571,289
-	350,206	11,979,806	11,134,278
-	-	255,606	235,416
34,237	-	1,330,509	1,881,575
-	42,613	968,737	471,892
1,553,514	-	1,553,514	1,458,313
244,156	-	244,156	301,287
63,975	-	63,975	475
<u>1,895,882</u>	<u>392,819</u>	<u>35,201,495</u>	<u>33,026,517</u>
<u>(44,755)</u>	<u>1,051,133</u>	<u>1,567,059</u>	<u>863,893</u>
-	578,794	578,794	13,830
-	-	(578,794)	(13,830)
-	4,360,000	4,360,000	-
-	4,938,794	4,360,000	-
(44,755)	5,989,927	5,927,059	863,893
<u>1,146,844</u>	<u>3,228,701</u>	<u>12,318,129</u>	<u>11,454,236</u>
<u>\$ 1,102,089</u>	<u>\$ 9,218,628</u>	<u>\$ 18,245,188</u>	<u>\$ 12,318,129</u>

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Total net change in fund balances-governmental funds (Exhibit D)		\$ 5,927,059
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. This is the amount by which capital outlays exceeded depreciation/amortization expense in the current period.		
Depreciation and amortization expense	\$ (1,030,587)	
Capital outlay over capitalization limits	<u>968,737</u>	(61,850)
The net effect of various miscellaneous transactions involving capital assets.		13,333
Bonds and other debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond and other debt principal is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Issuance of bonds	(4,360,000)	
Principal paid on bonds	1,540,000	
Principal paid on leases	<u>13,514</u>	(2,806,486)
Some amounts reported in the statement of activities do not require the use of current financial resources and therefore are not reported in the governmental funds.		
Accrued interest on long-term debt	(45,859)	
Amortization of bond premiums	36,927	
Amortization of deferred amounts of refunding	(38,296)	
Compensated absences	(4,964)	
Changes in pension liabilities and related deferred outflows and deferred inflows of resources	92,428	
Changes in OPEB liabilities and related deferred outflows and deferred inflows of resources	<u>1,343,422</u>	<u>1,383,658</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 4,455,714</u>

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

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Mundelein Elementary School District 75 (the “District”) operates as a public school system by an elected seven-member Board of Education. The District is organized under the School Code of the State of Illinois, as amended. The District provides education for grades K through 8. The accounting policies of the District conform to accounting principles generally accepted in the United States of America, as applicable to local governmental units of this type. The following is a summary of the more significant accounting policies of the District:

A. Financial Reporting Entity

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include or exclude a potential component unit in the reporting entity is made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The definition of a component unit is a legally separate organization for which the District is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete. The District is financially accountable if it appoints a voting majority of the organization’s governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the District. The District also may be financially accountable if an organization is fiscally dependent on the District regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government or (3) a jointly appointed board.

There are no component units, as defined by GASB, which are included in the District’s reporting entity. Even though there are local government agencies within the geographic area served by the District, such as the municipality, library and park district, these agencies have been excluded from the report because they are legally separate and the District is not financially accountable for them.

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

B. Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the District. The effect of interfund activity has been removed from these statements. All of the District’s operating activities are considered “governmental activities,” that is, activities that are normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered “business activities.”

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) tuition and fees 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 instead.

Governmental Funds Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance, revenues, and expenditures. The District maintains individual funds required by the Illinois State Board of Education (ISBE). Separate financial statements are provided for all governmental funds and fiduciary funds even though the fiduciary funds are excluded from the government-wide financial statements. The District has no fiduciary funds.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Governmental fund types are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets and the servicing of general long-term debt. Governmental fund types include the following:

Governmental Funds

General Fund – The General Fund, which consists of the legally mandated Educational Account and the Working Cash Account is the general operating fund of the District and is always classified as a major fund. It is used to account for all financial resources except those required to be accounted for in other funds. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state and federal government aid. The Working Cash Account accounts for financial resources held by the District to be used as temporary interfund loans for working capital requirements to the Educational Account and the Special Revenue Funds, Operation and Maintenance and Transportation Funds. Money loaned by the Working Cash Account to other funds must be repaid within one year. As allowed by the School Code of Illinois, this account may be permanently abolished and become a part of the General Fund or it may be partially abated to the Educational Account, Special Revenue Funds or Debt Service Funds.

Special Revenue Funds – account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes and include the Operations and Maintenance Fund, Transportation Fund, and the Municipal Retirement/Social Security Fund other than those accounted for in the Debt Service Fund, or Capital Projects Funds.

Debt Service Fund – The Debt Service Fund accounts for the accumulation of resources for, and the payment of general long-term debt principal, interest, and related costs. Since there are no legal requirements on bond indentures which mandate a separate fund be established for each bond issue, the District maintains one Debt Service Fund for all issues

Capital Projects Fund – The Capital Projects Fund accounts for financial resources to be used for the acquisition or construction of major capital facilities.

Proprietary Fund Types (not included in governmental-wide statements)

There are no Proprietary Fund Types.

Fiduciary Fund Types (not included in government-wide statements)

There are no fiduciary fund types.

Major and Nonmajor Funds

An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

- Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, and expenditures of that individual governmental or enterprise fund are at least ten percent of the corresponding total for all funds of that category or type; and
- Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenditures of the individual governmental or enterprise fund are at least five percent of the corresponding total for all governmental and enterprise funds combined.

The District has elected to treat all funds as major funds.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

The funds classified as major are as follows:

General Fund – See above for description.

Operations and Maintenance Fund – accounts for expenditures made for repair and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes and state aid.

Transportation Fund – accounts for all revenue and expenditures made for student transportation. Revenue is derived primarily from local property taxes and state reimbursement grants.

Municipal Retirement/Social Security Fund – 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 non-certified employees. Revenue to finance the contributions is derived primarily from local property taxes and personal property replacement taxes.

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 source is local property taxes levied specifically for debt service.

Capital Projects Fund – accounts for the financial resources to be used for the acquisition or construction of, and/or additions to, major capital facilities.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenues.

C. Measurement Focus/Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized 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 pay liabilities of the current period. For this purpose, the District considers state and federal revenues "measurable and available if they are vouchered by the Illinois State Board of Education on or before June 30, 2023, and which are normally collected within 60 days of year end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for future maturities of principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

D. Net Position / Fund Balance Reporting

Government-Wide Reporting

Equity is classified as net position and displayed in three components:

Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less any unspent debt proceeds.

Restricted net position – Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.

Unrestricted net position – Consists of all other net positions that do not meet the definition of “restricted” or “net investment in capital assets.”

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

Governmental Fund Balance Reporting

Governmental fund balances are to be classified into five major classifications; Nonspendable, Restricted, Committed, Assigned, and Unassigned.

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example cash with fiscal agent, inventories, and prepaid amounts

Restricted – The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the District. Items such as restrictions imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes.

The District has several revenue sources received within different funds that also fall into these categories –

- Student Activities – revenues and the related expenditures are accounted for in the Educational Account. At June 30, 2023, the restricted balance is \$57,078.
- Special Education – Revenues and the related expenditures of this restricted tax levy are accounted for in the Educational Account. Expenditures exceeded revenues for this purpose, resulting in no restricted fund balance.
- State Grants – Proceeds from state grants and the related expenditures have been included in the Educational and Transportation Funds. At June 30, 2023, expenditures exceeded revenues from state grants, resulting in no restricted balance.
- Federal Grants – Proceeds from federal grants and the related expenditures have been included in the Educational Account. At June 30, 2023, expenditures exceeded revenues from federal grants, resulting in no restricted balance.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

- Social Security – Expenditures and the related expenditures of this restricted tax levy are accounted for in the Municipal Retirement/Social Security Fund. Expenditures disbursed exceeded revenue received, resulting in no restricted balance.

Committed – The committed fund balance refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the school board. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts. The formal action required to modify, rescind, or commit fund balance is by formal resolution of the school board to allocate funds to a specific project. There are no committed fund balance designations.

Assigned – The assigned fund balance classification refers to amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. The District administration and board can assign balances. Assignments may take place after the end of the reporting period. There are no assigned fund balance designations.

Unassigned – The unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund.

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

E. Cash (Deposits) and Investments

Deposits are cash with financial institutions, savings deposit accounts, and non-negotiable certificates of deposit. Investments are government securities with a purchase to maturity date of greater than one year. Investments are stated at fair value. Changes in fair value of investments are included as investment earnings.

F. Cash with Fiscal Agent

Deposits with fiscal agents for the payment of matured bonds and interest, and for abatement of future property taxes.

G. Prepaid Items

Accounted for using the consumption method. Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid assets.

H. Interfund Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds."

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

I. Capital Assets

Capital assets, which include land, construction in progress, site improvements, buildings and improvements, and equipment, and vehicles, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial individual cost of more than \$1,000 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 the life of an asset are not capitalized. Site improvements, buildings and improvements, equipment, and vehicles of the District are depreciated/amortized using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20-50
Equipment and vehicles	5-20

Construction in progress is stated at cost and includes amounts incurred for plan construction. No provision for depreciation/amortization is made on construction in progress until the asset is completed and placed in service.

In the fund financial statements, capital assets are accounted for as capital outlay expenditures upon acquisition. No depreciation/amortization is recorded in the fund financial statements.

J. Long-Term Liabilities (including Leases)

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the applicable bonds using the effective interest method. Issuance costs are recognized as an expense in the period incurred. Bonds payable are reported net of the applicable bond premium or discount.

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

Leases

The District is a lessee for a noncancellable lease of equipment (copiers). The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

K. Compensated Absences

Vacation leave is accrued as a liability as the benefits are earned by the employees as the leave is attributable to past service and it is probable that the District will compensate the employees for these benefits through paid time off. District employees are allowed to roll over and maintain a maximum balance of 10 vacation days.

L. Deferred Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has three items that qualifies for this category. The first is deferred charge on refunding reported in the government-wide statement of net position. A deferred charge results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second and third items are pensions and other post-employment benefits reported in the government-wide statement of position. These results are from differences between expected and actual experience, the net differences projected and actual investment earnings on plan investments, changes of assumptions, and changes in proportion and differences between contributions and proportion share of contributions.

M. Deferred Inflows of Resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has three items, which arises only under a modified accrual basis of accounting, which qualifies for reporting in this category. The first is unavailable revenue – property taxes; it is reported in both the government-wide statement of position and in the governmental funds balance sheet. The item for subsequent years revenue is from property taxes. The second and third items are pensions and other post-employment benefits. These results are from differences between expected and actual experience, the net differences projected and actual investment earnings on plan investments, changes of assumptions, and changes in proportion and differences between contributions and proportion share of contributions. These items amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

N. Property Tax Revenues

The District must file its tax levy ordinance by the last Tuesday in December of each year. The District's 2021 tax levy was approved on November 16, 2021 and the 2022 tax levy was approved on November 15, 2022. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year. The District's annual property tax levy is subject to two statutory limitations: Individual fund rate ceilings and the Property Tax Extension Limitation Act (PTELL). The 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 PTELL limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELL 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 properties becoming eligible for taxation.

Property taxes are collected by the Lake County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two equal installments: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the District within 60 days of the respective installment dates.

Taxes recorded on these financial statements are from the 2022 and 2021 tax levy years.

O. Personal Property Replacement Taxes

Personal property replacement taxes are first allocated to the Municipal Retirement/Social Security Fund, and the balance is allocated to the General Fund at the discretion of the Board of Education.

P. Program Revenues

Amounts reported as program revenues include 1) Tuition and fees and 2) Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. All taxes, including those dedicated for specific purposes, are reported as general revenues rather than as program revenues.

Q. Eliminations and Reclassifications

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

R. Estimates

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

S. Comparative Data

The financial statements include prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2022, from which such information was derived.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 2 – CASH AND INVESTMENTS

Deposits are cash with financial institutions, savings deposit accounts, and non-negotiable certificates of deposit. Investments are government securities with a purchase to maturity date of greater than one year. Investments are stated at fair value. Changes in fair value of investments are included as investment earnings.

The District has adopted a formal cash and investment management policy. The financial institutions in which accounts are made must be approved by the Board of Education. Separate deposit and investment accounts are not maintained for each fund; instead, the individual funds maintain their balances in one common account, with accounting records being maintained to show the portion of the common account balance attributable to each participating fund.

At June 30, 2023, the carrying amount of the District's deposits and investments totaled \$29,370,586. Bank balances totaled \$30,819,209.

For disclosure purposes, the amounts are classified as follows:

Cash and Investments	Amount	Maturities		
		Less Than Six Months	Six Months to One Year	One Year to Three Years
Cash with Financial Institutions	\$ 7,364,239	\$ 7,364,239	\$ -	\$ -
Savings Deposit Accounts	20,996,021	20,996,021	-	-
Non-negotiable Certificates of Deposit	967,000	967,000	-	-
Government Securities	1,491,949	498,732	993,217	-
Total	<u>\$ 30,819,209</u>	<u>\$ 29,825,992</u>	<u>\$ 993,217</u>	<u>\$ -</u>

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

At June 30, 2023, the District had no fair value measurements because all government securities had a purchase to maturity date of less than one year.

Interest Rate Risk. The District limits its exposure to losses arising from increasing interest rates by limiting the amount of cash held for a period longer than one year. The weighted average of the portfolio maturity was 184.32 days and the weighted portfolio yield was 2.53%.

Credit Risk. The District is allowed to invest in securities as authorized by Chapter 30, Sections 23 5/2, and 23 5/6, and Chapter 105, Section 5/8-7 of the *Illinois Compiled Statutes*. These Statutes authorize the District to invest in obligations of the U.S. Treasury and U.S. Agencies' accounts and any other investments constituting direct obligations of any bank as defined by the Illinois Bank Act, certain short-term commercial paper, accounts of federally insured savings and loans, and the state treasurers' investment pool. The District has no cash policy that would further limit its cash choices.

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. This fund is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940. Investments are valued at net asset value (NAV) per share price, which is the price at which the investment could be sold, as determined by the pool.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 2 – CASH AND INVESTMENTS (CONT'D)

Custodial Credit Risk. Custodial credit risk is the risk that, in the event of the failure of the bank or the counterparty, the District will not be able to recover the value of its deposits that are in the possession of an outside party. The bank balance of \$30,819,209 is exposed to custodial credit risk as follows:

Depository Account	Bank Balance
FDIC Insured	\$ 2,958,950
Collateralized	6,864,238
Uncollateralized*	20,996,021
Total	\$ 30,819,209

*Invested in accordance with the Public Treasurer’s Investment Pool created under Section 17 of the State Treasurer’s Act.

NOTE 3 – PROPERTY TAXES

Property taxes are levied each year on all taxable real property located in the District on or before the last Tuesday in December of the subsequent year. The District must file its tax levy ordinance by the last Tuesday in December of each year. The District’s 2021 tax levy was approved on November 16, 2021 and the 2022 tax levy was approved on November 15, 2022. Taxes attach as an enforceable lien on property on January 1 and are payable in two installments (June 1 and September 1) subsequent to the year of levy. The District receives significant distributions of tax receipts approximately one month after these due dates. Taxes recorded on these financial statements are from the 2022 and 2021 tax levy years.

