

**PROSPECT HEIGHTS SCHOOL
DISTRICT 23**

FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED

JUNE 30, 2024

AND

INDEPENDENT AUDITORS' REPORT

PROSPECT HEIGHTS SCHOOL DISTRICT 23

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PROSPECT HEIGHTS SCHOOL DISTRICT 23

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Independent Auditors' Report

To the Board of Education of
Prospect Heights School District 23

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Prospect Heights School District 23 (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of June 30, 2024 and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information 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 28, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Baker Tilly US, LLP

Oak Brook, Illinois
October 28, 2024

Prospect Heights School District 23

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2024

The discussion and analysis of Prospect Heights School District 23's (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2024. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- In total, net position increased by \$1.2. This represents a 21% increase from 2023, largely due to the increase in property tax collections.
- General revenues accounted for \$25.3 in revenue or 74% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$8.7 or 26% of total revenues of \$34.0.
- The District had \$32.8 in expenses related to government activities. However, only \$8.7 of these expenses were offset by program specific charges and grants.

Overview of the Financial Statements

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

- Government-wide financial statements,
- Fund financial statements, and
- Notes to basic financial statements.

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

Government-wide financial statements

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

The statement of net position presents information on all of the District's assets/deferred outflows of resources and liabilities/deferred inflows of resources, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the fiscal year being reported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Prospect Heights School District 23

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2024

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

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are categorized as governmental funds (the District maintains no proprietary or fiduciary funds).

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a school district's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Operations and Maintenance Fund, Transportation Fund, IMRF/Social Security Fund, Debt Service Fund and Capital Projects Fund, all of which are considered to be major funds.

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

Notes to basic financial statements

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

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's net pension and OPEB liabilities, budget to actual schedules for each major fund, combining schedules for the General Fund and General Fund Accounts budget to actual schedules.

Prospect Heights School District 23
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2024

Government-Wide Financial Analysis

The District's combined net position was lower on June 30, 2024 than it was the year before, increasing 21% to \$6.9.

Table 1
Condensed Statements of Net Position
(in millions of dollars)

	<u>2023</u>	<u>2024</u>
Assets:		
Current and other assets	\$ 22.7	\$ 20.0
Capital assets	<u>20.4</u>	<u>22.0</u>
Total assets	<u>43.1</u>	<u>42.0</u>
 Total deferred outflows of resources	 <u>2.1</u>	 <u>1.5</u>
Liabilities:		
Current liabilities	1.2	1.6
Long-term debt outstanding	<u>17.8</u>	<u>15.9</u>
Total liabilities	<u>19.0</u>	<u>17.5</u>
 Total deferred inflows of resources	 <u>20.4</u>	 <u>19.2</u>
Net position:		
Net investment in capital assets	10.9	11.3
Restricted	4.2	3.0
Unrestricted (deficit)	<u>(9.4)</u>	<u>(7.4)</u>
Total net position	<u>\$ 5.7</u>	<u>\$ 6.9</u>

Revenues in the governmental activities of the District of \$34.0 exceeded expenses by \$1.2. This was attributable primarily to current year capital outlay exceeding depreciation expense and the effects of the amounts recognized in the financial statements associated with the actuarial valuations associated with the net pension and OPEB liabilities for the current year.

Prospect Heights School District 23
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2024

