

CASS ELEMENTARY SCHOOL DISTRICT NO. 63

DARIEN, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2020

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Auditor's Report	1 - 2
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>	3 - 4
Supplemental Information	
Management's Discussion and Analysis	5 - 9
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets - Modified Cash Basis	10
Statement of Activities - Modified Cash Basis	11
Fund Financial Statements	
Statement of Assets, Liabilities, and Fund Balances Arising from Cash Transactions - Governmental Funds	12
Reconciliation of the Governmental Funds Statement of Assets, Liabilities, and Fund Balances Arising from Cash Transactions to the Statement of Net Assets	13
Statement of Cash Receipts, Disbursements, and Changes in Fund Balances - Governmental Funds	14
Reconciliation of the Governmental Funds Statement of Cash Receipts, Disbursements, and Changes in Fund Balances to the Statement of Activities	15
Statement of Assets, Liabilities, and Net Position Arising from Cash Transactions - Fiduciary Funds	16
Notes to the Financial Statements	17 - 41

TABLE OF CONTENTS
(Continued)

PAGE

Audited Individual Fund Financial Statements

Detail Statements of Cash Receipts, Disbursements and Changes in Fund Balance - Budget and Actual	
Education Fund	42 - 45
Operations and Maintenance Fund	46
Transportation Fund	47
Municipal Retirement/Social Security Fund	48
Working Cash Fund	49
Bond and Interest Fund	50
Capital Projects Fund	51
Fire Prevention and Safety Fund	52
Detail Statements of Cash Receipts, Disbursements and Changes in Fund Balance - Fiduciary Funds	53

Supplemental Information

Schedule of the District's Proportionate Share of the Net Pension Liability - TRS	54
Schedule of the District's Employer Contributions - TRS	55
Schedule of Changes in the Net Pension Liability and Related Ratios - IMRF	56
Schedule of the District's Employer Contributions - IMRF	57
Schedule of Assessed Valuations, Tax Rates and Tax Extensions	58
Schedule of Operating Expenditures Per Pupil	59
Schedule of Per Capita Tuition Charge	60
Illinois Grant Accountability and Transparency Consolidated Year-End Financial Report	61



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INDEPENDENT AUDITOR'S REPORT

Board of Education
Cass Elementary School District No. 63
Darien, Illinois

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, and each major fund, of Cass Elementary School District No. 63, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, as listed in the table of contents. We have also audited the individual fund financial statements presented as audited individual fund financial statements, as of and for the year ended June 30, 2020, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these basic and individual fund financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the basic, and individual fund, financial statements referred to above present fairly, in all material respects, the respective financial position-modified cash basis of the governmental activities and each major fund, and each individual fund, of the Cass Elementary School District No. 63, as of June 30, 2020, and the respective changes in financial position-modified cash basis, thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

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

Other Matters

Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Cass Elementary School District No. 63's basic financial statements. The supplemental information on pages 5-9 and 54-61, as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 2, 2020 on our consideration of Cass Elementary School District No. 63'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 Cass Elementary School District No. 63'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 Cass Elementary School District No. 63's internal control over financial reporting and compliance.

Evoy, Kamschulte, Jacobs & Co. LLP

EVOY, KAMSCHULTE, JACOBS & CO. LLP

October 2, 2020
Waukegan, Illinois



Evoy, Kamschulte, Jacobs & Co. LLP

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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
Cass Elementary School District No. 63
Darien, Illinois

We have audited, in accordance with the 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 the governmental activities, each major fund, and each individual fund of Cass Elementary School District No. 63 as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Cass Elementary School District No. 63's basic financial statements and have issued our report thereon dated October 2, 2020, which was qualified because the financial statements were prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Cass Elementary School District No. 63's internal control over financial reporting (internal control) to determine the 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 Cass Elementary School District No. 63's internal control. Accordingly, we do not express an opinion on the effectiveness of Cass Elementary School District No. 63'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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity'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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Cass Elementary School District No. 63's financial statements are free from 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 determination of financial statement amounts. 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 Cass Elementary School District No. 63's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Evoy, Kamschulte, Jacobs & Co. LLP

EVOY, KAMSCHULTE, JACOBS & CO. LLP

October 2, 2020
Waukegan, Illinois

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020

Our discussion and analysis of the Cass Elementary School District No. 63's (the District) financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2020. Please read it in conjunction with the District's financial statements, which begin on page 10, and the notes to the financial statements, which begin on page 17, to further enhance your understanding of the District's financial condition.

FINANCIAL HIGHLIGHTS

- The assets of the District exceeded its liabilities at June 30, 2020 by \$4,910,105 (net position). Of this amount, \$3,530,923 (unrestricted net position) may be used to finance the District's day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements.
- The District's total net position increased by \$530,709.
- The District issued \$2,390,000 refunding and working cash fund bonds.
- At June 30, 2020, the District's governmental funds reported combined fund balances of \$4,875,409, an increase of \$615,780 from the prior year. Approximately 72% of this amount, \$3,530,923, may be used to finance day-to-day operations (unassigned fund balance), which was approximately 38% of General (Education) Fund expenditures.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position – Modified Cash Basis and the Statement of Activities – Modified Cash Basis (on pages 10 and 11) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. Fund financial statements start on page 12. For the governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. The remaining statements provide financial information about activities for which the District acts solely as agent for the benefit of those outside the government.

Reporting the District as a Whole

Our analysis of the District as a whole begins on page 7. One of the most important questions asked about the District's finances is, "Is the District as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer this question. These statements include all of the District's assets and liabilities resulting from the use of the modified cash basis of accounting.

These two statements report the District's net position and changes in it. You can think of the District's net position—the difference between assets and liabilities—as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position is one indicator of whether its financial health is improving or deteriorating. You will need to consider other financial and non-financial factors, however, such as the bond rating of the District, the EAV of the District, enrollment trends, and how well the District is doing educationally as measured through standardized test scores, in order to assess the overall health of the District.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020
(Continued)

USING THIS ANNUAL REPORT (continued)

Reporting the District as a Whole (continued)

In the Statement of Net Position and the Statement of Activities, we report the District's Governmental activities. All of the District's services are reported here, including instructional services, support services, community services, and non-programmed charges. Property taxes, earnings on investments, fees, and state and federal grants finance most of these activities.

Reporting the District's Most Significant Funds

Our analysis of the District's major funds begins on page 8. The fund financial statements begin on page 12 and provide detailed information about the most significant funds—not the District as a whole. Some funds are required to be established by State law and by bond covenants.

- Governmental funds--All of the District's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. The District maintains its accounting records for all funds on the cash basis of accounting under guidelines prescribed by the Illinois State Board of Education. Accordingly, revenues are recognized and recorded when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation schedule in the financial statements.

The District as Trustee

The District is the trustee, or fiduciary, for its student's activity funds. All of the District's fiduciary activities are reported in a separate Statement of Assets, Liabilities, and Net Position Arising From Cash Transactions on page 16, and a Statement of Cash Receipts, Disbursements and Changes in Fund Balance on page 53. We exclude these activities from the District's other financial statements because the District cannot use these assets to finance its operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements are contained on pages 17 through 41.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain supplemental information relating to the District's progress in funding its obligations to provide pension benefits to its employees, and other supplemental information that may be useful to the reader.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020
(Continued)

THE DISTRICT AS A WHOLE

A condensed statement of net position, as of June 30, 2020, and statement of activities, for the year ended June 30, 2020, is presented below.

Net Position	Governmental Activities	
	2020	2019
Current and Other Assets	\$ 4,875,409	\$ 4,259,629
Capital Assets, Net	7,971,800	7,012,348
Total Assets	12,847,209	11,271,977
Current Liabilities	-	-
Long-Term Debt Outstanding	(7,937,104)	(6,892,581)
Total Liabilities	(7,937,104)	(6,892,581)
	\$ 4,910,105	\$ 4,379,396
Net Position:		
Net Investment in Capital Assets	\$ 34,696	\$ 119,767
Restricted	1,344,486	1,172,127
Unrestricted	3,530,923	3,087,502
Total Net Position	\$ 4,910,105	\$ 4,379,396
Changes in Net Position	Governmental Activities	
	2020	2019
<u>Receipts</u>		
Program Receipts		
Charges for Services	\$ 317,422	\$ 360,971
Operating Grants	1,241,248	1,287,792
Capital Grants	50,000	-
General Receipts		
Property Taxes	9,619,031	9,307,312
Other Taxes	28,876	26,379
Earnings on Investments	56,763	63,920
General State Aid	560,718	539,875
Other	424,116	445,155
State "On-Behalf" Contributions	3,764,986	3,916,182
Total Receipts	\$ 16,063,160	\$ 15,947,586
<u>Disbursements</u>		
Program Disbursements		
Instruction	\$ 5,224,374	\$ 5,255,010
Support Services	4,294,254	3,934,756
Community Services	80,708	74,278
Nonprogrammed Charges	959,460	1,024,337
Interest, Fees and Costs on Debt	522,218	368,544
Depreciation - Unallocated	686,451	773,287
State "On-Behalf" Contributions	3,764,986	3,916,182
Total Disbursements	\$ 15,532,451	\$ 15,346,394
Increase (Decrease) in net position	\$ 530,709	\$ 601,192
Net Position - Beginning	4,379,396	3,778,204
Net Position - Ending	\$ 4,910,105	\$ 4,379,396

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020
(Continued)

THE DISTRICT AS A WHOLE (continued)

Net position of the District's governmental activities increased by \$530,709. Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements — increased by \$443,421 to \$3,530,923.

This increase in unrestricted net position arose primarily due to the District expending less out of operating funds than originally budgeted. Revenues also came in higher than anticipated, including better than expected funding from state sources.

THE DISTRICT'S FUNDS

At June 30, 2020, the District's governmental funds (as presented in the Statement of Assets, Liabilities, and Fund Balances Arising from Cash Transactions on page 12) reported a combined fund balance of \$4,875,409, which is higher than last year's total of \$4,259,629. The primary reason for the governmental funds increase was due to revenues exceeding expenditures for the fiscal year. This included revenues over expenditures of \$443,421 in the Education Fund, \$50,000 in the Operations and Maintenance Fund and \$75,999 in the Transportation Fund. Revenues largely came in as budgeted, but some expenses were less than anticipated.

General Fund Budgetary Highlights

The July 1, 2019 to June 30, 2020 budget, which was not amended, was approved by the Board on September 17, 2019. The budget is a general guide for the financial activity of the District.

General (Education) Fund actual direct receipts were more than the budgeted amounts due to primarily to revenue from state sources exceeding budgeted revenues.

General (Education) Fund actual direct disbursements were less than the budgeted amounts due primarily to less expenditures than budgeted in the areas of certain employee benefits, supplies and materials, special education salaries and benefits, support services and certain purchased services.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2020, the District had \$7,971,800 invested in capital assets, including land, land improvements, buildings and furniture and equipment, as shown below.

Capital Assets at Year End, Net of Depreciation	Governmental Activities	
	2020	2019
Land and Land Improvements	\$ 229,391	\$ 246,537
Buildings	7,028,020	5,827,836
Furniture and Equipment	714,389	937,975
Totals	<u>\$ 7,971,800</u>	<u>\$ 7,012,348</u>

The significant asset additions during the current fiscal year were for building upgrades at Concord School and for continuing technology upgrades. The District's 2021 fiscal year budget calls for it to spend \$369,000 for capital projects principally for four HVAC units at Cass Junior High and for technology upgrades to prepare for remote learning across the entire District.