A summary of the past two years’ assessed valuation, tax rates, and extensions are as follows:

Tax Year	2022		2021	
Equalized Assessed Valuation	\$411,521,188		\$393,475,500	
	Rates	Extensions	Rates	Extensions
Educational	3.007777	\$ 12,377,640	2.702868	\$ 10,635,123
Special Education	0.400000	1,646,085	0.400000	1,573,902
PTAB/CE Recapture	0.015328	63,078	0.013751	54,107
Operations and Maintenance	0.550000	2,263,367	0.550000	2,164,115
Bond and Interest	0.467624	1,924,372	0.457889	1,801,681
Transportation	0.072900	299,999	0.300986	1,184,306
Municipal Retirement	0.047656	196,114	0.034864	137,181
Social Security/Medicare	0.072900	299,999	0.142556	560,923
Working Cash	0.001215	5,000	0.001270	4,997
Totals	4.635400	\$ 19,075,654	4.604184	\$ 18,116,335

NOTE 4 – ACCOUNTS RECEIVABLE

Accounts receivable detail at June 30, 2023, is as follows:

Account	Amount
Personal property replacement taxes	\$ 56,818
Due from state and federal government	597,588
Due from other governments	209,312
Total	\$ 863,718

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 – CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets is as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
<i>Governmental Activities</i>				
Capital assets, not being depreciated				
Land	\$ 413,525	\$ -	\$ -	\$ 413,525
Total	413,525	-	-	413,525
Capital assets, being depreciated/amortized				
Buildings	23,372,565	125,923	-	23,498,488
Site improvements	1,479,539	49,391	-	1,528,930
Equipment	2,786,179	680,913	-	3,467,092
Transportation equipment	173,235	112,510	-	285,745
Leased equipment	66,664	-	-	66,664
Total	27,878,182	968,737	-	28,846,919
Accumulated depreciation/ amortization				
Buildings	12,800,611	672,492	-	13,473,103
Site improvements	889,636	56,731	-	946,367
Equipment	1,958,239	271,545	-	2,229,784
Transportation equipment	119,106	16,486	-	135,592
Leased equipment	39,998	13,333	-	53,331
Total	15,807,590	1,030,587	-	16,838,177
Net Capital Assets	<u>\$ 12,484,117</u>	<u>\$ (61,850)</u>	<u>\$ -</u>	<u>\$ 12,422,267</u>

Depreciation/amortization was charged to functions as follows:

Governmental Activities	
Unallocated	<u>\$ 1,030,587</u>
Total	<u>\$ 1,030,587</u>

NOTE 6 – LONG-TERM LIABILITIES

Leases Payable

The District has entered into various lease agreements for the acquisition and use of equipment (copiers). An initial lease liability was recorded and the District has an option to purchase the equipment for fair value at the end of the lease term. The equipment has a five-year estimated useful life. These obligations will be paid from the Debt Service Fund.

On July 1, 2019, the District entered into a five-year lease agreement with Wells Fargo Financial Leasing for the purchase of copiers (equipment). An initial lease liability was recorded in the amount of \$66,664. As of June 30, 2023, the value of the lease liability was \$13,719. The District is required to make monthly principal and interest payments of \$1,153, and has an interest rate of 1.50 percent. The value of the right-to-use asset as of the end of the current fiscal year was \$13,333 and had accumulated amortization of \$53,331.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 6 – LONG-TERM LIABILITIES (CONT'D)

Bonds Payable

On April 14, 2015, the District issued General Obligation Refunding School Bonds in the amount of \$7,550,000. The first principal payment is due January 1, 2016, with annual payments continuing again on January 1, 2018, through 2025. Interest payments are due semiannually beginning January 1, 2016, and continuing through 2025, with rates varying from 2.50% to 4.00%. This issue partially advances refunded the outstanding 2008 Series Bond. The balance due at June 30, 2023, is \$2,145,000.

On March 1, 2018, the District issued General Obligation Refunding School Bonds, Series 2018A, in the amount of \$1,475,000. The first principal payment is due January 1, 2019, with annual payments continuing through January 1, 2025. Interest payments are due semiannually beginning January 1, 2019, and continuing through January 1, 2026, with rates varying from 2.55% to 2.80%. This issue partially advances refunded the outstanding 2009 Series Bond. The balance due at June 30, 2023, is \$1,245,000.

On March 1, 2018, the District issued Limited School Bonds, Series 2018B, in the amount of \$3,707,000. Principal payments are due annually beginning on January 1, 2025 and continuing through January 1, 2029. Interest payments are due semiannually beginning January 1, 2019, and continuing through January 1, 2029, with rates varying from 2.75% to 3.10%. The balance due at June 30, 2023, is \$3,707,000.

On March 8, 2023, the District issued Limited School Bonds, Series 2023, in the amount of \$4,360,000. Principal payments are due annually beginning on January 1, 2024 and continuing through January 1, 2035. Interest payments are due semiannually beginning January 1, 2024, and continuing through January 1, 2035, with an interest rate of 3.700%. The balance due at June 30, 2023, is \$4,360,000.

Summary

The following is a summary of changes in long-term liabilities of the District for the year ended June 30, 2023:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
<i>Leases</i>					
07/01/19 Copiers	\$ 27,233	\$ -	\$ 13,514	\$ 13,719	\$ 13,719
Subtotal	27,233	-	13,514	13,719	13,719
<i>Bonds</i>					
04/14/15 Refunding	3,635,000	-	1,490,000	2,145,000	1,600,000
03/01/18 Refunding	1,295,000	-	50,000	1,245,000	100,000
03/01/18 Building	3,707,000	-	-	3,707,000	-
03/08/23 Building	-	4,360,000	-	4,360,000	10,000
Subtotal	8,637,000	4,360,000	1,540,000	11,457,000	1,710,000
Total Leases and Bonds	8,664,233	4,360,000	1,553,514	11,470,719	1,723,719
Unamortized bond premium	68,093	-	36,927	31,166	23,040
Compensated absences	17,596	18,448	13,484	22,560	11,280
Pensions	910,635	1,990,103	34,713	2,866,025	-
Other post-employment benefits (OPEB)	13,099,664	266,389	5,571,557	7,794,496	-
Grand Total	<u>\$ 22,760,221</u>	<u>\$ 6,634,940</u>	<u>\$ 7,210,195</u>	<u>\$ 22,184,966</u>	<u>\$ 1,758,039</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 6 – LONG-TERM LIABILITIES (CONT'D)

Annual Debt Service Requirements

At June 30, 2023, the annual cash flow requirements to service all long-term liabilities are:

Year Ending June 30,	<u>Principal</u>	<u>Interest</u>
2024	\$ 1,723,719	\$ 336,724
2025	1,747,000	323,715
2026	1,505,000	268,765
2027	880,000	225,545
2028	925,000	198,165
2029	970,000	168,880
2030	580,000	137,640
2031	600,000	116,180
2032	620,000	93,980
2033	640,000	71,040
2034	660,000	47,360
2035	620,000	22,940
Total	<u>\$ 11,470,719</u>	<u>\$ 2,010,934</u>

Leases and bonds are liquidated by the Debt Service Fund. Compensated absences, pensions and OPEB obligations are liquidated by the General Fund.

Prior Year Defeasance of Debt

The District defeased 2008 general obligation bonds and 2009 building bonds by placing the proceeds of the new bonds in an irrevocable trust account to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2023, \$2,900,000 of defeased bonds remains outstanding.

Cash with Fiscal Agent

As of June 30, 2023 cash with fiscal agent for the prepayment of matured bonds and interest is \$102,658 and for the bond sinking fund is \$292,247. These amounts are included in cash and investments and are restricted.

Bond Sinking Fund

On March 8, 2023, the District established a bond sinking fund to provide for the abatement of taxes in levy year 2022 and 2023.

As of June 30, 2023, the sinking fund requirements are:

Year Ending June 30,	<u>Principal</u>
2024	\$ 131,297
2025	160,950
Total	<u>\$ 292,247</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 6 – LONG-TERM LIABILITIES (CONT'D)

Legal Debt Margin

Based on the 2022 assessed valuation of \$411,521,188, the legal debt margin of 6.9 percent is \$28,394,962. At June 30, 2023, the outstanding debt to which the legal debt margin applies is \$11,501,885, leaving an available borrowing power of \$16,893,077.

NOTE 7 – INTERFUND LOANS AND TRANSFERS

Interfund Loans

At June 30, 2023, the District had no interfund loans.

Interfund loans are used to finance activities of a fund which has over-expended its available resources. Working Cash Account funds are available for borrowing by other funds not able to meet their cash flow needs during the year. These funds are expected to be repaid in the short term.

Interfund Transfers

The District made the following interfund transfers during the fiscal year ended June 30, 2023:

Fund	Transfer In	Transfer Out
General		
Educational Account	\$ -	\$ 396,861
Working Cash Account	-	44,144
Operations and Maintenance	-	24,486
Transportation	-	90,454
Municipal Retirement/ Social Security	-	22,849
Capital Projects	578,794	-
Total	<u>\$ 578,794</u>	<u>\$ 578,794</u>

Interfund transfers are used to (1) move revenues from the fund in which statute or budget requires collection to the fund that statute or budget requires expenditure, and (2) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 8 – RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System (TRS) of the State of Illinois

General Information about the Pension Plan

Plan Description

The employer participates in the Teachers' Retirement System (TRS) of the State of Illinois. 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 no annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the system's administration.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 – RETIREMENT FUND COMMITMENTS (CONT'D)

TRS issues a publicly available financial report that can be obtained at www.trsil.org; by writing to TRS at 2815 West Washington Street, P. O. 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.

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, 2026. 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, 2023 was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-Behalf Contributions to TRS

The State of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2023, State of Illinois contributions recognized by the employer were based on the State's proportionate share of the collective net pension liability associated with the employer, and the employer recognized revenue and expenditures of \$5,968,363 in pension contributions from the State of Illinois.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8 – RETIREMENT FUND COMMITMENTS (CONT'D)

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2023, were \$66,976, and are deferred because they were paid after the June 30, 2022, measurement date.

Federal and Special Trust Fund Contributions

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

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

For the year ended June 30, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling \$137,231 were paid from federal and special trust funds that required employer contributions of \$14,396. These contributions are deferred because they were paid after the June 30, 2022, measurement date.

Employer Retirement Contributions

Under GASB Statement No. 68, contributions that an employer is required to pay because of a TRS member retiring are categorized as specific liability payments. The employer is required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days more than the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2023, the employer paid \$6,937 to TRS for employer contributions due on salary increases more than 6 percent and \$-0- for sick leave days granted more than the normal annual allotment.

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

At June 30, 2022, the employer reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the employer. The state's support and total are for disclosure purposes only. The amount recognized by the employer as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the employer were as follows:

Employer's proportionate share of the net pension liability	\$ 875,922
State's proportionate share of the net pension liability associated with the employer	<u>75,980,425</u>
Total	<u><u>\$ 76,856,347</u></u>

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2022, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2022, the employer's proportion was 0.0010447500 percent and at June 30, 2021 was 0.0011673121 percent.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 – RETIREMENT FUND COMMITMENTS (CONT'D)

For the year ended June 30, 2023, the employer recognized pension expense of \$5,968,363 and revenue of \$6,242,420 for support provided by the state. At June 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred amounts to be recognized in pension expense in future periods</i>		
Differences between expected and actual experience	\$ 1,761	\$ 4,829
Changes of assumptions	4,039	1,672
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	237,996
Net difference between projected and actual earnings on pension plan investments	801	-
Total deferred amounts to be recognized in pension expense in future periods	<u>6,601</u>	<u>244,497</u>
<i>Pension contributions made subsequent to the measurement date</i>	<u>81,372</u>	<u>-</u>
Total	<u>\$ 87,973</u>	<u>\$ 244,497</u>

\$81,372 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date but before the end of the employer's reporting period will be recognized as a reduction of the pension liability in the reporting year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2024	\$ (144,452)
2025	(38,813)
2026	(36,070)
2027	(10,447)
2028	(8,115)
Total	<u>\$ (237,897)</u>

Actuarial Assumptions

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

Inflation	2.50 percent
Salary increases	varies by amount of service credit
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8 – RETIREMENT FUND COMMITMENTS (CONT'D)

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. equities large cap	16.3%	5.73%
U.S. equities small/mid cap	1.9%	6.78%
International equities developed	14.1%	6.56%
Emerging market equities	4.7%	8.55%
U.S. bonds core	6.9%	1.15%
Cash equivalents	1.2%	-0.32%
TIPS	0.5%	0.33%
International debt developed	1.2%	6.56%
Emerging international debt	3.7%	3.76%
Real estate	16.0%	5.42%
Private debt	12.5%	5.29%
Hedge funds	4.0%	3.48%
Private equity	15.0%	10.04%
Infrastructure	2.0%	5.86%
Total	<u>100.0%</u>	

Discount Rate

At June 30, 2022, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2021 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2022, was projected to be available to make all projected future benefit payments 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.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8 – RETIREMENT FUND COMMITMENTS (CONT'D)

Sensitivity of the Employer’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

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

	1% Decrease (6.00%)	Current Single Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability/(Asset)	\$ 1,071,260	\$ 875,922	\$ 713,941

TRS Fiduciary Net Position

Detailed information about the TRS’s fiduciary net position as of June 30, 2022, is available in the separately issued *TRS Annual Comprehensive Financial Report*.

B. Illinois Municipal Retirement Fund (IMRF)

IMRF Plan Description

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

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff’s Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
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NOTE 8 – RETIREMENT FUND COMMITMENTS (CONT'D)

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

As of December 31, 2022, the following employees were covered by the benefit terms:

	IMRF
Retirees and beneficiaries currently receiving benefits	130
Inactive plan members entitled to but not yet receiving benefits	173
Active plan members	69
Total	372

Contributions

As set by statute, the employer’s Regular Plan Members are required to contribute 4.5 percent 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 employer’s annual contribution rate for calendar year 2022 was 11.30 percent. For the fiscal year ended 2023, the employer contributed \$244,857 to the plan. The employer 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.

Net Pension Liability

The employer’s net pension liability was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability 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, 2022:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Fair Value of Assets.
- The Inflation Rate was assumed to be 2.25%.
- Salary Increases were expected to be 2.85% to 13.75%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 – RETIREMENT FUND COMMITMENTS (CONT'D)

- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017 to 2019.
- For Non-Disabled Retirees, the Pub-2010, Amounted-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and female (adjusted 105%) tables, and future morality improvements projected using scale MP-2020.
- For Disabled Retirees, the Pub-2010, Amounted-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
- For Active Members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future morality improvements projected using scale MP- 2020.
- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Return 12/31/2022	Projected Returns/Risk	
			One Year Arithmetic	Ten Year Geometric
Equities	35.50%	-19.12%	7.82%	6.50%
International Equities	18.00%	-17.86%	9.23%	7.60%
Fixed Income	25.50%	-11.83%	5.01%	4.90%
Real Estate	10.50%	12.83%	7.10%	6.20%
Alternatives	9.50%	3.99%		
Private Equity		N/A	13.43%	9.90%
Hedge Funds		N/A	N/A	N/A
Commodities		N/A	7.42%	6.25%
Cash Equivalents	1.00%	3.18%	4.00%	4.00%
Total	<u>100.00%</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:

1. 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
2. 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).

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 – RETIREMENT FUND COMMITMENTS (CONT'D)

For the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 4.05%, and the resulting single discount rate is 7.25%.