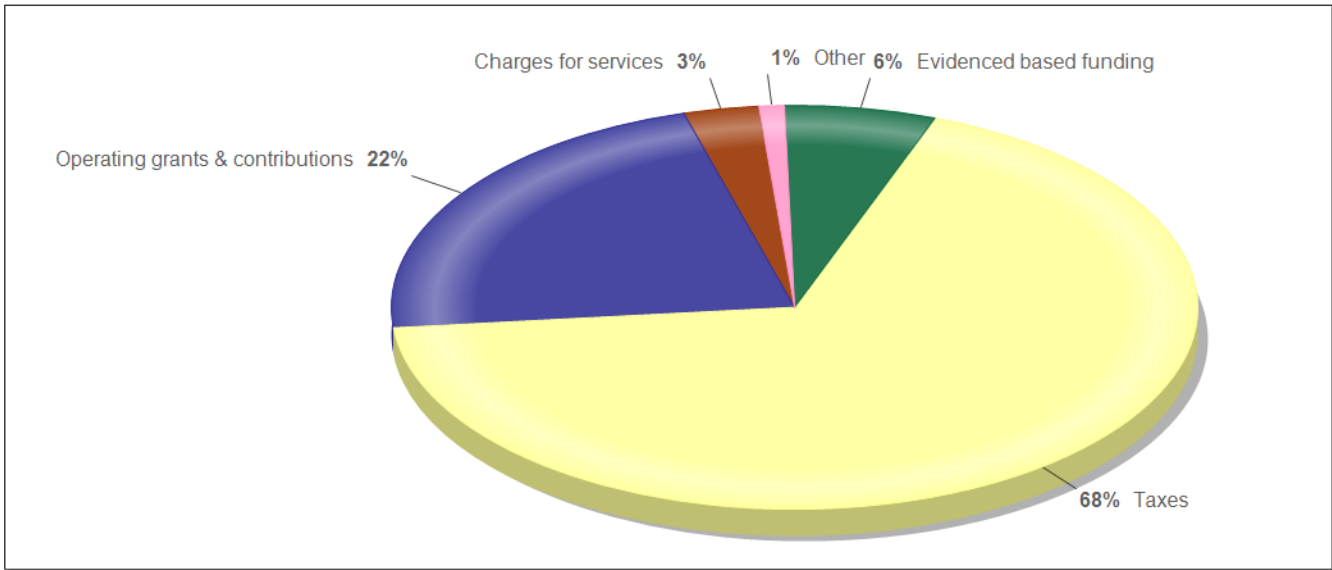
Table 2
Changes in Net Position
(in millions of dollars)

	<u>2023</u>	<u>2024</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 1.0	\$ 1.1
Operating grants & contributions	7.5	7.5
Capital grants & contributions	0.1	0.1
<i>General revenues:</i>		
Taxes	21.2	22.9
Evidenced based funding	1.9	1.9
Other	<u>0.3</u>	<u>0.5</u>
Total revenues	<u>32.0</u>	<u>34.0</u>
Expenses:		
Instruction	18.6	19.1
Pupil & instructional staff services	4.3	4.9
Administration & business	2.2	2.7
Transportation	1.7	1.9
Operations & maintenance	1.9	2.0
Interest & fees	0.4	0.4
Other	<u>1.7</u>	<u>1.8</u>
Total expenses	<u>30.8</u>	<u>32.8</u>
Increase (decrease) in net position	1.2	1.2
Net position, beginning of year	<u>4.5</u>	<u>5.7</u>
Net position, end of year	<u>\$ 5.7</u>	<u>\$ 6.9</u>

