

**EAST DUBUQUE UNIT
SCHOOL DISTRICT NO. 119
East Dubuque, Illinois**

Annual Financial Report

June 30, 2022

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

* * * * *

BOARD OF EDUCATION

Glen Foote, President, to April 2025
DJ Loeffelholz, Vice-President, to April 2023
Donna Quinn, Secretary, to April 2023
David Sendt, Member, to April 2025
Dan Dalberg, Member, to April 2025
Patrick Winders, Member, to April 2023
Don Kussmaul, Member, to April 2025

* * * * *

TREASURER

Jen Heim

* * * * *

SUPERINTENDENT

TJ Potts

* * * * *

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Annual Financial Report
June 30, 2022

Table of Contents

	Page
Independent Auditor's Report	1-4
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	5-6
Financial Statements	
Statements of Assets and Liabilities Arising From Cash Transactions	7
Statements of Revenue Received, Expenditures Disbursed, Other Sources (Uses) and Changes in Fund Balances	8
Educational Fund	
Statement of Revenue Received – Actual and Budget	9-11
Statement of Expenditures Disbursed – Actual and Budget	12-17
Operations and Maintenance Fund	
Statement of Revenue Received – Actual and Budget	18
Statement of Expenditures Disbursed – Actual and Budget	19
Debt Services Fund	
Statement of Revenue Received – Actual and Budget	20
Statement of Expenditures Disbursed – Actual and Budget	21
Transportation Fund	
Statement of Revenue Received – Actual and Budget	22
Statement of Expenditures Disbursed – Actual and Budget	23
Municipal Retirement/Social Security Fund	
Statement of Revenue Received – Actual and Budget	24
Statement of Expenditures Disbursed – Actual and Budget	25-26
Capital Projects Fund	
Statement of Revenue Received – Actual and Budget	27
Statement of Expenditures Disbursed – Actual and Budget	28
Working Cash Fund	
Statement of Revenue Received – Actual and Budget	29
Tort Fund	
Statement of Revenue Received – Actual and Budget	30
Statement of Expenditures Disbursed – Actual and Budget	31
Fire Prevention and Safety Fund	
Statement of Revenue Received – Actual and Budget	32
Statement of Expenditures Disbursed – Actual and Budget	33
Notes to Financial Statements	34-67

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Annual Financial Report
June 30, 2022

Table of Contents

Other Information

Teachers' Retirement System of the State of Illinois	
Schedule of the Employer's Proportionate Share of The Net Pension Liability	68
Schedule of Employer Contributions	68
Illinois Municipal Retirement Fund	
Schedule of Changes in Net Pension Liability and Related Ratios	69
Schedule of Contributions	70
Notes to Other Information	71-72

Supplemental Information

Student Activity Funds	
Schedule of Revenues Received and Expenditures Disbursed	73-74
Illinois Grant Accountability and Transparency –	
Consolidated Year-End Financial Report	75-92
Schedule of Restricted Local Tax Levies Analysis	
of Changes in Cash Basis Fund Balance	93

Statistical Information

Schedule of Assessed Valuations, Property Tax Rates,	
Extensions and Collections	94
Ten Year Statistics – Assessed Valuations,	
Tax Rates and Extensions	95
Schedule of Average Daily Attendance, Operating Expense	
Per Pupil and Total Operating Expense	96
Fund Balances Adjusted for Tax Receipts	97

Federal Compliance Section

Independent Auditor's Report on Compliance for each Major Program and	
on Internal Control Over Compliance Required by the Uniform Guidance	98-100
Schedule of Expenditures of Federal Awards	101-103
Notes to Schedule of Expenditures of Federal Awards	104
Schedule of Findings and Questioned Costs:	
Section I: Summary of Auditor's Results	105
Section II: Financial Statement Findings	106
Section III: Federal Award Findings and Questioned Costs	107
Summary Schedule of Prior Audit Findings	108
Corrective Action Plan for Current Year Audit Findings	109



BENNING GROUP, LLC

CERTIFIED PUBLIC ACCOUNTANTS

www.BenningGroup.com

Independent Auditor's Report

Board of Education
East Dubuque Unit School District No. 119
Jo Daviess County, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of East Dubuque Unit School District No. 119, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of East Dubuque Unit School District No. 119 as of June 30, 2022, and the revenues it received and expenditures it paid, and budgetary results for the year then ended, in accordance with the financial reporting provisions of the Illinois State Board of Education as described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" section of our report, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of East Dubuque Unit School District No. 119, as of June 30, 2022, or the changes in its financial position for the year then ended.

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 East Dubuque Unit School District No. 119 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.

50 W. Douglas Street, Suite 300
Freeport, Illinois 61032
(815) 235-3157
Fax (815) 235-3158

6815 Weaver Road, Suite 300
Rockford, Illinois 61114
(815) 316-2375
Fax (815) 316-2389

1809 10th Street
Monroe, Wisconsin 53566
(608) 325-5035
Fax (608) 328-2843

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1, the financial statements are prepared by East Dubuque Unit School District No. 119 on the basis of the financial reporting provisions prescribed or permitted by the Illinois State Board of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Illinois State Board of Education. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions prescribed or permitted by the Illinois State Board of Education. Management is also responsible 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 East Dubuque Unit School District No. 119'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 Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free of material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 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 East Dubuque Unit School District No. 119'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 East Dubuque Unit School District No. 119'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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise East Dubuque Unit School District No. 119's basic financial statements. The schedules listed in the table of contents as "Supplementary Information" and the accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole on the basis of accounting as described in Note 1.

The 2021 comparative information shown in the schedule of expenditures of federal awards was subjected to the auditing procedures applied by us and our report dated November 15, 2021 expressed an unqualified opinion that such information was fairly stated, in all material respects, in relation to the 2021 financial statements taken as a whole on the basis of accounting as described in Note 1.

Other Information

Management is responsible for the information listed in the table of contents as “Other Information” and “Statistical Information” included in the annual report (collectively, the Other Information). The Other Information does not include the basic financial statements and our auditor’s report thereon. Our opinions on the basic financial statements do not cover the Other Information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the Other Information and consider whether a material inconsistency exists between the Other Information and the basic financial statements, or the Other Information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the Other Information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 2, 2022, on our consideration of East Dubuque Unit School District No. 119’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 East Dubuque Unit School District No. 119’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 East Dubuque Unit School District No. 119’s internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Penning Group, LLC". The signature is written in a cursive, flowing style.

Freeport, Illinois
November 2, 2022



BENNING GROUP, LLC

CERTIFIED PUBLIC ACCOUNTANTS

www.BenningGroup.com

**Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards***

Board of Education
East Dubuque Unit School District No. 119
Jo Daviess County, Illinois

We have audited, 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, the financial statements of East Dubuque Unit School District No. 119 as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise East Dubuque Unit School District No. 119's basic financial statements, and have issued our report thereon dated November 2, 2022. Our opinion was adverse because the financial statements are not prepared in accordance with generally accepted accounting principles. However, the financial statements were found to be fairly stated on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles, in accordance with regulatory reporting requirements established by the Illinois State Board of Education.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered East Dubuque Unit School District No. 119's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies

50 W. Douglas Street, Suite 300
Freeport, Illinois 61032
(815) 235-3157
Fax (815) 235-3158

6815 Weaver Road, Suite 300
Rockford, Illinois 61114
(815) 316-2375
Fax (815) 316-2389

1809 10th Street
Monroe, Wisconsin 53566
(608) 325-5035
Fax (608) 328-2843

may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and responses as item 2022-001, that we consider to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether East Dubuque Unit School District No. 119's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2022-002.

District's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on East Dubuque Unit School District No. 119's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. East Dubuque Unit School District No. 119's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Freeport, Illinois
November 2, 2022

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Statements of Assets and Liabilities
Arising from Cash Transactions
June 30, 2022

											Account Groups	
	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety	Agency Funds	General Fixed Assets	General Long-Term Debt
ASSETS												
Current assets												
Cash	\$ 3,056,168	\$ 1,060,045	\$ 187,804	\$ 651,745	\$ 143,686	\$ 5,242,450	\$ 258,934	\$ 174,858	\$ 252,968	\$ -	\$ -	\$ -
Cash - student activity funds	176,593	-	-	-	-	-	-	-	-	-	-	-
Investments	23,128	-	-	-	-	-	-	-	-	-	-	-
Total current assets	3,255,889	1,060,045	187,804	651,745	143,686	5,242,450	258,934	174,858	252,968	-	-	-
Capital assets												
Land	-	-	-	-	-	-	-	-	-	-	165,925	-
Building & building improvements	-	-	-	-	-	-	-	-	-	-	10,606,883	-
Site improvements & infrastructure	-	-	-	-	-	-	-	-	-	-	1,082,392	-
Capitalized equipment	-	-	-	-	-	-	-	-	-	-	1,747,467	-
Construction in progress	-	-	-	-	-	-	-	-	-	-	-	-
Amount available in debt service funds	-	-	-	-	-	-	-	-	-	-	-	187,804
Amount to be provided for payment on long-term debt	-	-	-	-	-	-	-	-	-	-	-	6,991,172
Total assets	\$ 3,255,889	\$ 1,060,045	\$ 187,804	\$ 651,745	\$ 143,686	\$ 5,242,450	\$ 258,934	\$ 174,858	\$ 252,968	\$ -	\$ 13,602,667	\$ 7,178,976
LIABILITIES AND FUND BALANCES												
LIABILITIES												
Current liabilities												
Payroll deductions & withholdings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total current liabilities	-	-	-	-	-	-	-	-	-	-	-	-
Long-term liabilities												
Long-term debt payable	-	-	-	-	-	-	-	-	-	-	-	7,178,976
Total long-term liabilities	-	-	-	-	-	-	-	-	-	-	-	7,178,976
Total liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,178,976
FUND BALANCES												
Reserved fund balances	\$ 270,946	\$ -	\$ -	\$ -	\$ 74,281	\$ 893,153	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved fund balances	2,984,943	1,060,045	187,804	651,745	69,405	4,349,297	258,934	174,858	252,968	-	-	-
Investments in general fixed assets	-	-	-	-	-	-	-	-	-	-	13,602,667	-
Total fund balances	\$ 3,255,889	\$ 1,060,045	\$ 187,804	\$ 651,745	\$ 143,686	\$ 5,242,450	\$ 258,934	\$ 174,858	\$ 252,968	\$ -	\$ 13,602,667	\$ -
Total liabilities and fund balances	\$ 3,255,889	\$ 1,060,045	\$ 187,804	\$ 651,745	\$ 143,686	\$ 5,242,450	\$ 258,934	\$ 174,858	\$ 252,968	\$ -	\$ 13,602,667	\$ 7,178,976

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Statements of Revenue Received, Expenditures Disbursed,
Other Sources (Uses) and Changes in Fund Balances
Year ended June 30, 2022

	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
REVENUE									
Local sources	\$ 4,123,970	\$ 899,879	\$ 108,116	\$ 214,075	\$ 334,289	\$ 578,816	\$ 11,772	\$ 179,438	\$ 42,003
State sources	1,431,026	-	-	358,262	-	50,000	-	-	-
Federal sources	948,246	459,125	-	4,114	-	-	-	-	-
Total direct revenue	6,503,242	1,359,004	108,116	576,451	334,289	628,816	11,772	179,438	42,003
Revenue for on-behalf payments	1,750,889	-	-	-	-	-	-	-	-
Total revenue	\$ 8,254,131	\$ 1,359,004	\$ 108,116	\$ 576,451	\$ 334,289	\$ 628,816	\$ 11,772	\$ 179,438	\$ 42,003
EXPENDITURES									
Instruction	\$ 4,875,409	\$ -	\$ -	\$ -	\$ 161,086	\$ -	\$ -	\$ -	\$ -
Support services	1,447,231	1,219,031	-	482,258	222,197	3,697,483	-	49,498	25
Community services	-	-	-	-	-	-	-	-	-
Payments to other districts & gov't units	206,440	-	-	-	-	-	-	-	-
Debt service	-	-	321,584	45,512	-	-	-	-	-
Total direct expenditures	6,529,080	1,219,031	321,584	527,770	383,283	3,697,483	-	49,498	25
Expenditures for on-behalf payments	1,750,889	-	-	-	-	-	-	-	-
Total expenditures	\$ 8,279,969	\$ 1,219,031	\$ 321,584	\$ 527,770	\$ 383,283	\$ 3,697,483	\$ -	\$ 49,498	\$ 25
Excess of direct revenue over (under) direct expenditures	\$ (25,838)	\$ 139,973	\$ (213,468)	\$ 48,681	\$ (48,994)	\$ (3,068,667)	\$ 11,772	\$ 129,940	\$ 41,978
OTHER SOURCES (USES) OF FUNDS									
Abatement or abolishment of the working cash fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,288,000	\$ (2,288,000)	\$ -	\$ -
Principal on bonds sold	-	-	-	-	-	1,995,000	2,130,000	-	-
Premium on bonds sold	-	-	-	-	-	239,891	203,712	-	-
Accrued interest on bonds sold	-	-	57,820	-	-	-	-	-	-
Other sources (uses) not classified elsewhere	-	-	212,428	-	-	(255,392)	(45,811)	-	-
Total other sources (uses) of funds	\$ -	\$ -	\$ 270,248	\$ -	\$ -	\$ 4,267,499	\$ (99)	\$ -	\$ -
Excess of revenues and other sources of funds over (under) expenditures and other uses of funds	\$ (25,838)	\$ 139,973	\$ 56,780	\$ 48,681	\$ (48,994)	\$ 1,198,832	\$ 11,673	\$ 129,940	\$ 41,978
FUND BALANCES - July 1, 2021	\$ 3,281,727	\$ 920,072	\$ 131,024	\$ 603,064	\$ 192,680	\$ 4,043,618	\$ 247,261	\$ 44,918	\$ 210,990
FUND BALANCES - June 30, 2022	\$ 3,255,889	\$ 1,060,045	\$ 187,804	\$ 651,745	\$ 143,686	\$ 5,242,450	\$ 258,934	\$ 174,858	\$ 252,968

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Educational Fund

Statement of Revenue Received - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
REVENUE FROM LOCAL SOURCES			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	\$ 3,358,186	\$ 3,400,000	\$ (41,814)
Special education purposes levy	<u>92,633</u>	<u>80,000</u>	<u>12,633</u>
Total ad valorem taxes levied by district	<u>3,450,819</u>	<u>3,480,000</u>	<u>(29,181)</u>
Payments in lieu of taxes:			
Corporate personal property replacement taxes	<u>219,874</u>	<u>135,000</u>	<u>84,874</u>
Total payments in lieu of taxes	<u>219,874</u>	<u>135,000</u>	<u>84,874</u>
Earnings on investments:			
Interest on investments	<u>27,982</u>	<u>6,200</u>	<u>21,782</u>
Total earnings on investments	<u>27,982</u>	<u>6,200</u>	<u>21,782</u>
Food service:			
Sales to pupils - Lunch	<u>52,561</u>	<u>52,000</u>	<u>561</u>
Total food service	<u>52,561</u>	<u>52,000</u>	<u>561</u>
District/school activity income:			
Admissions - athletic	12,817	12,100	717
Admissions - other	7,816	7,500	316
Fees	15,280	17,050	(1,770)
Other district/school activity revenue	-	95,000	(95,000)
Student activity fund revenues	<u>210,116</u>	<u>95,000</u>	<u>115,116</u>
Total district/school activity income	<u>246,029</u>	<u>226,650</u>	<u>19,379</u>
Textbook Income:			
Rentals - Regular Textbooks	<u>22,861</u>	<u>22,500</u>	<u>361</u>
Total textbook income	<u>22,861</u>	<u>22,500</u>	<u>361</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Educational Fund

Statement of Revenue Received - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
Other revenue from local sources:			
Rentals	15,000	15,000	-
Contributions and donations from private sources	20,000	20,000	-
Refund of prior years' expenditures	33,345	33,000	345
Drivers' education fees	2,316	6,000	(3,684)
Other local revenues	33,183	20,000	13,183
	<u>103,844</u>	<u>94,000</u>	<u>9,844</u>
Total other revenue from local sources	<u>\$ 4,123,970</u>	<u>\$ 4,016,350</u>	<u>\$ 107,620</u>
REVENUE FROM STATE SOURCES			
Unrestricted grants-in-aid:			
Evidence based funding formula - Sec. 18-8.05	\$ 1,232,106	\$ 1,213,257	\$ 18,849
	<u>1,232,106</u>	<u>1,213,257</u>	<u>18,849</u>
Total unrestricted grants-in-aid	<u>1,232,106</u>	<u>1,213,257</u>	<u>18,849</u>
Restricted grants-in-aid:			
Orphanage individual	2,247	2,500	(253)
	<u>2,247</u>	<u>2,500</u>	<u>(253)</u>
Total special education	<u>2,247</u>	<u>2,500</u>	<u>(253)</u>
State free lunch and breakfast	7,576	1,250	6,326
Driver education	14,651	5,800	8,851
Early childhood - block grant	173,596	177,800	(4,204)
Other restricted revenue from state sources	850	-	850
	<u>198,920</u>	<u>187,350</u>	<u>11,570</u>
Total restricted grants-in-aid	<u>198,920</u>	<u>187,350</u>	<u>11,570</u>
Total revenue from state sources	<u>\$ 1,431,026</u>	<u>\$ 1,400,607</u>	<u>\$ 30,419</u>
REVENUE FROM FEDERAL SOURCES			
Title V			
Innovation and flexibility formula	\$ -	\$ 10,000	\$ (10,000)
	<u>-</u>	<u>10,000</u>	<u>(10,000)</u>
Total title V	<u>-</u>	<u>10,000</u>	<u>(10,000)</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Educational Fund