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A) - (B)
Balances at December 31, 2021	\$ 12,007,491	\$ 12,623,424	\$ (615,933)
Changes for the year			
Service Cost	175,050	-	175,050
Interest on the Total Pension Liability	848,516	-	848,516
Differences Between Expected and Actual Experience of the Total Pension Liability	198,111	-	198,111
Contributions - Employer	-	228,213	(228,213)
Contributions - Employees	-	92,526	(92,526)
Net Investment Income	-	(1,724,112)	1,724,112
Benefits Payments and Refunds	(782,696)	(782,696)	-
Other (Net Transfer)	-	19,014	(19,014)
Net Changes	<u>438,981</u>	<u>(2,167,055)</u>	<u>2,606,036</u>
Balances at December 31, 2022	<u>\$ 12,446,472</u>	<u>\$ 10,456,369</u>	<u>\$ 1,990,103</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

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

	1% Decrease (6.25%)	Current Single Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	<u>\$ 3,282,377</u>	<u>\$ 1,990,103</u>	<u>\$ 928,918</u>

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

For the year ended June 30, 2023, the employer recognized pension expense of \$181,629. At June 30, 2023, the employer reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 – RETIREMENT FUND COMMITMENTS (CONT'D)

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred amounts to be recognized in pension expense in future periods</i>		
Differences between expected and actual experience	\$ 79,906	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	906,558	-
Total deferred amounts to be recognized in pension expense in future periods	986,464	-
<i>Pension contributions made subsequent to the measurement date</i>		
	120,536	-
Total	\$ 1,107,000	\$ -

\$120,536 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date but before the end of the employer's reporting period will be recognized as a reduction of the pension liability in the reporting year ended December 31, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows (Inflows) of Resources
2023	\$ 17,570
2024	146,540
2025	297,704
2026	524,650
2027	-
Thereafter	-
Total	\$ 986,464

C. Aggregate Pension Amounts

For the year ended June 30, 2023, aggregate pension amounts are as follows:

	TRS	IMRF	Total
Deferred Outflows of Resources	\$ 87,973	\$ 1,107,000	\$ 1,194,973
Net Pension Liability/(Asset)	875,922	1,990,103	2,866,025
Deferred Inflows of Resources	244,497	-	244,497
Pension Expense/(Revenue), Net of State Support	(274,507)	181,629	(92,878)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 – RETIREMENT FUND COMMITMENTS (CONT'D)

D. Social Security/Medicare

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "non-participating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security/Medicare.

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB)

A. Teachers' Health Insurance Security (THIS) Fund

General Information about the Plan

Plan Description

The employer participates in the Teachers' Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago.

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.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. Effective July 1, 2012, in accordance with Executive Order 12-01, 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.

Contributions

The percentage of employer required contributions in the future will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

On-behalf contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the employer. State contributions are intended to match contributions to the THIS Fund from active members which were 0.90 percent of pay during the year ended June 30, 2023. State of Illinois contributions were \$102,012 and the employer recognized revenue and expenditures of this amount during the year.

Employer contributions to the THIS Fund

The employer also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2023. For the year ended June 30, 2023, the employer paid \$75,942 to the THIS Fund, which was 100 percent of the required contribution. The contributions are deferred because they were paid after the June 30, 2022, measurement date.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (CONT'D)

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

At June 30, 2022, the employer reported a liability for its proportionate share of the net THIS liability (first amount shown below). The state's support and total are for disclosure purposes only. The amount recognized by the employer as its proportionate share of the net THIS liability, the related state support, and the total portion of the net THIS liability that was associated with the employer were as follows:

Employer's proportionate share of the net THIS liability	\$	2,676,913
State's proportionate share of the net THIS liability associated with the employer		3,642,677
Total	\$	6,319,590

The net THIS liability was measured as of June 30, 2022, and the total THIS liability used to calculate the net THIS liability was determined by an actuarial valuation as of June 30, 2021. The employer's proportion of the net THIS liability was based on the employer's share of contributions to THIS for the measurement year ended June 30, 2022, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2022, the employer's proportion was 0.039109 percent and at June 30, 2021 was 0.037399 percent.

For the year ended June 30, 2023, the employer recognized THIS expense of \$102,012 and revenue of \$1,428,396 for support provided by the state. At June 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to THIS from the following sources:

Deferred Amounts Related to THIS	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred amounts to be recognized in THIS expense in future periods</i>		
Differences between expected and actual experience	\$ -	\$ 1,750,833
Changes of assumptions	2,415	6,603,234
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,100,939	1,552,011
Net difference between projected and actual earnings on THIS plan investments	326	-
Total deferred amounts to be recognized in THIS expense in future periods	1,103,680	9,906,078
<i>THIS contributions made subsequent to the measurement date</i>	75,942	-
Total	\$ 1,179,622	\$ 9,906,078

\$75,942 reported as deferred outflows of resources related to THIS resulting from employer contributions subsequent to the measurement date but before the end of the employer's reporting period will be recognized as a reduction of the THIS OPEB liability in the reporting year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to THIS will be recognized in THIS expense as follows:

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (CONT'D)

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2024	\$ (1,431,830)
2025	(1,336,310)
2026	(1,192,382)
2027	(1,154,488)
2028	(1,139,866)
Thereafter	(2,471,580)
Total	<u>\$ (8,726,456)</u>

Actuarial Assumptions

The total THIS liability was determined by an actuarial valuation as of June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified:

Inflation	2.25 percent
Salary increases	Depends on service and ranges from 8.50% at 1 year of service to 3.50% at 20 or more years of service.
Investment rate of return	2.75 percent, net of THIS plan investment expense, including inflation, for all plan years.
Healthcare cost trend rates	Trend rates for plan year 2023 are based on actual premium increases. For non-medicare costs, trend rates start at 8.00% for plan year 2024 and decrease gradually to an ultimate rate of 4.25% in 2039. For MAPD costs, trend rates are 0.00% in 2024 to 2028, 19.42% in 2029 to 2033 and 5.81% in 2034, declining gradually to an ultimate rate of 4.25% in 2039.

Mortality rates for retirement and beneficiary annuitants were based on the PubT-2010 Retiree Mortality Table, adjusted for TRS experience. For disabled annuitants mortality rates were based on the PubNS-2010 Non-Safety Disabled Retiree Table. Mortality rates for pre-retirement were based on the PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.

The actuarial valuation was based on the Entry Age Normal cost method. Under this method, the normal cost and actuarial accrued liability are directly proportional to the employee's salary. The normal cost rate equals the present value of future benefits at entry age divided by the present value of future salary at entry age. The normal cost at the member's attained age equals the normal cost rate at entry age multiplied by the salary at attained age. The actuarial accrued liability equals the present value of benefits at attained age less present value of future salaries at attained age multiplied by normal cost rate at entry age.

Since THIS is financed on a pays-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index.

Discount Rate

Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). The discount rates are 1.92 percent as of June 30, 2021, and 3.69 percent as of June 30, 2022.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (CONT'D)

Sensitivity of the Employer's Proportionate Share of the Net THIS Liability to Changes in the Discount Rate

The following table shows the plan's net THIS liability as of June 30, 2022, using the current single discount rate of 3.69 percent and sensitivity single discount rates that are either one percentage point higher or lower:

	1% Lower (2.69%)	Current Discount Rate (3.69%)	1% Higher (4.69%)
Net THIS Liability	\$ 2,975,006	\$ 2,676,913	\$ 2,370,589

Sensitivity of the Employer's Proportionate Share of the Net THIS Liability to Changes in the Health Care Trend Rate

The following table shows the plan's net THIS liability as of June 30, 2022, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower.

	1% Lower	Healthcare Cost Trend Rates Assumption	1% Higher
Net THIS Liability	\$ 2,262,047	\$ 2,676,913	\$ 3,132,174

Further information on the THIS Fund

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

B. Health Benefit Plan (HBP)

General Information about the Plan

Plan Description

The District's Other Post-Employment Benefit Plan (OPEB) is single-employer defined benefit healthcare plan that is administered by the District. 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.

Benefits Provided

The plan provides the ability for retirees and their spouses to access the District's group health insurance plan during retirement, provided they are on the group health insurance plan at the time of retirement. Retirees are responsible to contribute a premium toward the cost of their insurance, which is determined by the Board. Retirees may also access dental and life insurance benefits on a "direct pay" basis. Dependents may also continue coverage on a pay-all basis.

Employees Covered by Benefit Terms

As of June 30, 2022, the following employees were covered by the benefit terms:

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (CONT'D)

	HBP
Actives	73
Inactives	112
Total	185

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 2023, the District contributed \$227,267 toward the cost of the postemployment benefits for retirees.

Net HBP Liability

The employer's net HBP liability was measured as of June 30, 2022. The total HBP liability used to calculate the HBP liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The total HBP liability was determined by an actuarial valuation as of June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified:

Inflation	3.00 percent
Salary increases	4.00 percent
Investment rate of return	Not applicable

Mortality rates were based on the Pub-2010 Public Retirement Plans General mortality table projected generationally with Scale MP-2021.

The actuarial valuation was based on the Entry Age Normal cost method. Under this method, the normal cost and actuarial accrued liability are directly proportional to the employee's salary. The normal cost rate equals the present value of future benefits at entry age divided by the present value of future salary at entry age. The normal cost at the member's attained age equals the normal cost rate at entry age multiplied by the salary at attained age. The actuarial accrued liability equals the present value of benefits at attained age less present value of future salaries at attained age multiplied by normal cost rate at entry age.

Since THIS is financed on a pays-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index.

Discount Rate

Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). The discount rates are 4.09 percent as of June 30, 2021, and 4.13 percent as of June 30, 2022.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (CONT'D)

Changes in the Net HBP Liability

	Total HBP Liability (A)	Plan Fiduciary Net Position (B)	Net HBP Liability/(Asset) (A) - (B)
Balances at June 30, 2021	\$ 4,851,194	\$ -	\$ 4,851,194
Changes for the year			
Service Cost	314,392	-	314,392
Interest on the Total HBP Liability	193,766	-	193,766
Contributions - Employer	-	227,267	(227,267)
Changes of Assumptions and Other	(14,503)	-	(14,503)
Benefits Payments and Refunds	(227,267)	(227,267)	-
Other changes	1	-	1
Net Changes	<u>266,389</u>	<u>-</u>	<u>266,389</u>
Balances at June 30, 2022	<u>\$ 5,117,583</u>	<u>\$ -</u>	<u>\$ 5,117,583</u>

Sensitivity of the Net HBP Liability to Changes in the Discount Rate

The following table shows the plan's net HBP liability as of June 30, 2022, using the current single discount rate of 4.13 percent and sensitivity single discount rates that are either one percentage point higher or lower:

	1% Lower (3.13%)	Current Discount Rate (4.13%)	1% Higher (5.13%)
Net HBP Liability	<u>\$ 5,498,723</u>	<u>\$ 5,117,583</u>	<u>\$ 4,773,238</u>

Sensitivity of the Net HBP Liability to Changes in the Health Care Trend Rate

The following table shows the plan's net HBP liability as of June 30, 2022, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower.

	1% Lower	Healthcare Cost Trend Rates Assumption	1% Higher
Net HBP Liability	<u>\$ 4,807,087</u>	<u>\$ 5,117,583</u>	<u>\$ 5,470,847</u>

HBP Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to HBP

For the year ended June 30, 2023, the employer recognized HBP revenue of \$17,038. At June 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to HBP from the following sources:

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (CONT'D)

Deferred Amounts Related to HBP	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred amounts to be recognized in HBP expense in future periods</i>		
Differences between expected and actual experience	\$ -	\$ 83,644
Changes of assumptions	20,238	248,963
Total	\$ 20,238	\$ 332,607

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

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2024	\$ (307,682)
2025	(4,687)
2026	-
2027	-
2028	-
Thereafter	-
Total	\$ (312,369)

C. Aggregate OPEB Amounts

For the year ended June 30, 2023, aggregate OPEB amounts are as follows:

	THIS	HBP	Total
Deferred Outflows of Resources	\$ 1,179,622	\$ 20,238	\$ 1,199,860
Net OPEB Liability	2,676,913	5,117,583	7,794,496
Deferred Inflows of Resources	9,906,078	332,607	10,238,685
OPEB Expense/(Revenue), Net of State Support	(1,326,384)	(17,038)	(1,343,422)

NOTE 10 – JOINT AGREEMENT

The District is a member of the Special Education District of Lake County (SEDOL), a joint agreement that provides certain special education services to residents of many school districts. It is also a member of the risk management pool listed below. The District believes that because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, these are not included as component units of the District. Complete financial statements for SEDOL can be obtained from the Administrative Offices.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 11 – RISK MANAGEMENT

The District is exposed to various risks of loss related to workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from such risks, the District participates in the following public entity risk pool: the Northern Illinois Health Insurance Program (NIHIP). The District pays annual premiums to the pool for insurance coverage. The arrangements with the pool provide that it will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pool. Complete financial statements for NIHIP can be obtained from its Treasurer. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

NOTE 12 – TORT EXPENSES

The District did not levy for tort nor had any tort funds on hand during the year ended June 30, 2023, in which to pay tort expenses. The District's tort expenditures consisted of payments for:

Workers' compensation	\$ 37,926
Liability insurance	110,773
Legal fees	<u>26,676</u>
Total	<u><u>\$ 175,375</u></u>

NOTE 13 – CONTINGENCIES

The District is not aware of any litigation which might have a material adverse effect on the District's financial position.

NOTE 14 – DEFICIT FUND BALANCE

At June 30, 2023, the Operations and Maintenance Fund had a deficit fund balance of \$105,004.

NOTE 15 – SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date but before the financial statements are issued or available to be issued. There are two types of subsequent events: recognized (events that relate to conditions present at the balance sheet date) and non-recognized (events or conditions that did not exist at the balance sheet date but arose after that date). There have been no recognized or non-recognized subsequent events that have occurred between June 30, 2023, and the date of this audit report requiring disclosure in the financial statements.

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REQUIRED SUPPLEMENTARY INFORMATION

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MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 TEACHERS' RETIREMENT SYSTEM (TRS) OF THE STATE OF ILLINOIS
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,*	<u>2023</u>	<u>2022</u>	<u>2021</u>
Employer's proportion of the net pension liability	0.00104%	0.00117%	0.00195%
Employer's proportionate share of the net pension liability	\$ 875,922	\$ 910,635	\$ 1,030,429
State's proportionate share of the net pension liability associated with the employer	<u>75,980,425</u>	<u>76,320,916</u>	<u>80,708,578</u>
Total	<u>\$ 76,856,347</u>	<u>\$ 77,231,551</u>	<u>\$ 81,739,007</u>
Covered payroll	\$ 10,788,433	\$ 10,412,441	\$ 10,102,630
Employer's proportionate share of the net pension liability as a percentage of its covered payroll	8.12%	8.75%	10.20%
Plan fiduciary net position as a percentage of the total pension liability	42.80%	45.10%	37.80%

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

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.00125%	0.00134%	0.00300%	0.00300%	0.00310%	0.00310%
\$ 1,017,235	\$ 1,044,157	\$ 2,293,396	\$ 2,365,157	\$ 2,013,733	\$ 1,889,529
<u>72,395,487</u>	<u>71,529,149</u>	<u>71,545,891</u>	<u>76,464,554</u>	<u>59,059,169</u>	<u>54,354,376</u>
<u>\$ 73,412,722</u>	<u>\$ 72,573,306</u>	<u>\$ 73,839,287</u>	<u>\$ 78,829,711</u>	<u>\$ 61,072,902</u>	<u>\$ 56,243,905</u>
\$ 9,794,474	\$ 9,596,472	\$ 9,663,035	\$ 9,633,375	\$ 9,152,544	\$ 8,820,999
10.39%	10.88%	23.73%	24.55%	22.00%	21.42%
39.60%	40.00%	39.30%	36.40%	41.50%	43.00%