See Notes 1 and 3 to the financial statements for additional information about changes in capital assets and depreciation.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020
(Continued)

CAPITAL ASSETS AND DEBT ADMINISTRATION (continued)

Long-Term Debt

At June 30, 2020, the District had \$7,937,104 in long-term debt outstanding, as shown below.

Outstanding Debt at Year End	Governmental Activities	
	2020	2019
2001 A & B Building Bonds	\$ 79,112	\$ 159,150
2013 A Working Cash Fund and Refunding Bonds	1,665,000	2,270,000
2013 B Refunding Bonds	85,000	165,000
2016 A Refunding Bonds	970,000	1,150,000
2016 B Refunding and Building Bonds	2,500,000	2,710,000
2019 A Refunding Bonds	890,000	-
2019 B Working Cash Fund Bonds	1,500,000	-
Capital Leases	247,992	438,431
Totals	<u>\$ 7,937,104</u>	<u>\$ 6,892,581</u>

The District issued \$2,390,000 Refunding and Working Cash Fund bonds during the year ended June 30, 2020. This bond issuance (September 2019) was assigned a rating of AA (Stable Outlook) by Standard & Poor's Ratings Service.

The District's total amount of long term debt is well within its legal debt limit.

See Note 4 to the financial statements for additional information about long-term debt.

OTHER FINANCIAL MATTERS

The District has long implemented the practice of projecting the financial needs of the District a minimum of five years forward. Such projections include "worst case" scenarios of revenue and expenditure expectations. The Board of Education Finance Committee continually reviews the District's financial condition.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with an overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Mr. Mark Cross, Superintendent, 8502 Bailey Road, Darien, IL 60561, 630-985-2000.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2020

	Governmental Activities
ASSETS	
Cash and Investments	\$ 4,875,409
Capital Assets	
Land	49,573
Land Improvements	653,249
Buildings	15,952,383
Furniture and Equipment	6,297,013
Less: Accumulated Depreciation	(14,980,418)
Total Capital Assets, Net	<u>\$ 7,971,800</u>
Total Assets	<u>\$ 12,847,209</u>
LIABILITIES	
Current Liabilities	<u>\$ -</u>
Long-Term Liabilities	
Portion Due or Payable Within One Year	
General Obligation Lease Agreements	\$ 133,443
General Obligation Bonds	384,112
Portion Due or Payable in More Than One Year	
General Obligation Lease Agreements	114,549
General Obligation Bonds	7,305,000
Total Long-Term Liabilities	<u>\$ 7,937,104</u>
Total Liabilities	<u>\$ 7,937,104</u>
NET POSITION	
Net Investment in Capital Assets	\$ 34,696
Restricted	
Operations & Maintenance	582,615
Transportation	278,893
Municipal Retirement/Social Security	246,311
Working Cash	33,286
Bond and Interest	202,832
Fire Prevention & Safety	549
Unrestricted	<u>3,530,923</u>
TOTAL NET POSITION	<u><u>\$ 4,910,105</u></u>

The accompanying Notes are an integral part of these financial statements.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2020

FUNCTION/PROGRAMS			Program Receipts		Net (Disbursements) Receipts and Change in Net Position
			Charges for	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities	Disbursements	Services			Governmental Activities Total
Instruction					
Regular Education	\$ 3,937,990	\$ 163,037	\$ 585,340	\$ -	\$ (3,189,613)
Special Education	961,158	-	178,929	-	(782,229)
Remedial and Supplemental	193,128	-	-	-	(193,128)
Interscholastic	11,122	-	-	-	(11,122)
Gifted	120,976	-	-	-	(120,976)
Support Services					
Pupils	598,116	-	-	-	(598,116)
Instructional Staff	503,880	-	213,517	-	(290,363)
General Administration	934,685	-	-	-	(934,685)
School Administration	740,881	-	-	-	(740,881)
Business	1,516,692	154,385	263,462	50,000	(1,048,845)
Community Services	80,708	-	-	-	(80,708)
Nonprogrammed Charges	959,460	-	-	-	(959,460)
Interest, Fees and Costs	522,218	-	-	-	(522,218)
Depreciation - Unallocated	686,451	-	-	-	(686,451)
State "On-Behalf" Contributions	3,764,986	-	3,764,986	-	-
Total Governmental Activities	<u>\$ 15,532,451</u>	<u>\$ 317,422</u>	<u>\$ 5,006,234</u>	<u>\$ 50,000</u>	<u>\$ (10,158,795)</u>
GENERAL RECEIPTS					
Taxes					
Property Taxes, levied for general purposes					\$ 8,738,529
Property Taxes, levied for debt service					333,419
Property Taxes, levied for other specific purposes					547,083
Personal Property Replacement					28,876
Unrestricted Earnings on Investments					56,763
General State Aid					560,718
Other					424,116
TOTAL GENERAL RECEIPTS					<u>\$ 10,689,504</u>
CHANGE IN NET POSITION					\$ 530,709
NET POSITION - JULY 1, 2019					<u>4,379,396</u>
NET POSITION - JUNE 30, 2020					<u>\$ 4,910,105</u>

The accompanying Notes are an integral part of these financial statements.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
GOVERNMENTAL FUNDS
JUNE 30, 2020

	General Fund	Special Revenue Funds				Debt Service Fund	Capital Projects Funds			Total Governmental Funds
		Operations & Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund	Working Cash Fund		Capital Projects Fund	Fire Prevention & Safety Fund		
ASSETS										
Cash and Investments	\$ 3,530,923	\$ 582,615	\$ 278,893	\$ 246,311	\$ 33,286	\$ 202,832	\$ -	\$ 549	\$ 4,875,409	
TOTAL ASSETS	\$ 3,530,923	\$ 582,615	\$ 278,893	\$ 246,311	\$ 33,286	\$ 202,832	\$ -	\$ 549	\$ 4,875,409	
LIABILITIES AND FUND BALANCES										
LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
FUND BALANCES										
Restricted										
Maintenance Services	\$ -	\$ 582,615	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 582,615	
Transportation Services	-	-	278,893	-	-	-	-	-	278,893	
Employee Benefits Payments	-	-	-	246,311	-	-	-	-	246,311	
Interfund Borrowing	-	-	-	-	33,286	-	-	-	33,286	
Bond Principal and Interest Payments	-	-	-	-	-	202,832	-	-	202,832	
Capital Improvements	-	-	-	-	-	-	-	549	549	
Unassigned	3,530,923	-	-	-	-	-	-	-	3,530,923	
TOTAL FUND BALANCES	\$ 3,530,923	\$ 582,615	\$ 278,893	\$ 246,311	\$ 33,286	\$ 202,832	\$ -	\$ 549	\$ 4,875,409	
TOTAL LIABILITIES AND FUND BALANCES										
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,530,923	\$ 582,615	\$ 278,893	\$ 246,311	\$ 33,286	\$ 202,832	\$ -	\$ 549	\$ 4,875,409	

The accompanying Notes are an integral part of these financial statements.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF ASSETS, LIABILITIES,
AND FUND BALANCES ARISING FROM CASH TRANSACTIONS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020

Total Fund Balances - Governmental Funds	\$	4,875,409
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Amounts reported for governmental activities in the statement
of net assets are different because:

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

Cost of Capital Assets	\$	22,952,218	
Accumulated Depreciation		(14,980,418)	
			7,971,800

Long-Term liabilities, including bonds payable, are not
due and payable in the current period and therefore are
not reported as liabilities in the funds.

General Obligation Bonds	\$	(7,689,112)	
Capital Lease Obligations		(247,992)	
			(7,937,104)

Total Net Position of Governmental Activities	\$	4,910,105
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The accompanying Notes are an integral part of these financial statements.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	General Fund	Special Revenue Funds				Debt Service Fund	Capital Projects Funds			Total Governmental Funds
		Education Fund	Operations & Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund		Working Cash Fund	Bond and Interest Fund	Capital Projects Fund	
RECEIPTS										
Taxes	\$ 7,896,488	\$ 945,540	\$ 165,227	\$ 307,253	\$ -	\$ 333,419	\$ -	\$ -	\$ 9,647,907	
Tuition	15,766	-	-	-	-	-	-	-	15,766	
Earnings on Investments	55,806	383	65	120	181	200	-	8	56,763	
Food Service Fees	99,250	-	-	-	-	-	-	-	99,250	
Pupil Activity Fees	147,271	-	-	-	-	-	-	-	147,271	
Transportation Fees	-	-	55,135	-	-	-	-	-	55,135	
Donations	11,670	-	-	-	-	-	-	-	11,670	
Rentals	-	198,421	-	-	-	-	-	-	198,421	
Local Impact Fees	5,334	-	-	-	-	-	-	-	5,334	
Refund of Prior Years' Expenditures	54,739	-	-	-	-	-	-	-	54,739	
Other	129,350	-	-	-	-	-	-	-	129,350	
State Aid	426,638	249,216	369,250	7,738	-	-	-	-	1,052,842	
Federal Aid	799,124	-	-	-	-	-	-	-	799,124	
TOTAL RECEIPTS	\$ 9,641,416	\$ 1,393,560	\$ 589,677	\$ 315,111	\$ 181	\$ 333,619	\$ -	\$ 8	\$ 12,273,572	
DISBURSEMENTS										
Current										
Instruction										
Regular Programs	\$ 3,884,322	\$ -	\$ -	\$ 53,668	\$ -	\$ -	\$ -	\$ -	\$ 3,937,990	
Special Education Programs	910,795	-	-	50,363	-	-	-	-	961,158	
Remedial and Supplemental Programs	190,911	-	-	2,217	-	-	-	-	193,128	
Interscholastic Programs	11,122	-	-	-	-	-	-	-	11,122	
Gifted Programs	119,482	-	-	1,494	-	-	-	-	120,976	
Support Services										
Pupils	582,108	-	-	16,008	-	-	-	-	598,116	
Instructional Staff	490,324	-	-	13,556	-	-	-	-	503,880	
General Administration	883,360	-	-	51,325	-	-	-	-	934,685	
School Administration	712,160	-	-	28,721	-	-	-	-	740,881	
Business	207,219	809,395	414,605	85,473	-	-	-	-	1,516,692	
Community Service	73,494	-	-	7,214	-	-	-	-	80,708	
Nonprogrammed Charges										
Payments to Other Governmental Units	959,460	-	-	-	-	-	-	-	959,460	
Debt Service										
Principal	87,648	303,160	89,631	-	-	80,038	-	-	560,477	
Interest and Fees	6,919	106,198	9,442	-	-	276,371	-	-	398,930	
Capital Outlay	78,671	124,807	-	-	-	-	1,442,425	-	1,645,903	
TOTAL DISBURSEMENTS	\$ 9,197,995	\$ 1,343,560	\$ 513,678	\$ 310,039	\$ -	\$ 356,409	\$ 1,442,425	\$ -	\$ 13,164,106	
EXCESS OF RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 443,421	\$ 50,000	\$ 75,999	\$ 5,072	\$ 181	\$ (22,790)	\$ (1,442,425)	\$ 8	\$ (890,534)	
OTHER FINANCING SOURCES (USES)										
Transfers In										
Transfers Out	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 76,374	\$ 1,442,425	\$ -	\$ 1,518,799	
Principal on Bonds Sold	-	-	-	-	(1,518,799)	-	-	-	(1,518,799)	
Premium/(Discount) on Bonds Sold	-	-	-	-	1,500,000	890,000	-	-	2,390,000	
Transfer to Refunded Bonds Escrow Agent	-	-	-	-	45,526	(20,924)	-	-	24,602	
Costs on Bonds Sold	-	-	-	-	(26,727)	(876,746)	-	-	(876,746)	
TOTAL OTHER FINANCING SOURCES (USES)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (4,815)	\$ 1,442,425	\$ -	\$ (31,542)	
NET CHANGE IN FUND BALANCE	\$ 443,421	\$ 50,000	\$ 75,999	\$ 5,072	\$ 181	\$ 41,099	\$ -	\$ 8	\$ 615,780	
FUND BALANCE - JULY 1, 2019	3,087,502	532,615	202,894	241,239	33,105	161,733	-	541	4,259,629	
FUND BALANCE - JUNE 30, 2020	\$ 3,530,923	\$ 582,615	\$ 278,893	\$ 246,311	\$ 33,286	\$ 202,832	\$ -	\$ 549	\$ 4,875,409	

The accompanying Notes are an integral part of these financial statements.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF CASH RECEIPTS,
DISBURSEMENTS AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

Excess of Receipts and Other Financing Sources Over (Under)		
Disbursements and Other Financing Uses - Governmental Funds	\$	615,780

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

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful life as depreciation expense.