Statement of Revenue Received - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
Restricted grants-in-aid received from federal government through the state:			
Food service:			
National school lunch program	294,974	230,000	64,974
School breakfast program	<u>44,917</u>	<u>35,000</u>	<u>9,917</u>
Total food service	<u>339,891</u>	<u>265,000</u>	<u>74,891</u>
Title I:			
Low income	<u>53,412</u>	<u>67,000</u>	<u>(13,588)</u>
Total Title I	<u>53,412</u>	<u>67,000</u>	<u>(13,588)</u>
Title IV:			
Safe and drug free schools	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Total Title IV	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Federal - special education:			
Preschool flow-through	12,960	11,647	1,313
IDEA flow-through	<u>177,776</u>	<u>162,900</u>	<u>14,876</u>
Total federal - special education	<u>190,736</u>	<u>174,547</u>	<u>16,189</u>
Title II - Eisenhower professional development formula	-	17,393	(17,393)
Title II - teacher quality	19,232	-	19,232
Medicaid matching funds - administrative outreach	12,234	7,000	5,234
Medicaid matching funds - fee-for-service program	30,196	35,000	(4,804)
Other restricted revenue from federal sources	<u>292,545</u>	<u>227,000</u>	<u>65,545</u>
Total revenue from federal sources	<u>\$ 948,246</u>	<u>\$ 802,940</u>	<u>\$ 145,306</u>
Total direct revenue	<u><u>\$ 6,503,242</u></u>	<u><u>\$ 6,219,897</u></u>	<u><u>\$ 283,345</u></u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Educational Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
INSTRUCTION			
Regular programs:			
Salaries	\$ 2,232,132	\$ 1,841,400	\$ 390,732
Employee benefits	555,034	581,225	(26,191)
Purchased services	16,108	22,075	(5,967)
Supplies and materials	154,612	210,250	(55,638)
Capital outlay	47,674	60,410	(12,736)
Total regular programs	<u>3,005,560</u>	<u>2,715,360</u>	<u>290,200</u>
Pre-K programs:			
Salaries	117,920	105,300	12,620
Employee benefits	23,772	25,196	(1,424)
Supplies and materials	<u>3,507</u>	<u>4,303</u>	<u>(796)</u>
Total Pre-K programs	<u>145,199</u>	<u>134,799</u>	<u>10,400</u>
Special education programs:			
Salaries	481,296	412,600	68,696
Employee benefits	98,191	75,689	22,502
Purchased services	599	150	449
Supplies and materials	<u>30,550</u>	<u>27,036</u>	<u>3,514</u>
Total special education programs	<u>610,636</u>	<u>515,475</u>	<u>95,161</u>
Special education programs Pre-K:			
Salaries	35,868	31,800	4,068
Employee benefits	9,369	7,866	1,503
Supplies and materials	<u>374</u>	<u>2,208</u>	<u>(1,834)</u>
Total special education programs Pre-K	<u>45,611</u>	<u>41,874</u>	<u>3,737</u>
Remedial and supplemental programs K-12:			
Salaries	25,787	25,000	787
Employee benefits	3,849	5,630	(1,781)
Purchased services	41,700	35,875	5,825
Supplies and materials	<u>12,922</u>	<u>2,738</u>	<u>10,184</u>
Total remedial and supplemental programs K-12	<u>84,258</u>	<u>69,243</u>	<u>15,015</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Educational Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
CTE programs:			
Salaries	111,522	92,263	19,259
Employee benefits	25,932	20,536	5,396
Purchased services	73,358	68,910	4,448
Supplies and materials	14,922	65,900	(50,978)
Capital outlay	257,193	185,662	71,531
Total CTE programs	<u>482,927</u>	<u>433,271</u>	<u>49,656</u>
Interscholastic programs:			
Salaries	175,802	158,500	17,302
Employee benefits	3,204	6,875	(3,671)
Purchased services	50,275	59,050	(8,775)
Supplies and materials	13,186	14,575	(1,389)
Total interscholastic programs	<u>242,467</u>	<u>239,000</u>	<u>3,467</u>
Driver's education programs:			
Salaries	52,159	40,500	11,659
Employee benefits	8,032	14,148	(6,116)
Purchased services	2,385	2,500	(115)
Total driver's education programs	<u>62,576</u>	<u>57,148</u>	<u>5,428</u>
Student activity fund expenditures:			
Other objects	196,175	90,000	106,175
Total student activity fund expenditures	<u>196,175</u>	<u>90,000</u>	<u>106,175</u>
Total instruction	<u>\$ 4,875,409</u>	<u>\$ 4,296,170</u>	<u>\$ 579,239</u>
SUPPORT SERVICES			
Support services - pupils:			
Attendance and social work services:			
Salaries	\$ 90,086	\$ 66,500	\$ 23,586
Employee benefits	26,947	24,500	2,447
Purchased services	-	500	(500)
Supplies and materials	161	700	(539)
Total attendance and social work services	<u>117,194</u>	<u>92,200</u>	<u>24,994</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Educational Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
Health services:			
Salaries	134,853	145,466	(10,613)
Employee benefits	11,082	13,381	(2,299)
Purchased services	3,120	2,400	720
Supplies and materials	1,191	12,025	(10,834)
Capital outlay	2,823	3,800	(977)
Total health services	<u>153,069</u>	<u>177,072</u>	<u>(24,003)</u>
Speech pathology & audiology services:			
Salaries	76,135	76,700	(565)
Employee benefits	17,103	16,453	650
Purchased services	189	200	(11)
Supplies and materials	477	500	(23)
Total speech pathology & audiology services	<u>93,904</u>	<u>93,853</u>	<u>51</u>
Total support services - pupils	<u>364,167</u>	<u>363,125</u>	<u>1,042</u>
Support services - instructional staff:			
Improvement of instruction services:			
Salaries	3,100	3,100	-
Employee benefits	1,706	1,736	(30)
Purchased services	10,944	10,500	444
Supplies and materials	135	135	-
Total improvement of instruction services	<u>15,885</u>	<u>15,471</u>	<u>414</u>
Educational media services:			
Purchased services	3,173	3,425	(252)
Supplies and materials	2,387	4,225	(1,838)
Total educational media services	<u>5,560</u>	<u>7,650</u>	<u>(2,090)</u>
Total support services - instructional staff	<u>21,445</u>	<u>23,121</u>	<u>(1,676)</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Educational Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
Support services - general administration:			
Board of education services:			
Salaries	1,450	1,600	(150)
Employee benefits	600	500	100
Purchased services	43,479	39,770	3,709
Supplies and materials	<u>3,016</u>	<u>1,400</u>	<u>1,616</u>
Total board of education services	<u>48,545</u>	<u>43,270</u>	<u>5,275</u>
Executive administration services:			
Salaries	117,598	118,000	(402)
Employee benefits	32,928	31,800	1,128
Purchased services	55	55	-
Supplies and materials	<u>470</u>	<u>500</u>	<u>(30)</u>
Total executive administration services	<u>151,051</u>	<u>150,355</u>	<u>696</u>
Tort immunity services:			
Purchased services	<u>8,798</u>	<u>10,000</u>	<u>(1,202)</u>
Total tort immunity services	<u>8,798</u>	<u>10,000</u>	<u>(1,202)</u>
Total support services - general administration	<u>208,394</u>	<u>203,625</u>	<u>4,769</u>
Support services - school administration:			
Office of the principal services:			
Salaries	299,759	296,785	2,974
Employee benefits	75,361	76,717	(1,356)
Purchased services	12,259	13,650	(1,391)
Supplies and materials	<u>148</u>	<u>425</u>	<u>(277)</u>
Total office of the principal services	<u>387,527</u>	<u>387,577</u>	<u>(50)</u>
Total support services - school administration	<u>387,527</u>	<u>387,577</u>	<u>(50)</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Educational Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
Support services - business:			
Fiscal services:			
Salaries	85,448	115,000	(29,552)
Employee benefits	11,896	12,000	(104)
Purchased services	7,830	7,000	830
Supplies and materials	1,987	1,500	487
Total fiscal services	<u>107,161</u>	<u>135,500</u>	<u>(28,339)</u>
Operation and maintenance of plant services:			
Salaries	45,312	44,000	1,312
Employee benefits	7,039	6,600	439
Purchased services	31,921	34,000	(2,079)
Supplies and materials	-	500	(500)
Total operation & maintenance of plant services	<u>84,272</u>	<u>85,100</u>	<u>(828)</u>
Food services:			
Salaries	121,832	117,000	4,832
Employee benefits	7,951	5,987	1,964
Purchased services	765	750	15
Supplies and materials	143,717	149,000	(5,283)
Total food services	<u>274,265</u>	<u>272,737</u>	<u>1,528</u>
Total support services - business	<u>465,698</u>	<u>493,337</u>	<u>(27,639)</u>
Total support services	<u>\$ 1,447,231</u>	<u>\$ 1,470,785</u>	<u>\$ (23,554)</u>
PAYMENTS TO OTHER DISTRICTS & GOV'T UNITS			
Payments to other districts & gov't units (in-state):			
Payments for special education programs:			
Purchased services	<u>\$ 206,440</u>	<u>\$ 212,607</u>	<u>\$ (6,167)</u>
Total payments for special education programs	<u>206,440</u>	<u>212,607</u>	<u>(6,167)</u>
Total payments to other gov't units (in-state)	<u>206,440</u>	<u>212,607</u>	<u>(6,167)</u>
Total payments to other districts & gov't units	<u>\$ 206,440</u>	<u>\$ 212,607</u>	<u>\$ (6,167)</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Educational Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
PROVISION FOR CONTINGENCIES			
Other objects	<u>\$ -</u>	<u>\$ 900</u>	<u>\$ (900)</u>
Total direct expenditures	<u>\$ 6,529,080</u>	<u>\$ 5,980,462</u>	<u>\$ 548,618</u>
Excess (deficiency) of revenue over expenditures	<u><u>\$ (25,838)</u></u>	<u><u>\$ 239,435</u></u>	<u><u>\$ (265,273)</u></u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Operations and Maintenance Fund

Statement of Revenue Received - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
REVENUE FROM LOCAL SOURCES			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	<u>\$ 540,680</u>	<u>\$ 566,000</u>	<u>\$ (25,320)</u>
Total ad valorem taxes levied by district	<u>540,680</u>	<u>566,000</u>	<u>(25,320)</u>
Payments in lieu of taxes:			
Corporate personal property replacement taxes	<u>338,730</u>	<u>250,000</u>	<u>88,730</u>
Total payments in lieu of taxes	<u>338,730</u>	<u>250,000</u>	<u>88,730</u>
Earnings on investments:			
Interest on investments	<u>1,180</u>	<u>1,500</u>	<u>(320)</u>
Total earnings on investments	<u>1,180</u>	<u>1,500</u>	<u>(320)</u>
Other revenue from local sources:			
Rentals	200	1,000	(800)
Impact fees from municipal or county governments	1,220	1,200	20
Refund of prior years' expenditures	17,869	17,740	129
Other local revenues	<u>-</u>	<u>50,000</u>	<u>(50,000)</u>
Total other revenue from local sources	<u>19,289</u>	<u>69,940</u>	<u>(50,651)</u>
Total revenue from local sources	<u>\$ 899,879</u>	<u>\$ 887,440</u>	<u>\$ 12,439</u>
REVENUE FROM FEDERAL SOURCES			
Restricted grants-in-aid directly from federal govt:			
Other restricted revenue from federal sources	<u>\$ 459,125</u>	<u>\$ 444,215</u>	<u>\$ 14,910</u>
Total restricted grants-in-aid	<u>459,125</u>	<u>444,215</u>	<u>14,910</u>
Total revenue from federal sources	<u>\$ 459,125</u>	<u>\$ 444,215</u>	<u>\$ 14,910</u>
Total direct revenue	<u>\$ 1,359,004</u>	<u>\$ 1,331,655</u>	<u>\$ 27,349</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Operations and Maintenance Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
SUPPORT SERVICES			
Support services - business:			
Operations and maintenance of plant services:			
Salaries	\$ 236,946	\$ 225,125	\$ 11,821
Employee benefits	37,416	37,025	391
Purchased services	235,932	201,300	34,632
Supplies and materials	416,439	426,572	(10,133)
Capital outlay	<u>292,298</u>	<u>366,634</u>	<u>(74,336)</u>
 Total operations and maintenance of plant services	 <u>1,219,031</u>	 <u>1,256,656</u>	 <u>(37,625)</u>
 Total support services - business	 <u>1,219,031</u>	 <u>1,256,656</u>	 <u>(37,625)</u>
 Total support services	 <u>\$ 1,219,031</u>	 <u>\$ 1,256,656</u>	 <u>\$ (37,625)</u>
 Total direct expenditures	 <u>\$ 1,219,031</u>	 <u>\$ 1,256,656</u>	 <u>\$ (37,625)</u>
 Excess (deficiency) of revenue over expenditures	 <u><u>\$ 139,973</u></u>	 <u><u>\$ 74,999</u></u>	 <u><u>\$ 64,974</u></u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Debt Services Fund

Statement of Revenue Received - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
REVENUE FROM LOCAL SOURCES			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	<u>\$ 107,915</u>	<u>\$ 107,500</u>	<u>\$ 415</u>
Total ad valorem taxes levied by district	<u>107,915</u>	<u>107,500</u>	<u>415</u>
Earnings on investments:			
Interest on investments	<u>201</u>	<u>600</u>	<u>(399)</u>
Total earnings on investments	<u>201</u>	<u>600</u>	<u>(399)</u>
Total revenue from local sources	<u>\$ 108,116</u>	<u>\$ 108,100</u>	<u>\$ 16</u>
Total direct revenue	<u><u>\$ 108,116</u></u>	<u><u>\$ 108,100</u></u>	<u><u>\$ 16</u></u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Debt Services Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
DEBT SERVICES			
Debt services - interest on short-term debt:			
Other interest on short-term debt			
Other objects	<u>\$ 350</u>	<u>\$ 175</u>	<u>\$ 175</u>
Total other interest on short-term debt	<u>350</u>	<u>175</u>	<u>175</u>
Total debt service - interest on short-term debt	<u>350</u>	<u>175</u>	<u>175</u>
Debt services - interest on long-term debt:			
Other objects	<u>121,234</u>	<u>121,234</u>	<u>-</u>
Debt services - principal on long-term debt:			
Other objects	<u>200,000</u>	<u>200,000</u>	<u>-</u>
Total debt services	<u>\$ 321,584</u>	<u>\$ 321,409</u>	<u>\$ 175</u>
Total direct expenditures	<u>\$ 321,584</u>	<u>\$ 321,409</u>	<u>\$ 175</u>
Excess (deficiency) of revenue over expenditures	<u><u>\$ (213,468)</u></u>	<u><u>\$ (213,309)</u></u>	<u><u>\$ (159)</u></u>