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 TEACHERS' RETIREMENT SYSTEM (TRS) OF THE STATE OF ILLINOIS
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually-required contribution	\$ 80,137	\$ 75,384	\$ 64,045
Contributions in relation to the contractually-required contribution	<u>81,372</u>	<u>68,097</u>	<u>63,739</u>
Contribution deficiency (excess)	<u>\$ (1,235)</u>	<u>\$ 7,287</u>	<u>\$ 306</u>
Covered payroll	\$ 11,334,632	\$ 10,788,433	\$ 10,412,441
Contributions as a percentage of covered payroll	0.72%	0.63%	0.61%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 67,462	\$ 65,932	\$ 58,566	\$ 123,677	\$ 116,038	\$ 107,893
<u>67,172</u>	<u>58,277</u>	<u>55,178</u>	<u>109,191</u>	<u>100,948</u>	<u>98,110</u>
<u>\$ 290</u>	<u>\$ 7,655</u>	<u>\$ 3,388</u>	<u>\$ 14,486</u>	<u>\$ 15,090</u>	<u>\$ 9,783</u>
\$ 10,102,630	\$ 9,794,474	\$ 9,596,472	\$ 9,663,035	\$ 9,633,375	\$ 9,152,544
0.66%	0.59%	0.57%	1.13%	1.05%	1.07%

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
 ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)
 MOST RECENT CALENDAR YEARS

Calendar year ending December 31,	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total pension liability			
Service cost	\$ 175,050	\$ 153,012	\$ 165,958
Interest on the total pension liability	848,516	815,127	808,423
Difference between expected and actual experience	198,111	234,111	(123,569)
Changes of assumptions	-	-	(52,735)
Benefit payments, including refunds	<u>(782,696)</u>	<u>(722,766)</u>	<u>(675,517)</u>
Net change in pension liability	438,981	479,484	122,560
Total pension liability - beginning	<u>12,007,491</u>	<u>11,528,007</u>	<u>11,405,447</u>
Total pension liability - ending (A)	<u><u>\$ 12,446,472</u></u>	<u><u>\$ 12,007,491</u></u>	<u><u>\$ 11,528,007</u></u>
Plan fiduciary net position			
Contributions - employer	\$ 228,213	\$ 246,858	\$ 230,118
Contributions - employees	92,526	80,556	74,338
Net investment income	(1,724,112)	1,923,121	1,465,510
Benefit payments, including refunds	(782,696)	(722,766)	(675,517)
Other (net transfer)	<u>19,014</u>	<u>47,279</u>	<u>(40,943)</u>
Net change in plan fiduciary net position	(2,167,055)	1,575,048	1,053,506
Plan fiduciary net position - beginning	<u>12,623,424</u>	<u>11,048,376</u>	<u>9,994,870</u>
Plan fiduciary net position - ending (B)	<u><u>\$ 10,456,369</u></u>	<u><u>\$ 12,623,424</u></u>	<u><u>\$ 11,048,376</u></u>
Net pension liability - ending (A) - (B)	<u><u>\$ 1,990,103</u></u>	<u><u>\$ (615,933)</u></u>	<u><u>\$ 479,631</u></u>
Plan fiduciary net position as a percentage of total pension liability	84.01%	105.13%	95.84%
Covered valuation payroll	\$ 2,019,714	\$ 1,790,122	\$ 1,651,956
Net pension liability as a percentage of covered valuation payroll	98.53%	-34.41%	29.03%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

2019	2018	2017	2016	2015	2014
\$ 162,204	\$ 152,001	\$ 201,543	\$ 162,008	\$ 170,675	\$ 179,264
762,604	758,912	776,203	716,227	697,749	635,877
351,952	(173,182)	(287,914)	429,830	(125,355)	144,566
-	268,859	(301,860)	(82,512)	10,715	389,439
<u>(617,781)</u>	<u>(605,883)</u>	<u>(581,628)</u>	<u>(489,578)</u>	<u>(486,705)</u>	<u>(448,356)</u>
658,979	400,707	(193,656)	735,975	267,079	900,790
<u>10,746,468</u>	<u>10,345,761</u>	<u>10,539,417</u>	<u>9,803,442</u>	<u>9,536,363</u>	<u>8,635,573</u>
<u>\$ 11,405,447</u>	<u>\$ 10,746,468</u>	<u>\$ 10,345,761</u>	<u>\$ 10,539,417</u>	<u>\$ 9,803,442</u>	<u>\$ 9,536,363</u>
\$ 214,402	\$ 210,127	\$ 230,301	\$ 257,075	\$ 225,704	\$ 232,995
74,733	75,378	75,813	103,860	71,576	69,992
1,654,623	(581,758)	1,511,156	551,467	39,427	463,944
(617,781)	(605,883)	(581,628)	(489,578)	(486,705)	(448,356)
<u>175,228</u>	<u>39,776</u>	<u>(376,427)</u>	<u>86,847</u>	<u>156,998</u>	<u>(16,754)</u>
1,501,205	(862,360)	859,215	509,671	7,000	301,821
<u>8,493,665</u>	<u>9,356,025</u>	<u>8,496,810</u>	<u>7,987,139</u>	<u>7,980,139</u>	<u>7,678,318</u>
<u>\$ 9,994,870</u>	<u>\$ 8,493,665</u>	<u>\$ 9,356,025</u>	<u>\$ 8,496,810</u>	<u>\$ 7,987,139</u>	<u>\$ 7,980,139</u>
<u>\$ 1,410,577</u>	<u>\$ 2,252,803</u>	<u>\$ 989,736</u>	<u>\$ 2,042,607</u>	<u>\$ 1,816,303</u>	<u>\$ 1,556,224</u>
87.63%	79.04%	90.43%	80.62%	81.47%	83.68%
\$ 1,660,733	\$ 1,581,086	\$ 1,684,724	\$ 1,709,276	\$ 1,566,792	\$ 1,555,376
84.94%	142.48%	58.75%	119.50%	115.92%	100.05%

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 REQUIRED SUPPLEMENTARY INFORMATION
 MULTIYEAR SCHEDULE OF CONTRIBUTIONS
 ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)
 MOST RECENT CALENDAR YEARS

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Valuation Payroll
2022	\$ 236,050	\$ 232,995	\$ 3,055	\$ 1,493,990	15.60%
2021	246,858	246,858	-	1,790,122	13.79%
2020	230,117	230,118	(1)	1,651,956	13.93%
2019	214,401	214,402	(1)	1,660,733	12.91%
2018	210,126	210,127	(1)	1,581,086	13.29%
2017	230,302	230,301	1	1,684,724	13.67%
2016	257,075	257,075	-	1,709,276	15.04%
2015	225,618	225,704	(86)	1,566,792	14.41%
2014	236,050	232,995	3,055	1,493,990	15.60%

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2022 Contribution Rate*

Valuation Date

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

Methods and Assumptions Used to Determine 2022 Contribution Rates

Actuarial Cost Method	Aggregate entry age normal
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	21-year closed period
Asset Valuation Method	5-year smoothed fair value; 20% corridor
Wage Growth	2.75%
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%, including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2020 valuation pursuant to an experience study of the period 2017 to 2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

Other Information:

Notes There were no benefit changes during the year.

*Based on Valuation Assumptions used in the December 31, 2020 actuarial valuation.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

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MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE THIS LIABILITY
 OTHER POST-EMPLOYMENT BENEFITS (OPEB) - TEACHERS' HEALTH INSURANCE SECURITY (THIS) FUND
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,*	<u>2023</u>	<u>2022</u>	<u>2021</u>
Employer's proportion of the net THIS liability	0.039109%	0.037399%	0.042783%
Employer's proportionate share of the net THIS liability	\$ 2,676,913	\$ 8,248,470	\$ 11,438,459
State's proportionate share of the net THIS liability associated with the employer	<u>3,641,677</u>	<u>11,183,721</u>	<u>15,495,997</u>
Total	<u>\$ 6,318,590</u>	<u>\$ 19,432,191</u>	<u>\$ 26,934,456</u>
Covered-employee payroll	\$ 10,788,433	\$ 10,412,441	\$ 10,102,630
Employer's proportionate share of the net THIS liability as a percentage of its covered-employee payroll	24.81%	79.22%	113.22%
Plan fiduciary net position as a percentage of the total THIS liability	5.24%	1.40%	0.70%

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

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

<u>2020</u>	<u>2019</u>	<u>2018</u>
0.039841%	0.040483%	0.042008%
\$ 11,027,034	\$ 10,665,586	\$ 10,900,792
<u>14,932,011</u>	<u>14,321,582</u>	<u>14,315,449</u>
<u>\$ 25,959,045</u>	<u>\$ 24,987,168</u>	<u>\$ 25,216,241</u>
\$ 9,794,474	\$ 9,596,472	\$ 9,663,035
112.58%	111.14%	112.81%
0.25%	-0.07%	-0.17%

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 OTHER POST-EMPLOYMENT BENEFITS (OPEB) - TEACHERS' HEALTH INSURANCE SECURITY (THIS) FUND
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually-required contribution	\$ 75,942	\$ 72,283	\$ 95,794
Contributions in relation to the contractually-required contribution	<u>75,942</u>	<u>72,283</u>	<u>95,794</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 11,334,632	\$ 10,788,433	\$ 10,412,441
Contributions as a percentage of covered-employee payroll	0.67%	0.67%	0.92%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

<u>2020</u>	<u>2019</u>	<u>2018</u>
\$ 92,944	\$ 90,109	\$ 84,449
<u>92,944</u>	<u>90,109</u>	<u>84,449</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 10,102,630	\$ 9,794,474	\$ 9,596,472
0.92%	0.92%	0.88%

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
OTHER POST-EMPLOYMENT BENEFITS (OPEB) - HEALTH BENEFIT PLAN (HBP)
MOST RECENT FISCAL YEARS

Fiscal year ending June 30,*	2023	2022	2021
Net HBP Liability			
Service cost	\$ 314,392	\$ 387,554	\$ 341,341
Interest on the total HBP liability	193,766	118,291	133,458
Difference between expected and actual experience of the total HBP liability	-	(275,197)	-
Changes of assumptions	(14,503)	(720,961)	179,689
Benefit payments	(227,267)	(169,339)	(321,711)
Other changes	1	-	(1)
Net change in net HBP liability	266,389	(659,652)	332,776
Net HBP liability - beginning	4,851,194	5,510,846	5,178,070
Net HBP liability - ending	<u>\$ 5,117,583</u>	<u>\$ 4,851,194</u>	<u>\$ 5,510,846</u>
Covered-employee payroll	\$ 1,809,932	\$ 1,740,304	\$ 1,740,304
Net HBP liability as a percentage of covered-employee payroll	282.75%	278.76%	316.66%

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

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

<u>2020</u>	<u>2019</u>	<u>2018</u>
\$ 330,847	\$ 257,852	\$ 237,768
143,884	116,959	150,182
(524,770)	1,278,339	(950,640)
308,187	168,322	232,595
(355,177)	(349,923)	(308,867)
<u>(59,640)</u>	<u>(1,333)</u>	<u>(388,237)</u>
(156,669)	1,470,216	(1,027,199)
<u>5,334,739</u>	<u>3,864,523</u>	<u>4,891,722</u>
<u>\$ 5,178,070</u>	<u>\$ 5,334,739</u>	<u>\$ 3,864,523</u>
\$ 1,740,304	\$ 1,581,086	\$ 1,458,324
297.54%	337.41%	265.00%

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CONTRIBUTIONS
 OTHER POST-EMPLOYMENT BENEFITS (OPEB) - HEALTH BENEFIT PLAN (HBP)
 MOST RECENT FISCAL YEARS

Fiscal Year Ended	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered- Employee Payroll	Contributions as a Percentage of Covered- Employee Payroll
2023	\$ -	\$ 227,267	\$ (227,267)	\$ 1,809,932	12.56%
2022	-	169,339	(169,339)	1,740,304	9.73%
2021	-	321,711	(321,711)	1,740,304	18.49%
2020	-	355,177	(355,177)	1,740,304	20.41%
2019	522,690	349,923	172,767	1,581,086	22.13%
2018	439,290	308,867	130,423	1,458,324	21.18%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

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MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
GENERAL FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			
	Original and Final Budget	Educational Account	Working Cash Account	Total Actual
Revenues				
Local sources	\$ 12,976,469	\$ 13,246,385	\$ 49,118	\$ 13,295,503
State sources	6,240,572	6,046,217	-	6,046,217
State on-behalf retirement	9,000,000	6,070,375	-	6,070,375
Federal sources	2,383,927	2,890,975	-	2,890,975
Total Revenues	30,600,968	28,253,952	49,118	28,303,070
Expenditures				
Current				
Instruction	13,134,879	12,504,162	-	12,504,162
State on-behalf retirement	9,000,000	6,070,375	-	6,070,375
Support services	6,357,704	6,883,031	-	6,883,031
Community services	330,275	245,340	-	245,340
Payments to other gov't units	1,900,441	1,164,005	-	1,164,005
Capital outlay	583,637	423,646	-	423,646
Total Expenditures	31,306,936	27,290,559	-	27,290,559
Excess (Deficiency) of Revenues Over (Under) Expenditures	(705,968)	963,393	49,118	1,012,511
Other Financing (Uses)				
Transfers out	-	(396,861)	(44,144)	(441,005)
Total Other Financing (Uses)	-	(396,861)	(44,144)	(441,005)
Net Change in Fund Balances	\$ (705,968)	566,532	4,974	571,506
Fund Balance - Beginning		4,408,461	1,306,861	5,715,322
Fund Balance - Ending		\$ 4,974,993	\$ 1,311,835	\$ 6,286,828

	<u>2022</u>
<u>Variance with Final Budget</u>	<u>Actual</u>
\$ 319,034	\$ 12,779,349
(194,355)	4,652,078
(2,929,625)	5,571,289
507,048	2,609,556
<u>(2,297,898)</u>	<u>25,612,272</u>
630,717	11,755,489
2,929,625	5,571,289
(525,327)	6,386,303
84,935	228,786
736,436	1,581,572
159,991	156,047
<u>4,016,377</u>	<u>25,679,486</u>
<u>1,718,479</u>	<u>(67,214)</u>
<u>(441,005)</u>	<u>(13,830)</u>
<u>(441,005)</u>	<u>(13,830)</u>
<u>\$ 1,277,474</u>	<u>(81,044)</u>
	<u>5,796,366</u>
	<u>\$ 5,715,322</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
OPERATIONS AND MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues				
Local Sources				
General tax levy	\$ 2,169,894	\$ 2,154,205	\$ (15,689)	\$ 2,090,673
Earnings on investments	-	24,486	24,486	2,782
Rentals	385,157	58,809	(326,348)	470,177
Contributions and donations	220	300	80	216
Other	5,921	14,305	8,384	11,466
Total Local Sources	<u>2,561,192</u>	<u>2,252,105</u>	<u>(309,087)</u>	<u>2,575,314</u>
Total Revenues	<u>2,561,192</u>	<u>2,252,105</u>	<u>(309,087)</u>	<u>2,575,314</u>
Expenditures				
Support Services				
Facilities, Acquisition and Construction Services				
Purchased services	-	1,500	(1,500)	3,764
Capital outlay	-	25,001	(25,001)	-
Total	<u>-</u>	<u>26,501</u>	<u>(26,501)</u>	<u>3,764</u>
Operation and Maintenance of Plant Services				
Salaries	682,413	789,057	(106,644)	577,834
Employee benefits	117,660	135,402	(17,742)	111,356
Purchased services	566,845	937,652	(370,807)	784,701
Supplies and materials	405,008	694,534	(289,526)	547,973
Capital outlay	62,488	395,067	(332,579)	274,683
Other	-	8,162	(8,162)	12,023
Non-capitalized equipment	-	1,121	(1,121)	28,740
Total	<u>1,834,414</u>	<u>2,960,995</u>	<u>(1,126,581)</u>	<u>2,337,310</u>
Pupil Transportation Services				
Supplies and materials	563	-	563	-
Total	<u>563</u>	<u>-</u>	<u>563</u>	<u>-</u>