Capital Outlay	\$	1,645,903	
Depreciation Expense		<u>(686,451)</u>	
			959,452

Issuing long-term debt provides current financial resources to governmental funds, but the issuance increases long-term liabilities in the statement of net position.

Proceeds of Bonds Issued		(2,390,000)	
Proceeds on Capital Lease Obligations		<u>-</u>	
			(2,390,000)

Repayment/defeasance of long-term debt principal reduces financial resources in the governmental funds, but the repayment/defeasance reduces long-term liabilities in the statement of net position.

Principal Paid on Long-Term Debt		560,477	
Defeasance of Long-Term Debt Principal		<u>785,000</u>	
			<u>1,345,477</u>

Change in Net Position of Governmental Activities	\$	<u><u>530,709</u></u>
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The accompanying Notes are an integral part of these financial statements.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF ASSETS, LIABILITIES, AND NET POSITION ARISING FROM
CASH TRANSACTIONS - FIDUCIARY FUNDS
JUNE 30, 2020

ASSETS

Cash in Checking Accounts	\$ 52,841
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TOTAL ASSETS	<u>\$ 52,841</u>
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LIABILITIES

Due to Student Groups	\$ 52,841
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TOTAL LIABILITIES	<u>\$ 52,841</u>
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NET POSITION	<u><u>\$ -</u></u>
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The accompanying notes are an integral part of these financial statements.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Cass Elementary School District No. 63 (the "District") is governed by the District's Board of Education (the "Board"), which has responsibility and control over all activities related to public school education within the District. The District receives funding from local, state, and federal government sources and must comply with all of the requirements of these funding source entities. However, the District is not included in any other governmental reporting entity as defined by generally accepted accounting principles. Board members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and the primary accountability for fiscal matters. In addition, the District's reporting entity does not contain any component units as defined in Governmental Accounting Standards.

New Accounting Standards

During fiscal year 2020 the District adopted or considered the following Governmental Accounting Standards Board (GASB) Statements:

- GASBS No. 83, *Certain Asset Retirement Obligations*
- GASBS No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*

Basis of Presentation

District-wide Statements: The Statement of Net Position and the Statement of Activities display information about the financial activities of the overall district, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities, if appropriate. These statements distinguish between the *governmental* and *business-type* activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. The District has no Business-Type activities.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities.

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expenses—expenses of the District related to the administration and support of the District's Programs, such as personnel and accounting—are not allocated to programs.
- Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state formula aid, are presented as general revenues.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Presentation (continued)

Governmental Fund Financial Statements: The fund financial statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category—*governmental*, and *fiduciary*—are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The District maintains individual funds as prescribed by the Illinois State Board of Education. The District reports all its funds as major governmental funds.

The District reports the following major governmental funds:

- *General Fund.* This fund consists of the Education Fund and is the general operating fund of the District. It is used to account for all financial resources and activities except those that are required to be accounted for in another fund. Special Education is included in this fund.
- *Special Revenue Funds.* These funds include the Operations and Maintenance Fund, the Transportation Fund, the Illinois Municipal Retirement/Social Security Fund, and the Working Cash Fund, and is used to account for the proceeds of specific revenue sources (other than those accounted for in the Debt Service Fund, Capital Projects Fund or Fiduciary Funds) that are legally restricted to cash disbursements for specific purposes. In accordance with the Illinois School Code the District maintains a Working Cash Fund that accounts for financial resources held by the District to be used for temporary inter-fund loans to any other governmental fund. Also, by Board resolution, the financial resources of the Working Cash Fund can be permanently transferred to any other governmental fund through abatement or abolishment. The District considers these resources as stabilization amounts, available for use in emergency situations or when a fund revenue shortfall or budgetary imbalance occurs. Thus, the District classifies this fund as a special revenue fund due to the specific limitations on the uses of the resources within this fund.
- *Debt Service Fund.* This fund consists of the Bond and Interest Fund and accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.
- *Capital Projects Fund.* This fund consists of the Capital Projects Fund and the Fire Prevention and Safety Fund, and accounts for financial resources to be used for the acquisition, construction or improvement of major capital facilities. Fire Prevention and Safety Special Tax Levy and Bond Proceeds, and subdivider's land cash ordinance payments are accounted for in this fund.

Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds. The Agency Fund includes the Student Activity Funds and accounts for assets held by the District as an agent for its students and teachers, and therefore, are not available to support District programs. These funds are custodial in nature and do not involve the measurement of the results of operations. The amounts due to the agency fund organizations are equal to the assets.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Accounting

The district-wide financial statements are reported using the modified cash basis of accounting. The cash basis of accounting is modified to account for: recording of depreciation on fixed assets, recognition of the net depreciated value of fixed assets, and, recognition of long-term bonded debt liabilities. Non-exchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. Revenue from property taxes, grants, entitlements and donations are recognized when received consistent with the cash basis of accounting.

The governmental fund financial statements, and all other individual fund financial statements, are reported using the cash basis of accounting. Accordingly, revenues are recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants, categorical grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the District's policy to apply cost-reimbursement grant resources to such programs, followed by categorical grants, and then by general revenues.

Investments

Investments, if any, are stated at cost, which approximates market value. Gains or losses, if any, on the sale of investments are recognized upon realization. The District has adopted a formal written investment and cash management policy. The institutions in which investments are made must be approved by the Board of Education.

Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Restricted Resources

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Budgets and Budgetary Accounting

The budget for all major Governmental Funds 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 Chapter 105, Section 5/17-1 of the Illinois Compiled Statutes. The July 1, 2019 to June 30, 2020 budget, was approved by the Board of Education on September 17, 2019, and was not amended. For each fund, total fund disbursements may not legally exceed the budgeted amounts. 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. Prior to July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
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.

Capital Assets

Capital assets are reported at actual or estimated historical cost. Contributed assets are reported at estimated fair value at the time received. The District generally capitalizes assets with a cost of \$500 or more as purchases occur. Depreciation methods, and estimated useful lives of capital assets reported in the district-wide statements are as follows:

	<u>Depreciation Method</u>	<u>Estimated Useful Life</u>
Land Improvements	Straight Line	10-20 Years
Buildings	Straight Line	20-40 Years
Furniture and Equipment	Straight Line	5-15 Years

Depreciation is used to allocate the actual or estimated historical cost of all capital assets over their estimated useful lives.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 2 - CASH AND INVESTMENTS

The District maintains common checking, savings and investment accounts for all funds combined with the individual fund balances being maintained by the District.

The District is allowed to invest in securities as authorized by the *Illinois Compiled Statutes*, Chapter 30, Sections 235/2 and 235/6, and Chapter 105, Section 5/8-7.

Deposits

Custodial Credit Risk. Custodial credit risk for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned or the District will not be able to recover collateral securities in the possession of an outside party. The District's policy requires deposits to be 102 percent secured by collateral valued at market or par, whichever is lower, less the amount of Federal Deposit Insurance Corporation (FDIC) insurance. The District's Board of Education approves and designates a list of authorized depository institutions based on evaluation of solicited responses and certificates provided by financial institutions.

At June 30, 2020, the carrying amount of the District's deposits was \$4,821,424. The deposits in the Student Activity Accounts had a carrying amount of \$52,841. At June 30, 2020, the District and Student Activity Accounts bank balances were \$4,891,928 and \$54,343, respectively. At June 30, 2020, \$24,686 of the combined entity's bank balances of \$4,946,271 was exposed to custodial credit risk as follows: Collateralized with Securities Held by the Pledging Financial Institution - \$24,686.

Investments

At June 30, 2020 the District had the following investments:

	<u>Maturity Date</u>	<u>Balance</u>	<u>% of Total</u>
External Investment Pools			
Illinois School District Liquid Asset Fund	N/A	\$ 53,985	100.00%

Credit Risk. Certain external investment pools do not have credit quality ratings as established by nationally recognized statistical rating organizations. The Illinois School District Liquid Asset Fund is rated AAA by Standard and Poor's. The District's investment policy does not require minimum levels of credit quality ratings for such investments.

Concentration of Credit Risk. The District places no limit on the amount the District may invest in any one issuer. Certain of the District's investments are exposed to a concentration of credit risk greater than 5 percent of total investments, as shown in the table above.

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 rising interest rates.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 3 - CAPITAL ASSETS AND DEPRECIATION

Governmental Activities	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
Capital Assets not Being Depreciated				
Land	\$ 49,573	\$ -	\$ -	\$ 49,573
Capital Assets Being Depreciated				
Land Improvements	\$ 653,249	\$ -	\$ -	\$ 653,249
Building and Improvements	14,385,151	1,567,232	-	15,952,383
Equipment	6,218,342	78,671	-	6,297,013
Total Capital Assets Being Depreciated	\$ 21,256,742	\$ 1,645,903	\$ -	\$ 22,902,645
Less Accumulated Depreciation for:				
Land Improvements	\$ (456,285)	\$ (17,146)	\$ -	\$ (473,431)
Building and Improvements	(8,557,315)	(367,048)	-	(8,924,363)
Equipment	(5,280,367)	(302,257)	-	(5,582,624)
Total Accumulated Depreciation	\$ (14,293,967)	\$ (686,451)	\$ -	\$ (14,980,418)
Total Capital Assets Being Depreciated, net of Accumulated Depreciation	\$ 6,962,775	\$ 959,452	\$ -	\$ 7,922,227
Capital Assets, net of Accumulated Depreciation	\$ 7,012,348	\$ 959,452	\$ -	\$ 7,971,800

Depreciation was not charged to any specific function.