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Transportation Fund

Statement of Revenue Received - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
REVENUE FROM LOCAL SOURCES			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	<u>\$ 178,349</u>	<u>\$ 174,000</u>	<u>\$ 4,349</u>
Total ad valorem taxes levied by district	<u>178,349</u>	<u>174,000</u>	<u>4,349</u>
Payments in lieu of taxes:			
Corporate personal property replacement taxes	<u>35,000</u>	<u>35,000</u>	<u>-</u>
Total payments in lieu of taxes	<u>35,000</u>	<u>35,000</u>	<u>-</u>
Earnings on investments:			
Interest on investments	<u>726</u>	<u>1,800</u>	<u>(1,074)</u>
Total earnings on investments	<u>726</u>	<u>1,800</u>	<u>(1,074)</u>
Total revenue from local sources	<u>\$ 214,075</u>	<u>\$ 210,800</u>	<u>\$ 3,275</u>
REVENUE FROM STATE SOURCES			
Restricted grants-in-aid:			
Transportation:			
Regular and vocational	<u>\$ 221,422</u>	<u>\$ 225,000</u>	<u>\$ (3,578)</u>
Special education	<u>130,518</u>	<u>135,000</u>	<u>(4,482)</u>
Total transportation	<u>351,940</u>	<u>360,000</u>	<u>(8,060)</u>
Early childhood - block grant	<u>6,322</u>	<u>10,000</u>	<u>(3,678)</u>
Total restricted grants-in-aid	<u>358,262</u>	<u>370,000</u>	<u>(11,738)</u>
Total revenue from state sources	<u>\$ 358,262</u>	<u>\$ 370,000</u>	<u>\$ (11,738)</u>
REVENUE FROM FEDERAL SOURCES			
Restricted grants-in-aid from federal govt thru the state:			
Other restricted revenue from federal sources	<u>\$ 4,114</u>	<u>\$ 5,000</u>	<u>\$ (886)</u>
Total restricted grants-in-aid	<u>4,114</u>	<u>5,000</u>	<u>(886)</u>
Total revenue from federal sources	<u>\$ 4,114</u>	<u>\$ 5,000</u>	<u>\$ (886)</u>
Total direct revenue	<u>\$ 576,451</u>	<u>\$ 585,800</u>	<u>\$ (9,349)</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Transportation Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
SUPPORT SERVICES			
Support services - business:			
Pupil transportation services:			
Salaries	\$ 262,723	\$ 273,700	\$ (10,977)
Employee benefits	18,969	23,025	(4,056)
Purchased services	26,310	76,500	(50,190)
Supplies & materials	98,542	84,000	14,542
Capital outlay	75,714	48,850	26,864
	<u>482,258</u>	<u>506,075</u>	<u>(23,817)</u>
Total pupil transportation services			
	<u>482,258</u>	<u>506,075</u>	<u>(23,817)</u>
Total support services	<u>\$ 482,258</u>	<u>\$ 506,075</u>	<u>\$ (23,817)</u>
DEBT SERVICES			
Debt services - interest on long-term debt			
Other objects	<u>137</u>	<u>-</u>	<u>137</u>
Debt service - payments of principal on long-term debt			
Other objects	<u>45,375</u>	<u>-</u>	<u>45,375</u>
Total debt services	<u>\$ 45,512</u>	<u>\$ -</u>	<u>\$ 45,512</u>
Total direct expenditures	<u>\$ 527,770</u>	<u>\$ 506,075</u>	<u>\$ 21,695</u>
Excess (deficiency) of revenue over expenditures	<u>\$ 48,681</u>	<u>\$ 79,725</u>	<u>\$ (31,044)</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Municipal Retirement / Social Security Fund

Statement of Revenue Received - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
REVENUE FROM LOCAL SOURCES			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	\$ 179,226	\$ 240,000	\$ (60,774)
FICA/Medicare only purposes levies	<u>101,680</u>	<u>78,500</u>	<u>23,180</u>
Total ad valorem taxes levied by district	<u>280,906</u>	<u>318,500</u>	<u>(37,594)</u>
Payments in lieu of taxes:			
Corporate personal property replacement taxes	<u>53,033</u>	<u>53,000</u>	<u>33</u>
Total payments in lieu of taxes	<u>53,033</u>	<u>53,000</u>	<u>33</u>
Earnings on investments:			
Interest on investments	<u>350</u>	<u>500</u>	<u>(150)</u>
Total earnings on investments	<u>350</u>	<u>500</u>	<u>(150)</u>
Total revenue from local sources	<u>\$ 334,289</u>	<u>\$ 372,000</u>	<u>\$ (37,711)</u>
Total direct revenue	<u><u>\$ 334,289</u></u>	<u><u>\$ 372,000</u></u>	<u><u>\$ (37,711)</u></u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Municipal Retirement / Social Security Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
INSTRUCTION			
Regular programs:			
Employee benefits	<u>\$ 97,968</u>	<u>\$ 102,025</u>	<u>\$ (4,057)</u>
Pre-k programs:			
Employee benefits	<u>6,794</u>	<u>6,915</u>	<u>(121)</u>
Special education programs:			
Employee benefits	<u>36,717</u>	<u>45,010</u>	<u>(8,293)</u>
Special education programs - pre-k:			
Employee benefits	<u>3,152</u>	<u>3,560</u>	<u>(408)</u>
Remedial and supplemental programs - K-12:			
Employee benefits	<u>5,586</u>	<u>6,900</u>	<u>(1,314)</u>
CTE programs:			
Employee benefits	<u>1,542</u>	<u>1,450</u>	<u>92</u>
Interscholastic programs:			
Employee benefits	<u>6,190</u>	<u>6,200</u>	<u>(10)</u>
Driver's education programs:			
Employee benefits	<u>3,137</u>	<u>3,075</u>	<u>62</u>
Total instruction	<u>\$ 161,086</u>	<u>\$ 175,135</u>	<u>\$ (14,049)</u>
SUPPORT SERVICES			
Support services - pupils:			
Attendance and social work services:			
Employee benefits	<u>\$ 1,295</u>	<u>\$ 1,200</u>	<u>\$ 95</u>
Health services:			
Employee benefits	<u>29,579</u>	<u>35,500</u>	<u>(5,921)</u>
Speech pathology & audiology services:			
Employee benefits	<u>1,060</u>	<u>1,025</u>	<u>35</u>
Total support services - pupils	<u>31,934</u>	<u>37,725</u>	<u>(5,791)</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Municipal Retirement / Social Security Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
Support services - instructional staff:			
Improvement of instruction services:			
Employee benefits	<u>24</u>	<u>25</u>	<u>(1)</u>
Total support services - instructional staff	<u>24</u>	<u>25</u>	<u>(1)</u>
Support services - general administration:			
Board of education services:			
Employee benefits	<u>46</u>	<u>100</u>	<u>(54)</u>
Executive administration services:			
Employee benefits	<u>1,976</u>	<u>1,700</u>	<u>276</u>
Total support services - general administration	<u>2,022</u>	<u>1,800</u>	<u>222</u>
Support services - school administration:			
Office of the principal services:			
Employee benefits	<u>24,214</u>	<u>24,700</u>	<u>(486)</u>
Total support services - school administration	<u>24,214</u>	<u>24,700</u>	<u>(486)</u>
Support services - business:			
Fiscal services:			
Employee benefits	<u>19,169</u>	<u>19,800</u>	<u>(631)</u>
Operations and maintenance of plant services:			
Employee benefits	<u>65,828</u>	<u>69,550</u>	<u>(3,722)</u>
Pupil transportation services:			
Employee benefits	<u>54,154</u>	<u>60,375</u>	<u>(6,221)</u>
Food services:			
Employee benefits	<u>24,852</u>	<u>29,000</u>	<u>(4,148)</u>
Total support services - business	<u>164,003</u>	<u>178,725</u>	<u>(14,722)</u>
Total support services	<u>\$ 222,197</u>	<u>\$ 242,975</u>	<u>\$ (20,778)</u>
Total direct expenditures	<u>\$ 383,283</u>	<u>\$ 418,110</u>	<u>\$ (34,827)</u>
Excess (deficiency) of revenue over expenditures	<u>\$ (48,994)</u>	<u>\$ (46,110)</u>	<u>\$ (2,884)</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Capital Projects Fund

Statement of Revenue Received - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
REVENUE FROM LOCAL SOURCES			
Earnings on investments:			
Interest on investments	<u>\$ 2,575</u>	<u>\$ 2,000</u>	<u>\$ 575</u>
Total earnings on investments	<u>2,575</u>	<u>2,000</u>	<u>575</u>
Other revenue from local sources:			
School facility occupation tax proceeds	<u>576,241</u>	<u>550,000</u>	<u>26,241</u>
Total other revenue from local sources	<u>576,241</u>	<u>550,000</u>	<u>26,241</u>
Total revenue from local sources	<u>\$ 578,816</u>	<u>\$ 552,000</u>	<u>\$ 26,816</u>
REVENUE FROM STATE SOURCES			
School infrastructure - maintenance projects	<u>\$ 50,000</u>	<u>\$ -</u>	<u>\$ 50,000</u>
Total restricted grants-in-aid	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Total revenue from state sources	<u>\$ 50,000</u>	<u>\$ -</u>	<u>\$ 50,000</u>
Total direct revenue	<u><u>\$ 628,816</u></u>	<u><u>\$ 552,000</u></u>	<u><u>\$ 76,816</u></u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Capital Projects Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
SUPPORT SERVICES			
Support services - business:			
Facilities acquisition and construction services:			
Purchased services	\$ 113,876	\$ 107,500	\$ 6,376
Supplies & materials	8,137	3,500	4,637
Capital outlay	<u>3,575,470</u>	<u>3,600,000</u>	<u>(24,530)</u>
Total facilities acquisition and construction services	<u>3,697,483</u>	<u>3,711,000</u>	<u>(13,517)</u>
Total support services	<u>\$ 3,697,483</u>	<u>\$ 3,711,000</u>	<u>\$ (13,517)</u>
Total direct expenditures	<u>\$ 3,697,483</u>	<u>\$ 3,711,000</u>	<u>\$ (13,517)</u>
Excess (deficiency) of revenue over expenditures	<u><u>\$ (3,068,667)</u></u>	<u><u>\$ (3,159,000)</u></u>	<u><u>\$ 90,333</u></u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Working Cash Fund

Statement of Revenue Received - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
REVENUE FROM LOCAL SOURCES			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	<u>\$ 10,779</u>	<u>\$ 20,000</u>	<u>\$ (9,221)</u>
Total ad valorem taxes levied by district	<u>10,779</u>	<u>20,000</u>	<u>(9,221)</u>
Earnings on investments:			
Interest on investments	<u>993</u>	<u>1,035</u>	<u>(42)</u>
Total earnings on investments	<u>993</u>	<u>1,035</u>	<u>(42)</u>
Total revenue from local sources	<u>\$ 11,772</u>	<u>\$ 21,035</u>	<u>\$ (9,263)</u>
Total direct revenue	<u><u>\$ 11,772</u></u>	<u><u>\$ 21,035</u></u>	<u><u>\$ (9,263)</u></u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Tort Fund

Statement of Revenue Received - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
REVENUE FROM LOCAL SOURCES			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	<u>\$ 179,226</u>	<u>\$ 195,800</u>	<u>\$ (16,574)</u>
Total ad valorem taxes levied by district	<u>179,226</u>	<u>195,800</u>	<u>(16,574)</u>
Earnings on investments:			
Interest on investments	<u>212</u>	<u>450</u>	<u>(238)</u>
Total earnings on investments	<u>212</u>	<u>450</u>	<u>(238)</u>
Total revenue from local sources	<u>\$ 179,438</u>	<u>\$ 196,250</u>	<u>\$ (16,812)</u>
Total direct revenue	<u><u>\$ 179,438</u></u>	<u><u>\$ 196,250</u></u>	<u><u>\$ (16,812)</u></u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Tort Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
SUPPORT SERVICES			
Support services - general administration:			
Board of education services:			
Purchased services	<u>\$ 1,500</u>	<u>\$ 1,500</u>	<u>\$ -</u>
Total board of education services	<u>1,500</u>	<u>1,500</u>	<u>-</u>
Executive administration services:			
Salaries	<u>16,758</u>	<u>17,400</u>	<u>(642)</u>
Total executive administration services	<u>16,758</u>	<u>17,400</u>	<u>(642)</u>
Risk management and claims services payments			
Purchased services	<u>3,900</u>	<u>-</u>	<u>3,900</u>
Total claims paid from self insurance fund	<u>3,900</u>	<u>-</u>	<u>3,900</u>
Total support services - general administration	<u>22,158</u>	<u>18,900</u>	<u>3,258</u>
Support services - business:			
Operation and maintenance of plant services:			
Purchased services	<u>-</u>	<u>2,500</u>	<u>(2,500)</u>
Total operation & maintenance of plant services	<u>-</u>	<u>2,500</u>	<u>(2,500)</u>
Total support services - business	<u>-</u>	<u>2,500</u>	<u>(2,500)</u>
Other support services:			
Purchased services	<u>27,340</u>	<u>30,000</u>	<u>(2,660)</u>
Total other support services	<u>27,340</u>	<u>30,000</u>	<u>(2,660)</u>
Total support services	<u>\$ 49,498</u>	<u>\$ 51,400</u>	<u>\$ (1,902)</u>
Total direct expenditures	<u>\$ 49,498</u>	<u>\$ 51,400</u>	<u>\$ (1,902)</u>
Excess (deficiency) of revenue over expenditures	<u>\$ 129,940</u>	<u>\$ 144,850</u>	<u>\$ (14,910)</u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Fire Prevention and Safety Fund

Statement of Revenue Received - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
REVENUE FROM LOCAL SOURCES			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	<u>\$ 41,853</u>	<u>\$ 43,500</u>	<u>\$ (1,647)</u>
Total ad valorem taxes levied by district	<u>41,853</u>	<u>43,500</u>	<u>(1,647)</u>
Earnings on investments:			
Interest on investments	<u>150</u>	<u>300</u>	<u>(150)</u>
Total earnings on investments	<u>150</u>	<u>300</u>	<u>(150)</u>
Total revenue from local sources	<u>\$ 42,003</u>	<u>\$ 43,800</u>	<u>\$ (1,797)</u>
Total direct revenue	<u><u>\$ 42,003</u></u>	<u><u>\$ 43,800</u></u>	<u><u>\$ (1,797)</u></u>

See accompanying notes to financial statements.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Fire Prevention and Safety Fund

Statement of Expenditures Disbursed - Actual and Budget
Year ended June 30, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
SUPPORT SERVICES			
Support services - business:			
Facilities acquisition & construction services:			
Purchased services	\$ 25	\$ -	\$ 25
Capital Outlay	<u>-</u>	<u>15,000</u>	<u>(15,000)</u>
Total facilities acquisition & construction services	<u>25</u>	<u>15,000</u>	<u>(14,975)</u>
Total support services - business	<u>25</u>	<u>15,000</u>	<u>(14,975)</u>
Total support services	<u>\$ 25</u>	<u>\$ 15,000</u>	<u>\$ (14,975)</u>
Total direct expenditures	<u>\$ 25</u>	<u>\$ 15,000</u>	<u>\$ (14,975)</u>
Excess (deficiency) of revenue over expenditures	<u>\$ 41,978</u>	<u>\$ 28,800</u>	<u>\$ 13,178</u>

See accompanying notes to financial statements.

Notes to Financial Statements

June 30, 2022

(1) Summary of Significant Accounting Policies

The District's accounting policies conform to the cash basis of accounting, as defined by the Illinois State Board of Education.

(a) Principles Used to Determine the Scope of the Reporting Entity

The District's reporting entity includes the District's governing board and all related organizations for which the District exercises oversight responsibility.

The District has developed criteria to determine whether outside agencies with activities which benefit the citizens of the District, including joint agreements which serve pupils from numerous districts, should be included within its financial reporting entity. The criteria include, but are not limited to, whether the District exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

Joint agreements have been determined not to be part of the reporting entity after applying the manifesting of oversight, scope of public service and special financing relationships criteria, and, are therefore excluded from the accompanying financial statements because the District does not control the assets, operations or management of the joint agreements. In addition, the District is not aware of any entity which would exercise such oversight as to result in the District being considered a component unit of the entity.

(b) Basis of Presentation – Fund Accounting

These financial statements comply with the regulatory basis of reporting as prescribed by the Illinois State Board of Education.

The accounts of the District are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets and liabilities arising from cash transactions, fund balance, revenue received and expenditures paid. The District maintains individual funds required by the State of Illinois. These funds are presented on the regulatory basis as required for reports filed with the Illinois State Board of Education. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following fund types and account groups are used by the District:

Notes to Financial Statements

Governmental Funds

Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities arising from cash transactions are accounted for through governmental funds.

Educational Fund – This fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Student Activity Funds consist of funds owned, operated, and managed by an organization, club, or association within the student body under the guidance or direction of one or more staff members for educational, recreational, or cultural purposes. The school board, superintendent, or district employees have direct involvement with the decisions of how funds are spent or attained. Due to the District's administrative involvement with the Student Activity Funds, these funds are reported as part of the Educational Fund in the financial statements.

Operations and Maintenance Fund – This fund is also a general operating fund used to account for costs of maintaining school buildings.

Debt Service Fund – This fund is a debt retirement fund. Resources of this fund are used to retire principal and interest maturities of outstanding bond obligations and other long-term debt instruments.

Transportation Fund – This fund is a special revenue fund used to account for the costs of transporting pupils to and from school and school activities.

Municipal Retirement/Social Security Fund – This fund is a special revenue fund used to pay the District's share of municipal retirement benefits for covered employees. The District's share of Social Security and Medicare-only is also paid from this fund.

Working Cash Fund – The resources of this fund are held by the District to be used for temporary interfund loans to any fund of the District for which taxes are levied.

Capital Projects Fund – Proceeds of construction bond issues, the capital improvement tax levy, and if applicable, school facility occupation tax proceeds are accounted for in this fund.

Tort Fund – This fund is a special revenue fund used to account for tort immunity or tort judgment purposes.

Fire Prevention and Safety Fund – Proceeds of fire prevention and safety bond issues and tax levy are accounted for in this fund.