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
OPERATIONS AND MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Support Services				
Other Support Services				
Supplies and materials	\$ -	\$ -	\$ -	\$ 555
Total	-	-	-	555
Total Support Services	1,834,977	2,987,496	(1,152,519)	2,341,629
Payments to Other Gov't Units				
Other Payments				
Other	-	75,271	(75,271)	70,807
Total	-	75,271	(75,271)	70,807
Total Payments to Other Gov't Units	-	75,271	(75,271)	70,807
Total Expenditures	1,834,977	3,062,767	(1,227,790)	2,412,436
Excess (Deficiency) of Revenues Over (Under) Expenditures	726,215	(810,662)	(1,536,877)	162,878
Other Financing (Uses)				
Transfers out	-	(24,486)	24,486	-
Total Other Financing (Uses)	-	(24,486)	24,486	-
Net Change in Fund Balances	\$ 726,215	(835,148)	\$ (1,512,391)	162,878
Fund Balance - Beginning		730,144		567,266
Fund Balance - Ending		\$ (105,004)		\$ 730,144

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75

TRANSPORTATION FUND

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

FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues				
Local Sources				
General tax levy	\$ 1,342,100	\$ 1,178,871	\$ (163,229)	\$ 1,192,417
Transportation fees - pupils	247	109	(138)	243
Earnings on investments	-	90,454	90,454	4,949
Total Local Sources	1,342,347	1,269,434	(72,913)	1,197,609
State Sources				
Transportation - regular	268,711	268,710	(1)	500,333
Transportation - special education	595,406	595,406	-	502,953
Total State Sources	864,117	864,116	(1)	1,003,286
Total Revenues	2,206,464	2,133,550	(72,914)	2,200,895
Expenditures				
Support Services				
Pupil Transportation Services				
Salaries	50,670	3,334	47,336	11,481
Employee benefits	2,030	831	1,199	1,974
Purchased services	1,937,021	1,644,559	292,462	1,711,062
Supplies and materials	212,450	171,916	40,534	173,733
Capital outlay	-	82,410	(82,410)	-
Total	2,202,171	1,903,050	299,121	1,898,250
Total Support Services	2,202,171	1,903,050	299,121	1,898,250
Payments to Other Gov't Units				
Payments for Special Education Programs				
Purchased services	22,885	34,988	(12,103)	173,534
Total Payments to Other Gov't Units	22,885	34,988	(12,103)	173,534
Total Expenditures	2,225,056	1,938,038	287,018	2,071,784
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,592)	195,512	214,104	129,111

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
TRANSPORTATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Other Financing (Uses)				
Transfers out	\$ -	\$ (90,454)	\$ 90,454	\$ -
Total Other Financing (Uses)	-	(90,454)	90,454	-
Net Change in Fund Balances	<u>\$ (18,592)</u>	105,058	<u>\$ 304,558</u>	129,111
Fund Balance - Beginning		<u>1,169,538</u>		<u>1,040,427</u>
Fund Balance - Ending		<u>\$ 1,274,596</u>		<u>\$ 1,169,538</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues				
Local Sources				
General tax levy	\$ 711,710	\$ 136,513	\$ (575,197)	\$ 296,214
Social security/medicare tax levy	-	558,422	558,422	264,428
Personal property replacement taxes	-	50,000	50,000	50,000
Earnings on investments	-	22,849	22,849	1,265
Other	-	16,966	16,966	-
Total Local Sources	711,710	784,750	73,040	611,907
Total Revenues	711,710	784,750	73,040	611,907
Expenditures				
Employee Benefits				
Instruction				
Regular programs	168,070	65,520	102,550	62,558
Pre-K programs	15,689	13,146	2,543	15,745
Special education programs	104,070	104,114	(44)	95,880
Special education programs pre-k	1,640	2,960	(1,320)	4,545
Remedial and supplemental programs	9,450	10,626	(1,176)	10,417
Interscholastic programs	1,590	2,542	(952)	1,592
Summer school programs	1,120	196	924	2,147
Gifted programs	1,180	1,175	5	1,066
Bilingual programs	28,430	30,376	(1,946)	22,553
Total Instruction	331,239	230,655	100,584	216,503
Support Services				
Attendance and social work services	33,786	30,116	3,670	26,539
Guidance services	-	753	(753)	166
Health services	36,500	27,959	8,541	30,717
Psychological services	1,880	1,688	192	1,661
Speech pathology and audiology services	4,530	5,235	(705)	5,073
Other support services - pupils	35,170	28,231	6,939	35,612
Improvement of instruction services	9,074	10,589	(1,515)	6,070
Educational media services	2,060	1,912	148	1,833
Assessment and testing services	-	4	(4)	3
Special area administrative services	7,370	9,480	(2,110)	4,468
Office of the principal services	56,100	55,030	1,070	61,280
Direction of business support services	2,180	2,170	10	2,127

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Employee Benefits				
Support Services				
Fiscal services	\$ 20,300	\$ 24,745	\$ (4,445)	\$ 22,269
Operation and maintenance of plant services	109,510	133,594	(24,084)	111,317
Pupil transportation services	810	1,850	(1,040)	695
Food services	7,060	6,566	494	6,525
Planning, research, development and evaluation services	40	143	(103)	28
Staff services	16,970	16,718	252	13,316
Data processing services	1,450	1,718	(268)	1,381
Total Support Services	<u>344,790</u>	<u>358,501</u>	<u>(13,711)</u>	<u>331,080</u>
Community Services	<u>18,510</u>	<u>10,266</u>	<u>8,244</u>	<u>6,630</u>
Payments to Other Gov't Units	<u>-</u>	<u>22,008</u>	<u>(22,008)</u>	<u>21,850</u>
Total Expenditures	<u>694,539</u>	<u>621,430</u>	<u>73,109</u>	<u>576,063</u>
Excess of Revenues Over Expenditures	<u>17,171</u>	<u>163,320</u>	<u>146,149</u>	<u>35,844</u>
Other Financing (Uses)				
Transfers out	<u>-</u>	<u>(22,849)</u>	<u>22,849</u>	<u>-</u>
Total Other Financing (Uses)	<u>-</u>	<u>(22,849)</u>	<u>22,849</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 17,171</u>	140,471	<u>\$ 168,998</u>	35,844
Fund Balance - Beginning		<u>327,580</u>		<u>291,736</u>
Fund Balance - Ending		<u>\$ 468,051</u>		<u>\$ 327,580</u>

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MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – TEACHERS’ RETIREMENT SYSTEM (TRS) OF THE STATE OF ILLINOIS

Changes of Assumptions

For the 2022 measurement year, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.50 percent and a real return of 4.50 percent. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated Sept. 30, 2021.

For the 2021-2017 measurement years, the assumed investment rate of return was 7.0, including an inflation rate of 2.25 percent and a real return of 4.75 percent. Salary increases were assumed to vary by service credit. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 18, 2018 and August 13, 2015, respectively.

For the 2015 measurement year, the assumed investment rate of return was 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

NOTE 2 – TEACHERS’ HEALTH INSURANCE SECURITY (THIS) FUND

Changes of Assumptions

The discount rate was changed from 1.92 percent at June 30, 2021, to 3.69 percent at June 30, 2022. The healthcare trend assumption was updated based on claim and enrollment experience through June 30, 2021, projected plan cost for plan year end June 30, 2022, premium changes through plan year end 2023, and expectation of future trend increases after June 30, 2022. Per capita claim costs for plan year end June 30, 2022, were updated based on projected claims and enrollment experience through June 30, 2022, and updated premium rates through plan year 2023. Effective as of January 1, 2023, projected per capita costs reflect the newly established zero premium MAPD plan. Healthcare plan participation rates by plan were updated based on observed experience.

Amounts reported in 2022 reflect an investment rate of return of 2.75 percent, an inflation rate of 2.25 percent, and salary increases that vary by service credit. Amounts reported in 2021 reflect an investment rate of return of 2.75 percent, an inflation rate of 2.50 percent, and salary increases that vary by service credit. Amounts reported in 2020 reflect an investment rate of return of 2.75 percent, an inflation rate of 2.50 percent, and salary increases that vary by service credit. Amounts reported in 2019 reflect an investment rate of return of 0.00 percent, an inflation rate of 2.50 percent and salary increases that vary by amount of service credit. Amounts reported in 2018 reflect an investment rate of return of 0.00 percent, an inflation rate of 2.50, and salary increases that vary by service credit. In 2017, assumptions used were an investment rate of return of 0.00 percent, and inflation rate of 2.75 percent, and salary increases that vary by amount of service. In 2016, assumptions used were an investment rate of return of 0.00 percent, and inflation rate of 2.75 percent, and salary increases that vary by amount of service. In 2015 and 2014, assumptions used were an investment rate of return of 4.50 percent, and inflation rate of 3.00 percent, and salary increases that vary by amount of service.

NOTE 3 – HEALTH BENEFIT PLAN (HBP)

Changes of Assumptions

A change in the discount rate from 4.09 percent to 4.13 percent, with a difference of \$(14,503).

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 4 – BUDGETS AND BUDGETARY ACCOUNTING

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The District’s basis of budgeting conforms to Generally Accepted Accounting Principles (GAAP). The original and final budget was passed June 21, 2022. The budget lapses at the end of each fiscal year.

The budgeted amounts in this report are the result of full compliance with the following procedures:

1. After July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures disbursed and the means of financing them.
2. Public hearings are conducted at a public meeting to obtain taxpayer comments.
3. Prior to October 1, the budget is legally adopted through passage of a resolution.
4. The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund; however, any revisions that alter the total expenditures disbursed of any fund must be approved by the Board of Education after a public hearing.
5. Formal budgetary integration is employed as a management control device during the year.
6. The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption.

EXPENDITURES IN EXCESS OF BUDGET

For the year ended June 30, 2023, expenditures exceeded budget in the following funds:

Fund	Actual Amount	Budgeted Amount	Excess of Expenditures
Operations and Maintenance	\$ 3,062,767	\$ 1,834,977	\$ 1,227,790
Debt Service	1,895,882	1,838,077	57,805

The over expenditures were primarily due from non-budgeted: Operations and Maintenance), additional purchased services and capital outlay, which were initially budgeted in the Capital Projects Fund; Debt Service Fund, bond issuance fees. All excess of expenditures were covered by existing fund balances, except for the Operations and Maintenance Fund.

SUPPLEMENTARY INFORMATION

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MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
GENERAL FUND
COMBINING BALANCE SHEET
JUNE 30, 2023

WITH COMPARATIVE ACTUAL TOTALS FOR JUNE 30, 2022

	Educational Account	Working Cash Account	Total	
			2023	2022
ASSETS				
Cash and investments	\$ 12,781,626	\$ 1,314,239	\$ 14,095,865	\$ 13,060,538
Receivables (net of allowance for uncollectibles)				
Intergovernmental	597,588	-	597,588	811,256
Other	56,362	-	56,362	6,949
Prepaid items	236,749	-	236,749	122,530
Total Assets	\$ 13,672,325	\$ 1,314,239	\$ 14,986,564	\$ 14,001,273
LIABILITIES				
Accounts payable	\$ 423,022	\$ -	\$ 423,022	\$ 284,608
Salaries and wages payable	-	-	-	792,919
Payroll liabilities	491,992	-	491,992	462,993
Unearned revenues	1,009,949	-	1,009,949	1,084,169
Total Liabilities	1,924,963	-	1,924,963	2,624,689
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	6,772,369	2,404	6,774,773	5,661,262
Total Deferred Inflows of Resources	6,772,369	2,404	6,774,773	5,661,262
FUND BALANCES				
Nonspendable	236,749	-	236,749	122,530
Restricted	57,078	-	57,078	44,190
Unassigned	4,681,166	1,311,835	5,993,001	5,548,602
Total Fund Balances	4,974,993	1,311,835	6,286,828	5,715,322
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 13,672,325	\$ 1,314,239	\$ 14,986,564	\$ 14,001,273

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues				
Local Sources				
General tax levy	\$ 10,407,217	\$ 10,640,208	\$ 232,991	\$ 10,622,733
Special education levy	1,578,104	1,566,694	(11,410)	1,520,490
Personal property replacement taxes	104,395	-	(104,395)	-
Regular tuition	21,131	-	(21,131)	20,839
Earnings on investments	120,983	405,921	284,938	(1,037)
Food services	261,387	160,191	(101,196)	6,243
District/school activity	60,659	117,508	56,849	112,076
Textbooks	143,554	92,727	(50,827)	162,484
Contributions and donations	497	20,425	19,928	62,159
Services provided to other districts	103,981	105,729	1,748	103,484
Refund of prior years' expenditures	20,588	2,919	(17,669)	34,787
Payments of surplus from TIF districts	95,000	33,503	(61,497)	33,545
Payment from other districts	3,437	5,812	2,375	4,599
Other	50,550	94,748	44,198	88,149
Total Local Sources	<u>12,971,483</u>	<u>13,246,385</u>	<u>274,902</u>	<u>12,770,551</u>
State Sources				
Evidence based funding formula	5,754,815	5,526,361	(228,454)	4,070,910
Special education	301,528	233,405	(68,123)	235,356
State free lunch and breakfast	10,475	1,003	(9,472)	12,025
Early childhood - block grant	171,020	284,120	113,100	332,406
Other	2,734	1,328	(1,406)	1,381
On-behalf retirement	9,000,000	6,070,375	(2,929,625)	5,571,289
Total State Sources	<u>15,240,572</u>	<u>12,116,592</u>	<u>(3,123,980)</u>	<u>10,223,367</u>
Federal Sources				
Food services	372,047	419,442	47,395	865,602
Title I - low income	186,268	176,535	(9,733)	202,623
Title IV - student support and academic enrichment	12,554	13,457	903	-
Special education	548,127	479,625	(68,502)	507,910
Title III - language instruction program	43,763	63,292	19,529	49,087
Title II - teacher quality	33,961	44,806	10,845	43,310
Medicaid matching	286,390	232,436	(53,954)	155,517
Other	900,817	1,461,382	560,565	785,507
Total Federal Sources	<u>2,383,927</u>	<u>2,890,975</u>	<u>507,048</u>	<u>2,609,556</u>
Total Revenues	<u>30,595,982</u>	<u>28,253,952</u>	<u>(2,342,030)</u>	<u>25,603,474</u>

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Instruction				
Regular Programs				
Salaries	\$ 4,610,950	\$ 4,636,963	\$ (26,013)	\$ 4,503,205
Employee benefits	528,056	904,053	(375,997)	745,659
On-behalf retirement	9,000,000	6,070,375	2,929,625	5,571,289
Purchased services	130,647	158,964	(28,317)	102,348
Supplies and materials	690,004	550,782	139,222	583,941
Capital outlay	26,352	76,506	(50,154)	4,308
Other	810	994	(184)	790
Non-capitalized equipment	870	869	1	852
Termination benefits	245,000	224,068	20,932	252,520
Total	15,232,689	12,623,574	2,609,115	11,764,912
Pre-K Programs				
Salaries	223,530	220,885	2,645	210,818
Employee benefits	44,860	44,484	376	52,445
Purchased services	489	230	259	461
Supplies and materials	26,030	36,330	(10,300)	25,005
Capital outlay	-	18,182	(18,182)	2,355
Other	51,890	-	51,890	56,605
Non-capitalized equipment	-	2,233	(2,233)	1,475
Total	346,799	322,344	24,455	349,164
Special Education Programs				
Salaries	1,602,180	1,619,290	(17,110)	1,495,254
Employee benefits	401,770	301,638	100,132	216,876
Purchased services	9,216	58,001	(48,785)	30,925
Supplies and materials	155,570	32,181	123,389	49,829
Capital outlay	-	13,162	(13,162)	17,063
Other	-	110	(110)	1,380
Non-capitalized equipment	258,757	3,568	255,189	1,388
Total	2,427,493	2,027,950	399,543	1,812,715