NOTE 4 - LONG-TERM DEBT

Changes in General Long-Term Debt

Governmental Activities	Balance July 1, 2019	Proceeds	Retired/ Defeased	Balance June 30, 2020	Amounts Due Within One Year
2001-B Building Bonds	\$ 159,150	\$ -	\$ 80,038	\$ 79,112	\$ 79,112
2013-A Working Cash Fund and Refunding Bonds	2,270,000	-	605,000	1,665,000	-
2013-B Refunding Bonds	165,000	-	80,000	85,000	85,000
2016-A Refunding Bonds	1,150,000	-	180,000	970,000	-
2016-B Refunding and Building Bonds	2,710,000	-	210,000	2,500,000	220,000
2019-A Refunding Bonds	-	890,000	-	890,000	-
2019-B Working Cash Fund Bonds	-	1,500,000	-	1,500,000	-
Capital Leases	438,431	-	190,439	247,992	133,443
	\$ 6,892,581	\$ 2,390,000	\$ 1,345,477	\$ 7,937,104	\$ 517,555

The 2013-B and 2016-B bond issues are alternate revenue source bonds and will be paid from operating funds of the Operations and Maintenance fund. The remaining bonds are general obligation bonds of the District and will be paid from the Bond and Interest Fund with property tax revenues levied annually for such payments.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 4 - LONG-TERM DEBT (continued)

Cash Flow Requirements

At June 30, 2020, the annual cash flow requirements of Bond Principal and Interest were as follows:

	Year Ending June 30,	Interest Rates	Principal	Interest	Total
2001-B Building Bonds, Original Issue of \$816,270, Dated May 15, 2001	2021	5.42%	\$ 79,112	\$ 145,888	\$ 225,000
2013-A Working Cash Fund and Refunding Bonds, Original Issue of \$2,270,000, Dated October 17, 2013	2021	3.50%-4.25%	\$ -	\$ 66,838	\$ 66,838
	2022	3.50%-4.25%	-	66,838	66,838
	2023	3.50%-4.25%	-	66,838	66,838
	2024	3.50%-4.25%	-	66,838	66,838
	2025	3.50%-4.25%	15,000	66,575	81,575
	2026	3.50%-4.25%	15,000	66,050	81,050
	2027	3.50%-4.25%	235,000	61,675	296,675
	2028	3.75%-4.25%	245,000	52,663	297,663
	2029	3.75%-4.25%	265,000	42,794	307,794
	2030	4.25%	280,000	31,875	311,875
	2031	4.25%	295,000	19,656	314,656
	2032	4.25%	315,000	6,694	321,694
			<u>\$ 1,665,000</u>	<u>\$ 615,334</u>	<u>\$ 2,280,334</u>
2013-B Refunding Bonds, Original Issue of \$755,000, Dated October 17, 2013	2021	2.40%	\$ 85,000	\$ 1,020	\$ 86,020
2016-A Refunding Bonds, Original Issue of \$1,150,000, Dated December 1, 2016	2021	2.0%-3.0%	\$ -	\$ 23,100	\$ 23,100
	2022	2.0%-3.0%	180,000	20,400	200,400
	2023	2.0%-3.0%	190,000	14,850	204,850
	2024	2.00%	200,000	10,000	210,000
	2025	2.00%	195,000	6,050	201,050
	2026	2.00%	205,000	2,050	207,050
			<u>\$ 970,000</u>	<u>\$ 76,450</u>	<u>\$ 1,046,450</u>

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 4 - LONG-TERM DEBT (continued)

Cash Flow Requirements (continued)

	Year Ending June 30,	Interest Rates	Principal	Interest	Total
2016-B Refunding and Building Bonds, Original Issue of \$3,130,000, Dated December 1, 2016	2021	4.00%	\$ 220,000	\$ 95,600	\$ 315,600
	2022	4.00%	230,000	86,600	316,600
	2023	4.00%	235,000	77,300	312,300
	2024	4.00%	245,000	67,700	312,700
	2025	4.00%	255,000	57,700	312,700
	2026	4.00%	270,000	47,200	317,200
	2027	4.00%	80,000	40,200	120,200
	2028	4.00%	80,000	37,000	117,000
	2029	4.00%	85,000	33,700	118,700
	2030	4.00%	85,000	30,300	115,300
	2031	4.00%	90,000	26,800	116,800
	2032	4.00%	95,000	23,100	118,100
	2033	4.00%	100,000	19,200	119,200
	2034	4.00%	100,000	15,200	115,200
	2035	4.00%	105,000	11,100	116,100
	2036	4.00%	110,000	6,800	116,800
	2037	4.00%	115,000	2,300	117,300
			<u>\$ 2,500,000</u>	<u>\$ 677,800</u>	<u>\$ 3,177,800</u>
2019-A Refunding Bonds, Original Issue of \$890,000, Dated September 10, 2019	2021	2.60%	\$ -	\$ 23,140	\$ 23,140
	2022	2.60%	-	23,140	23,140
	2023	2.60%	-	23,140	23,140
	2024	2.60%	-	23,140	23,140
	2025	2.60%	-	23,140	23,140
	2026	2.60%	-	23,140	23,140
	2027	2.60%	-	23,140	23,140
	2028	2.60%	-	23,140	23,140
	2029	2.60%	-	23,140	23,140
	2030	2.60%	-	23,140	23,140
	2031	2.60%	-	23,140	23,140
	2032	2.60%	-	23,140	23,140
	2033	2.60%	335,000	18,785	353,785
	2034	2.60%	350,000	9,880	359,880
	2035	2.60%	205,000	2,665	207,665
			<u>\$ 890,000</u>	<u>\$ 309,010</u>	<u>\$ 1,199,010</u>

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 4 - LONG-TERM DEBT (continued)

Cash Flow Requirements (continued)

	Year Ending June 30,	Interest Rates	Principal	Interest	Total
2019-B Working Cash Fund Bonds, Original Issue \$1,500,000, Dated September 10, 2019	2021	2.5%-3.0%	\$ -	\$ 44,275	\$ 44,275
	2022	2.5%-3.0%	-	44,275	44,275
	2023	2.5%-3.0%	-	44,275	44,275
	2024	2.5%-3.0%	-	44,275	44,275
	2025	2.5%-3.0%	-	44,275	44,275
	2026	2.5%-3.0%	-	44,275	44,275
	2027	2.5%-3.0%	-	44,275	44,275
	2028	2.5%-3.0%	-	44,275	44,275
	2029	2.5%-3.0%	-	44,275	44,275
	2030	2.5%-3.0%	-	44,275	44,275
	2031	2.5%-3.0%	-	44,275	44,275
	2032	2.5%-3.0%	-	44,275	44,275
	2033	2.5%-3.0%	-	44,275	44,275
	2034	2.5%-3.0%	-	44,275	44,275
	2035	2.5%-3.0%	160,000	41,875	201,875
	2036	2.5%-3.0%	380,000	33,775	413,775
	2037	2.5%-3.0%	400,000	22,075	422,075
	2038	2.5%-3.0%	415,000	9,850	424,850
	2039	2.50%	145,000	1,813	146,813
			<u>\$ 1,500,000</u>	<u>\$ 729,238</u>	<u>\$ 2,229,238</u>
Total All Issues	2021		\$ 384,112	\$ 399,861	\$ 783,973
	2022		410,000	241,253	651,253
	2023		425,000	226,403	651,403
	2024		445,000	211,953	656,953
	2025		465,000	197,740	662,740
	2026		490,000	182,715	672,715
	2027		315,000	169,290	484,290
	2028		325,000	157,078	482,078
	2029		350,000	143,909	493,909
	2030		365,000	129,590	494,590
	2031		385,000	113,871	498,871
	2032		410,000	97,209	507,209
	2033		435,000	82,260	517,260
	2034		450,000	69,355	519,355
	2035		470,000	55,640	525,640
	2036		490,000	40,575	530,575
	2037		515,000	24,375	539,375
	2038		415,000	9,850	424,850
	2039		145,000	1,813	146,813
			<u>\$ 7,689,112</u>	<u>\$ 2,554,740</u>	<u>\$ 10,243,852</u>

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 4 - LONG-TERM DEBT (continued)

Capital Lease Agreements

The District has entered into capital lease agreements for the acquisition of new transportation, computer and office equipment. Payments on these lease agreements will be made from current operating funds of the general (education), operations and maintenance, and transportation funds. The total amount of assets acquired under these capital lease agreements has been included in capital assets as equipment in the year of acquisition. As of June 30, 2020 the total cost of equipment acquired under these capital lease agreements was \$1,224,691, and the accumulated depreciation related to these assets was \$815,046. At June 30, 2020 the total remaining principal and interest amounts due under capital lease agreements were as follows:

	Principal	Interest	Total
Year Ending June 30, 2021	\$ 133,443	\$ 9,976	\$ 143,419
Year Ending June 30, 2022	80,801	4,664	85,465
Year Ending June 30, 2023	33,748	1,480	35,228
	<u>\$ 247,992</u>	<u>\$ 16,120</u>	<u>\$ 264,112</u>

Debt Limit

The Illinois school Code limits the amount of indebtedness to 6.9 percent of \$353,326,094, the most recent available assessed valuation of the District. Thus, the District's remaining debt margin at June 30, 2020, is \$16,442,396, which is 67.44 percent of its total legal debt limit.

Current Year Debt Defeasance

In September 2019 the District issued general obligation bonds in the amount of \$890,000 to advance refund \$605,000 of the 2013-A bond issue and \$180,000 of the 2016-A bond issue. The 2013-A refunded bonds mature in fiscal years 2026 through 2032 and are callable on December 1, 2023, and the 2016-A refunded bonds mature in fiscal years 2022 through 2026. \$876,746 of bond proceeds was used to purchase U.S. Government Securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the 2013-A bonds are called and the 2016-A bonds mature. The advance refunding met the requirements of an in-substance debt defeasance and the 2013-A and 2016-A bonds were removed from the District's government-wide financial statements.

Defeased Bonds

In several prior years the District issued general obligation bonds for advance refunding purposes, and defeased certain bond issues by placing the proceeds of the new bond issues in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets, and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2020, \$2,183,886 of bonds outstanding are considered defeased.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 5 - 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.

Nonspendable Fund Balance

The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form, or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories or prepaid amounts. Because the District reports on the cash basis of accounting all such items are expensed at the time of purchase, and therefore there are no amounts that fall into this classification.

Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the District, such as restrictions imposed by creditors, grantors, contributors, and laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special revenue funds are, by definition, restricted for their specific purposes and therefore the fund balances of the special revenue funds are classified as restricted.

Other District activity that may result in restrictions on fund balances is as follows:

Special Education - Proceeds from the Special Education special tax levy and related disbursements have been included in the operations of the general (education) fund. At June 30, 2020, the cumulative special education disbursements have exceeded related cumulative receipts in the general (education) fund and, therefore, there is no restriction on the fund balance of the general (education) fund for future special education disbursements.

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 District's highest level of decision-making authority (the District's Board of Education). Those committed amounts cannot be used for any other purpose unless the District removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

The District's Board of Education commits fund balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. No funds are currently committed.

Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the District's Board of Education itself, or a body (a board committee, for example) or District official to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 5 - FUND BALANCE REPORTING (continued)

Unassigned Fund Balance

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

Net Position Restrictions

The district-wide statement of net position reports \$1,344,486 of restricted net assets, all of which is restricted by enabling legislation for specific purposes.

NOTE 6 - RETIREMENT FUND COMMITMENTS

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Plan Description

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active 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.trs.il.org/financial/cafrs/2019>; by writing to TRS, P.O. Box 19253, 2815 West Washington Street, Springfield, IL 62794-9253; or by calling (888) 678-3675, option 2.

Benefits Provided

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

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.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 6 - RETIREMENT FUND COMMITMENTS (continued)

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (continued)

Benefits Provided (continued)

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

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2019 was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-Behalf Contributions to TRS: The state of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2020, state of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenditures of \$3,700,953 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, 2020 were \$29,951.