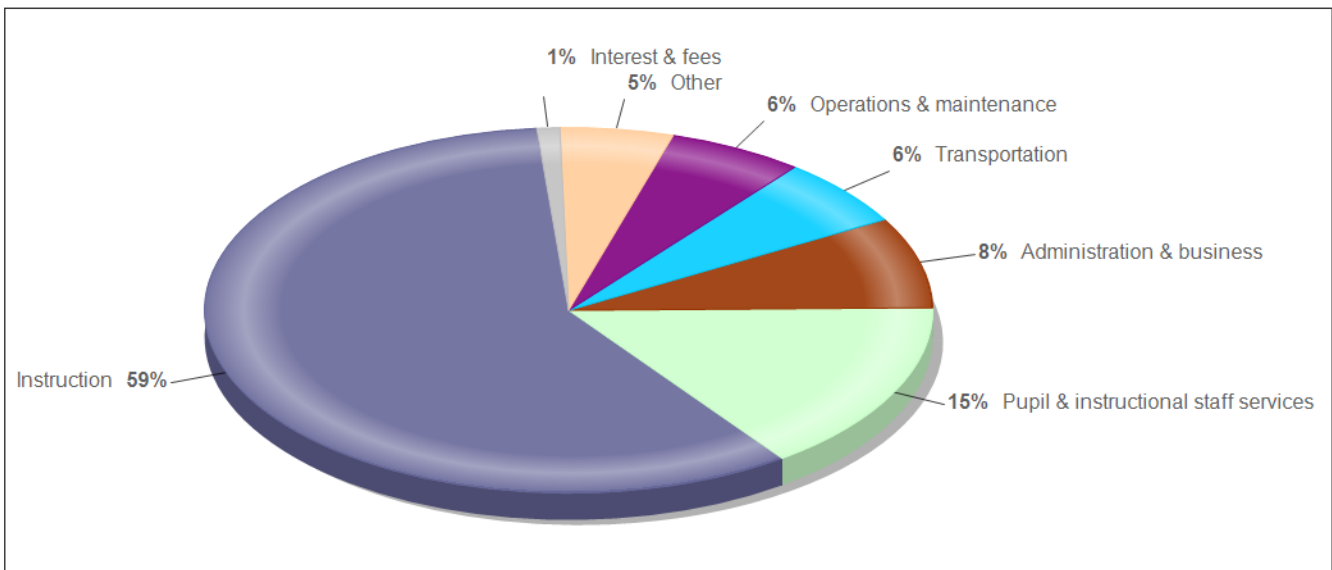
Property taxes accounted for the largest portion of the District's revenues, contributing 67%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$32.8, mainly related to instructing and caring for the students and student transportation at 80%.

Prospect Heights School District 23
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2024

District-Wide Revenues by Source



District-Wide Expenses by Function



Financial Analysis of the District's Funds

In terms of expenditures, the District continues to use budgetary controls put in place over the last few years by the Board of Education and Administration. The District uses staffing allocation formulas and enrollment projections as a means to control budget expenses. Per Board Policy, the District will expand budgetary controls over expenditures so as to maintain a positive fund balance.

Prospect Heights School District 23

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2024

General Fund Budgetary Highlights

The District budgeted for an \$0.2 increase in fund balance and actual results resulted in a \$2.4 decrease in fund balance. The decrease in fund balance was a combination of multiple items, including the District receiving less State and Federal Aid as anticipated.

Capital Assets and Debt Administration

Capital assets

By the end of 2024, the District had compiled a total investment of \$34.1 (\$22.0 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. Total depreciation expense for the year was \$1.1. More detailed information about capital assets can be found in Note 5 of the basic financial statements.

Table 3 Capital Assets (net of depreciation) (in millions of dollars)			
	<u>2023</u>		<u>2024</u>
Land	\$ 0.4	\$	0.4
Construction in progress	1.1		1.2
Buildings	16.9		18.8
Equipment	0.6		0.4
Transportation equipment	0.1		-
Land improvements	1.2		1.1
Equipment - right-to-use lease asset	0.1		0.1
Total	<u>\$ 20.4</u>	<u>\$</u>	<u>22.0</u>

Long-term debt

The District retired \$0.9 in bonds in 2024. Unamortized premium was reduced by \$(0.1). At the end of fiscal 2024, the District had a debt margin of \$36.6. More detailed information on long-term debt can be found in Note 6 of the basic financial statements.

Table 4 Outstanding Long-Term Debt (in millions of dollars)			
	<u>2023</u>		<u>2024</u>
General obligation bonds	\$ 11.1	\$	10.2
Net pension liability	3.1		2.0
Net OPEB liability	2.9		3.0
Lease liability	0.2		0.2
Unamortized premium	0.4		0.4
Compensated absences	0.1		0.1
Total	<u>\$ 17.8</u>	<u>\$</u>	<u>15.9</u>

Prospect Heights School District 23

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2024

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the District was aware of the following circumstances that will significantly affect financial operations in the future:

The Board of Education and the Prospect Heights Education Association are in the first year of a four year agreement that commenced on July 1, 2023, and expires on June 30, 2027. Following two years of set increases (5.5%, 4.5%), the contract ties starting salaries, pay raises and stipend increases to the annual consumer price index with a floor of 2.75% and a ceiling of 4.75%. The Board of Education and the Prospect Heights Education Association are committed to working together in the best interest of the student population that they serve. The Administration and the Association representatives meet regularly to discuss issues for which the parties have concern. These discussions focus on how the Administration and Association can collaborate on methods by which the educational program can be improved, determine financial solutions to staffing and supply questions which impact the District's overall finances. In addition, the Board of Education, the Administration and Association continue their meetings within the Labor Management Committee to address open issues and concerns regarding contract language. They also meet through the joint Insurance Committee for the purpose of educating the District's employees on issues concerning health care coverage and costs. The end goal of the Insurance Committee is to reach consensus on program changes that lead to financial savings for the District and program options that benefit employees with minimal financial impact on those employees as well as providing options to employees searching for alternative health care plans.

The Board of Education and the Service Employees International Union (SEIU) Local No. 73, representatives of the District's custodians, are also in year two of a four year agreement which commenced July 1, 2023, and expires on June 30, 2027. This agreement has also tied the salary increases for the custodial unit to the annual consumer price index and the aforementioned agreement with the PHEA in order to benchmark the monies spent on salaries to the expected increases in revenue to be received from property tax revenue. Administration remains appreciative of the ongoing collaboration between the Board and both bargaining groups (PHEA and custodial staff, through SEIU).

Of particular concern to the District during the 2022-23 year was the unanticipated delay in the property tax receipts from Cook County. Property tax funds that were expected and budgeted for in 2022-23 were received late, causing the District to prioritize and utilize much of its available fund balances. In order to mitigate the short-term revenue challenges, the Board of Education approved expediting the issuance of tax-exempt working cash bonds (intended to fund capital projects) to provide funding in the Working Cash Fund, and serve as a short-term fund balance buffer. As property tax payments largely returned to schedule in FY2024, the District transferred the \$2.5M in Tax Exempt Working Cash Bond proceeds into the Capital Projects Fund to pay for the 2024, Phase 1 Window, Siding and Door Replacement work at Betsy Ross, Anne Sullivan and the Grodsky Administration Building during the summer of 2024.

Following guidance from Moody's and advisors at Raymond James, the District completed its transition to a modified accrual basis of accounting. The overarching goal is having a full understanding of both its short- and long-term obligations. The successful transition is the result of a significant amount of collaboration between the Business Office team and Baker Tilly. Viewed as a restatement and reset, the transition to a modified accrual basis provides an opportunity for increased transparency, and cleaner reconciliations of Federal and State funding that may cross fiscal years, as many grants do.

Prospect Heights School District 23

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2024

Faced with the potential of a State mandate regarding the provision of full-day kindergarten in all public school districts by the 2027-28 school year, the District continues to seek input from staff and community members on how to best meet this need. In the fall of 2023, the decision was made by the Board to utilize approximately \$700,000 of available Working Cash Funds to continue the design work around the expansion of Eisenhower School to meet the District's goal of Full Day Kindergarten. This engagement of our construction partners allowed for the refinement of project costs. Following direction from stakeholders and approval from the Board of Education, a referendum question was again placed on the ballot in March, 2024, seeking approval for a tax rate increase to fund approximately \$20M in debt certificates for construction projects that included the expansion of Eisenhower School, and safety and security improvements at each building, as well as an operational increase of approximately \$1.2M annually. The measure was again narrowly defeated by approximately 250 votes. While the Administration and the Board remain committed to the implementation of Full-Day Kindergarten, the Board has asked for a pause from placing a question on the November, 2024 ballot and continues to investigate options including potential future referendum attempts, in order to secure the funding necessary to best meet the needs of all District 23 students.

The District has partnered with First Student for several years and has enjoyed a mutually beneficial relationship through clear communication and ongoing collaboration to best meet student needs. The District had negotiated a one year extension for the 2023-24 school year at a proposed increase of 7.5% over current Daily Route Costs. Ongoing reviews of ridership and routes continue to provide opportunities for potential cost savings and reimbursements through the ISBE's annual Transportation Claim process.