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Instruction				
Special Education Programs Pre-K				
Salaries	\$ 113,710	\$ 119,170	\$ (5,460)	\$ 118,760
Employee benefits	10,320	10,554	(234)	17,150
Supplies and materials	4,860	872	3,988	4,006
Capital outlay	-	1,554	(1,554)	-
Total	128,890	132,150	(3,260)	139,916
Remedial and Supplemental Programs				
Salaries	887,811	753,421	134,390	791,678
Employee benefits	112,210	156,345	(44,135)	147,459
Supplies and materials	20,328	-	20,328	9,919
Total	1,020,349	909,766	110,583	949,056
CTE Programs				
Supplies and materials	1,760	2,210	(450)	1,456
Total	1,760	2,210	(450)	1,456
Interscholastic Programs				
Salaries	128,240	157,467	(29,227)	101,660
Employee benefits	8,160	14,630	(6,470)	8,028
Purchased services	7,466	4,450	3,016	4,296
Supplies and materials	26,700	4,512	22,188	8,001
Capital outlay	1,420	-	1,420	-
Other	-	3,000	(3,000)	2,136
Total	171,986	184,059	(12,073)	124,121
Summer School Programs				
Salaries	77,930	14,162	63,768	124,261
Employee benefits	5,250	1,485	3,765	7,013
Purchased services	6,810	1,649	5,161	1,903
Supplies and materials	33,481	24,605	8,876	16,053
Total	123,471	41,901	81,570	149,230

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Instruction				
Gifted Programs				
Salaries	\$ 83,630	\$ 83,707	\$ (77)	\$ 76,136
Employee benefits	13,620	13,877	(257)	13,739
Total	97,250	97,584	(334)	89,875
Bilingual Programs				
Salaries	1,774,038	1,679,339	94,699	1,194,282
Employee benefits	262,443	328,626	(66,183)	225,132
Purchased services	41,653	39,031	2,622	13,896
Supplies and materials	96,510	59,543	36,967	57,943
Other	-	419	(419)	150
Total	2,174,644	2,106,958	67,686	1,491,403
Truant Alternative and Optional Programs				
Supplies and materials	510	-	510	-
Total	510	-	510	-
Special Education Programs - Tuition				
Other	436,810	190,636	246,174	416,511
Total	436,810	190,636	246,174	416,511
Student Activities				
Other	-	44,809	(44,809)	62,145
Total	-	44,809	(44,809)	62,145
Total Instruction	22,162,651	18,683,941	3,478,710	17,350,504

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Support Services				
Attendance and Social Work Services				
Salaries	\$ 420,780	\$ 428,563	\$ (7,783)	\$ 442,366
Employee benefits	80,345	78,940	1,405	84,420
Purchased services	5,280	69,798	(64,518)	5,807
Supplies and materials	760	522	238	240
Total	507,165	577,823	(70,658)	532,833
Guidance Services				
Salaries	24,480	52,051	(27,571)	11,426
Employee benefits	4,530	9,270	(4,740)	143
Total	29,010	61,321	(32,311)	11,569
Health Services				
Salaries	249,180	178,305	70,875	241,278
Employee benefits	48,030	35,639	12,391	60,070
Purchased services	58,200	158,978	(100,778)	71,689
Supplies and materials	4,660	12,334	(7,674)	5,837
Capital outlay	-	16,703	(16,703)	1,185
Total	360,070	401,959	(41,889)	380,059
Psychological Services				
Salaries	128,480	117,468	11,012	115,431
Employee benefits	10,360	18,994	(8,634)	10,181
Purchased services	15,463	35,345	(19,882)	15,533
Supplies and materials	2,220	2,502	(282)	2,214
Total	156,523	174,309	(17,786)	143,359
Speech Pathology and Audiology Services				
Salaries	346,180	373,473	(27,293)	365,106
Employee benefits	57,010	62,371	(5,361)	63,822
Purchased services	-	119,912	(119,912)	-
Supplies and materials	1,950	285	1,665	1,948
Total	405,140	556,041	(150,901)	430,876

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Support Services				
Other Support Services - Pupils				
Salaries	\$ 186,760	\$ 163,951	\$ 22,809	\$ 181,355
Employee benefits	16,870	23,269	(6,399)	23,079
Purchased services	1,000	-	1,000	200
Supplies and materials	1,270	1,091	179	1,264
Total	205,900	188,311	17,589	205,898
Improvement of Instruction Services				
Salaries	604,774	619,848	(15,074)	419,068
Employee benefits	161,048	154,314	6,734	129,993
Purchased services	388,359	398,416	(10,057)	480,491
Supplies and materials	21,580	14,489	7,091	27,031
Capital outlay	-	-	-	5,205
Other	-	2,386	(2,386)	884
Non-capitalized equipment	-	-	-	2,924
Total	1,175,761	1,189,453	(13,692)	1,065,596
Educational Media Services				
Salaries	145,220	144,338	882	129,950
Employee benefits	15,840	26,740	(10,900)	15,196
Purchased services	-	599	(599)	-
Supplies and materials	41,430	58,902	(17,472)	116,114
Capital outlay	-	59,360	(59,360)	-
Total	202,490	289,939	(87,449)	261,260
Assessment and Testing Services				
Salaries	300	280	20	272
Employee benefits	90	32	58	37
Purchased services	51,891	53,463	(1,572)	51,175
Supplies and materials	230	1,485	(1,255)	221
Total	52,511	55,260	(2,749)	51,705

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Support Services				
Board of Education Services				
Purchased services	\$ 17,672	\$ 30,022	\$ (12,350)	\$ 24,351
Supplies and materials	6,250	6,167	83	5,312
Other	10,000	9,990	10	2,375
Total	33,922	46,179	(12,257)	32,038
Executive Administration Services				
Purchased services	609	1,098	(489)	600
Supplies and materials	4,650	839	3,811	4,629
Other	-	1,045	(1,045)	1,182
Total	5,259	2,982	2,277	6,411
Special Area Administration Services				
Salaries	226,420	268,491	(42,071)	226,595
Employee benefits	85,550	91,452	(5,902)	71,125
Purchased services	1,941	3,360	(1,419)	1,915
Supplies and materials	5,640	1,857	3,783	5,211
Other	-	350	(350)	-
Total	319,551	365,510	(45,959)	304,846
Tort Services				
Employee benefits	38,000	37,926	74	58,948
Purchased services	121,014	137,449	(16,435)	131,554
Total	159,014	175,375	(16,361)	190,502
Office of the Principal Services				
Salaries	881,318	882,009	(691)	844,179
Employee benefits	282,490	274,305	8,185	291,032
Purchased services	26,045	22,409	3,636	22,809
Supplies and materials	18,490	34,938	(16,448)	17,844
Capital outlay	-	3,241	(3,241)	8,500
Other	1,510	2,097	(587)	1,475
Non-capitalized equipment	1,660	2,200	(540)	1,634
Total	1,211,513	1,221,199	(9,686)	1,187,473

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Support Services				
Other Support Services - School Administration				
Purchased services	\$ 3,000	\$ -	\$ 3,000	\$ 3,000
Total	3,000	-	3,000	3,000
Direction of Business Support Services				
Salaries	149,360	149,350	10	145,000
Employee benefits	46,610	46,492	118	48,341
Purchased services	969	1,545	(576)	836
Supplies and materials	3,150	2,474	676	3,540
Other	-	4,253	(4,253)	2,800
Total	200,089	204,114	(4,025)	200,517
Fiscal Services				
Salaries	115,960	143,225	(27,265)	110,872
Employee benefits	250	20,182	(19,932)	15,224
Purchased services	73,696	72,419	1,277	29,168
Supplies and materials	6,770	8,319	(1,549)	6,971
Capital outlay	362,105	-	362,105	-
Other	249	15,474	(15,225)	16,715
Total	559,030	259,619	299,411	178,950
Operation and Maintenance of Plant Services				
Purchased services	-	81,337	(81,337)	-
Supplies and materials	91	7,647	(7,556)	-
Capital outlay	-	16,357	(16,357)	90,816
Total	91	105,341	(105,250)	90,816
Pupil Transportation Services				
Salaries	27,561	15,611	11,950	21,667
Employee benefits	4,060	1,826	2,234	3,532
Total	31,621	17,437	14,184	25,199

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Support Services				
Food Services				
Salaries	\$ 126,962	\$ 105,749	\$ 21,213	\$ 107,041
Employee benefits	4,374	5,374	(1,000)	4,422
Purchased services	441,639	402,615	39,024	502,640
Supplies and materials	1,460	6,657	(5,197)	1,346
Capital outlay	150,000	122,028	27,972	-
Total	724,435	642,423	82,012	615,449
Internal Services				
Purchased services	65,171	53,250	11,921	46,317
Supplies and materials	20	-	20	11
Total	65,191	53,250	11,941	46,328
Planning, Research, Development and Evaluation Services				
Salaries	9,329	10,011	(682)	1,944
Employee benefits	250	307	(57)	192
Total	9,579	10,318	(739)	2,136
Information Services				
Salaries	-	-	-	-
Purchased services	9,840	23,025	(13,185)	29,631
Supplies and materials	240	247	(7)	224
Total	10,080	23,272	(13,192)	29,855
Staff Services				
Salaries	94,880	94,739	141	66,009
Employee benefits	7,060	37,043	(29,983)	47,588
Purchased services	26,940	25,809	1,131	23,862
Supplies and materials	10,240	11,902	(1,662)	8,644
Other	1,500	989	511	660
Total	140,620	170,482	(29,862)	146,763

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Support Services				
Data Processing Services				
Salaries	\$ 104,360	\$ 106,035	\$ (1,675)	\$ 99,630
Employee benefits	17,310	18,131	(821)	16,438
Purchased services	69,539	68,152	1,387	80,232
Supplies and materials	106,595	77,112	29,483	106,600
Capital outlay	43,760	96,553	(52,793)	26,615
Other	-	26,809	(26,809)	24,614
Non-capitalized equipment	-	6,661	(6,661)	19,623
Total	<u>341,564</u>	<u>399,453</u>	<u>(57,889)</u>	<u>373,752</u>
Support Services				
Other Support Services				
Supplies and materials	<u>4,440</u>	<u>5,903</u>	<u>(1,463)</u>	<u>1,434</u>
Total	<u>4,440</u>	<u>5,903</u>	<u>(1,463)</u>	<u>1,434</u>
Total Support Services	<u>6,913,569</u>	<u>7,197,273</u>	<u>(283,704)</u>	<u>6,518,624</u>
Community Services				
Salaries	217,530	179,173	38,357	188,646
Employee benefits	43,070	56,195	(13,125)	37,283
Purchased services	66,575	900	65,675	550
Supplies and materials	<u>3,100</u>	<u>9,072</u>	<u>(5,972)</u>	<u>2,307</u>
Total Community Services	<u>330,275</u>	<u>245,340</u>	<u>84,935</u>	<u>228,786</u>
Payments to Other Gov't Units				
Payments for Special Education Programs				
Purchased services	<u>336,000</u>	<u>49,791</u>	<u>286,209</u>	<u>229,468</u>
Total	<u>336,000</u>	<u>49,791</u>	<u>286,209</u>	<u>229,468</u>
Payments for CTE Programs				
Purchased services	<u>903,782</u>	<u>669,374</u>	<u>234,408</u>	<u>799,195</u>
Total	<u>903,782</u>	<u>669,374</u>	<u>234,408</u>	<u>799,195</u>

(Continued)

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Expenditures				
Payments to Other Gov't Units				
Payments for Special Education Programs -				
Tuition				
Other	\$ 660,659	\$ 444,840	\$ 215,819	\$ 552,909
Total	660,659	444,840	215,819	552,909
Total Payments to Other Gov't Units	1,900,441	1,164,005	736,436	1,581,572
Total Expenditures	31,306,936	27,290,559	4,016,377	25,679,486
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(710,954)	963,393	1,674,347	(76,012)
Other Financing (Uses)				
Transfers out	-	(396,861)	(396,861)	(13,830)
Total Other Financing (Uses)	-	(396,861)	(396,861)	(13,830)
Net Change in Fund Balances	\$ (710,954)	566,532	\$ 1,277,486	(89,842)
Fund Balance - Beginning		4,408,461		4,498,303
Fund Balance - Ending		\$ 4,974,993		\$ 4,408,461

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75

WORKING CASH ACCOUNT

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

FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues				
Local Sources				
General tax levy	\$ 4,986	\$ 4,974	\$ (12)	\$ 4,991
Earnings on investments	-	44,144	44,144	3,807
Total Local Sources	4,986	49,118	44,132	8,798
Total Revenues	4,986	49,118	44,132	8,798
Excess of Revenues Over Expenditures	4,986	49,118	44,132	8,798
Other Financing (Uses)				
Transfers out	-	(44,144)	(44,144)	-
Total Other Financing Sources	-	(44,144)	(44,144)	-
Net Change in Fund Balances	<u>\$ 4,986</u>	4,974	<u>\$ (12)</u>	8,798
Fund Balance - Beginning		1,306,861		1,298,063
Fund Balance - Ending		<u>\$ 1,311,835</u>		<u>\$ 1,306,861</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues				
Local Sources				
General tax levy	\$ 1,796,532	\$ 1,793,425	\$ (3,107)	\$ 1,759,416
Earnings on investments	9,775	57,702	47,927	3,605
Total Local Sources	<u>1,806,307</u>	<u>1,851,127</u>	<u>44,820</u>	<u>1,763,021</u>
Total Revenues	<u>1,806,307</u>	<u>1,851,127</u>	<u>44,820</u>	<u>1,763,021</u>
Expenditures				
Payments to Other Gov't Units				
Payments for Special Education Programs				
Other	-	34,237	(34,237)	33,812
Total Payments to Other Gov't Units	<u>-</u>	<u>34,237</u>	<u>(34,237)</u>	<u>33,812</u>
Debt Service				
Interest	253,129	244,156	8,973	301,287
Principal	1,584,948	1,553,514	31,434	1,458,313
Other	-	63,975	(63,975)	475
Total Debt Service	<u>1,838,077</u>	<u>1,861,645</u>	<u>(23,568)</u>	<u>1,760,075</u>
Total Expenditures	<u>1,838,077</u>	<u>1,895,882</u>	<u>(57,805)</u>	<u>1,793,887</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(31,770)</u>	<u>(44,755)</u>	<u>(12,985)</u>	<u>(30,866)</u>
Other Financing Sources				
Transfers in	-	-	-	13,830
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,830</u>
Net Change in Fund Balances	<u>\$ (31,770)</u>	<u>(44,755)</u>	<u>\$ (12,985)</u>	<u>(17,036)</u>
Fund Balance - Beginning		<u>1,146,844</u>		<u>1,163,880</u>
Fund Balance - Ending		<u>\$ 1,102,089</u>		<u>\$ 1,146,844</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023			2022
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues				
Local Sources				
Personal property replacement taxes	\$ 242,025	\$ 310,314	\$ 68,289	\$ 295,248
Earnings on investments	11,441	163,472	152,031	6,753
Impact fees	-	20,166	20,166	-
Total Local Sources	<u>253,466</u>	<u>493,952</u>	<u>240,486</u>	<u>302,001</u>
State Sources				
Evidence based funding formula	-	950,000	950,000	825,000
Total State Sources	<u>-</u>	<u>950,000</u>	<u>950,000</u>	<u>825,000</u>
Total Revenues	<u>253,466</u>	<u>1,443,952</u>	<u>1,190,486</u>	<u>1,127,001</u>
Expenditures				
Support Services				
Facilities, Acquisition and Construction Services				
Purchased services	2,187,682	229,150	1,958,532	444,749
Supplies and materials	-	118,805	(118,805)	6,950
Capital outlay	-	42,613	(42,613)	41,162
Non-capitalized equipment	-	2,251	(2,251)	-
Total	<u>2,187,682</u>	<u>392,819</u>	<u>1,794,863</u>	<u>492,861</u>
Total Support Services	<u>2,187,682</u>	<u>392,819</u>	<u>1,794,863</u>	<u>492,861</u>
Total Expenditures	<u>2,187,682</u>	<u>392,819</u>	<u>1,794,863</u>	<u>492,861</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,934,216)</u>	<u>1,051,133</u>	<u>2,985,349</u>	<u>634,140</u>
Other Financing Sources				
Transfers in	-	578,794	578,794	-
Bonds issued	-	4,360,000	4,360,000	-
Total Other Financing Sources	<u>-</u>	<u>4,938,794</u>	<u>4,938,794</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ (1,934,216)</u>	5,989,927	<u>\$ 7,924,143</u>	634,140
Fund Balance - Beginning		<u>3,228,701</u>		<u>2,594,561</u>
Fund Balance - Ending		<u>\$ 9,218,628</u>		<u>\$ 3,228,701</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 STUDENT ACTIVITIES (INCLUDED IN EDUCATIONAL ACCOUNT)
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 YEAR ENDED JUNE 30, 2023