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

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

For the year ended June 30, 2020, the employer pension contribution was 10.66 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2020, salaries totaling \$39,197 were paid from federal and special trust funds that required employer contributions of \$4,178.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 6 - RETIREMENT FUND COMMITMENTS (continued)

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (continued)

Contributions (continued)

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 District is required to make a one-time employer contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2020, the district paid \$-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.

Net Pension Liability and Pension Expense

At June 30, 2019, the most recent actuarial valuation date, the District's proportionate share of the net pension liability (first amount shown below) that reflects a reduction for state pension support provided to the District. The state's support and total are for disclosure purposes only. The District'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 District were as follows:

District's proportionate share of the net pension liability	\$ 478,953
State's proportionate share of the net pension liability associated with the District	<u>34,086,583</u>
	<u>\$ 34,565,536</u>

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018 and rolled forward to June 30, 2019. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2019, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2019 the District's proportion was 0.0005905118 percent, which was an increase (decrease) of (0.0001779785) from its proportion measured as of June 30, 2018. For the year ended June 30, 2020, the District recognized pension expense of \$3,700,953 and revenue of \$3,700,953 for support provided by the state.

Actuarial Assumptions

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement: the Inflation Rate was assumed to be 2.50%; Salary Increases were expected to be varied by amount of service credit; the Investment Rate of Return, net of pension plan investment expense, and including inflation, was assumed to be 7.00%.

In the June 30, 2019 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2017. In the June 30, 2018 actuarial valuation, mortality rates were also based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2014.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 6 - RETIREMENT FUND COMMITMENTS (continued)

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (continued)

Actuarial Assumptions (continued)

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

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

Discount Rate

At June 30, 2019, the discount rate used to measure the total pension liability was 7.00 percent, which was the same as the June 30, 2018 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2019 was projected to be available to make all projected future benefit payments 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.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 6 - RETIREMENT FUND COMMITMENTS (continued)

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (continued)

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's Proportionate Share of the Net Pension Liability	\$ 584,999	\$ 478,953	\$ 391,762

TRS Fiduciary Net Position

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

ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description

The District participates in a defined benefit pension plan that 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 an agent multiple-employer public pension fund that acts as a common investment and administrative agent for local governments and school districts in Illinois. A summary of IMRF's pension benefits is provided in the *Benefits Provided* section of this note. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available *Comprehensive Annual Financial Report* that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report may be obtained on-line at www.imrf.org.

Benefits Provided

The District's IMRF members participate in IMRF's "Regular Plan". IMRF's regular plan has 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 3% of the original amount on January 1 every year after retirement.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 6 - RETIREMENT FUND COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (continued)

Benefits Provided (continued)

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 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 consecutive 96 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
- ½ of the increase in the Consumer Price Index (CPI) of the original pension amount.

Employees Covered by the Benefit Terms

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

	IMRF
Retirees and Beneficiaries currently receiveing benefits	72
Inactive Plan Members entitled to but not yet receiving benefits	140
Active Plan Members	37
Total	249

Contributions

As set by statute, employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2019 was 9.81 percent. The District's actual contribution for calendar year 2019 was \$118,000. 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. For the fiscal year ended June 30, 2020 the District recognized pension expense of \$121,088 for payments made to IMRF.

Net Pension Liability

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

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 6 - RETIREMENT FUND COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (continued)

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2019; 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 2.50%; Salary Increases were expected to be 3.35% to 14.25% including inflation; the Investment Rate of Return was assumed to be 7.25%; the Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation pursuant to an experience study from years 2014 to 2016. For Mortality Rates for non-disabled retirees an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Healthy Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives. For Active Members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience. There were no benefit changes during the year.

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 long term expected real rates of return for each major asset class are summarized in the following table as of December 31, 2019:

Asset Class	Portfolio Target Percentage	Projected Returns/Risk	
		One Year Arithmetic	Ten Year Geometric
Domestic Equity	37%	7.05%	5.75%
International Equity	18%	8.10%	6.50%
Fixed Income	28%	3.70%	3.25%
Real Estate	9%	6.35%	5.20%
Alternative Investments	7%	4.65-11.30%	3.60-7.60%
Cash Equivalents	1%	1.85%	1.85%
Total	100%		

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 6 - RETIREMENT FUND COMMITMENTS (continued)

ILLINOIS MUNICIPAL RETIREMENT FUND (continued)

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 long-term municipal bond rate is 2.75% and the resulting single discount rate is 7.25%.

Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	\$ 5,932,253	\$ 5,030,106	\$ 902,147
Changes for the Year:			
Service Cost	120,806	-	120,806
Interest on the Total Pension Liability	422,495	-	422,495
Changes in Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	94,848		94,848
Changes of Assumptions	-		-
Contributions - Employer	-	118,000	(118,000)
Contributions - Employees	-	54,129	(54,129)
Net Investment Income	-	940,424	(940,424)
Benefit Payments, including Refunds of Employee Contributions	(330,284)	(330,284)	-
Other (Net Transfer)	-	36,054	(36,054)
Net Changes	307,865	818,323	(510,458)
Balances at December 31, 2019	<u>\$ 6,240,118</u>	<u>\$ 5,848,429</u>	<u>\$ 391,689</u>

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

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

	1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
Total Pension Liability	\$ 6,924,864	\$ 6,240,118	\$ 5,670,419
Plan Fiduciary Net Position	5,848,429	5,848,429	5,848,429
Net Pension Liability (Asset)	<u>\$ 1,076,435</u>	<u>\$ 391,689</u>	<u>\$ (178,010)</u>

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 6 - RETIREMENT FUND COMMITMENTS (continued)

AGGREGATE PENSION-RELATED INFORMATION

Aggregate pension-related information of the District at June 30, 2020 is as follows:

	Net Pension Liability	Amount Recognized as Expense
Teachers' Retirement System (TRS)	\$ 478,953	\$ 3,700,953
Illinois Municipal Retirement Fund (IMRF)	391,689	121,088
	<u>\$ 870,642</u>	<u>\$ 3,822,041</u>

SOCIAL SECURITY

Employees not qualifying for coverage under the Illinois Downstate Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "non-participating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The District paid \$76,935, the total required contribution for the current fiscal year

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (OPEB)

TEACHER HEALTH INSURANCE SECURITY FUND

Plan Description

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

Benefits Provided

The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state administered Preferred Provider Organization 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 375/6.5) 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.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (continued)

TEACHER HEALTH INSURANCE SECURITY FUND (continued)

Contributions

Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active members of TRS, including substitute and part-time non-contractual teachers, who are not employees of a state agency covered by the state employees' health plan, to make a contribution to the THIS Fund. The member contribution rate for the year ended June 30, 2020 was 1.24 percent of earnings. 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 year.

On-Behalf Contributions to the THIS Fund: The state of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members, which were 1.24 percent of pay during the year ended June 30, 2020. State of Illinois contributions were \$64,033 and the District recognized revenue and expenditures of this amount during the year.

Employer Contributions to the THIS Fund: The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.92 percent during the year ended June 30, 2020. For the year ended June 30, 2020, the District paid \$47,508 to the THIS Fund, which was 100 percent of the required contribution.

Net OPEB Liability

The net OPEB liability was measured as of June 30, 2019. The total net OPEB liability is the Plan's total OPEB liability plus the fiduciary net position. The net OPEB liability was determined by an actuarial valuation as of June 30, 2018. At June 30, 2018, the most recent actuarial valuation date, the District's proportionate share of the net OPEB liability was \$5,642,449. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2019, relative to the contributions of all participating THIS employers and the state during that period. At June 30, 2019 the District's proportionate share was 0.020386 percent, which was an increase (decrease) of (0.000365) from its proportion measured as of June 30, 2018.

Actuarial Assumptions and Discount Rate

The total OPEB liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement: the Inflation Rate was assumed to be 2.50%; Salary Increases were expected to be varied by amount of service credit and ranges from 9.50 at 1 year of service to 4.00% at 20 or more years of service, including a 3.25% wage inflation assumption; the Investment Rate of Return, net of pension plan investment expense, and including inflation, was assumed to be 0.00%; the Healthcare Cost Trend Rates were actual trend used for fiscal year 2019, and for fiscal years on and after 2020, trend starts at 8.00% and 9.00% for non-Medicare costs and post-Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.50%. Additional trend rate of 0.31% is added to non-Medicare costs on and after 2022 to account for the Excise Tax.

Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Annuitant Mortality Table with adjustments as appropriate for TRS experience. For disabled annuitants mortality rates were based on the RP-2014 Disabled Annuitant Table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2017.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (continued)

TEACHER HEALTH INSURANCE SECURITY FUND (continued)

Actuarial Assumptions and Discount Rate (continued)

Projected benefit payments were discounted to their actual present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with long-term expected rate of return are not met). Since THIS is financed on a pay-as-you-go basis, a discount rate consistent with fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity's Index's "20-year Municipal GO AA Index" has been selected. The discount rates are 3.13% at June 30, 2019, and 3.62% at June 30, 2018. The decrease in the single discount rate from 3.62% to 3.13% caused the total OPEB liability to increase by approximately \$2,296 million from 2018 to 2019.

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

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

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

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

	1% Decrease (2.13%)	Current Discount Rate (3.13%)	1% Increase (4.13%)
District's Proportionate Share of the Net OPEB Liability	\$ 6,784,272	\$ 5,642,449	\$ 4,740,654

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (continued)

TEACHER HEALTH INSURANCE SECURITY FUND (continued)

Actuarial Assumptions and Discount Rate (continued)

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

The following presents the District's proportionate share of the net OPEB liability calculated using the healthcare cost trend rates as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point higher or lower, than the current healthcare cost trend rates. The key trend rates are 8.00% in 2020 decreasing to an ultimate trend rate of 4.81% in 2027, for non-Medicare coverage, and 9.00% decreasing to an ultimate trend rate of 4.50% in 2027 for Medicare coverage.

	1% Decrease (a)	Healthcare Cost Trend Rate Assumption	1% Increase (b)
District's Proportionate Share of the Net OPEB Liability	\$ 4,558,638	\$ 5,642,449	\$ 7,106,272

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

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

THIS Fiduciary Net Position

Detailed information about THIS's fiduciary net position as of June 30, 2019 is available in the separately issued *THIS Financial Audit*.

NOTE 8 - OPERATING LEASE OBLIGATIONS

The District leases certain office equipment, with related service/supply agreements, under operating leases expiring in fiscal year 2023. Current year rent expense was \$1,290. The minimum future rental payments under these non-cancelable operating leases, in the aggregate are:

Year Ending June 30,	Amount
2021	\$ 20,841
2022	20,841
2023	968
	<u>\$ 42,650</u>

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 9 - 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 2019 Levy was passed by the Board on December 17, 2019. Property taxes attach as an enforceable lien on property as of January 1, of the Levy year, and are payable in two installments on approximately June 1, and September 1, of the year subsequent to the Levy year. The District receives significant distributions of tax receipts approximately one month after these due dates. Taxes recorded on these financial statements are from the 2019 and 2018 tax levy years.

The following are the tax rate limits permitted by the School Code, and by local referendum, and the actual rates levied per \$100.00 of assessed valuation.