Notes to Financial Statements

Fiduciary Funds

Fiduciary funds consist of funds received from an independent, outside source in which the school board is acting in an administrative capacity. Neither the school board, the superintendent, nor any district employee has the right of approval for how the funds are spent or raised, nor do they have direct financial involvement in the funds. The district has fiduciary responsibility for the funds but does not have any control over the funds. Fiduciary funds may include outside, independent scholarship funds in which the district has no authority to decide how the funds are attained or awarded. Fiduciary funds may also include trust funds which have been established in connection with the District's employee benefit plans. Fiduciary funds are reported as *Agency Funds* in the financial statements.

Governmental Funds – Measurement Focus

The financial statements of all governmental funds focus on the measurement of spending or "financial flow" and the determination of changes in financial position rather than upon net income determination. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (cash receipts and other financing sources) and decreases (cash disbursements and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

General Fixed Assets and General Long-Term Debt Account Groups

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

(c) Basis of Accounting

Basis of accounting refers to when revenue received and expenditures paid are recognized in the accounts and how they are reported on the financial statements. The District maintains its accounting records for all funds and account groups on the cash basis of accounting under guidelines prescribed by the Illinois State Board of Education. Accordingly, revenue is recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement

Notes to Financial Statements

of cash. Assets of a fund are only recorded when cash is received or when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions.

Cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

Proceeds from sales of bonds are included as other financing sources in the appropriate fund on the date received. Related bond principal payable in the future is recorded at the same time in the General Long-Term Debt Account Group.

(d) Budgets and Budgetary Accounting

The budget for all Governmental Fund Types is prepared on the cash basis of accounting which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with 105 ILCS 5/17-1. The budget was passed on September 15, 2021 and amended on June 15, 2022. The budget lapses at the end of each fiscal year.

The District follows these procedures in establishing the budgetary data reflected in the financial statements.

1. The Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on July 1. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is held as to such budget prior to final action.
3. Prior to October 1, the budget is legally adopted through passage of a resolution.
4. Formal budgetary integration is employed as a management control device during the year.
5. The Board of Education may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget.
6. The Board of Education may amend the budget by the same procedures required of its original adoption.

(e) Cash

The District considers cash on hand, cash on deposit with banks and other institutions, certificates of deposit, money market accounts, and repurchase agreements to be cash for financial statement purposes.

Notes to Financial Statements

(f) Investments

All investments are reported at fair value. The District has adopted a formal written investment policy. The institutions in which investments are made must be approved by the Board of Education.

(g) Commingled Accounts

The District uses common bank accounts to hold the monies of more than one fund. Interest earned on these common accounts is credited to each participating fund based on its approximate share of the account prior to the payment of interest.

Occasionally one or more of the funds participating in the common bank account will incur overdrafts (deficits) in the account. The overdrafts result from expenditures which have been approved by the Board of Education. Negative balances incurred in commingled bank accounts at year end are shown as interfund receivables/interfund payables in the financial statements.

(h) General Fixed Assets

General fixed assets with expected useful lives that exceed one year and cost more than \$500, are recorded as expenditures paid in the Governmental or Activity Funds and capitalized at cost in the general fixed assets account group. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated general fixed assets are stated at estimated fair market value as of the date of acquisition. Depreciation accounting is not considered applicable (except to determine the per capita tuition charge). Depreciation is computed using the straight line method over estimated lives ranging from three to fifty years. Estimated lives are determined based on the policies prescribed by the Illinois State Board of Education.

Right to use lease assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related lease.

(2) Property Taxes

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. The levy was passed by the board on December 15, 2021. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments on approximately June 1 and September 1. The District receives significant distributions of tax receipts during June, July, August, September, October, and November. Taxes recorded in these financial statements are from the 2021, 2020 and prior tax levies.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

The following are the tax rate limits permitted by the *Illinois Compiled Statutes* and by local referendum and the actual rates levied per \$100 of assessed valuation:

	- 2021 Levy Year -		- 2020 Levy Year -	
	Limit	Actual	Limit	Actual
Educational	As Needed	2.99666	4.00000	3.15955
Oper. & maint.	0.75000	0.48522	0.75000	0.50852
Debt service	As Needed	0.1285	As Needed	0.09612
Transportation	As Needed	0.19409	As Needed	0.16196
Municipal retirement	As Needed	0.15528	As Needed	0.16951
Social security	As Needed	0.15528	As Needed	0.08476
Working cash	0.05000	0.01942	0.05000	0.00848
Tort immunity	As Needed	0.15528	As Needed	0.16951
Special education	0.80000	0.09705	0.80000	0.08476
Fire prevention and safety	0.10000	0.01980	0.10000	0.04238
Leasing/technology	0.10000	0.00000	0.10000	0.00000
Revenue Recapture	As Needed	0.01041	As Needed	0.00000
		<u>4.41699</u>		<u>4.48555</u>

(a) Tax Abatements

The District and the Stephenson County/Freeport/Jo Daviess County/Hanover Enterprise Zone Committee entered into an agreement pursuant to the Illinois Enterprise Zone Act (20 ILCS 665/1) for additional construction within the existing enterprise zone to be allowed for Tessengerlo Kerley, Inc. to build an industrial plant. Pursuant to the Illinois School Code (35 ILCS 200/18-165), the District agreed to abate the property tax revenues resulting from an increase in the assessed valuation attributable to the improvements on the property.

Per the agreement, the District will abate its share of property taxes for a nine year period beginning with the 2017 tax levy. One hundred percent of the value of the improvements assessed will be abated for the first five years, and fifty percent of the value of improvements assessed in the sixth through ninth years. During the fiscal year ended June 30, 2022, the District abated \$84,465 of property tax revenues.

(3) Cash Deposits and Investments

The District is allowed to invest in securities as authorized by the Illinois Public Funds Investment Act - 30 ILCS 235/2 and 6; and the Illinois School Code - 105 ILCS 5/8-7.

Cash and investments as of June 30, 2022 are classified in the accompanying financial statements as follows:

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

Statement of Assets and Liabilities Arising from Cash Transactions

Cash	\$ 11,205,251
Investments	23,128
Total cash and investments	<u>\$ 11,228,379</u>

Cash and investments as of June 30, 2022 consist of the following:

Cash on hand	\$ -
Deposits with financial institutions	
District	11,028,658
Student activity funds	176,593
Investments	
District	23,128
Student activity funds	-
Total cash and investments	<u>\$ 11,228,379</u>

Deposits – custodial credit risk

Custodial credit risk for deposits is the risk that, in the event of a depository financial institution failure, the District's deposits may not be returned to it. The District's policy requires that all amounts deposited or invested with financial institutions in excess of any insurance limit shall be collateralized by: (1) securities eligible for District investment or any other high-quality, interest bearing security rated at least AA/Aa by one or more standard rating services to include Standard & Poor's, Moody's, or Fitch (2) mortgages, (3) letters of credit issued by a Federal Home Loan Bank, or (4) loans covered by a State Guaranty under the Illinois Farm Development Act. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization. The Chief Investment Officer shall determine other collateral requirements.

As of June 30, 2022, \$10,902,339 of the District's bank balance of \$11,402,339 was exposed to custodial credit risk as follows:

Uninsured and collateralized by securities held by the pledging financial institution	<u>\$10,902,339</u>
--	---------------------

Investments

As of June 30, 2022, the District had the following investments:

<u>Investment</u>	<u>Fair Value</u>	<u>Rating</u>
Liquid Asset Fund Plus (ISDLAF+)	<u>\$ 23,128</u>	N/A

Notes to Financial Statements

The District holds investments in the Illinois School District Liquid Asset Fund (ISDLAF), which is a comprehensive cash management program investment pool available for Illinois public school districts. The fund is rated AAAM by Standard and Poor's and is considered a safe investment. The fund seeks to maintain a stable net asset value of \$1.00 per share, but is not guaranteed by the FDIC or any other governmental agency. As of June 30, 2022, Max Class funds of \$23,128 were uncollateralized.

Interest rate risk

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk

The District has no formal investment policy that would limit its investment choices to items other than those allowed by Illinois law.

Custodial credit risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, the District will not be able to recover the value of its investment or collateral securities that are in the possession of another party. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to indirect investments in securities through the use of mutual funds or governmental investment pools such as Illinois Funds and ISDLAF+. The District is not exposed to this particular risk.

Concentration of credit risk

No investment in any one issuer, other than ISDLAF+, represent 5% or more of the District's total investments.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

(4) Changes in General Fixed Assets & Depreciation

Under the regulatory basis of accounting, assets and depreciation are not recorded and therefore the financial statements do not reflect amounts below.

Assets at Cost

	Balance <u>7/1/21</u>	Additions	Deletions	Balance <u>6/30/22</u>	Life in <u>Years</u>
Land	\$ 165,925	\$ -	\$ -	\$ 165,925	
Construction in progress	<u>286,655</u>	<u>-</u>	<u>286,655</u>	<u>-</u>	
Nondepreciable assets	<u>452,580</u>	<u>-</u>	<u>286,655</u>	<u>165,925</u>	
Buildings and improvements	6,611,423	3,995,460	-	10,606,883	50
Land improvements	944,350	138,042	-	1,082,392	20
Other equipment (10 yrs)	818,199	272,151	-	1,090,350	10
Other equipment (5 yrs)	555,423	69,248	56,905	567,766	5
Right to use lease assets:					
3 year Equipment	<u>89,351</u>	<u>-</u>	<u>-</u>	<u>89,351</u>	3
Depreciable assets	<u>9,018,746</u>	<u>4,474,901</u>	<u>56,905</u>	<u>13,436,742</u>	
Total general fixed assets	<u>\$ 9,471,326</u>	<u>\$ 4,474,901</u>	<u>\$ 343,560</u>	<u>\$ 13,602,667</u>	

Accumulated Depreciation

	Balance <u>7/1/21</u>	Depreciation for Year	Deletions	Balance <u>6/30/22</u>	Undepreciated Cost <u>6/30/22</u>
Land	\$ -	\$ -	\$ -	\$ -	\$ 165,925
Construction in progress	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Nondepreciable assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>165,925</u>
Buildings and improvements	3,915,302	156,962	-	4,072,264	6,534,619
Land improvements	419,209	44,179	-	463,388	619,004
Other equipment (10 yrs)	398,519	92,484	-	491,003	599,347
Other equipment (5yrs)	464,407	52,031	56,905	459,533	108,233
Right to use lease assets:					
3 year equipment	<u>-</u>	<u>44,676</u>	<u>-</u>	<u>44,676</u>	<u>44,675</u>
Depreciable assets	<u>5,197,437</u>	<u>390,332</u>	<u>56,905</u>	<u>5,530,864</u>	<u>7,905,878</u>
Total general fixed assets	<u>\$ 5,197,437</u>	<u>\$ 390,332</u>	<u>\$ 56,905</u>	<u>\$ 5,530,864</u>	<u>\$ 8,071,803</u>

Notes to Financial Statements

(5) Employee Pensions and Other Benefit Plans

The District participates in multiple retirement plans to provide retirement benefits to its employees. For the year ended June 30, 2022, the District recorded a total of \$722,798 in payments to the various retirement plans as detailed below.

It should be noted that actuarial accrued liabilities, deferred inflows of resources and deferred out flows of resources are not recorded in the financial statements since the District uses the regulatory basis of accounting as prescribed or permitted by the Illinois State Board of Education as described in Note 1.

(a) *Teachers' Retirement System of the State of Illinois*

Plan description

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

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/cafrs/fy2021>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

Benefits provided

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

Tier 2 members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the highest four. Disability provisions for Tier 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different from Tier 1.

Notes to Financial Statements

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

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

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2021, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer. For the year ended June 30, 2022, the District reported expenditures of \$310,564 for this contribution.

- ***On behalf contributions to TRS.***

The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2022, state of Illinois contributions recognized by the employer were based on the state's proportionate share of the pension expense associated with the employer, and the employer recognized revenue and expenditures of \$1,720,347 in pension contributions from the state of Illinois.

- ***2.2 formula contributions.***

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2022, were \$20,014 and are deferred because they were paid after the June 30, 2021 measurement date.

Notes to Financial Statements

- ***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, 2022, the employer pension contribution was 10.31 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2022, salaries totaling \$14,076 were paid from federal and special trust funds that required employer contributions of \$1,451. These contributions are deferred because they were paid after the June 30, 2021 measurement date.

- ***Employer retirement cost contributions.***

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

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2022, the employer paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2021, the employer had 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 of the employer's 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:

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

Employer's proportionate share of the net pension liability	\$ 286,181
State's proportionate share of the net pension liability associated with the employer	<u>23,984,994</u>
Total	<u>\$ 24,271,175</u>

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2021, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2021, the employer's proportion was .0003668454 percent, which was a decrease of .0000007688 from its proportion measured as of June 30, 2020.

At June 30, 2022, the employer had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,642	\$ 1,180
Net difference between projected and actual earnings on pension plan investments	-	19,196
Changes of assumptions	127	1,414
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	43,335
Employer contributions subsequent to the measurement date	-	-
Total	<u>\$ 1,769</u>	<u>\$ 65,125</u>

Deferred outflows of resources and (deferred inflows) of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2023	\$ (32,032)
2024	(12,480)
2025	(9,623)
2026	(8,959)
2027	(261)

Notes to Financial Statements

Actuarial assumptions

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

Inflation	2.25 percent
Salary increases	varies by amount of service credit
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

In the June 30, 2021 actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2020. In the June 30, 2020 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2017.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	16.7%	6.20%
U.S. equities small/mid cap	2.2%	7.40%
International equities developed	10.6%	6.90%
Emerging market equities	4.5%	9.20%
U.S. bonds core	3.0%	1.60%
Cash equivalents	2.0%	0.10%
TIPS	1.0%	0.80%
International debt developed	1.0%	0.40%
Emerging international debt	4.0%	4.40%
Real estate	16.0%	5.80%
Private Debt	10.0%	6.50%
Hedge Funds	10.0%	3.90%
Private equity	15.0%	10.40%
Infrastructure	4.0%	6.30%
Total	100%	

Notes to Financial Statements

Discount rate

At June 30, 2021, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2020 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2021 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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 7.0 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 (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's proportionate share of the net pension liability	\$ 354,429	\$ 286,181	\$ 229,492

TRS fiduciary net position

Detailed information about the TRS's fiduciary net position as of June 30, 2021 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

(b) Illinois Municipal Retirement Fund Pension Plan

Plan Description. The District's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The District'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

Notes to Financial Statements

Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report may be obtained online 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.

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

Retirees and beneficiaries currently receiving benefits	57
Inactive plan members entitled to but not yet receiving benefits	44
Active members	51
Total	<u>152</u>

Notes to Financial Statements

Contributions. As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2021 was 22.49%. For the fiscal year ended June 30, 2022, the District contributed \$228,580 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability. The District's net pension liability was measured as of December 31, 2021. 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, 2021:

- The actuarial cost method used was Entry Age Normal.
- The asset valuation method used was Market 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%.
- Projected retirement age was from the Experience-based table of rates, specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
- 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 projected using scale MP-2020.
- For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Notes to Financial Statements

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	39%	1.90%
International Equity	15%	3.15%
Fixed Income	25%	-0.60%
Real Estate	10%	3.30%
Alternative Investments	10%	1.70%-5.50%
Cash Equivalents	1%	-0.90%
	<u>100%</u>	

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

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).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 1.84%, and the resulting single discount rate is 7.25%.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) Liability (A) - (B)
Balances at December 31, 2020	\$ 8,114,652	\$ 7,774,210	\$ 340,442
Changes for the year:			
Service cost	121,540	-	121,540
Interest on the total pension liability	572,980	-	572,980
Changes of benefit terms	-	-	-
Difference between expected and actual experience of the total pension liability	(185,203)	-	(185,203)
Changes of assumptions	-	-	-
Contributions - employer	-	305,075	(305,075)
Contributions - employee	-	61,043	(61,043)
Net investment income	-	1,369,081	(1,369,081)
Benefit payments, including refunds of employee contributions	(544,490)	(544,490)	-
Other (net transfer)	-	(251,060)	251,060
Net changes	(35,173)	939,649	(974,822)
Balances at December 31, 2021	<u>\$ 8,079,479</u>	<u>\$ 8,713,859</u>	<u>\$ (634,380)</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:

	Single Discount Rate Assumption		
	1% Decrease 6.25%	Current 7.25%	1% Increase 8.25%
Total pension liability	\$ 8,981,603	\$ 8,079,479	\$ 7,338,704
Plan fiduciary net position	8,713,859	8,713,859	8,713,859
Net pension liability	<u>\$ 267,744</u>	<u>\$ (634,380)</u>	<u>\$ (1,375,155)</u>

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions. Pension expense as reflected in the financial statements for the fiscal year ended June 30, 2022 was \$228,580. At December 31, 2021, the District had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred amounts to be recognized in pension expense in future periods:		
Difference between expected and actual experience	\$ 28,839	\$ 124,774
Changes of assumptions	-	18,654
Net difference between projected and actual earnings on pension plan investments	177,130	1,281,890
Total deferred amounts to be recognized in pension expense in future periods	205,969	1,425,318
Pension contributions made subsequent to the measurement date	-	-
Total deferred amounts related to pensions	<u>\$ 205,969</u>	<u>\$ 1,425,318</u>

Deferred outflows of resources and (deferred inflows) of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31	Net Deferred Outflows (Inflows) of Resources
2022	\$ (296,340)
2023	(483,656)
2024	(275,151)
2025	(164,202)
2026	-
	<u>\$ (1,219,349)</u>

(c) Aggregate Information

Since the District participates in more than one retirement plan, GASB 68 requires disclosure of the following, which aggregates selected information from the Teachers' Retirement System and the Illinois Municipal Retirement Fund.