	<u>Beginning Balance</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Ending Balance</u>
Carl Sandburg School	\$ 30,959	\$ 55,226	\$ 42,834	\$ 43,351
Mechanics Grove School	6,031	917	718	6,230
Washington School	<u>7,200</u>	<u>1,554</u>	<u>1,257</u>	<u>7,497</u>
Total	<u>\$ 44,190</u>	<u>\$ 57,697</u>	<u>\$ 44,809</u>	<u>\$ 57,078</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
SCHEDULE OF ASSESSED VALUATIONS, TAX EXTENSIONS
AND COLLECTIONS
MOST RECENT TAX LEVY YEARS

	TAX LEVY YEAR		
	2022	2021	2020
<u>Assessed Valuation</u>	<u>\$ 411,521,188</u>	<u>\$ 393,475,500</u>	<u>\$ 380,946,513</u>
<u>Tax Extensions By Levy</u>			
Educational	\$ 12,377,640	\$ 10,635,123	\$ 10,645,764
Special Education	1,646,085	1,573,902	1,523,786
PTAB/CE Recapture	63,078	54,107	-
Operations and Maintenance	2,263,367	2,164,115	2,095,206
Bond and Interest	1,924,372	1,801,681	1,763,230
Transportation	299,999	1,184,306	1,195,002
Municipal Retirement	196,114	137,181	296,852
Social Security/Medicare	299,999	560,923	265,002
Working Cash	5,000	4,997	5,002
Total	<u><u>\$ 19,075,654</u></u>	<u><u>\$ 18,116,335</u></u>	<u><u>\$ 17,789,844</u></u>
<u>Cash Tax Collections</u>			
Year ended June 30,			
2021	\$ -	\$ -	\$ 8,456,478
2022	-	8,359,982	9,294,884
2023	9,170,808	9,673,330	-
Total Cash Collections	<u><u>\$ 9,170,808</u></u>	<u><u>\$ 18,033,312</u></u>	<u><u>\$ 17,751,362</u></u>
Percent of Total Levy Collected	<u><u>48.08%</u></u>	<u><u>99.54%</u></u>	<u><u>99.78%</u></u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 SCHEDULE OF BONDED DEBT MATURITIES AND INTEREST
 JUNE 30, 2023

	General Obligation Series 2015 Original Amount: \$7,550,000 April 14, 2015		
<u>Due Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 1,600,000	\$ 61,800	\$ 1,661,800
2025	545,000	21,800	566,800
TOTAL	\$ 2,145,000	\$ 83,600	\$ 2,228,600

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 SCHEDULE OF BONDED DEBT MATURITIES AND INTEREST
 JUNE 30, 2023

General Obligation Refunding Series 2018A
 Original Amount: \$1,475,000
 March 1, 2018

<u>Due Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 100,000	\$ 34,370	\$ 134,370
2025	480,000	31,820	511,820
2026	<u>665,000</u>	<u>18,620</u>	<u>683,620</u>
TOTAL	<u>\$ 1,245,000</u>	<u>\$ 84,810</u>	<u>\$ 1,329,810</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 SCHEDULE OF BONDED DEBT MATURITIES AND INTEREST
 JUNE 30, 2023

General Obligation Series 2018B
 Original Amount: \$3,707,000
 March 1, 2018

<u>Due Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ -	\$ 109,145	\$ 109,145
2025	712,000	109,145	821,145
2026	720,000	89,565	809,565
2027	740,000	69,405	809,405
2028	760,000	47,205	807,205
2029	<u>775,000</u>	<u>24,025</u>	<u>799,025</u>
TOTAL	<u>\$ 3,707,000</u>	<u>\$ 448,490</u>	<u>\$ 4,155,490</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
SCHEDULE OF BONDED DEBT MATURITIES AND INTEREST
JUNE 30, 2023

<u>Due Year Ended June 30,</u>	General Obligation Series 2023 Original Amount: \$4,360,000 March 8, 2023		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 10,000	\$ 131,297	\$ 141,297
2025	10,000	160,950	170,950
2026	120,000	160,580	280,580
2027	140,000	156,140	296,140
2028	165,000	150,960	315,960
2029	195,000	144,855	339,855
2030	580,000	137,640	717,640
2031	600,000	116,180	716,180
2032	620,000	93,980	713,980
2033	640,000	71,040	711,040
2034	660,000	47,360	707,360
2035	620,000	22,940	642,940
TOTAL	<u>\$ 4,360,000</u>	<u>\$ 1,393,922</u>	<u>\$ 5,753,922</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
SCHEDULE OF PER CAPITA TUITION CHARGE
AND AVERAGE DAILY ATTENDANCE
JUNE 30, 2023

WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2022

Fiscal year ending June 30,	2023	2022
OPERATING COST PER PUPIL		
Average Daily Attendance (ADA)	1,423.78	1,443.51
Operating Costs		
Educational	\$ 21,114,722	\$ 19,994,155
Operations and maintenance	3,062,767	2,412,436
Debt service	1,895,882	1,793,887
Transportation	1,938,038	2,071,784
Municipal retirement/social security	621,430	576,063
Subtotal	28,632,839	26,848,325
Less Revenues/Expenditures of Non-regular Programs		
Capital outlay	901,123	430,730
Community services	255,606	235,416
Debt service - principal payments	1,553,514	1,458,313
Non-capitalized equipment	16,652	56,636
Payments to other government units	1,330,509	1,881,575
Pre-K programs	315,075	361,079
Pre-K special education programs	133,556	144,461
Special education programs - private tuition	190,636	416,511
Summer school programs	42,097	151,377
Subtotal	4,738,768	5,136,098
Operating costs	23,894,071	21,712,227
Operating Cost Per Pupil - Based on ADA	\$ 16,782	\$ 15,041
TUITION CHARGE		
Operating Costs	\$ 23,894,071	\$ 21,712,227
Less:		
Offsetting receipts/revenues	5,470,514	5,514,360
Net Operating Expense for Tuition Computation	18,423,557	16,197,867
Add:		
Total Depreciation Allowance	1,032,477	960,040
Total Allowance for Tuition Computation	\$ 19,456,034	\$ 17,157,907
Tuition Charge Per Pupil - Based on ADA	\$ 13,665	\$ 11,886

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

STATISTICAL SECTION
(UNAUDITED)

This part of the Mundelein Elementary School District No. 75's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents	Page
Financial Trends	101
<i>These tables contain trend information to help the reader understand how the government's financial performance and well-being have changed over time. Tables 1 – 4</i>	
Revenue Capacity	109
<i>These tables contain information to help the reader assess the District's most significant revenue source, the property tax. Tables 5 – 8</i>	
Debt Capacity	114
<i>These tables present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future. Tables 9 – 12</i>	
Demographic and Economic Information	119
<i>These tables offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place. Tables 13 – 14</i>	
Operating Information	121
<i>These tables contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs. Tables 15 – 18</i>	

Sources: Unless otherwise noted, the information in these tables is derived from the Annual Comprehensive Financial Reports for the relevant year.

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MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
NET POSITION BY COMPONENT
MOST RECENT FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Fiscal year ending June 30,	<u>2023</u>	<u>2022</u>	(Restated) <u>2021</u>	<u>2020</u>
<u>Governmental Activities</u>				
Net investment in capital assets	\$ 5,329,276	\$ 3,811,929	\$ 2,838,696	\$ 3,420,344
Restricted	12,347,568	6,646,997	5,549,000	4,802,572
Unrestricted	<u>(17,415,308)</u>	<u>(14,653,104)</u>	<u>(15,674,196)</u>	<u>(14,370,447)</u>
 Total	 <u>\$ 261,536</u>	 <u>\$ (4,194,178)</u>	 <u>\$ (7,286,500)</u>	 <u>\$ (6,147,531)</u>

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

<u>2019</u>	<u>2018</u>
\$ 1,515,015	\$ (282,880)
5,567,260	6,397,239
<u>(13,929,539)</u>	<u>(14,178,552)</u>
<u>\$ (6,847,264)</u>	<u>\$ (8,064,193)</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
CHANGE IN NET POSITION
MOST RECENT FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Fiscal year ending June 30,	2023	2022	(Restated) 2021	2020
<u>Governmental Activities</u>				
Expenses				
Current				
Instruction	\$ 11,134,376	\$ 11,398,875	\$ 12,247,928	\$ 11,992,898
State on-behalf retirement	6,070,375	5,571,289	8,724,630	7,985,618
Support services	12,149,361	10,480,664	9,767,678	9,167,208
Community services	255,606	235,416	233,690	227,174
Payments to other gov't units	1,330,509	1,881,575	2,216,841	1,600,267
Debt service - interest and other	355,359	274,465	329,073	423,259
Depreciation and amortization - unallocated	1,030,587	954,376	928,062	594,412
Total Expenses	32,326,173	30,796,660	34,447,902	31,990,836
Program Revenues				
Charges for Services				
Instruction	419,443	526,418	430,274	384,627
Support services	270,546	488,129	841,261	339,283
Operating Grants and Contributions				
Instruction	1,482,870	1,482,899	1,677,113	834,102
State on-behalf retirement	6,070,375	5,571,289	8,724,630	7,985,618
Support services	2,792,077	2,711,111	1,368,345	1,692,288
Capital Grants and Contributions				
Support services	-	-	-	48,099
Total Program Revenues	11,035,311	10,779,846	13,041,623	11,284,017
Net (Expense) Revenue	(21,290,862)	(20,016,814)	(21,406,279)	(20,706,819)
General Revenues				
Taxes				
Levied for general purposes	16,239,887	15,991,946	15,596,564	15,315,652
Levied for debt service	1,793,425	1,759,416	1,688,729	1,620,573
Personal property replacement	360,314	345,248	159,675	114,603
Earnings on investments	809,028	22,124	97,159	460,598
Contributions and donations	20,725	62,375	12,962	46,062
Payments from TIF districts	33,503	33,545	38,580	102,563
Evidence based funding formula	6,476,361	4,895,910	4,736,790	3,721,790
Other	13,333	(1,428)	-	-
Total General Revenues	25,746,576	23,109,136	22,330,459	21,381,841
Change in Net Position	\$ 4,455,714	\$ 3,092,322	\$ 924,180	\$ 675,022

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

TABLE 2

<u>2019</u>	<u>2018</u>
\$ 11,310,666	\$ 10,468,791
6,839,217	7,154,442
9,161,767	8,478,307
173,332	141,446
1,163,047	1,221,564
447,885	484,081
557,489	534,580
29,653,403	28,483,211
384,817	338,890
705,362	779,078
966,194	1,313,443
6,839,217	7,154,442
767,280	673,251
-	-
9,662,870	10,259,104
(19,990,533)	(18,224,107)
14,826,013	14,389,585
1,533,267	1,491,933
105,986	95,243
351,638	151,304
33,682	51,990
95,432	93,816
4,255,859	3,920,565
5,585	144,636
21,207,462	20,339,072
\$ 1,216,929	\$ 2,114,965

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 FUND BALANCES OF GOVERNMENTAL FUNDS
 MOST RECENT FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal year ending June 30,	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
General Fund				
Nonspendable	\$ 236,749	\$ 122,530	\$ 158,164	\$ 252,925
Restricted	57,078	44,190	41,515	21,810
Unassigned	<u>5,993,001</u>	<u>5,548,602</u>	<u>5,596,687</u>	<u>7,088,546</u>
Total	<u>6,286,828</u>	<u>5,715,322</u>	<u>5,796,366</u>	<u>7,363,281</u>
All Other Governmental Funds				
Nonspendable	-	262,548	121,920	-
Restricted	12,063,364	6,340,259	5,535,950	4,956,917
Unassigned	<u>(105,004)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>11,958,360</u>	<u>6,602,807</u>	<u>5,657,870</u>	<u>4,956,917</u>
Grand Total	<u><u>\$ 18,245,188</u></u>	<u><u>\$ 12,318,129</u></u>	<u><u>\$ 11,454,236</u></u>	<u><u>\$ 12,320,198</u></u>

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

TABLE 3

<u>2019</u>	<u>2018</u>
\$ 337,489	\$ 38,751
-	-
<u>8,416,125</u>	<u>6,593,091</u>
<u>8,753,614</u>	<u>6,631,842</u>
1,350	-
5,752,829	6,578,731
<u>(1,575,646)</u>	<u>(121,918)</u>
<u>4,178,533</u>	<u>6,456,813</u>
<u>\$ 12,932,147</u>	<u>\$ 13,088,655</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
 MOST RECENT FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal year ending June 30,	2023	2022	(Restated) 2021	2020
Revenues				
Local sources	\$ 19,946,871	\$ 19,229,201	\$ 18,865,204	\$ 18,383,961
State sources	7,860,333	6,480,364	6,165,781	5,118,165
State on-behalf retirement	6,070,375	5,571,289	8,724,630	7,985,618
Federal sources	2,890,975	2,609,556	1,616,467	1,178,114
Total Revenues	36,768,554	33,890,410	35,372,082	32,665,858
Expenditures				
Current				
Instruction	12,734,817	11,971,992	12,051,092	11,418,756
State on-behalf retirement	6,070,375	5,571,289	8,724,630	7,985,618
Support services	11,979,806	11,134,278	10,031,635	9,111,022
Community services	255,606	235,416	233,690	227,174
Payments to other gov't units	1,330,509	1,881,575	2,216,841	1,578,137
Capital outlay	968,737	471,892	1,287,806	1,316,101
Debt service				
Principal	1,553,514	1,458,313	1,338,115	1,257,130
Interest	244,156	301,287	353,760	383,236
Other	63,975	475	475	25,344
Total Expenditures	35,201,495	33,026,517	36,238,044	33,302,518
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,567,059	863,893	(865,962)	(636,660)
Other Financing Sources (Uses)				
Transfers in	578,794	13,830	13,830	289,003
Transfers out	(578,794)	(13,830)	(13,830)	(289,003)
Bonds issued	4,360,000	-	-	-
Total Other Financing Sources (Uses)	4,360,000	-	-	-
Net Change in Fund Balances	\$ 5,927,059	\$ 863,893	\$ (865,962)	\$ (636,660)
Debt Service as a Percentage of Non-capital Expenditures	5.44%	5.41%	4.84%	5.21%

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

TABLE 4

<u>2019</u>	<u>2018</u>
\$ 18,041,782	\$ 17,538,985
4,697,349	4,971,067
6,839,217	7,154,442
1,291,984	936,192
<u>30,870,332</u>	<u>30,600,686</u>
10,904,407	10,170,575
6,839,217	7,154,442
9,014,357	8,168,164
162,548	139,869
1,141,926	1,201,454
1,351,201	438,019
1,236,121	1,240,110
375,746	328,988
1,317	45,524
<u>31,026,840</u>	<u>28,887,145</u>
<u>(156,508)</u>	<u>1,713,541</u>
281,925	(1,429,117)
(281,925)	5,182,000
<u>-</u>	<u>-</u>
<u>-</u>	<u>3,752,883</u>
<u>\$ (156,508)</u>	<u>\$ 5,466,424</u>
5.44%	5.68%

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 MOST RECENT TAX YEARS

Tax Year	Real Property					Total Taxable Assessed Value
	Residential	Farm	Commercial	Industrial	Railroad	
2022	\$ 379,288,258	\$ 20,685	\$ 31,513,655	\$ 79,118	\$ 619,472	\$ 411,521,188
2021	361,901,965	21,390	30,799,388	77,415	675,342	393,475,500
2020	348,745,478	6,420	30,676,570	842,703	675,342	380,946,513
2019	341,881,794	5,697	31,339,343	842,991	683,605	374,753,430
2018	320,088,367	5,039	32,459,709	1,024,712	678,339	354,256,166
2017	309,446,159	4,457	30,603,325	999,004	644,278	341,697,223

Sources: Lake County levy, rate and extension reports and Lake County Clerk's office.