	Legal Limit	Actual	
		2019 Levy	2018 Levy
Educational	3.5000	\$ 2.2301	\$ 2.2271
Special Education	0.4000	0.0220	0.0220
Operations and Maintenance	0.5500	0.2706	0.2702
Bond and Interest	*	0.0954	0.0953
Transportation	*	0.0473	0.0472
Municipal Retirement	*	0.0392	0.0391
Social Security	*	0.0481	0.0480
		<u>\$ 2.7527</u>	<u>\$ 2.7489</u>

* As Needed

NOTE 10 - JOINT AGREEMENTS

The District participates with other Illinois school districts in certain cooperative educational organizations, known as joint agreements. These joint agreements are owned by the participants and are operated for the specific purposes stated in the joint agreement document, e.g., Special Education, Vocational/Technical Education, Insurance Pool, etc. This district has, in accordance with the generally accepted practice of other Illinois school districts, charged the cost of its investment to current expenditures in the year paid. The investment is not capitalized and it is unclear whether the District would receive any return on its investment should it choose to withdraw from the joint agreement.

School Association for Special Education in DuPage County

The District is a member of the School Association for Special Education in DuPage County (SASED), along with other area school districts. SASED provides special education programs, and services, which benefit District students, and also provides jointly administered grants and programming, which benefits the District. The District is financially responsible for annual and special assessments as established by the SASED governing board, and fees for programs and services based on usage. SASED is separately audited and its financial information is not included in these financial statements. Financial information may be obtained directly from SASED by contacting its administration at 6S331 Cornwall Road, Naperville, Illinois 60540-3699.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020
(Continued)

NOTE 11 - TORT IMMUNITY INSURANCE

The District does not levy the Tort Immunity (liability insurance) special tax levy. Tort Immunity related disbursements have been included in the operations of the general (education) and transportation funds. As required by the Illinois State Board of Education the District reports the following disbursements for tort immunity purposes for the year ended June 30, 2020:

Property and Liability Insurance	\$ 72,202
Unemployment Compensation Insurance	8,462
Workers Compensation Insurance	33,063
	<u>\$ 113,727</u>

NOTE 12 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year, and settlements, if any, have not exceeded coverage in the past three years.

NOTE 13 – OVER-EXPENDITURE OF BUDGET

For the year ended June 30, 2020, actual direct disbursements exceeded the budgeted disbursements in the following funds:

	<u>Actual</u>	<u>Budget</u>	<u>Excess</u>
Capital Projects Fund			
Site and Construction Fund	\$ 1,442,425	\$ 1,440,525	\$ 1,900

NOTE 14 - COMMITMENTS

The District has entered into lease agreements to acquire new transportation equipment in the total amount of \$74,615 that will begin in fiscal year 2021 and end in fiscal year 2025. Payments under these lease obligations are expected to be made from the transportation fund.

The District has entered into lease agreements to acquire new computer equipment in the total amount of \$165,540 that will begin in fiscal year 2021 and end in fiscal year 2023. Payments under these lease obligations are expected to be made from the general (education) fund.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 2020

RECEIPTS	Original and Final Budget	Actual
Receipts from Local Sources		
Taxes	\$ 7,869,365	\$ 7,896,468
Tuition	10,000	15,766
Earnings on Investments	50,000	55,806
Food Service Fees	93,000	99,250
Pupil Activity Fees	139,000	147,271
Donations	25,000	11,670
Local Impact Fees	-	5,334
Refund of Prior Years' Expenditures	20,000	54,739
Other Local Fees	182,000	129,046
Other	88,635	304
Total Receipts from Local Sources	<u>\$ 8,477,000</u>	<u>\$ 8,415,654</u>
Receipts from State Sources		
Evidence Based Funding	\$ -	\$ 190,688
Special Education	20,000	22,013
State Free Lunch & Breakfast	700	420
Early Childhood Block Grant	155,000	161,292
Other State Grants	-	52,225
Total Receipts from State Sources	<u>\$ 175,700</u>	<u>\$ 426,638</u>
Receipts from Federal Sources		
Federal Impact Aid	\$ 450,000	\$ 482,176
National School Lunch Program	55,175	56,868
Title I - Low Income	55,200	60,251
Title IV - Student Support & Academic Enrichment	10,000	10,000
Title III - English Language Acquisition	-	9,174
Title II - Teacher Quality	15,000	14,887
Special Education - IDEA - Flow-Through	168,990	156,916
Medicaid Matching Funds	40,000	8,852
Total Receipts from Federal Sources	<u>\$ 794,365</u>	<u>\$ 799,124</u>
Total Direct Receipts	\$ 9,447,065	\$ 9,641,416
"On-Behalf" Receipt for TRS Contributions	<u>4,000,000</u>	<u>3,764,986</u>
TOTAL RECEIPTS	\$ 13,447,065	\$ 13,406,402
DISBURSEMENTS	<u>13,336,045</u>	<u>12,962,981</u>
EXCESS OF RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 111,020	\$ 443,421
OTHER FINANCING SOURCES (USES)		
Transfers Out	<u>(66,230)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 44,790</u>	\$ 443,421
FUND BALANCE - JULY 1, 2019		<u>3,087,502</u>
FUND BALANCE - JUNE 30, 2020		<u>\$ 3,530,923</u>

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
SCHEDULE OF DISBURSEMENTS
BUDGET AND ACTUAL
EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 2020

INSTRUCTION	Original and Final Budget	Actual
Regular Programs		
Salaries	\$ 3,289,700	\$ 3,236,337
Employee Benefits	530,780	465,713
Purchased Services	19,865	13,325
Supplies & Materials	211,275	168,947
Capital Outlay	26,000	9,657
Total Regular Programs	<u>\$ 4,077,620</u>	<u>\$ 3,893,979</u>
Special Education Programs		
Salaries	\$ 817,375	\$ 768,626
Employee Benefits	167,755	121,919
Purchased Services	4,940	12,676
Supplies & Materials	11,740	7,574
Capital Outlay	-	3,246
Total Special Education Programs	<u>\$ 1,001,810</u>	<u>\$ 914,041</u>
Remedial and Supplemental Programs - K-12		
Salaries	\$ 178,460	\$ 160,170
Employee Benefits	22,110	21,335
Purchased Services	-	2,625
Supplies & Materials	600	6,781
Total Remedial and Supplemental Programs - K-12	<u>\$ 201,170</u>	<u>\$ 190,911</u>
Adult/Continuing Education Programs		
Salaries	<u>\$ 10,000</u>	<u>\$ -</u>
Interscholastic Programs		
Supplies & Materials	\$ 3,000	\$ 2,034
Other	10,000	9,088
Total Interscholastic Programs	<u>\$ 13,000</u>	<u>\$ 11,122</u>
Summer School Programs		
Purchased Services	<u>\$ 250</u>	<u>\$ -</u>
Gifted Programs		
Salaries	\$ 103,640	\$ 103,065
Employee Benefits	15,165	16,147
Purchased Services	1,000	270
Supplies & Materials	400	-
Total Gifted Programs	<u>\$ 120,205</u>	<u>\$ 119,482</u>
TOTAL INSTRUCTION	<u>\$ 5,424,055</u>	<u>\$ 5,129,535</u>

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
SCHEDULE OF DISBURSEMENTS (CONTINUED)
BUDGET AND ACTUAL
EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Original and Final Budget	Actual
SUPPORT SERVICES		
Pupils		
Salaries	\$ 508,800	\$ 511,856
Employee Benefits	66,265	63,931
Purchased Services	4,000	3,478
Supplies & Materials	4,500	2,843
Total Pupils	<u>\$ 583,565</u>	<u>\$ 582,108</u>
Instructional Staff		
Salaries	\$ 71,445	\$ 75,148
Employee Benefits	19,765	25,539
Purchased Services	225,400	265,407
Supplies & Materials	45,000	124,230
Capital Outlay	216,000	59,481
Total Instructional Staff	<u>\$ 577,610</u>	<u>\$ 549,805</u>
General Administration		
Salaries	\$ 471,615	\$ 433,829
Employee Benefits	116,015	204,789
Purchased Services	133,000	195,197
Supplies & Materials	33,000	34,256
Capital Outlay	40,000	5,457
Other	17,000	15,289
Total General Administration	<u>\$ 810,630</u>	<u>\$ 888,817</u>
School Administration		
Salaries	\$ 479,710	\$ 490,552
Employee Benefits	180,360	213,220
Purchased Services	11,000	4,839
Supplies & Materials	3,000	3,549
Capital Outlay	4,000	830
Total School Administration	<u>\$ 678,070</u>	<u>\$ 712,990</u>
Business		
Salaries	\$ 12,000	\$ 1,608
Purchased Services	296,485	203,558
Supplies & Materials	3,000	2,053
Total Business	<u>\$ 311,485</u>	<u>\$ 207,219</u>
TOTAL SUPPORT SERVICES	<u>\$ 2,961,360</u>	<u>\$ 2,940,939</u>

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
SCHEDULE OF DISBURSEMENTS (CONTINUED)
BUDGET AND ACTUAL
EDUCATIONAL FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Original and Final Budget	Actual
COMMUNITY SERVICES		
Salaries	\$ 65,000	\$ 67,388
Employee Benefits	-	301
Supplies & Materials	5,000	5,805
TOTAL COMMUNITY SERVICES	<u>\$ 70,000</u>	<u>\$ 73,494</u>
NONPROGRAMMED CHARGES		
Purchased Services	\$ -	\$ 1,287
Tuition Payments	879,630	958,173
TOTAL NONPROGRAMMED CHARGES	<u>\$ 879,630</u>	<u>\$ 959,460</u>
DEBT SERVICE		
Interest and Fees	\$ 1,000	\$ 6,919
Principal Paid on Capital Leases	-	87,648
TOTAL DEBT SERVICE	<u>\$ 1,000</u>	<u>\$ 94,567</u>
Total Direct Disbursements	\$ 9,336,045	\$ 9,197,995
"On-Behalf" Disbursement for TRS Contributions	<u>4,000,000</u>	<u>3,764,986</u>
TOTAL DISBURSEMENTS	<u><u>\$ 13,336,045</u></u>	<u><u>\$ 12,962,981</u></u>

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
OPERATIONS AND MAINTENANCE FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Original and Final Budget	Actual
RECEIPTS		
Receipts from Local Sources		
Taxes	\$ 942,470	\$ 945,540
Earnings on Investments	100	383
Rentals	200,000	198,421
Other	20,000	-
Total Receipts from Local Sources	<u>\$ 1,162,570</u>	<u>\$ 1,144,344</u>
Receipts from State Sources		
Evidence Based Funding	331,920	199,216
Infrastructure Improvement Grant	-	50,000
Total Receipts from State Sources	<u>\$ 331,920</u>	<u>\$ 249,216</u>
TOTAL RECEIPTS	<u>\$ 1,494,490</u>	<u>\$ 1,393,560</u>
DISBURSEMENTS		
Support Services		
Operations and Maintenance		
Salaries	\$ 286,835	\$ 239,894
Employee Benefits	51,470	78,100
Purchased Services	341,500	244,032
Supplies & Materials	262,000	247,369
Capital Outlay	190,000	124,807
Total Support Services	<u>\$ 1,131,805</u>	<u>\$ 934,202</u>
Debt Service		
Debt Principal Retired	\$ 290,000	\$ 303,160
Interest and Fees on Debt	105,855	106,198
Total Debt Service	<u>\$ 395,855</u>	<u>\$ 409,358</u>
TOTAL DISBURSEMENTS	<u>\$ 1,527,660</u>	<u>\$ 1,343,560</u>
EXCESS OF RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (33,170)	\$ 50,000
OTHER FINANCING SOURCES (USES)		
Transfers In	<u>33,170</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	\$ 50,000
FUND BALANCE - JULY 1, 2019		<u>532,615</u>
FUND BALANCE - JUNE 30, 2020		<u>\$ 582,615</u>