	TRS	IMRF	Total
Net Pension Liabilities	\$ 286,181	\$ -	\$ 286,181
Net Pension Assets	-	634,380	634,380
Deferred Outflows of Resources	1,769	205,969	207,738
Deferred Inflows of Resources	65,125	1,425,318	1,490,443
Pension expenditures for the year ended June 30, 2022	332,029	228,580	560,609

Notes to Financial Statements

(d) Social Security

Employees not qualifying for coverage under the Teachers' Retirement System of the State of Illinois 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. The District paid \$95,554, the total required contribution for the current fiscal year.

(e) Medicare

All employees, except certified personnel hired prior to April 1, 1986, are covered under the Basic Hospital Insurance Plan provision of the Medicare health insurance program. The District paid \$66,635, the total required contribution for the current fiscal year.

(6) Fund Balance Reporting

According to Government Accounting Standards, fund balances are to be classified into five major classifications: Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. The Regulatory Model, followed by the District, only reports Reserved and Unreserved Fund Balances. Below are definitions of the differences and a reconciliation of how these balances are reported.

(a) Nonspendable Fund Balance

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 inventories and prepaid amounts. Due to the cash basis nature of the District, all such items are expensed at the time of purchase, so there is nothing to report for this classification.

(b) Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and 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 –

1. Special Education

Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Educational Fund. At June 30, 2022, expenditures disbursed exceeded revenue received for this purpose, resulting in no restricted fund balance.

Notes to Financial Statements

2. State Grants

Proceeds from state grants and the related expenditures have been included in multiple District funds. At June 30, 2022, expenditures disbursed exceeded revenue received from state grants, resulting in no restricted balances.

3. Federal Grants

Proceeds from federal grants and the related expenditures have been included in multiple District funds. At June 30, 2022, revenue received from federal grants exceeded expenditures disbursed for those specific purposes resulting in a restricted fund balance of \$94,353. This balance is included in the financial statements as Reserved in the Educational Fund.

4. IMRF/Social Security

Cash disbursed and the related cash receipts of these restricted tax levies are accounted for in the Municipal Retirement/Social Security Fund. At June 30, 2022, revenue received exceeded expenditures disbursed for these purposes, resulting in a restricted fund balance of \$143,686. For purposes of Regulatory reporting, the Social Security portion of the fund balance, \$74,281, will be classified as Reserved and the Municipal Retirement portion of the tax levies, \$69,405 will be classified as Unreserved.

5. School Facilities Occupation Tax

Cash receipts and the related cash disbursements of this restricted tax are accounted for in the Capital Projects Fund. The fund balance of \$5,242,450 represents the excess of cumulative receipts over cumulative disbursements which is restricted for future capital projects. Of that amount, \$893,153 is from School Facilities Occupation Tax and will be shown as Reserved in the Capital Projects Fund.

6. Student Activity Funds

Cash receipts and the related cash disbursements of Student Activity Funds are accounted for in the Educational Fund. At June 30, 2022, revenue received for Student Activity Funds exceeded expenditures disbursed for those specific purposes resulting in a restricted fund balance of \$176,593. This balance is included in the financial statements as Reserved in the Educational Fund.

(c) Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (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 School Board commits fund balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance also incorporates

Notes to Financial Statements

contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Employee contracts for services rendered during the school year for employees electing twelve month pay schedules are recorded as disbursements in the fiscal year when such checks are drawn. At June 30, 2022, the total amount of unpaid contracts for services performed during the fiscal year ended June 30, 2022 amounted to \$541,955. This amount is shown as Unreserved in the Educational Fund.

(d) Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the School Board itself or (b) the finance committee or by the Superintendent when the School Board has delegated the authority to assign amounts to be used for specific purposes.

The District budgets property tax revenue based on the tax levy approved by the Board the previous December. For the fiscal year ending June 30, 2023, the District budgets property tax based on the 2021 tax levy of which \$686,291 was received by the District prior to June 30, 2022 and is therefore included as revenue under the cash method of accounting, in this fiscal year. Under the assigned fund balance definition, \$545,633 received in the Educational, Operations and Maintenance, and Working Cash funds is assigned fund balance in these funds as shown below and is shown as Unreserved in the financial statements.

(e) Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Operating Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds. Unassigned Fund Balance amounts are shown in the financial statements as Unreserved Fund Balances in the Educational, Operations and Maintenance, and Working Cash Funds.

(f) Regulatory – Fund Balance Definitions

Reserved Fund Balances are those balances that are reserved for a specific purpose, other than the regular purpose of any given fund. Unreserved Fund Balances are all balances that are not reserved for a specific purpose other than the specified purpose of a fund.

(g) Reconciliation of Fund Balance Reporting

The first five columns of the following table represent Fund Balance Reporting according to generally accepted accounting principles. The last two columns represent Fund Balance

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

Reporting under the regulatory basis of accounting utilized in preparation of the financial statements.

<u>Fund</u>	<u>Generally Accepted Accounting Principles</u>					<u>Regulatory Basis</u>	
	<u>Non- spendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>	<u>Unassigned</u>	<u>Financial Statements- Reserved</u>	<u>Financial Statements- Unreserved</u>
Educational	-	270,946	541,955	467,224	1,975,764	270,946	2,984,943
Operations & Maintenance	-	-	-	75,391	984,654	-	1,060,045
Debt Service	-	187,804	-	-	-	-	187,804
Transportation	-	651,745	-	-	-	-	651,745
Municipal							
Retirement	-	143,686	-	-	-	74,281	69,405
Capital Projects	-	5,242,450	-	-	-	893,153	4,349,297
Working Cash	-	-	-	3,018	255,916	-	258,934
Tort Liability	-	174,858	-	-	-	-	174,858
Fire Prevention and Safety	-	252,968	-	-	-	-	252,968

(h) Expenditures of Fund Balance

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, 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.

(7) Long-Term Debt

As of June 30, 2022, the District had long-term debt outstanding in the amount of \$7,178,976. The long-term debt is reported in the General Long-Term Debt Group and consists of the following:

Bonded Indebtedness

Bonded indebtedness current requirements for principal and interest expenditures are payable from future revenues of the Debt Service Fund. The revenues consist principally of property taxes collected by the District and interest earnings. Bonded indebtedness consists of the following:

General Obligation School Bonds, Series 2017

Rate: 1.75-2.50%
Dated: June 8, 2017
Original issue: \$500,000
Interest dates: June 1, December 1

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	<u>\$ 105,000</u>	<u>\$ 1,313</u>	<u>\$ 106,313</u>

General Obligation School Bonds, Series 2020

Rate: 2.23%
 Dated: December 30, 2020
 Original issue: \$3,000,000
 Interest dates: June 1, December 1

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 125,000	\$ 63,388	\$ 188,388
2024	125,000	60,600	185,600
2025	130,000	57,757	187,757
2026	135,000	54,802	189,802
2027	135,000	51,792	186,792
2028	140,000	48,726	188,726
2029	140,000	45,604	185,604
2030	145,000	42,426	187,426
2031	150,000	39,137	189,137
2032	150,000	35,792	185,792
2033	155,000	32,391	187,391
2034	160,000	28,879	188,879
2035	160,000	25,311	185,311
2036	165,000	21,687	186,687
2037	170,000	17,952	187,952
2038	175,000	14,105	189,105
2039	180,000	10,147	190,147
2040	180,000	6,133	186,133
2041	185,000	2,063	187,063
	<u>\$ 2,905,000</u>	<u>\$ 658,692</u>	<u>\$ 3,563,692</u>

General Obligation Limited Tax School Bonds, Series 2022A

Rate: 3.00% - 4.00%
 Dated: January 19, 2022
 Original issue: \$2,130,000
 Interest dates: June 1, December 1

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

Year ending June 30,	Principal	Interest	Total
2023	\$ -	\$ 105,177	\$ 105,177
2024	80,000	78,850	158,850
2025	80,000	76,450	156,450
2026	85,000	73,975	158,975
2027	85,000	71,425	156,425
2028	90,000	68,800	158,800
2029	95,000	66,025	161,025
2030	95,000	62,700	157,700
2031	100,000	58,800	158,800
2032	105,000	54,700	159,700
2033	110,000	50,400	160,400
2034	115,000	45,900	160,900
2035	120,000	41,200	161,200
2036	120,000	36,400	156,400
2037	125,000	31,500	156,500
2038	135,000	26,300	161,300
2039	140,000	20,800	160,800
2040	145,000	15,100	160,100
2041	150,000	9,200	159,200
2042	155,000	3,100	158,100
	<u>\$ 2,130,000</u>	<u>\$ 996,802</u>	<u>\$ 3,126,802</u>

General Obligation School Bonds, Series 2022B

Rate: 3.00% - 4.00%
Dated: January 19, 2022
Original issue: \$1,995,000
Interest dates: June 1, December 1

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

Year ending June 30,	Principal	Interest	Total
2023	\$ 65,000	\$ 73,975	\$ 138,975
2024	70,000	71,950	141,950
2025	65,000	69,925	134,925
2026	65,000	67,975	132,975
2027	70,000	65,950	135,950
2028	70,000	63,850	133,850
2029	80,000	61,600	141,600
2030	80,000	58,800	138,800
2031	80,000	55,600	135,600
2032	85,000	52,300	137,300
2033	90,000	48,800	138,800
2034	90,000	45,200	135,200
2035	100,000	41,400	141,400
2036	100,000	37,400	137,400
2037	105,000	33,300	138,300
2038	105,000	29,100	134,100
2039	110,000	24,800	134,800
2040	120,000	20,200	140,200
2041	125,000	15,300	140,300
2042	320,000	6,400	326,400
	<u>\$ 1,995,000</u>	<u>\$ 943,825</u>	<u>\$ 2,938,825</u>

Lease Obligation

The District entered into a four year lease agreement for four 2019 IC 72 Passenger Buses, effective July 1, 2019. The lease requires annual payments of \$45,512 and there are no variable payment components of the lease. The lease liability is measured at a discount rate of 3.75%, which is the assumed rate in the lease agreement. As a result of the lease, the District recorded a right to use asset with an initial net book value of \$89,351. The right to use asset is discussed in more detail in Note 1(h), *General Fixed Assets*.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2022 were as follows:

Year ending June 30,	Principal	Interest	Total
2023	<u>\$ 43,976</u>	<u>\$ 1,536</u>	<u>\$ 45,512</u>

In accordance with regulatory requirements, the lease is included in General Long-Term Debt Account Group and the annual principal and interest payments are recorded in the Transportation Fund.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

Long-term liability activity for the year ended June 30, 2022 was as follows:

	Balance 7/1/2021	Issued	Retired	Balance 6/30/2022
General obligation bonds	\$ 3,210,000	\$ 4,125,000	\$ 200,000	\$ 7,135,000
Lease obligations	89,351	-	45,375	43,976
	<u>\$ 3,299,351</u>	<u>\$ 4,125,000</u>	<u>\$ 245,375</u>	<u>\$ 7,178,976</u>

Future cash flow requirements of the District for retirement of principal and interest by fiscal year follow:

Bonds

Year ending June 30,	Principal	Interest	Total
2023	\$ 295,000	\$ 138,676	\$ 433,676
2024	275,000	132,550	407,550
2025	275,000	127,682	402,682
2026	285,000	122,777	407,777
2027	290,000	117,742	407,742
2028	300,000	112,576	412,576
2029	315,000	107,204	422,204
2030	320,000	101,226	421,226
2031	330,000	94,737	424,737
2032	340,000	88,092	428,092
2033	355,000	81,191	436,191
2034	365,000	74,079	439,079
2035	380,000	66,711	446,711
2036	385,000	59,087	444,087
2037	400,000	51,252	451,252
2038	415,000	43,205	458,205
2039	430,000	34,947	464,947
2040	445,000	26,333	471,333
2041	460,000	17,363	477,363
2042	475,000	6,400	481,400
	<u>\$ 7,135,000</u>	<u>\$ 1,603,830</u>	<u>\$ 8,738,830</u>

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

Lease Obligations

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	<u>\$ 43,976</u>	<u>\$ 1,536</u>	<u>\$ 45,512</u>

Total Long-Term Debt

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 338,976	\$ 140,212	\$ 479,188
2024	275,000	132,550	407,550
2025	275,000	127,682	402,682
2026	285,000	122,777	407,777
2027	290,000	117,742	407,742
2028	300,000	112,576	412,576
2029	315,000	107,204	422,204
2030	320,000	101,226	421,226
2031	330,000	94,737	424,737
2032	340,000	88,092	428,092
2033	355,000	81,191	436,191
2034	365,000	74,079	439,079
2035	380,000	66,711	446,711
2036	385,000	59,087	444,087
2037	400,000	51,252	451,252
2038	415,000	43,205	458,205
2039	430,000	34,947	464,947
2040	445,000	26,333	471,333
2041	460,000	17,363	477,363
2042	475,000	6,400	481,400
	<u>\$ 7,178,976</u>	<u>\$ 1,605,366</u>	<u>\$ 8,784,342</u>

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Notes to Financial Statements

8) Legal Debt Margin

2021 Equalized assessed valuation		<u>\$ 127,128,307</u>
Statutory debt limitation		
13.8% of 2021 equalized assessed valuation		\$ 17,543,706
Less total indebtedness:		
Bonds	\$ 7,135,000	
Lease Obligations	<u>43,976</u>	<u>7,178,976</u>
Legal Debt Margin		<u>\$ 10,364,730</u>

(9) Interfund Loans

There were no interfund loans made or repaid during the fiscal year ended June 30, 2022.

(10) Interfund Transfers

<u>From</u>	<u>To</u>	<u>Transferred</u>	<u>Purpose</u>
Working Cash Fund	Capital Projects Fund	\$ 2,288,000	Abatement of Working Cash
Capital Projects Fund	Debt Service Fund	\$ 212,428	Payments on bonds issued for capital projects

(11) Overexpenditure of Budget

The District overexpended its budget in the following funds during the fiscal year ended June 30, 2022.

<u>Fund</u>	<u>Expenditures</u>	<u>Budget</u>
Educational Fund	\$ 6,529,080	\$ 5,980,462
Debt Service Fund	\$ 321,584	\$ 321,409
Transportation Fund	\$ 527,770	\$ 506,075

All other funds were operated within the legal confines of their budgets during the fiscal year ended June 30, 2022.

(12) Joint Agreements

The District is a member of Northwest Special Education District at 2037 W. Galena Ave., Freeport, IL 61032. The District pays Northwest Special Education District for special education services administered to District students and receives from Northwest Special Education flow-through grants. During the year ended June 30, 2022, the District paid Northwest Special Education District \$206,440 for these services and received \$0 in grant revenues.

Notes to Financial Statements

The District is also a member of Eagle Ridge Vocational Delivery System along with other area school districts. The Eagle Ridge Vocational Delivery System is located at 27 S. State Avenue, Suite 101, Freeport IL 61032. For the year ended June 30, 2022, the District received \$1,900 of grant revenues from Eagle Ridge Vocational Delivery System.

The District's pupils benefit from programs administered under these joint agreements, and the District benefits from jointly administered grants and programming. The District does not have any equity interest in these joint agreements. The joint agreements are separately audited and are not included in these financial statements. Financial information about the joint agreements can be obtained by contacting them at the addresses given above.

(13) Other Postemployment Benefits (OPEB)

(a) Teacher Health Insurance Security (THIS) Fund

The employer participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. 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 the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

The 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 cover the actuarial costs to the THIS Fund that are not covered by contributions from active members which were .90 percent of pay during the year ended June 30, 2022. State of Illinois contributions were \$30,542 and the employer recognized revenue and expenditures of this amount during the year.

Notes to Financial Statements

- ***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, 2022. For the year ended June 30, 2022, the employer paid \$23,051 to the THIS Fund, which was 100 percent of the required contribution.

Further information on the THIS Fund

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: <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) *Non-certified employees*

The District has evaluated its potential liability for other postemployment benefits. The District provides continued health insurance coverage at the active employer rate to all IMRF eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the District are required to pay 100% of the current premium. For the year ended June 30, 2022, three former employees have chosen to stay in the District's health insurance plan. Because this would result in an immaterial implicit subsidy, the District has chosen not to calculate this implicit subsidy in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

Additionally, the District has no former employees for whom the District is providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the District has not recorded any postemployment benefit liability as of June 30, 2022.