Note:

Property in the county is reassessed annually. The county assesses property at approximately 33.33% of actual value for all types of real property. Estimated actual value is calculated by dividing assessed value by those percentages. Tax rates are per \$100 of assessed value.

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

TABLE 5

<u>Total Direct Tax Rate</u>	<u>Estimated Actual Taxable Value</u>	<u>Value as a Percentage of Actual Value</u>
4.635400	\$ 1,234,687,033	33.33%
4.126950	1,180,544,554	33.33%
4.201315	1,142,953,834	33.33%
4.629096	1,124,372,727	33.33%
4.785577	1,062,874,785	33.33%
4.797899	1,025,194,188	33.33%

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS ⁽¹⁾
MOST RECENT TAX YEARS

Tax Year	Mundelein Elementary School District No. 75	Overlapping Rates		
	Total Millage	Village of Mundelein Total Millage	Lake County Total Millage	Other Governments Total Millage
2022	4.635400	1.472066	0.588728	4.061593
2021	4.604184	1.469733	0.597747	4.017405
2020	4.669906	1.513869	0.598027	4.052147
2019	4.629096	1.479914	0.596778	4.009452
2018	4.785577	1.532050	0.611675	4.086535
2017	4.797899	1.558816	0.621751	4.138319

Source: Lake County Clerk's Office

Note:

The District's basic property tax rate may be increased only by a majority vote of the District's residents. Rates for debt service are set based on each year's requirements.

(1) Tax rates are expressed in dollars per one hundred dollars of equalized assessed valuations.

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 AREA PRINCIPAL PROPERTY TAXPAYERS
 CURRENT AND NINE YEARS AGO

Taxpayer	2022 Tax Levy			2013 Tax Levy		
	Taxable Equalized Assessed Valuation ⁽¹⁾	Rank	Percentage of Total District Taxable Assessed Value ⁽²⁾	Taxable Equalized Assessed Valuation ⁽³⁾	Rank	Percentage of Total District Taxable Assessed Value ⁽⁴⁾
Centro Bradley Long Meadow LLC	\$ 4,075,998	1	0.99%	\$ 2,843,227	1	0.92%
Mark Glazer	1,397,938	2	0.34%	-		-
JEH Ltd Partnership	1,337,977	3	0.33%	1,613,733	2	0.52%
Lakeside Hms Apartments LLC	953,435	4	0.23%	-		-
C S Building C LLC	752,418	5	0.18%	-		-
Syh Properties	714,974	6	0.17%	-		-
Mundelein Appartments, LP	693,673	7	0.17%	-		-
Ivan Dimov & Ivelina Dimova	685,693	8	0.17%	-		-
Graham Enterprise Inc. 777	671,768	9	0.16%	-		-
Wisconsin Central Ltd	619,472	10	0.15%	679,899	6	0.22%
Chicago Title Land Trust Co	-		-	1,098,254	3	0.36%
Marianna Schlacher	-		-	874,565	4	0.28%
RHMG Enterprises LLC	-		-	863,031	5	0.28%
Mcdonald'S Usa, LLC	-		-	628,597	7	0.20%
CVS Corporation	-		-	600,764	8	0.20%
Walgreens Co	-		-	599,940	9	0.20%
Hawley Lake Plaza	-		-	583,580	10	0.19%
Total	\$ 11,903,346		2.89%	\$ 10,385,590		3.38%

Source: Office of the Lake County Clerk

Note:

(1) Uses the District's 2022 Equalized Assessed Valuation of \$411,521,188.

(2) Uses the District's 2013 Equalized Assessed Valuation of \$307,658,091.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
PROPERTY TAX LEVIES AND COLLECTIONS
MOST RECENT FISCAL YEARS

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2023	\$ 19,075,654	\$ 9,170,808	48.08%	\$ -	\$ 9,170,808	48.08%
2022	18,116,335	8,359,982	46.15%	9,673,330	18,033,312	99.54%
2021	17,789,844	8,456,478	47.54%	9,294,884	17,751,362	99.78%
2020	17,347,696	7,732,287	44.57%	9,553,007	17,285,294	99.64%
2019	16,953,203	8,435,651	49.76%	8,500,574	16,936,225	99.90%
2018	16,394,288	8,657,457	52.81%	7,701,823	16,359,280	99.79%

Source: Cook County Clerk's Office.

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
RATIOS OF OUTSTANDING DEBT BY TYPE
MOST RECENT FISCAL YEARS

Fiscal Year Ended June 30,	Governmental Activities				Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹
	General Obligation Bonds	Bond Premiums	Debt Certificates	Leases			
2023	\$11,457,000	\$ 31,166	\$ -	\$ 13,719	\$11,501,885	0.8%	257
2022	8,637,000	68,093	-	27,233	8,732,326	0.7%	215
2021	10,082,000	125,674	-	40,546	10,248,220	0.8%	259
2020	11,407,000	202,628	-	-	11,609,628	1.0%	301
2019	12,619,208	285,275	-	-	12,904,483	1.3%	416
2018	13,713,019	373,576	55,000	-	14,141,595	1.4%	453

Note:

Details regarding the District's outstanding debt can be found in the notes to the financial statements. The District has no Debt Certificates or Mortgages outstanding.

¹ See the Schedule of Demographic and Economic Statistics for personal income and population data-United States Census Bureau.

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
MOST RECENT FISCAL YEARS

Fiscal Year Ended June 30,	Total Outstanding Debt	Less: Amounts Available in Debt Service Fund	Net General Bonded Debt	Percentage of Estimated Actual Taxable Value of Property ¹	Per Capita ²
2023	\$ 11,501,885	\$ 934,310	\$ 10,567,575	0.86%	257
2022	8,732,326	1,146,844	7,585,482	0.64%	215
2021	10,248,220	1,163,880	9,084,340	0.79%	259
2020	11,609,628	1,178,323	10,431,305	0.93%	301
2019	12,904,483	1,189,396	11,715,087	1.10%	416
2018	14,141,595	1,238,229	12,903,366	1.26%	453

Note:

Details regarding the District's outstanding debt can be found in the notes to the financial statements.

¹ See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

² Population data can be found in the Schedule of Demographic and Economic Statistics.

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2023

Taxing Authority	Outstanding Debt	Applicable to District	
		Percentage	Amount
Debt repaid with property taxes:			
Lake County	\$ - (1)	1.43%	\$ -
Lake County Forest Preserve	166,060,000 (2)	1.43%	2,372,997
Village of Mundelein	34,920,000	39.72%	13,868,478
Countryside Fire Protection District	1,340,000	0.29%	3,873
Mundelein Park District	1,930,000	36.23%	699,258
High School District 120	53,265,000 (2)	25.60%	13,634,242
Community College #532	7,595,000 (1)	1.50%	113,849
Subtotal - Overlapping Debt			30,692,697
Mundelein Elementary School District No. 75 Direct Debt	11,501,885	100.000%	11,501,885
Total Direct and Overlapping Debt			<u>\$ 42,194,582</u>

Note:

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the District. This process recognizes that when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

- (1) Excludes outstanding principal amounts of General Obligation Alternate Revenue Source Bonds
(2) Excludes outstanding Debt Certificates and/or leases and loans.

Sources: Lake County Clerk's Office

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 LEGAL DEBT MARGIN INFORMATION
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,	2023	2022	(Restated) 2021	2020
Debt Limit	\$ 28,394,962	\$ 27,149,810	\$ 26,285,309	\$ 25,857,987
Total Net Debt Applicable to Limit	<u>11,501,885</u>	<u>8,664,233</u>	<u>10,122,546</u>	<u>11,407,000</u>
Legal Debt Margin	<u>\$ 16,893,077</u>	<u>\$ 18,485,577</u>	<u>\$ 16,162,763</u>	<u>\$ 14,450,987</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	40.51%			
<u>Legal Debt Margin Calculation</u>				
Assessed Value	\$ 411,521,188			
Debt Limit (6.9% of total assessed value)	28,394,962			
Debt Applicable to Limit				
General Obligation Bonds	11,457,000			
Bond Premiums	31,166			
Leases	<u>13,719</u>			
Total	<u>11,501,885</u>			
Legal Debt Margin	<u>\$ 16,893,077</u>			

Note:

Under state finance law, the District's outstanding general obligation debt should not exceed 6.90 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation debt.

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

<u>2019</u>	<u>2018</u>
\$ 24,443,675	\$ 23,577,108
<u>12,619,208</u>	<u>13,768,019</u>
<u>\$ 11,824,467</u>	<u>\$ 9,809,089</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
DEMOGRAPHIC AND ECONOMIC STATISTICS
MOST RECENT CALENDAR YEARS

Calendar Year	Population ¹	Estimated Total Personal Income of Population	Per Capita Personal Income ¹	Median Age ³	Unemployment Rate ²	
					Village of Mundelein	State of Illinois
2022	31,702	\$ 1,418,569,394	44,747	38.2	3.7%	4.6%
2021	31,710	1,289,423,730	40,663	37.6	4.1%	4.7%
2020	31,587	1,247,623,326	39,498	40.0	3.9%	5.5%
2019	31,051	1,196,643,438	38,538	35.1	4.0%	4.0%
2018	31,234	969,846,934	31,051	35.1	4.2%	4.3%
2017	31,385	980,279,090	31,234	35.1	4.3%	4.9%

Sources:

¹ U.S. Department of Commerce, Bureau of Census² Illinois Department of Employment Security, Economic Information and Analysis³ Village of Mundelein

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
AREA PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO

Taxpayer	Calendar Year					
	2023			2014		
	Approximate Number of Employees	Rank	Percentage of Total Village Employment*	Approximate Number of Employees	Rank	Percentage of Total Village Employment*
Medline Industries	1,350	1	7.9%	1,800	1	10.7%
Mundelein Park and Recreation District	441	2	2.6%	443	2	2.6%
Amcor Flexible Healthcare Packaging, Inc.	350	3	2.0%	315	4	1.9%
Mundelein High School District 120	286	4	1.7%	210	8	1.2%
Jewel-Osco (2 locations)	275	5	1.6%	275	5	1.6%
Mundelein Elementary School District 75	258	6	1.5%	220	7	1.3%
MacLean-Fogg Company	240	7	1.4%	240	6	1.4%
University of St. Mary of the Lake	220	8	1.3%	220	7	1.3%
Pet Factory	210	9	1.2%	100	12	0.6%
Ruprecht Company	200	10	1.2%	200	9	1.2%
Village of Mundelein	195	11	1.1%	181	10	1.1%
Carter Hoffman Co.	125	12	0.7%	110	11	0.7%
Accurate Transmissions	--	--	--	320	3	1.9%

Note:

*The Illinois Department of Employment Security reports the estimated number of persons employed in the Village of Mundelein in 2023 was 17,161; and 16,822 in 2014. The employers listed above are not necessarily located within the District's boundaries.

Sources:

Village Records / School District Records
Official Employer Website
Data Axle Reference Solutions

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 FULL-TIME EQUIVALENT SCHOOL DISTRICT EMPLOYEES BY FUNCTION
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Instruction	162	156	157	153	174
Support Services	67	65	58	56	41
Community Services	<u>3</u>	<u>3</u>	<u>3</u>	<u>4</u>	<u>-</u>
Total	<u><u>232</u></u>	<u><u>224</u></u>	<u><u>218</u></u>	<u><u>213</u></u>	<u><u>215</u></u>

Sources: Nonfinancial information provided by the District's personnel department.

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2019. Additional years will be presented as they become available.

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MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
 CAPITAL ASSETS BY FUNCTION
 MOST RECENT FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal year ending June 30,	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Instruction	\$ 109,404	\$ 23,726	\$ -	\$ 1,800
Support services	859,333	448,166	1,287,806	1,314,301
Community services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 968,737</u>	<u>\$ 471,892</u>	<u>\$ 1,287,806</u>	<u>\$ 1,316,101</u>

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2019. Additional years will be presented as they become available.

<u>2019</u>	<u>2018</u>
\$ 30,258	\$ 4,699
1,320,943	433,320
<u>-</u>	<u>-</u>
<u>\$ 1,351,201</u>	<u>\$ 438,019</u>

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
OPERATING STATISTICS
MOST RECENT FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal Year	Total Expenses*	Enrollment ¹	Cost per Pupil	Percentage Change	Certified Teaching Staff ¹	Pupil/ Teacher Ratio
2023	\$ 29,131,120	1,564	\$ 18,626	N/A	117	13.40
2022	27,455,228	1,569	17,499	-5.75%	117	13.41
2021	27,513,414	1,628	16,900	0.21%	117	13.91
2020	25,316,900	1,745	14,508	-7.98%	124	14.07
2019	24,187,623	1,758	13,759	-4.46%	126	13.95
2018	21,732,703	1,701	12,776	-10.15%	112	15.19

Sources: Nonfinancial information provided by the District's personnel department.

¹ ISBE Illinois Report Card Mundelein ESD 75

Note:

* Excludes on-behalf retirement expenditures.

Enrollment based on start-of-year census. Teaching staff are full-time equivalents for the year as a whole.

Attendance is a yearly average.

Less than ten years are presented on this table due to the District implementing this statistical table during the year ended June 30, 2018. Additional years will be presented as they become available.

MUNDELEIN ELEMENTARY SCHOOL DISTRICT NO. 75
MISCELLANEOUS STATISTICS
JUNE 30, 2023

Location	Chicagoland
Area Served	9 Square Miles Townships of: Fremont and Libertyville Community of: Mundelein
Student Enrollment ¹	1564
Number of Schools and Grades Served	4 Schools: 1 Middle, 3 Elementary Pre-K through 8 th Grade
School Building Information	
Name of School	Carl Sandburg Middle School
Year Constructed	1959
Square Feet	117,171
Capacity (Students)	533
Name of School	Mechanics Grove Elementary School
Year Constructed	1968
Square Feet	57,875
Capacity (Students)	508
Name of School	Washington Elementary School
Year Constructed	1951
Square Feet	61,011
Capacity (Students)	440
Name of School	Lincoln Elementary School
Year Constructed	1880
Square Feet	29,351
Capacity (Students)	83

Sources: Non-financial information provided by the District's personnel department.

¹ ISBE Illinois Report Card Mundelein ESD 75

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