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
TRANSPORTATION FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Original and Final Budget	Actual
RECEIPTS		
Receipts from Local Sources		
Taxes	\$ 164,630	\$ 165,227
Earnings on Investments	25	65
Transportation Fees	60,000	55,135
Total Receipts from Local Sources	<u>\$ 224,655</u>	<u>\$ 220,427</u>
Receipts from State Sources		
Evidence Based Funding	\$ 174,765	\$ 163,076
State Transportation Aid	104,000	206,174
Total Receipts from State Sources	<u>\$ 278,765</u>	<u>\$ 369,250</u>
TOTAL RECEIPTS	<u>\$ 503,420</u>	<u>\$ 589,677</u>
DISBURSEMENTS		
Support Services		
Pupil Transportation		
Salaries	\$ 223,235	\$ 216,052
Employee Benefits	20,245	23,172
Purchased Services	263,000	147,902
Supplies & Materials	30,000	27,479
Capital Outlay	-	-
Total Support Services	<u>\$ 536,480</u>	<u>\$ 414,605</u>
Debt Service		
Interest Paid on Capital Lease	\$ -	\$ 9,442
Principal Paid on Capital Lease	-	89,631
Total Debt Service	<u>\$ -</u>	<u>\$ 99,073</u>
TOTAL DISBURSEMENTS	<u>\$ 536,480</u>	<u>\$ 513,678</u>
EXCESS OF RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (33,060)	\$ 75,999
OTHER FINANCING SOURCES (USES)		
Transfers In	<u>33,060</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	\$ 75,999
FUND BALANCE - JULY 1, 2019		<u>202,894</u>
FUND BALANCE - JUNE 30, 2020		<u>\$ 278,893</u>

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Original and Final Budget	Actual
RECEIPTS		
Receipts from Local Sources		
Taxes	\$ 305,410	\$ 307,253
Earnings on Investments	25	120
Total Receipts from Local Sources	\$ 305,435	\$ 307,373
Receipts from State Sources		
Evidence Based Funding	33,170	7,738
TOTAL RECEIPTS	\$ 338,605	\$ 315,111
DISBURSEMENTS		
Instruction		
Employee Benefits		
Regular Programs	\$ 47,705	\$ 53,668
Special Education Programs	67,770	50,363
Remedial and Supplemental Programs - K-12	2,595	2,217
Gifted Programs	1,505	1,494
Total Instruction	\$ 119,575	\$ 107,742
Support Services		
Employee Benefits		
Attendance and Social Work Services	\$ 870	\$ 860
Guidance Services	2,195	2,203
Health Services	10,045	9,398
Psychological Services	870	919
Speech Pathology and Audiology Services	2,645	2,628
Educational Media Services	12,915	13,556
Executive Administration Services	52,345	51,325
Office of the Principal Services	28,050	28,721
Operations and Maintenance Services	54,860	50,395
Pupil Transportation Services	40,320	34,797
Food Services	2,170	281
Total Support Services	\$ 207,285	\$ 195,083
Community Services		
Employee Benefits	\$ 11,745	\$ 7,214
TOTAL DISBURSEMENTS	\$ 338,605	\$ 310,039
NET CHANGE IN FUND BALANCE	\$ -	\$ 5,072
FUND BALANCE - JULY 1, 2019		241,239
FUND BALANCE - JUNE 30, 2020		\$ 246,311

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
WORKING CASH FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Original and Final Budget	Actual
RECEIPTS		
Receipts from Local Sources		
Earnings on Investments	\$ 100	\$ 181
DISBURSEMENTS	-	-
EXCESS OF RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 100	\$ 181
OTHER FINANCING SOURCES (USES)		
Principal on Bonds Sold	\$ -	\$ 1,500,000
Premium on Bonds Sold	-	45,526
Costs and Discount on Bonds Issued	-	(26,727)
Transfers Out	-	(1,518,799)
TOTAL OTHER FINANCING SOURCES (USES)	\$ -	\$ -
NET CHANGE IN FUND BALANCE	\$ 100	\$ 181
FUND BALANCE - JULY 1, 2019		33,105
FUND BALANCE - JUNE 30, 2020		\$ 33,286

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
BOND AND INTEREST FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Original and Final Budget	Actual
RECEIPTS		
Receipts from Local Sources		
Taxes	\$ 331,950	\$ 333,419
Earnings on Investments	50	200
TOTAL RECEIPTS	<u>\$ 332,000</u>	<u>\$ 333,619</u>
DISBURSEMENTS		
Debt Service		
Interest on Bonds	\$ 286,265	\$ 273,775
Bond Principal Retired	80,040	80,038
Fees on Bonds	2,000	2,596
TOTAL DISBURSEMENTS	<u>\$ 368,305</u>	<u>\$ 356,409</u>
EXCESS OF RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ (36,305)</u>	<u>\$ (22,790)</u>
OTHER FINANCING SOURCES (USES)		
Principal on Bonds Sold	\$ -	\$ 890,000
Premium (Discount) on Bonds Sold	-	(20,924)
Transfer to Refunded Bonds Escrow Agent	-	(876,746)
Costs on Bonds Issued	-	(4,815)
Transfers In	76,375	76,374
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ 76,375</u>	<u>\$ 63,889</u>
NET CHANGE IN FUND BALANCE	<u>\$ 40,070</u>	\$ 41,099
FUND BALANCE - JULY 1, 2019		<u>161,733</u>
FUND BALANCE - JUNE 30, 2020		<u>\$ 202,832</u>

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Original and Final Budget	Actual
RECEIPTS		
Receipts from Local sources		
Earnings on Investments	\$ -	\$ -
TOTAL RECEIPTS	\$ -	\$ -
DISBURSEMENTS		
Support Services		
Facilities Acquisition and Construction Services		
Capital Outlay	\$ 1,440,525	\$ 1,442,425
EXCESS OF RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (1,440,525)	\$ (1,442,425)
OTHER FINANCING SOURCES (USES)		
Transfers In	-	1,442,425
NET CHANGE IN FUND BALANCE	\$ (1,440,525)	\$ -
FUND BALANCE - JULY 1, 2019		-
FUND BALANCE - JUNE 30, 2020		\$ -

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FIRE PREVENTION AND SAFETY FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Original and Final Budget	Actual
RECEIPTS		
Receipts from Local sources	\$ 25	\$ 8
Earnings on Investments		
DISBURSEMENTS	-	-
NET CHANGE IN FUND BALANCE	<u>\$ 25</u>	\$ 8
FUND BALANCE - JULY 1, 2019		<u>541</u>
FUND BALANCE - JUNE 30, 2020		<u><u>\$ 549</u></u>

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	Balance July 1, 2019	Receipts	Disbursements	Balance June 30, 2020
FIDUCIARY FUNDS				
ASSETS				
Cash in Checking Accounts	\$ 44,099	\$ 55,551	\$ (46,809)	\$ 52,841
LIABILITIES				
Due to Student Groups				
Cass Junior High School				
Computers	\$ -	\$ -	\$ -	\$ -
D C Trip	27	-	-	27
Go Fund Me	4,830	5,790	-	10,620
Learning Center	3,318	20	-	3,338
P E	672	-	-	672
Petty Cash	11,879	28,022	(23,126)	16,775
Student Council	5,014	505	(2,500)	3,019
Yearbook	918	7,576	(8,345)	149
Total	\$ 26,658	\$ 41,913	\$ (33,971)	\$ 34,600
Concord Elementary School				
Art	\$ 2,643	\$ -	\$ (333)	\$ 2,310
Garden	2,181	-	-	2,181
Petty Cash	7,189	7,802	(6,823)	8,168
Scholastic	1,027	229	-	1,256
Student Council	1,885	-	-	1,885
Yearbook	2,239	4,917	(4,992)	2,164
P E	277	690	(690)	277
Total	\$ 17,441	\$ 13,638	\$ (12,838)	\$ 18,241
TOTAL LIABILITIES	\$ 44,099	\$ 55,551	\$ (46,809)	\$ 52,841
NET POSITION	\$ -	\$ -	\$ -	\$ -

See accompanying Independent Auditor's Report.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
SUPPLEMENTAL INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY - TRS
JUNE 30, 2020

The Schedule of the District's Proportionate Share of the Net Pension Liability, as of June 30, 2019, the most recent available measurement date, of the District's defined benefit pension plan, the Teacher's Retirement System (TRS), follows:

	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's Proportion of the Net Pension Liability	0.0005905118%	0.0007684903%	0.0014010536%	0.0013417003%	0.0014080101%	0.0013813737%
District's Proportionate Share of the Net Pension Liability	\$ 478,953	\$ 598,999	\$ 1,070,379	\$ 1,059,085	\$ 922,388	\$ 840,680
State's Proportionate Share of the Net Pension Liability Associated With the District	34,086,583	41,033,911	37,718,636	40,318,967	34,101,141	33,080,620
Total	<u>\$ 34,565,536</u>	<u>\$ 41,632,910</u>	<u>\$ 38,789,015</u>	<u>\$ 41,378,052</u>	<u>\$ 35,023,529</u>	<u>\$ 33,921,300</u>
District's Covered Employee Payroll	\$ 5,033,932	\$ 5,042,463	\$ 5,130,038	\$ 5,073,972	\$ 5,266,553	\$ 5,121,737
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	9.51%	11.88%	20.86%	20.87%	17.51%	16.41%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	40.51%	40.00%	39.30%	36.44%	41.47%	42.95%

The schedule is presented to illustrate the intention 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.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
SUPPLEMENTAL INFORMATION
SCHEDULE OF THE DISTRICT'S EMPLOYER CONTRIBUTIONS - TRS
JUNE 30, 2020

The Schedule of the District's Employer Contributions, as of June 30, 2019, the most recent available measurement date, of the District's defined benefit pension plan, the Teacher's Retirement System (TRS), follows:

	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Statutorily Required Contribution	\$ 26,743	\$ 31,930	\$ 57,723	\$ 61,201	\$ 57,704	\$ 56,136
Contributions in Relation to the Statutorily Required Contribution	26,743	31,930	57,723	51,960	49,337	49,287
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ 9,241	\$ 8,367	\$ 6,849
District's Covered-Employee Payroll	\$ 5,033,932	\$ 5,042,463	\$ 5,130,038	\$ 5,073,972	\$ 5,266,553	\$ 5,121,737
Contributions as a Percentage of Covered-Employee Payroll	0.53%	0.63%	1.13%	1.02%	0.94%	0.96%

Changes of Assumptions

For the 2019, 2018, 2017 and 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, but the rates of increase in the 2018 measurement year were slightly higher.

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

For the 2014 measurement year, the assumed investment rate of return was 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. Salary increases were assumed to vary by age.