(14) Illinois Unemployment Compensation

The District has elected to become self-insured for unemployment insurance. The District is therefore liable to the State for any payments made to any of its former employees claiming unemployment benefits. The District made no payments to the Illinois Department of Employment Security during the year ended June 30, 2022 for unemployment benefits.

(15) Risk Management

The District is exposed to various risks of loss related to torts; damage to, and theft or destruction of assets; errors and omissions; injuries to employees; and natural disasters. Significant losses are covered by commercial insurance for all major programs. For all insured

Notes to Financial Statements

programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

(16) Contingencies

The District has received funding from state and federal grants in the current and prior years, which are subject to audits by the granting agencies. The School Board believes any adjustments that may arise from these audits will be insignificant to District operations.

(17) Section 125 Flexible Spending Plan

A section 125 Flexible Spending Plan is defined by the Internal Revenue Service (IRS) as a compensation-reduction plan. The District's Flexible Spending Plan qualifies as an allowable benefit option under section 125 of the internal revenue code and is available to all employees participating in the District's Group Health and/or Dental Benefit Plan. The District collects elective payroll withholding from participants and remits this money to the plan administrator. Participants send claims to the plan administrator for reimbursable expenses. The plan year runs from January 1 through December 31.

(18) Change in Accounting Principle

During the year ended June 30, 2022, the District adopted new accounting guidance by implementing the provisions of GASB Statement No. 87, *Leases* (GASB 87). The guidance under GASB 87 improves accounting and financial reporting for leases by governments by requiring recognition of certain lease assets and liabilities for leases that were previously classified as operating leases and recognized as expenditures/uses of funds based on the payment provisions of the lease contracts. The implementation of this statement has resulted in changing the presentation of the financial statements by recording "right to use" lease assets in the General Fixed Assets account group along with a corresponding lease liability in the General Long Term Debt account group. Annual lease payments are recorded as principal and interest payments in the Transportation fund. For further information, see Note 1 (h), *General Fixed Assets*, and Note 7, *Long Term Debt – Lease Obligations*.

Implementation of GASB 87 also requires an adjustment to recognize any right to use lease assets and the present value of any corresponding lease liabilities at the implementation date of July 1, 2021. This adjustment is reflected in Note 4, *Changes in General Fixed Assets & Depreciation*, and Note 7, *Long Term Debt*, as a change to the beginning balances reflected in the schedules of capital assets and long term liability activity, respectively. There is no impact on fund balance from the implementation of GASB 87, since the District uses the cash basis of accounting under guidelines prescribed by the Illinois State Board of Education.

(19) Subsequent Events

Subsequent events are events or transactions that occur after the balance sheet date but before financial statements are issued or are available to be issued. These events and transactions

Notes to Financial Statements

either provide additional evidence about conditions that existed at the date of the balance sheet, including the estimates inherent in the process of preparing financial statements (that is, recognized subsequent events), or provide evidence about conditions that did not exist at the date of the balance sheet but arose after that date (that is, non-recognized subsequent events).

The District has evaluated subsequent events through November 2, 2022, which was the date that these financial statements were available for issuance, and determined that there were no significant non-recognized subsequent events through that date.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Other Information (unaudited)

June 30, 2022

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

	<u>FY21*</u>	<u>FY20*</u>	<u>FY19*</u>	<u>FY18*</u>	<u>FY17*</u>	<u>FY16*</u>	<u>FY15*</u>	<u>FY14*</u>
Employer's proportion of the net pension liability	1.2%	1.3%	1.4%	1.4%	1.6%	4.6%	3.9%	2.3%
Employer's proportionate share of the net pension liability	\$ 286,181	\$ 316,940	\$ 318,864	\$ 320,574	\$ 344,501	\$ 1,032,381	\$ 732,848	\$ 396,709
State's proportionate share of the net pension liability associated with the employer	23,984,994	24,824,352	22,693,178	21,960,658	21,097,074	21,319,010	17,843,500	16,730,267
Total	<u>\$ 24,271,175</u>	<u>\$ 25,141,292</u>	<u>\$ 23,012,042</u>	<u>\$ 22,281,232</u>	<u>\$ 21,441,575</u>	<u>\$ 22,351,391</u>	<u>\$ 18,576,348</u>	<u>\$ 17,126,976</u>
Employer's covered-employee payroll	\$ 3,440,375	\$ 3,290,214	\$ 3,115,508	\$ 3,069,681	\$ 2,947,095	\$ 2,810,565	\$ 2,843,130	\$ 2,661,132
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	8.3%	9.6%	10.2%	10.4%	11.7%	36.7%	25.8%	14.9%
Plan fiduciary net position as a percentage of the total pension liability	45.1%	37.8%	39.6%	40.0%	39.3%	36.4%	41.5%	43.0%

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

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

Statutorily-required contribution	\$ 331,039	\$ 325,274	\$ 306,565	\$ 300,307	\$ 286,158	\$ 281,221	\$ 308,762	\$ 285,167
Contributions in relation to the statutorily-required contribution	331,018	323,294	311,228	301,909	273,182	278,337	312,167	294,313
Contribution deficiency (excess)	<u>\$ 21</u>	<u>\$ 1,980</u>	<u>\$ (4,663)</u>	<u>\$ (1,602)</u>	<u>\$ 12,976</u>	<u>\$ 2,884</u>	<u>\$ (3,405)</u>	<u>\$ (9,146)</u>
Employer's covered-employee payroll	\$ 3,440,375	\$ 3,290,214	\$ 3,115,508	\$ 3,069,681	\$ 2,947,095	\$ 2,810,565	\$ 2,843,130	\$ 2,661,132
Contributions as a percentage of covered-employee payroll	9.62%	9.83%	9.99%	9.84%	9.27%	9.90%	10.98%	11.06%

See notes to other information.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Other Information (unaudited)

June 30, 2022

Illinois Municipal Retirement Fund
Schedule of Changes in Net Pension Liability and Related Ratios

Calendar year ending December 31,	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability								
Service cost	\$ 121,540	\$ 117,257	\$ 106,935	\$ 92,495	\$ 86,677	\$ 94,401	\$ 102,824	\$ 98,795
Interest on the total pension liability	572,980	560,318	544,122	529,747	530,376	493,619	436,365	413,777
Changes of benefit terms	-	-	-	-	-	-	-	-
Differences between expected and actual experience of the total pension liability	(185,203)	94,411	91,846	123,103	95,432	402,676	636,658	(148,419)
Changes of assumptions	-	(61,068)	-	198,198	(209,658)	(47,704)	39,384	207,360
Benefit payments, including refunds of employee contributions	(544,490)	(532,325)	(517,008)	(500,845)	(527,405)	(476,831)	(327,805)	(201,360)
Net change in total pension liability	(35,173)	178,593	225,895	442,698	(24,578)	466,161	887,426	370,153
Total pension liability – beginning	8,114,652	7,936,059	7,710,164	7,267,466	7,292,044	6,825,883	5,938,457	5,568,304
Total pension liability – ending (a)	8,079,479	8,114,652	7,936,059	7,710,164	7,267,466	7,292,044	6,825,883	5,938,457
Plan fiduciary net position								
Contributions – employer	305,075	307,822	271,472	304,365	199,230	103,011	112,247	102,195
Contributions – employee	61,043	55,765	50,149	45,731	42,470	62,882	74,081	39,747
Net investment income	1,369,081	1,028,556	1,178,537	(416,502)	1,056,263	354,814	27,440	328,517
Benefit payments, including refunds of employee contributions	(544,490)	(532,325)	(517,008)	(500,845)	(527,405)	(476,831)	(327,805)	(201,360)
Other (net transfer)	(251,060)	49,191	21,366	194,732	(126,215)	77,993	22,213	(125,512)
Net change in plan fiduciary net position	939,649	909,009	1,004,516	(372,519)	644,343	121,869	(91,824)	143,587
Plan fiduciary net position – beginning	7,774,210	6,865,201	5,860,685	6,233,204	5,588,861	5,466,992	5,558,816	5,415,229
Plan fiduciary net position – ending (b)	8,713,859	7,774,210	6,865,201	5,860,685	6,233,204	5,588,861	5,466,992	5,558,816
Net pension (asset) liability – ending (a)-(b)	\$ (634,380)	\$ 340,442	\$ 1,070,858	\$ 1,849,479	\$ 1,034,262	\$ 1,703,183	\$ 1,358,891	\$ 379,641
Plan fiduciary net position as a percentage of the total pension liability	107.85%	95.80%	86.51%	76.01%	85.77%	76.64%	80.09%	93.61%
Covered valuation payroll	\$ 1,356,492	\$ 1,239,221	\$ 1,114,415	\$ 1,016,244	\$ 943,769	\$ 859,140	\$ 900,139	\$ 931,430
Net pension liability as a percentage of covered valuation payroll	-46.77%	27.47%	96.09%	181.99%	109.59%	198.24%	150.96%	40.76%

See notes to other information.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Other Information (unaudited)

June 30, 2022

Illinois Municipal Retirement Fund
Schedule of Contributions

Calendar Year Ending December 31,	Actuarially Determined Contribution (a)	Actual Contribution (b)	Contribution Deficiency (Excess) (a-b)	Covered Valuation Payroll (c)	Actual Contribution as a % of Covered Payroll (b/c)
2014	\$ 107,766	\$ 102,195	5,571	\$ 931,430	10.97%
2015	112,247	112,247	-	900,139	12.47%
2016	103,011	103,011	-	859,140	11.99%
2017	199,230	199,230	-	943,769	21.11%
2018	304,365	304,365	-	1,016,244	29.95%
2019	271,471	271,472	(1)	1,114,415	24.36%
2020	307,822	307,822	-	1,239,221	24.84%
2021	305,075	305,075	-	1,356,492	22.49%

See notes to other information.

Notes to Other Information

June 30, 2022

These schedules are 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.

(1) Teachers Retirement System of the State of Illinois – Changes of Assumption

For the 2021 measurement year, the assumed investment rate of return was of 7.0 percent, included an inflation rate of 2.25 percent and a real return of 4.75 percent. Salary increases were assumed to vary by service cred. These actuarial assumptions were based on an experience study dated September 30, 2021.

For the 2020-2016 measurement years, the assumed investment rate of return was 7.0 percent, including an inflation rate of 2.5 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit. 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 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.

(2) Illinois Municipal Retirement Fund Pension Plan – Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2021 Contribution Rate*

(a) Valuation Date

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.

(b) Methods and Assumptions Used to Determine 2021 Contribution Rates

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, and ECO groups): 22-year closed period. Early retirement incentive plan liabilities: a period up to 10 years selected by the Employer upon adoption of early retirement incentive.

Notes to Other Information

Asset valuation method	5-year smoothed market; 20% corridor
Wage growth	3.25%
Price inflation	2.50%
Salary increases	3.35% to 14.25%, including inflation
Investment rate of return	7.25%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, IMRF specific mortality rates were used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

(c) Other Information

There were no benefit changes during the year.

* Based on valuation assumptions used in the December 31, 2019, actuarial valuation; note two year lag between valuation and rate setting.

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Student Activity Fund

Schedule of Revenues Received and Expenditures Disbursed
For the year ended June 30, 2022

Fund	Balance 07/01/21	Revenues Received	Expenditures Disbursed	Balance 06/30/22
Academic Team	\$ 2,010	\$ 675	\$ 143	\$ 2,542
Activity Account - Other	-	-	-	-
After Prom	(638)	640	-	2
Archery Club	9,817	4,490	4,449	9,858
Athletic Fund	1,948	12,297	12,227	2,018
Band	765	396	372	789
Baseball	2,043	2,220	2,656	1,607
Boys' Basketball	3,092	31,031	32,727	1,396
Cheerleaders	1,669	-	-	1,669
Class of 2016	1,025	-	-	1,025
Class of 2020	1,004	-	-	1,004
Class of 2021	7,533	-	1,963	5,570
Class of 2022	5,279	4,530	4,187	5,622
Class of 2023	3	7,973	5,004	2,972
Class of 2024	300	2,613	2,157	756
Class of 2025	-	1,441	106	1,335
Drama Club	13,963	2,876	11,657	5,182
Drestiny	1,024	-	-	1,024
Elementary Arts	2,817	844	913	2,748
Elementary Box Tops	844	39	545	338
Elementary Building	1,903	34,046	25,816	10,133
Elementary Giving Tree	1,370	4,626	4,778	1,218
Elementary Library	1,176	3,401	3,355	1,222
Elementary Music	614	853	981	486
Elementary Reading	796	1,357	1,248	905
Elementary Reading in the Parks	300	-	225	75
Elementary Yearbook	9,825	2,550	1,522	10,853
Field Entrance	300	-	-	300
Football	3,240	12,784	12,377	3,647
Carried forward	\$ 74,022	\$ 131,682	\$ 129,408	\$ 76,296

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Student Activity Fund

Schedule of Revenues Received and Expenditures Disbursed
For the year ended June 30, 2022

Fund	Balance 07/01/21	Revenues Received	Expenditures Disbursed	Balance 06/30/22
Carried forward	\$ 74,022	\$ 131,682	\$ 129,408	\$ 76,296
Girls' Basketball	4,280	8,791	7,535	5,536
Golf	1,405	192	741	856
Industrial Arts	248	186	-	434
Interest	467	81	-	548
JH/HS Building	6,204	16,158	15,994	6,368
Junior High Box Tops	161	-	-	161
Junior High Student Council	9,698	7,764	7,940	9,522
Junior High Track	232	3,231	3,095	368
Junior High Yearbook	1,834	380	195	2,019
Kindergarten	563	1,597	1,529	631
LEO Club	538	-	-	538
McCarthy Scholarship	12,943	29	500	12,472
Music	26,527	20,977	11,036	36,468
Olympics	935	647	454	1,128
Preschool	400	596	496	500
Race for Education	271	-	-	271
STEM	501	1,000	-	1,501
Softball	3,622	532	360	3,794
Student Council	2,240	2,869	2,966	2,143
Sunshine Account	632	771	713	690
Travel Club	3,753	4,228	4,723	3,258
Vesely Scholarship	2,752	1,500	2,500	1,752
Volleyball	351	273	333	291
Warrior Wake Up	794	680	310	1,164
Yearbook	7,279	5,952	5,347	7,884
	<u>\$ 162,652</u>	<u>\$ 210,116</u>	<u>\$ 196,175</u>	<u>\$ 176,593</u>

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

Grantee Name	East Dubuque Unit School District 119
ID Numbers	AUDIT:34695 Grantee:680881 UEI:J9LJKCG4K131 FEIN:361004724
Audit Period	7/1/2021 - 6/30/2022
Submitted	11/03/2022; Lisa Barklow; District Bookkeeper; LBarklow@EDBQHS.org; 8157472111
Accepted	
Program Count	15

All Programs Total				
Category	State	Federal	Other	Total
Personal Services (Salaries and Wages)	0.00	60,426.00	0.00	60,426.00
Fringe Benefits	0.00	0.00	0.00	0.00
Travel	0.00	0.00	0.00	0.00
Equipment	0.00	643,731.00	0.00	643,731.00
Supplies	0.00	0.00	13,053,886.00	13,053,886.00
Contractual Services	0.00	0.00	0.00	0.00
Consultant (Professional Services)	0.00	0.00	0.00	0.00
Construction	0.00	0.00	0.00	0.00
Occupancy - Rent and Utilities	0.00	0.00	0.00	0.00
Research and Development	0.00	0.00	0.00	0.00
Telecommunications	0.00	0.00	0.00	0.00
Training and Education	0.00	0.00	0.00	0.00
Direct Administrative Costs	0.00	0.00	0.00	0.00
Miscellaneous Costs	0.00	0.00	0.00	0.00
All Grant Specific Categories	0.00	720,599.53	0.00	720,599.53
TOTAL DIRECT EXPENDITURES	0.00	1,424,756.53	13,053,886.00	14,478,642.53
Indirect Costs	0.00	0.00	0.00	0.00
TOTAL EXPENDITURES	0.00	1,424,756.53	13,053,886.00	14,478,642.53

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	Department Of Healthcare And Family Services (478)
Program Name	Medical Assistance Program (478-00-0251)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
1st Quarter (Jul.-Sept.) Admin. Expenditures	0.00	13,533.20	0.00	13,533.20
TOTAL DIRECT EXPENDITURES	0.00	13,533.20	0.00	13,533.20