The Administration and the Board of Education continue to monitor sources of revenue and expenditures closely so as to balance delivering an excellent education with fiscal responsibility. As per Board Policy 4:20, if the Fund Balance should decrease below a set level, the Board has at its discretion the ability to instruct the Administration to develop plans for expenditure reductions within the District.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office:

Amy McPartlin
Prospect Heights School District 23
700 N. Schoenbeck Road
Prospect Heights, Illinois 60070

PROSPECT HEIGHTS SCHOOL DISTRICT 23

STATEMENT OF NET POSITION

AS OF JUNE 30, 2024

	GOVERNMENTAL ACTIVITIES
Assets	
Cash and investments	\$ 8,261,335
Student activity cash	41,205
Receivables (net of allowance for uncollectibles):	
Property taxes	11,307,283
Replacement taxes	26,322
Intergovernmental	348,015
Capital assets:	
Land	405,938
Construction in progress	1,168,272
Capital assets being depreciated, net of accumulated depreciation	<u>20,428,689</u>
Total assets	<u>41,987,059</u>
Deferred outflows of resources	
Deferred outflows related to pensions	1,216,140
Deferred outflows related to OPEB	<u>310,316</u>
Total deferred outflows of resources	<u>1,526,456</u>
Liabilities	
Accounts payable	1,581,695
Payroll deductions payable	17,892
Long-term liabilities:	
Other long-term liabilities - due within one year	1,123,136
Other long-term liabilities - due after one year	<u>14,758,029</u>
Total liabilities	<u>17,480,752</u>
Deferred inflows of resources	
Property taxes levied for a future period	10,917,633
Deferred inflows related to pensions	183,703
Deferred inflows related to OPEB	<u>8,055,537</u>
Total deferred inflows of resources	<u>19,156,873</u>
Net position	
Net investment in capital assets	11,252,990
Restricted for:	
Tort immunity	7,342
Operations and maintenance	1,039,905
Student transportation	642,687
Debt service	770,425
Food service	537,343
Unrestricted	<u>(7,374,802)</u>
Total net position	<u>\$ 6,875,890</u>

See Notes to Basic Financial Statements

PROSPECT HEIGHTS SCHOOL DISTRICT 23

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2024

		PROGRAM REVENUE			NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION
FUNCTIONS/PROGRAMS	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
Governmental activities					
Instruction:					
Regular programs	\$ 7,338,173	\$ 678,373	\$ 21,347	\$ -	\$ (6,638,453)
Special programs	4,865,636	-	861,014	-	(4,004,622)
Other instructional programs	1,479,517	6,140	29,324	-	(1,444,053)
Student activities	138,951	148,281	-	-	9,330
State retirement contributions	5,290,234	-	5,290,234	-	-
Support Services:					
Pupils	2,621,096	-	16,126	-	(2,604,970)
Instructional staff	2,260,518	-	36,349	-	(2,224,169)
General administration	586,013	-	-	-	(586,013)
School administration	1,167,340	-	-	-	(1,167,340)
Business	970,768	177,709	344,458	50,000	(398,601)
Transportation	1,930,364	-	893,876	-	(1,036,488)
Operations and maintenance	2,039,880	124,074	-	-	(1,915,806)
Central	341,354	-	-	-	(341,354)
Other supporting services	48,770	-	-	-	(48,770)
Community services	265,485	-	-	-	(265,485)
Interest and fees	377,969	-	-	-	(377,969)
Unallocated depreciation	1,111,440	-	-	-	(1,111,440)
Total governmental activities	<u>\$ 32,833,508</u>	<u>\$ 1,134,577</u>	<u>\$ 7,492,728</u>	<u>\$ 50,000</u>	<u>(24,156,203)</u>

General revenues:

Taxes:

Real estate taxes, levied for general purposes	17,990,006
Real estate taxes, levied for specific purposes	3,413,508
Real estate taxes, levied for debt service	1,411,802
Personal property replacement taxes	155,417
State aid-formula grants	1,904,259
Investment income	414,845
Miscellaneous	63,070
Total general revenues	<u>25,352,907</u>