The schedule is presented to illustrate the intention 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.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63

SUPPLEMENTAL INFORMATION

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS - IMRF

JUNE 30, 2020

The Schedule of Changes in the Net Pension Liability and Related Ratios, of the District's defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), follows:

Calendar Year Ended December 31,	2019	2018	2017	2016	2015	2014
Total Pension Liability						
Service Cost	\$ 120,806	\$ 95,350	\$ 107,209	\$ 106,650	\$ 118,747	\$ 133,620
Interest on the Total Pension Liability	422,495	408,780	397,420	380,653	370,195	344,134
Changes in Benefit Terms	-	-	-	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability						
Changes in Assumptions	94,848	31,332	143,528	17,512	(89,335)	(61,377)
Benefit Payments, Including Refunds of Employee Contributions	-	146,229	(184,985)	(11,604)	5,610	203,916
Net Change in Total Pension Liability	(330,284)	(304,331)	(307,225)	(259,781)	(245,707)	(271,868)
Total Pension Liability - Beginning	\$ 307,865	\$ 377,360	\$ 155,947	\$ 233,430	\$ 159,510	\$ 348,425
Total Pension Liability - Ending (A)	<u>\$ 5,932,253</u>	<u>\$ 5,554,893</u>	<u>\$ 5,398,946</u>	<u>\$ 5,165,516</u>	<u>\$ 5,006,006</u>	<u>\$ 4,657,581</u>
	<u>\$ 6,240,118</u>	<u>\$ 5,932,253</u>	<u>\$ 5,554,893</u>	<u>\$ 5,398,946</u>	<u>\$ 5,165,516</u>	<u>\$ 5,006,006</u>
Plan Fiduciary Net Position						
Contributions - Employer	\$ 118,000	\$ 113,126	\$ 107,197	\$ 106,668	\$ 117,331	\$ 119,615
Contributions - Employee	54,129	45,615	45,605	46,629	48,595	53,231
Net Investment Income	940,424	(293,142)	833,444	311,630	22,691	265,458
Benefit Payments, Including Refunds of Employee Contributions	(330,284)	(304,331)	(307,225)	(259,781)	(245,707)	(271,868)
Other (Net Transfer)	36,054	108,137	(75,031)	41,888	(11,351)	10,396
Plan Fiduciary Net Position - Beginning	\$ 818,323	\$ (330,595)	\$ 603,990	\$ 247,034	\$ (68,441)	\$ 176,832
Plan Fiduciary Net Position - Ending (B)	<u>\$ 5,030,106</u>	<u>\$ 5,360,701</u>	<u>\$ 4,756,711</u>	<u>\$ 4,509,677</u>	<u>\$ 4,578,118</u>	<u>\$ 4,401,286</u>
	<u>\$ 5,848,429</u>	<u>\$ 5,030,106</u>	<u>\$ 5,360,701</u>	<u>\$ 4,756,711</u>	<u>\$ 4,509,677</u>	<u>\$ 4,578,118</u>
Net Pension Liability - Ending (A) - (B)	<u>\$ 391,689</u>	<u>\$ 902,147</u>	<u>\$ 194,192</u>	<u>\$ 642,235</u>	<u>\$ 655,839</u>	<u>\$ 427,888</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	93.72%	84.79%	96.50%	88.10%	87.30%	91.45%
Covered Valuation Payroll	\$ 1,202,862	\$ 1,013,670	\$ 970,019	\$ 965,327	\$ 1,023,827	\$ 1,066,255
Net Pension Liability as a Percentage of Covered Valuation Payroll	32.56%	89.00%	20.02%	66.53%	64.06%	40.13%

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
SUPPLEMENTAL INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS - IMRF
JUNE 30, 2020

The Schedule of Employer Contributions, of the District's defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), follows:

<u>Calendar Year Ended December 31,</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a Percentage of Covered Valuation Payroll</u>
2019	\$ 118,001	\$ 118,001	\$ -	\$ 1,202,862	9.81%
2018	\$ 113,126	\$ 113,126	\$ -	\$ 1,013,670	11.16%
2017	\$ 107,381	\$ 107,197	\$ 184	\$ 970,019	11.05%
2016	\$ 106,668	\$ 106,668	\$ -	\$ 965,327	11.05%
2015	\$ 117,331	\$ 117,331	\$ -	\$ 1,023,827	11.46%
2014	\$ 118,248	\$ 119,615	\$ (1,367)	\$ 1,066,255	11.22%

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

METHODS AND ASSUMPTIONS USED TO DETERMINE THE 2019 CONTRIBUTION RATES

<i>Actuarial Cost Method:</i>	Aggregate entry age normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	24-year closed period
<i>Asset Valuation Method:</i>	5-year smoothed market; 20% corridor
<i>Wage Growth:</i>	3.50%
<i>Price Inflation:</i>	2.50%
<i>Salary Increases:</i>	3.35% to 14.25%, including inflation
<i>Investment Rate of Return:</i>	7.50%
<i>Retirement Age:</i>	Experience-based tables 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 to 2016.
<i>Mortality:</i>	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Healthy Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
<i>Other Information:</i>	There were no benefit changes during the year.

The schedule is presented to illustrate the intention 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.

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
SUPPLEMENTAL INFORMATION
SCHEDULE OF ASSESSED VALUATIONS, TAX RATES AND TAX EXTENSIONS
FOR THE YEARS 2019, 2018, 2017 AND 2016

	2019	2018	2017	2016
ASSESSED VALUATIONS	<u>\$ 353,326,094</u>	<u>\$ 346,910,291</u>	<u>\$ 333,558,161</u>	<u>\$ 319,478,027</u>
TAX RATES				
Education	\$ 2.2301	\$ 2.2271	\$ 2.2644	\$ 2.3032
Special Education	0.0220	0.0220	0.0223	0.0226
Operations and Maintenance	0.2706	0.2702	0.2747	0.2794
Bond and Interest	0.0954	0.0953	0.0971	0.0983
Transportation	0.0473	0.0472	0.0479	0.0487
Municipal Retirement	0.0392	0.0391	0.0397	0.0403
Social Security	0.0481	0.0480	0.0487	0.0495
	<u>\$ 2.7527</u>	<u>\$ 2.7489</u>	<u>\$ 2.7948</u>	<u>\$ 2.8420</u>
TAX EXTENSIONS				
Education	\$ 7,879,525	\$ 7,726,039	\$ 7,553,091	\$ 7,358,218
Special Education	77,732	76,320	74,383	72,202
Operations and Maintenance	956,100	937,352	916,284	892,621
Bond and Interest	337,073	330,605	323,885	314,047
Transportation	167,123	163,742	159,774	155,586
Municipal Retirement	138,504	135,642	132,423	128,750
Social Security	169,950	166,517	162,443	158,142
	<u>\$ 9,726,007</u>	<u>\$ 9,536,217</u>	<u>\$ 9,322,283</u>	<u>\$ 9,079,566</u>

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
SUPPLEMENTAL INFORMATION
SCHEDULE OF OPERATING EXPENDITURES PER PUPIL
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

	2020	2019
TOTAL EXPENDITURES		
Educational Fund	\$ 12,962,981	\$ 13,018,024
Operations and Maintenance Fund	1,343,560	1,621,800
Bond and Interest Fund	356,409	331,650
Transportation Fund	513,678	598,033
Municipal Retirement/Social Security Fund	310,039	307,662
	<u>\$ 15,486,667</u>	<u>\$ 15,877,169</u>
Less: Receipts/Expenditures Not Applicable to Operating Expense of Regular Programs		
Educational Fund		
Community Services	\$ 73,494	\$ 66,195
Nonprogrammed Charges	1,287	919
Capital Outlay	78,671	189,661
Tuition	958,173	1,023,418
Principal Paid on Capital Leases	87,648	91,446
State "On-Behalf" Contributions	3,764,986	3,916,182
Operations and Maintenance Fund		
Capital Outlay	124,807	381,708
Bond Principal Paid	303,160	302,637
Bond and Interest Fund		
Bond Principal Paid	80,038	83,162
Transportation Fund		
Principal Paid on Capital Lease	89,631	93,490
Capital Outlay	-	161,958
Transportation Fees from Other Districts	6,844	1,055
Municipal Retirement/Social Security Fund		
Community Service	7,214	8,083
	<u>\$ 5,575,953</u>	<u>\$ 6,319,914</u>
NET OPERATING EXPENDITURES	\$ 9,910,714	\$ 9,557,255
AVERAGE DAILY ATTENDANCE	<u>728.20</u>	<u>680.60</u>
OPERATING EXPENDITURES PER PUPIL	<u>\$ 13,610</u>	<u>\$ 14,042</u>

CASS ELEMENTARY SCHOOL DISTRICT NO. 63
SUPPLEMENTAL INFORMATION
SCHEDULE OF PER CAPITA TUITION CHARGE
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

	2020	2019
NET OPERATING EXPENDITURES	\$ 9,910,714	\$ 9,557,255
LESS: Offsetting Receipts/Revenues		
Educational Fund		
Special Education	\$ 22,013	\$ 27,861
Special Education - IDEA - Flow-Through	152,052	177,630
State Free Lunch & Breakfast	420	897
Other State Grants	52,225	69,385
Title III - Language Instruction Program	9,174	-
Title II - Teacher Quality	14,887	14,388
National School Lunch Program	56,868	63,125
Title IV - Safe & Drug-Free Schools	10,000	10,000
Title I - Low Income	60,251	70,624
Medicaid Matching Funds	8,852	28,434
Food Services	99,250	106,539
Pupil Activities	147,271	176,029
Other Local Fees	129,046	119,422
Special Education Contributions from EBF Funds	219,232	217,568
English Learning (Bilingual) Contributions from EBF Funds	1,498	660
Operations and Maintenance Fund		
Rentals	198,421	198,546
Infrastructure Improvement Grant	50,000	-
Transportation Fund		
Transportation Fees	48,291	64,770
State Transportation Aid	206,174	157,911
	<u>\$ 1,485,925</u>	<u>\$ 1,503,789</u>
NET OPERATING EXPENSE FOR TUITION COMPUTATION	\$ 8,424,789	\$ 8,053,466
ADD: Depreciation Allowance	<u>686,451</u>	<u>773,287</u>
TOTAL ALLOWANCE FOR TUITION COMPUTATION	\$ 9,111,240	\$ 8,826,753
AVERAGE DAILY ATTENDANCE	<u>728.20</u>	<u>680.60</u>
PER CAPITA TUITION CHARGE	<u>\$ 12,512</u>	<u>\$ 12,969</u>

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

Grantee Name	Cass School District 63
ID Numbers	AUDIT:23180 Grantee:675823 DUNS:193218856 FEIN:366004514
Audit Period	7/1/2019 - 6/30/2020
Submitted	10/05/2020; Deborah Dolehide; Director of Fiscal Services; ddolehide@cassd63.org; 3314814007
Accepted	
Program Count	18

All Programs Total				
Category	State	Federal	Other	Total
Personal Services (Salaries and Wages)	0.00	368,499.00	0.00	368,499.00
Fringe Benefits	0.00	0.00	0.00	0.00
Travel	0.00	0.00	0.00	0.00
Equipment	0.00	0.00	0.00	0.00
Supplies	0.00	0.00	0.00	0.00
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	11,434,252.00	11,434,252.00
All Grant Specific Categories	996,575.00	364,780.00	0.00	1,361,355.00
TOTAL DIRECT EXPENDITURES	996,575.00	733,279.00	11,434,252.00	13,164,106.00
Indirect Costs	0.00	0.00	0.00	0.00
TOTAL EXPENDITURES	996,575.00	733,279.00	11,434,252.00	13,164,106.00