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Fed. - Sp. Ed. - I.D.E.A. - Flow Through (586-64-0417)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	174,870.00	0.00	174,870.00
TOTAL DIRECT EXPENDITURES	0.00	174,870.00	0.00	174,870.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Fed. - Sp. Ed. - Pre-School Flow Through: IDEA Part B - Consolidated Application (586-57-0420)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	12,922.00	0.00	12,922.00
TOTAL DIRECT EXPENDITURES	0.00	12,922.00	0.00	12,922.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Federal Programs - Elementary and Secondary School Emergency Relief Grant (586-62-2402)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	123,057.00	0.00	123,057.00
TOTAL DIRECT EXPENDITURES	0.00	123,057.00	0.00	123,057.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Federal Programs: ARP - LEA American Rescue Plan (586-62-2578)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Equipment	0.00	643,731.00	0.00	643,731.00
TOTAL DIRECT EXPENDITURES	0.00	643,731.00	0.00	643,731.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Fresh Fruit and Vegetables (586-18-0413) <i>This program was added by the grantee</i>
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Revenues-Grant Projects during the Audit Period	0.00	16,845.00	0.00	16,845.00
TOTAL DIRECT EXPENDITURES	0.00	16,845.00	0.00	16,845.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	National School Lunch Program (586-18-0407)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Revenues-Grant Projects during the Audit Period	0.00	200,621.00	0.00	200,621.00
TOTAL DIRECT EXPENDITURES	0.00	200,621.00	0.00	200,621.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Non-Cash Commodity Value (586-18-2330) <i>This program was added by the grantee</i>
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Revenues-Grant Projects during the Audit Period	0.00	18,368.00	0.00	18,368.00
TOTAL DIRECT EXPENDITURES	0.00	18,368.00	0.00	18,368.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	School Breakfast Program (586-18-0406)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Revenues-Grant Projects during the Audit Period	0.00	44,917.33	0.00	44,917.33
TOTAL DIRECT EXPENDITURES	0.00	44,917.33	0.00	44,917.33

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Summer Food Service Program (586-18-0410)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
	0.00	0.00	0.00	0.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	0.00	0.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Title I - Low Income: Improving the Academic Achievement of the Disadvantaged (586-62-0414)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	87,384.00	0.00	87,384.00
TOTAL DIRECT EXPENDITURES	0.00	87,384.00	0.00	87,384.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Title II - Teacher Quality: Preparing, Training, and Recruiting High-Quality Teachers, Principals, and Other School Leaders (586-62-0430)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	18,082.00	0.00	18,082.00
TOTAL DIRECT EXPENDITURES	0.00	18,082.00	0.00	18,082.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Title IVA Student Support and Academic Enrichment (586-62-1588)
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
Expenditure-Grant Projects during the Audit Period	0.00	10,000.00	0.00	10,000.00
TOTAL DIRECT EXPENDITURES	0.00	10,000.00	0.00	10,000.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Transportation - Regular and Vocational (586-18-0540) <i>This program was added by the grantee</i>
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
	0.00	0.00	0.00	0.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	0.00	0.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

State Agency	State Board Of Education (586)
Program Name	Transportation – Special Education (586-18-0541) <i>This program was added by the grantee</i>
Program Limitations	No
Mandatory Match	No
Indirect Cost Rate	0.00 Base:

Category	State	Federal	Other	Total
	0.00	0.00	0.00	0.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	0.00	0.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

Program Name	Other grant programs and activities
---------------------	-------------------------------------

Category	State	Federal	Other	Total
Personal Services (Salaries and Wages)	0.00	60,426.00	0.00	60,426.00
TOTAL DIRECT EXPENDITURES	0.00	60,426.00	0.00	60,426.00

**Illinois Grant Accountability and Transparency
Consolidated Year-End Financial Report**

Program Name	All other costs not allocated
---------------------	-------------------------------

Category	State	Federal	Other	Total
Supplies	0.00	0.00	13,053,886.00	13,053,886.00
TOTAL DIRECT EXPENDITURES	0.00	0.00	13,053,886.00	13,053,886.00

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Schedule of Restricted Local Tax Levies
 Analysis of Changes in Cash Basis Fund Balance
 For the year ended June 30, 2022

	Special Education	School Facility Occupation Tax	Driver's Education
	<u>Educational</u>	<u>Capital Projects</u>	<u>Educational</u>
Operating Revenues Received			
Ad Valorem Taxes	\$ 92,633	\$ -	\$ -
Driver's Education Fees	-	-	16,967
Facilities Sales Tax	-	576,241	-
Earnings on Investments	35	2,575	-
	<u>92,668</u>	<u>578,816</u>	<u>16,967</u>
Total Operating Revenues Received			
Operating Expenditures Disbursed			
Special Education Expenses	92,668	-	-
Facilities Construction Expenses	-	-	-
Payment of bond issued for capital projects	-	212,428	-
Driver's Education Expenses	-	-	16,967
	<u>92,668</u>	<u>212,428</u>	<u>16,967</u>
Total Operating Expenditures Disbursed			
EXCESS OF OPERATING REVENUES RECEIVED OVER (UNDER) OPERATING EXPENDITURES DISBURSED	<u>-</u>	<u>366,388</u>	<u>-</u>
Fund Balance, Cash Basis, July 1, 2021	-	526,765	-
Transfer Adjustment	-	-	-
Fund Balance, Cash Basis, June 30, 2022	<u>\$ -</u>	<u>\$ 893,153</u>	<u>\$ -</u>

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Schedule of Assessed Valuations,
Property Tax Rates, Extensions and Collections (Unaudited)
June 30, 2022

	<u>Rate</u>	<u>Extension</u>	<u>Received Through 6/30/2021</u>	<u>Received Current Year</u>	<u>(Over- collected) Balance</u>
2021 LEVY - Assessed Valuation		\$ 120,189,014			
Educational	2.99666	3,601,656	-	467,224	3,134,432
Oper. & maint.	0.48522	583,181	-	75,391	507,790
Debt service	0.12850	154,443	-	19,966	134,477
Transportation	0.19409	233,275	-	30,157	203,118
Municipal retirement	0.15528	186,630	-	24,127	162,503
Social security	0.15528	186,630	-	24,126	162,504
Working cash	0.01942	23,341	-	3,018	20,323
Tort immunity	0.15528	186,630	-	24,126	162,504
Special education	0.09705	116,643	-	15,079	101,564
Fire safety	0.01980	23,797	-	3,077	20,720
Revenue recapture	0.01041	12,512	-	-	12,512
	<u>4.41699</u>	<u>5,308,738</u>	<u>-</u>	<u>686,291</u>	<u>4,622,447</u>
2020 LEVY - Assessed Valuation		\$ 113,768,824			
Educational	3.15955	3,594,583	697,770	2,890,962	5,851
Oper. & maint.	0.50852	578,537	112,303	465,289	945
Debt service	0.09612	109,355	21,228	87,949	178
Transportation	0.16196	184,260	35,768	148,192	300
Municipal retirement	0.16951	192,850	37,435	155,099	316
Social security	0.08476	96,430	18,719	77,554	157
Working cash	0.00848	9,648	1,873	7,761	14
Tort immunity	0.16951	192,850	37,435	155,100	315
Special education	0.08476	96,430	18,719	77,554	157
Fire safety	0.04238	48,215	9,359	38,776	80
	<u>4.48555</u>	<u>5,103,158</u>	<u>990,609</u>	<u>4,104,236</u>	<u>8,313</u>
2019 LEVY - Assessed Valuation		\$ 111,761,810			
Educational	2.99910	3,351,848	3,358,718	-	(6,870)
Oper. & maint.	0.50351	562,732	563,888	-	(1,156)
Debt service	0.09532	106,531	106,748	-	(217)
Transportation	0.15325	171,275	171,626	-	(351)
Municipal retirement	0.22330	249,564	250,078	-	(514)
Social security	0.04379	48,941	49,043	-	(102)
Working cash	0.01839	20,553	20,597	-	(44)
Tort immunity	0.17514	195,740	196,143	-	(403)
Special education	0.05692	63,615	63,747	-	(132)
Fire safety	0.02628	29,371	29,433	-	(62)
	<u>4.29500</u>	<u>4,800,170</u>	<u>4,810,021</u>	<u>-</u>	<u>(9,851)</u>

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Ten Year Statistics - Assessed Valuations, Tax Rates and Extensions (Unaudited)

<u>Year Ended June 30,</u>	<u>Levy Year</u>	<u>Assessed Valuation</u>	<u>Total Tax Rate</u>	<u>Taxes Extended</u>
2014	2012	92,574,429	4.08230	3,779,166
2015	2013	92,980,690	4.18083	3,887,365
2016	2014	90,808,968	4.41304	4,007,436
2017	2015	91,436,957	4.38070	4,005,579
2018	2016	99,098,606	4.23284	4,194,686
2019	2017	104,053,225	4.34648	4,522,652
2020	2018	104,990,621	4.45545	4,677,803
2021	2019	111,761,810	4.29500	4,800,170
2022	2020	113,768,824	4.48555	5,103,158
2023	2021	120,189,014	4.41699	5,308,738

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Schedule of Average Daily Attendance, Operating Expense per Pupil,
And Total Operating Expense
(Unaudited)

<u>Year ended June 30,</u>	<u>Average Daily Attendance</u>	<u>Operating Expense Per Pupil</u>	<u>Total Operating Expense</u>
2013	613	8,376	5,133,115
2014	625	8,682	5,429,131
2015	607	9,005	5,462,675
2016	632	8,930	5,646,175
2017	618	8,877	5,482,539
2018	604	10,050	6,073,342
2019	547	11,623	6,361,259
2020	612	10,888	6,657,734
2021	602	11,334	6,827,432
2022	585	12,827	7,505,798

EAST DUBUQUE UNIT SCHOOL DISTRICT NO. 119

Fund Balances Adjusted for Tax Receipts (Unaudited)

	Total	Educational Fund	Operations & Maintenance Fund	Debt Services Fund	Transportation Fund	Municipal Retirement / Social Security Fund	Capital Projects Fund	Working Cash Fund	Tort Fund	Fire Prev. & Safety Fund
Fund balance, 6-30-15	\$ 4,317,519	\$ 1,903,667	\$ 366,327	\$ 117,465	\$ 608,744	\$ 216,380	\$ 908,220	\$ 129,417	\$ 50,752	\$ 16,547
Less "early tax distribution"	816,169	568,098	102,876	12,552	30,082	49,013	-	3,412	45,121	5,015
Adjusted fund balance	<u>\$ 3,501,350</u>	<u>\$ 1,335,569</u>	<u>\$ 263,451</u>	<u>\$ 104,913</u>	<u>\$ 578,662</u>	<u>\$ 167,367</u>	<u>\$ 908,220</u>	<u>\$ 126,005</u>	<u>\$ 5,631</u>	<u>\$ 11,532</u>
Fund balance, 6-30-16	\$ 4,059,096	\$ 1,937,218	\$ 434,577	\$ 105,347	\$ 553,967	\$ 275,818	\$ 544,611	\$ 146,509	\$ 24,720	\$ 36,329
Less "early tax distribution"	801,335	553,906	100,784	-	29,927	63,716	-	3,574	44,407	5,021
Adjusted fund balance	<u>\$ 3,257,761</u>	<u>\$ 1,383,312</u>	<u>\$ 333,793</u>	<u>\$ 105,347</u>	<u>\$ 524,040</u>	<u>\$ 212,102</u>	<u>\$ 544,611</u>	<u>\$ 142,935</u>	<u>\$ (19,687)</u>	<u>\$ 31,308</u>
Fund balance, 6-30-17	\$ 4,879,766	\$ 1,993,249	\$ 522,083	\$ 105,372	\$ 411,206	\$ 373,694	\$ 689,021	\$ 164,443	\$ 103,832	\$ 516,866
Less "early tax distribution"	802,078	560,219	98,421	-	29,227	61,884	-	3,492	43,931	4,904
Adjusted fund balance	<u>\$ 4,077,688</u>	<u>\$ 1,433,030</u>	<u>\$ 423,662</u>	<u>\$ 105,372</u>	<u>\$ 381,979</u>	<u>\$ 311,810</u>	<u>\$ 689,021</u>	<u>\$ 160,951</u>	<u>\$ 59,901</u>	<u>\$ 511,962</u>
Fund balance, 6-30-18	\$ 5,171,934	\$ 2,468,350	\$ 609,615	\$ 126,357	\$ 404,850	\$ 363,540	\$ 716,814	\$ 183,360	\$ 150,870	\$ 148,178
Less "early tax distribution"	861,274	588,618	102,410	20,985	30,412	64,396	-	3,636	45,712	5,105
Adjusted fund balance	<u>\$ 4,310,660</u>	<u>\$ 1,879,732</u>	<u>\$ 507,205</u>	<u>\$ 105,372</u>	<u>\$ 374,438</u>	<u>\$ 299,144</u>	<u>\$ 716,814</u>	<u>\$ 179,724</u>	<u>\$ 105,158</u>	<u>\$ 143,073</u>
Fund balance, 6-30-19	\$ 5,530,624	\$ 2,647,040	\$ 690,043	\$ 129,069	\$ 396,946	\$ 360,279	\$ 859,454	\$ 205,506	\$ 93,278	\$ 149,009
Less "early tax distribution"	900,463	633,913	105,734	20,869	31,401	60,775	-	3,755	38,743	5,273
Adjusted fund balance	<u>\$ 4,630,161</u>	<u>\$ 2,013,127</u>	<u>\$ 584,309</u>	<u>\$ 108,200</u>	<u>\$ 365,545</u>	<u>\$ 299,504</u>	<u>\$ 859,454</u>	<u>\$ 201,751</u>	<u>\$ 54,535</u>	<u>\$ 143,736</u>
Fund balance, 6-30-20	\$ 5,864,837	\$ 2,775,954	\$ 765,832	\$ 130,065	\$ 437,775	\$ 299,888	\$ 956,726	\$ 228,300	\$ 92,524	\$ 177,773
Less "early tax distribution"	944,549	672,073	110,731	20,962	33,702	58,739	-	4,045	38,517	5,780
Adjusted fund balance	<u>\$ 4,920,288</u>	<u>\$ 2,103,881</u>	<u>\$ 655,101</u>	<u>\$ 109,103</u>	<u>\$ 404,073</u>	<u>\$ 241,149</u>	<u>\$ 956,726</u>	<u>\$ 224,255</u>	<u>\$ 54,007</u>	<u>\$ 171,993</u>
Fund balance, 6-30-21	\$ 9,675,354	\$ 3,281,727	\$ 920,072	\$ 131,024	\$ 603,064	\$ 192,680	\$ 4,043,618	\$ 247,261	\$ 44,918	\$ 210,990
Less "early tax distribution"	990,609	716,489	112,303	21,228	35,768	56,154	-	1,873	37,435	9,359
Adjusted fund balance	<u>\$ 8,684,745</u>	<u>\$ 2,565,238</u>	<u>\$ 807,769</u>	<u>\$ 109,796</u>	<u>\$ 567,296</u>	<u>\$ 136,526</u>	<u>\$ 4,043,618</u>	<u>\$ 245,388</u>	<u>\$ 7,483</u>	<u>\$ 201,631</u>
Fund balance, 6-30-22	\$ 11,228,379	\$ 3,255,889	\$ 1,060,045	\$ 187,804	\$ 651,745	\$ 143,686	\$ 5,242,450	\$ 258,934	\$ 174,858	\$ 252,968
Less "early tax distribution"	686,291	482,303	75,391	19,966	30,157	48,252	-	3,018	24,127	3,077
Adjusted fund balance	<u>\$ 10,542,088</u>	<u>\$ 2,773,586</u>	<u>\$ 984,654</u>	<u>\$ 167,838</u>	<u>\$ 621,588</u>	<u>\$ 95,434</u>	<u>\$ 5,242,450</u>	<u>\$ 255,916</u>	<u>\$ 150,731</u>	<u>\$ 249,891</u>

The fund balances in the basic financial statements reflect all property tax distributions received by the district during each year ended June 30th, in accordance with the cash basis method of accounting used by the district. These balances have been adjusted above to exclude property tax distributions of the current year's levy received prior to June 30th of that year. These adjusted balances should not be construed to reflect the financial position of any fund.



BENNING GROUP, LLC

CERTIFIED PUBLIC ACCOUNTANTS

www.BenningGroup.com

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

Board of Education
East Dubuque Unit School District No. 119
Jo Daviess County, Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited East Dubuque Unit School District No. 119's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of East Dubuque Unit School District No. 119's major federal programs for the year ended June 30, 2022. East Dubuque Unit School District No. 119's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, East Dubuque Unit School District No. 119 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the "Auditor's Responsibilities for the Audit of Compliance" section of our report.

We are required to be independent of East Dubuque Unit School District No. 119 and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of East Dubuque Unit School District No. 119's compliance with the compliance requirements referred to above.

50 W. Douglas Street, Suite 300
Freeport, Illinois 61032
(815) 235-3157
Fax (815) 235-3158

6815 Weaver Road, Suite 300
Rockford, Illinois 61114
(815) 316-2375
Fax (815) 316-2389

1809 10th Street
Monroe, Wisconsin 53566
(608) 325-5035
Fax (608) 328-2843

Responsibility of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to East Dubuque Unit School District No. 119's major programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on East Dubuque Unit School District No. 119's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about East Dubuque Unit School District No. 119's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 East Dubuque Unit School District No. 119's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of East Dubuque Unit School District No. 119's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of East Dubuque Unit School District No. 119's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2022-001 and 2022-002. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on East Dubuque Unit School District No. 119's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. East Dubuque Unit School District No. 119's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the "Auditor's Responsibilities for the Audit of Compliance" section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Freeport, Illinois
November 2, 2022

East Dubuque Unit School District No. 119
08-043-1190-22
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2022

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	Assistance Listing (A)	ISBE Project Number (B)	Receipts/Revenues		Expenditures/Disbursements		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/20 - 6/30/21 (C)	Year 7/1/21 - 6/30/22 (D)	Year 7/1/20 - 6/30/21 (E)	Year 7/1/21 - 6/30/22 (F)			
U.S. Department of Agriculture:									
Through Illinois State Board of Education:									
DoD Fresh Fruits and Vegetables Program (non-cash)	10.555	2021	17,988	-	17,988	-	-	17,988	N/A
DoD Fresh Fruits and Vegetables Program (non-cash)	10.555	2022	-	16,845	-	16,845	-	16,845	N/A
Commodities Program (non-cash)	10.555	2021	13,102	-	13,102	-	-	13,102	N/A
Commodities Program (non-cash)	10.555	2022	-	18,368	-	18,368	-	18,368	N/A
National School Lunch Program	10.555	20-4210-00	1,953	-	1,953	-	-	1,953	N/A
National School Lunch Program	10.555	21-4210-00	-	52,812	-	52,812	-	52,812	N/A
National School Lunch Program	10.555	22-4210-00	-	238,273	-	143,920	-	143,920	N/A
COVID-19 CRRSA Child Nutrition - Child Nutrition Emergency Funding	10.555	21-4210-SN	-	3,275	-	3,275	-	3,275	N/A
Subtotal 10.555			33,043	329,573	33,043	235,220	-	268,263	
School Breakfast Program	10.553	20-4220-00	320	-	320	-	-	320	N/A
School Breakfast Program	10.553	21-4220-00	-	7,424	-	7,424	-	7,424	N/A
School Breakfast Program	10.553	22-4220-00	-	37,493	-	37,493	-	37,493	N/A
Subtotal 10.553			320	44,917	320	44,917	-	45,237	
Summer Food Service Program	10.559	20-4225-00	23,474	-	23,474	-	-	23,474	N/A
Summer Food Service Program	10.559	21-4225-00	289,540	-	289,540	-	-	289,540	N/A
Subtotal 10.559			313,014	-	313,014	-	-	313,014	
Subtotal Child Nutrition Cluster			346,377	374,490	346,377	280,137	-	626,514	
COVID-19 ARP Child Nutrition - Nutrition PEBT Funding	10.649	2021-4210-BT	-	614	-	614	-	614	N/A
Subtotal 10.649			-	614	-	614	-	614	
Total Through USDA Programs			346,377	375,104	346,377	280,751	-	627,128	
U.S. Department of Education:									
Through Illinois State Board of Education:									
Fed. Sp. Ed. IDEA Flow-Through	84.027A	20-4620-00	9,400	-	-	-	-	-	180,847
Fed. Sp. Ed. IDEA Flow-Through	84.027A	21-4620-00	187,400	5,860	193,260	-	-	193,260	193,260
Fed. Sp. Ed. IDEA Flow-Through	84.027A	22-4620-00	-	171,916	-	174,870	-	174,870	174,870
Subtotal 84.027A			196,800	177,776	193,260	174,870	-	368,130	

East Dubuque Unit School District No. 119
08-043-1190-22
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2022

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	Assistance Listing (A)	ISBE Project Number (B)	Receipts/Revenues		Expenditures/Disbursements		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/20 - 6/30/21 (C)	Year 7/1/21 - 6/30/22 (D)	Year 7/1/20 - 6/30/21 (E)	Year 7/1/21 - 6/30/22 (F)			
Fed. Sp. Ed. Pre-School Flow-Through	84.173A	21-4600-00	12,866	38	12,904	-	-	12,904	12,904
Fed. Sp. Ed. Pre-School Flow-Through	84.173A	22-4600-00	-	12,922	-	12,922	-	12,922	12,922
Subtotal 84.173A			12,866	12,960	12,904	12,922	-	25,826	
Subtotal Special Education (IDEA) Cluster			209,666	190,736	206,164	187,792	-	393,956	
Title I - Low Income	84.010A	20-4300-00	8,023	-	-	-	-	-	85,269
Title I - Low Income	84.010A	21-4300-00	91,145	300	91,445	-	-	91,445	91,456
Title I - Low Income	84.010A	22-4300-00	-	53,112	-	87,384	-	87,384	99,251
Subtotal 84.010A			99,168	53,412	91,445	87,384	-	178,829	
Title II - Teacher Quality	84.367A	21-4932-00	17,332	150	17,482	-	-	17,482	17,539
Title II - Teacher Quality	84.367A	22-4932-00	-	19,082	-	18,082	-	18,082	19,552
Subtotal 84.367A			17,332	19,232	17,482	18,082	-	35,564	
Title IV - Student Support & Academic Enrich	84.424A	21-4400-00	10,000	-	10,000	-	-	10,000	10,000
Title IV - Student Support & Academic Enrich	84.424A	22-4400-00	-	10,000	-	10,000	-	10,000	10,000
Subtotal 84.424A			10,000	10,000	10,000	10,000	-	20,000	
COVID-19 CARES Act - Nutrition									
Funding -Summer Food Service Program	84.425D	20-4225-00	13,031	-	13,031	-	-	13,031	N/A
COVID 19 Elementary and Secondary School									
** Emergency Relief	84.425D	20-4998-ER	-	-	369	-	-	369	N/A
COVID 19 Elementary and Secondary School									
Emergency Relief	84.425D	20-4998-ER	70,981	-	9,766	-	-	9,766	70,981
COVID 19 Elementary and Secondary School									
(M) Emergency Relief	84.425D	21-4998-E2	212,305	65,635	156,675	123,057	-	279,732	277,940
COVID 19 Elementary and Secondary School									
(M) Emergency Relief	84.425U	22-4998-E3	-	629,723	-	643,731	-	643,731	643,731
Subtotal 84.425			296,317	695,358	179,841	766,788	-	946,629	
Total Through USDE Programs			632,483	968,738	504,932	1,070,046	-	1,574,978	
Federal Communications Commission									
Through Universal Service Administrative Company:									
Emergency Connectivity Fund	32.009	2022	-	60,426	-	60,426	-	60,426	N/A
Subtotal 32.009			-	60,426	-	60,426	-	60,426	
Total Through FCC Programs			-	60,426	-	60,426	-	60,426	

East Dubuque Unit School District No. 119
08-043-1190-22
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2022

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	Assistance Listing (A)	ISBE Project Number (B)	Receipts/Revenues		Expenditures/Disbursements		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/20 - 6/30/21 (C)	Year 7/1/21 - 6/30/22 (D)	Year 7/1/20 - 6/30/21 (E)	Year 7/1/21 - 6/30/22 (F)			
U.S. Department of Health and Human Services:									
Through Illinois Dept. of Health and Family Services:									
Medicaid Administrative Outreach	93.778	20-4991-00	3,306	-	-	-	-	-	N/A
Medicaid Administrative Outreach	93.778	21-4991-00	3,629	2,276	8,563	-	-	8,563	N/A
Medicaid Administrative Outreach	93.778	22-4991-00	-	9,958	-	13,533	-	13,533	N/A
Subtotal 93.778			6,935	12,234	8,563	13,533	-	22,096	
Total Through USDHHS Programs			6,935	12,234	8,563	13,533	-	22,096	
Total Federal Awards			985,795	1,416,502	859,872	1,424,756	-	2,284,628	

(M) Program was audited as a major program as defined by Sec. 200.518.

** Represents FY20 expenditures identified as allowable expenditures and reallocated to the Federal program within the established covered period in FY21.

East Dubuque Unit School District No. 119
08-043-1190-22
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)
Year Ending June 30, 2022

Note 1: Basis of Presentation⁵

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of **East Dubuque Unit School District No. 119** and is presented on the **cash basis of accounting**. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the **general purpose** financial statements.

Note 2: Indirect Facilities & Administration costs⁶

Auditee elected to use 10% de minimis cost rate? _____ YES _____ X NO

Note 3: Subrecipients

Of the federal expenditures presented in the schedule, **East Dubuque Unit School District No. 119** provided federal awards to subrecipients as follows:

Program Title/Subrecipient Name	Federal CFDA Number	Amount Provided to Subrecipient
None		

Note 4: Non-Cash Assistance

The following amounts were expended in the form of non-cash assistance by **East Dubuque Unit School District No. 119** and **should be** included in the Schedule of Expenditures of Federal Awards:

NON-CASH COMMODITIES (CFDA 10.555)**:	\$18,368	
OTHER NON-CASH ASSISTANCE - DEPT. OF DEFENSE FRUITS & VEGETABLES	\$16,845	Total Non-Cash \$35,213

Note 5: Other Information

Insurance coverage in effect paid with Federal funds during the fiscal year:

Property	\$0
Auto	\$0
General Liability	\$0
Workers Compensation	\$0
Loans/Loan Guarantees Outstanding at June 30:	\$0
District had Federal grants requiring matching expenditures	No
	(Yes/No)

** The amount reported here should match the value reported for non-cash Commodities on the Indirect Cost Rate Computation page.

⁵ This note is included to meet the Uniform Guidance requirement that the schedule include notes that describe the significant accounting policies used in preparing the schedule. (§200.510 (b)(6))

⁶ The Uniform Guidance requires the Schedule of Expenditures of Federal Awards to note whether or not the auditee elected to use the 10% de minimis cost rate as covered in §200.414 Indirect (F&A) costs. §200.510 (b)(6)

East Dubuque Unit School District No. 119
08-043-1190-22
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2022

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report issued: Adverse - GAAP / Unmodified - Cash Basis
(Unmodified, Qualified, Adverse, Disclaimer)

INTERNAL CONTROL OVER FINANCIAL REPORTING:

- Material weakness(es) identified? YES X None Reported
- Significant Deficiency(s) identified that are not considered to be material weakness(es)? X YES None Reported
- Noncompliance material to the financial statements noted? YES X NO

FEDERAL AWARDS

INTERNAL CONTROL OVER MAJOR PROGRAMS:

- Material weakness(es) identified? YES X None Reported
- Significant Deficiency(s) identified that are not considered to be material weakness(es)? YES X None Reported

Type of auditor's report issued on compliance for major programs: Unmodified
(Unmodified, Qualified, Adverse, Disclaimer⁷)

Any audit findings disclosed that are required to be reported in accordance with §200.516 (a)? YES X NO

IDENTIFICATION OF MAJOR PROGRAMS:⁸

CFDA NUMBER(S) ⁹	NAME OF FEDERAL PROGRAM or CLUSTER ¹⁰	AMOUNT OF FEDERAL PROGRAM
84.425	COVID-19 Education Stabilization Fund	766,788
	Total Amount Tested as Major	\$766,788

Total Federal Expenditures for 7/1/21-6/30/22 \$1,424,756

% tested as Major 53.82%

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000.00

Auditee qualified as low-risk auditee? YES X NO

⁷ If the audit report for one or more major programs is other than unmodified, indicate the type of report issued for each program.
Example: "Unmodified for all major programs except for [name of program], which was modified and [name of program], which was a disclaimer."

⁸ Major programs should generally be reported in the same order as they appear on the SEFA.

⁹ When the CFDA number is not available, include other identifying number, if applicable.

¹⁰ The name of the federal program or cluster should be the same as that listed in the SEFA. For clusters, auditors are only required to list the name of the cluster.

East Dubuque Unit School District No. 119
08-043-1190-22
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2022

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹

2022- 001

2. THIS FINDING IS:

☒

New

☐

Repeat from Prior Year?

Year originally reported? _____

3. Criteria or specific requirement

The District is responsible for preparation of accurate financial statements.

4. Condition

Material audit adjustments were identified during the fiscal year 2022 financial audit.

5. Context¹²

Adjustments were needed in order to properly report certain items of revenue and expense in accordance with provisions of the Illinois School Code and the Illinois Program Accounting Manual (IPAM).

6. Effect

Several material audit adjustments were necessary to arrive at accurate financial statements.

7. Cause

Unfamiliarity with specific accounts required by ISBE for proper reporting in the AFR, primarily in unique reporting situations.

8. Recommendation

The District should consult with ISBE or reference the Illinois Program Accounting Manual for proper recording of financial transactions.

9. Management's response¹³

See corrective action plan.

¹¹ A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year 2018 would be assigned a reference number of 2018-001, 2018-002, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

¹² Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.

¹³ See §200.521 *Management decision* for additional guidance on reporting management's response.

East Dubuque Unit School District No. 119
08-043-1190-22
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2022

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴	2022- <u>002</u>	2. THIS FINDING IS:	<input checked="checked" type="checkbox"/> New	<input type="checkbox"/> Repeat from Prior year?	
<div style="text-align: right;">Year originally reported? _____</div>					
3. Federal Program Name and Year:		<u>ESSER II 2021</u>			
4. Project No.:	<u>2021-4998-E2</u>	5. CFDA No.:	<u>84.425D</u>		
6. Passed Through:	<u>Illinois State Board of Education</u>				
7. Federal Agency:	<u>U.S. Department of Education</u>				
8. Criteria or specific requirement (including statutory, regulatory, or other citation) The District is required to file an accurate expenditure report.					
9. Condition¹⁵ The June 30, 2022 ESSER II expenditure report reflects expenditures that were not supported by the District's documentation of the program for fiscal year 2022.					
10. Questioned Costs¹⁶ Expenditures claimed in excess of documented ESSER II program expenditures total \$2,168.					
11. Context¹⁷ The District claimed ESSER II expenditures for Speech Pathology and Audiology Services salaries of \$2,303, however, District records reflect spending of \$1,076 for allowable Speech Pathology and Audiology Services salaries. The District also claimed \$1,132 for Speech Pathology and Audiology Services benefits and had \$185 allowable expenditures.					
12. Effect The District's June 30, 2022 ESSER II expenditure report included expenditures which are not supported by District financial records.					
13. Cause Inadequate review of expenditure reports prior to submission.					
14. Recommendation The District should implement procedures to provide for review of expenditure reports and supporting documentation to ensure that accurate amounts of expenditures are claimed.					
15. Management's response¹⁸ See corrective action plan.					

¹⁴ See footnote 11.

¹⁵ Include facts that support the deficiency identified on the audit finding (§200.516 (b)(3)).

¹⁶ Identify questioned costs as required by §200.516 (a)(3 - 4).

¹⁷ See footnote 12.

¹⁸ To the extent practical, indicate when management does not agree with the finding, questioned cost, or both.

East Dubuque Unit School District No. 119
08-043-1190-22
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS¹⁹
Year Ending June 30, 2022

[If there are no prior year audit findings, please submit schedule and indicate **NONE**]

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u> ²⁰
2021-001	The District had one individual who did not file the statement of economic interest by the May 1st deadline.	Resolved
2021-002	The District Treasurer's bonds in force were not sufficient to meet the bonding requirement for several months in fiscal year 2021.	Resolved
2021-003	Material audit adjustments were identified during the fiscal year 2021 financial audit.	Still exists

When possible, all prior findings should be on the same page

¹⁹ Explanation of this schedule - §200.511 (b)

²⁰ Current Status should include one of the following:

- A statement that corrective action was taken
- A description of any partial or planned corrective action
- An explanation if the corrective action taken was significantly different from that previously reported or in the management decision received from the pass-through entity.



East Dubuque Unit School District #119

East Dubuque, Illinois 61025

www.edbqhs.org

CORRECTIVE ACTION PLAN

Year ended June 30, 2022

Finding Number: 2022-001

Summary of Finding:

Material audit adjustments were identified during the fiscal year 2022 financial audit.

District Response and Action Plan:

The District will consult the IPAM and consult auditor for guidance.

Contact Person: TJ Potts, Superintendent

Anticipated Completion Date: 11/01/2022

Finding Number: 2022-002

Summary of Finding:

The June 30, 2022 ESSER II expenditure report reflects expenditures that were not supported by the District's documentation of the program for fiscal year 2022.

District Response and Action Plan:

The District will review each cell entry before submission of expenditure reports. The District's total expenditures exceeded the ESSER II allotment to cover the error on the cell entry.

Contact Person: TJ Potts, Superintendent

Anticipated Completion Date: 11/01/2022

District Office

200 Parklane Drive

P: (815) 747-2111

F: (815) 747-3369

High School & Junior High

200 Parklane Drive

P: (815) 747-3188

F: (815) 747-3516

Elementary School

100 School Road

P: (815) 747-3117

F: (815) 747-3827