Change in net position	1,196,704
Net position, beginning of year	<u>5,679,186</u>
Net position, end of year	<u>\$ 6,875,890</u>

See Notes to Basic Financial Statements

PROSPECT HEIGHTS SCHOOL DISTRICT 23
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2024

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Assets				
Cash and investments	\$ 2,824,327	\$ 1,051,204	\$ 624,415	\$ 416,817
Student activity cash	41,205	-	-	-
Receivables (net allowance for uncollectibles):				
Property taxes	9,043,890	729,301	531,279	303,596
Replacement taxes	26,322	-	-	-
Intergovernmental	348,015	-	-	-
Total assets	<u>\$ 12,283,759</u>	<u>\$ 1,780,505</u>	<u>\$ 1,155,694</u>	<u>\$ 720,413</u>
Liabilities				
Accounts payable	\$ 415,568	\$ 29,780	\$ -	\$ -
Payroll deductions payable	11,205	6,651	36	-
Total liabilities	<u>426,773</u>	<u>36,431</u>	<u>36</u>	<u>-</u>
Deferred inflows of resources				
Property taxes levied for a future period	<u>8,732,237</u>	<u>704,169</u>	<u>512,971</u>	<u>293,134</u>
Total deferred inflows of resources	<u>8,732,237</u>	<u>704,169</u>	<u>512,971</u>	<u>293,134</u>
Fund balance				
Restricted	544,685	1,039,905	642,687	427,279
Assigned	41,205	-	-	-
Unassigned	2,538,859	-	-	-
Total fund balance	<u>3,124,749</u>	<u>1,039,905</u>	<u>642,687</u>	<u>427,279</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 12,283,759</u>	<u>\$ 1,780,505</u>	<u>\$ 1,155,694</u>	<u>\$ 720,413</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL
\$ 746,330	\$ 2,598,242	\$ 8,261,335
-	-	41,205
699,217	-	11,307,283
-	-	26,322
-	-	348,015
<u>\$ 1,445,547</u>	<u>\$ 2,598,242</u>	<u>\$ 19,984,160</u>
\$ -	\$ 1,136,347	\$ 1,581,695
-	-	17,892
-	1,136,347	1,599,587
675,122	-	10,917,633
675,122	-	10,917,633
770,425	-	3,424,981
-	1,461,895	1,503,100
-	-	2,538,859
770,425	1,461,895	7,466,940
<u>\$ 1,445,547</u>	<u>\$ 2,598,242</u>	<u>\$ 19,984,160</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
AS OF JUNE 30, 2024

Total fund balances - governmental funds	\$ 7,466,940
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Net capital assets used in governmental activities and included in the Statement of Net Position do not require the expenditure of financial resources and, therefore, are not reported in the Governmental Funds Balance Sheet.	22,002,899
Deferred outflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.	1,216,140
Deferred outflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.	310,316
Deferred inflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.	(183,703)
Deferred inflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet.	(8,055,537)
Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position.	
Balances at June 30, 2024 are:	
Bonds payable	\$ (10,170,000)
Unamortized bond premium	(402,774)
Net OPEB liability	(3,056,688)
Net pension liability	(1,995,782)
Lease liability	(177,135)
Compensated absences	(78,786)
	<u>(15,881,165)</u>
Net position of governmental activities	<u>\$ 6,875,890</u>

See Notes to Basic Financial Statements

PROSPECT HEIGHTS SCHOOL DISTRICT 23

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2024

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Revenues				
Property taxes	\$ 18,219,425	\$ 1,464,161	\$ 1,070,890	\$ 649,038
Corporate personal property replacement taxes	149,388	-	-	6,029
State aid	7,791,410	50,000	893,876	-
Federal aid	1,260,394	-	-	14,684
Investment income	229,295	43,642	57,752	20,043
Student activities	148,281	-	-	-
Other	893,493	155,873	-	-
Total revenues	<u>28,691,686</u>	<u>1,713,676</u>	<u>2,022,518</u>	<u>689,794</u>
Expenditures				
Current:				
Instruction:				
Regular programs	8,272,634	-	-	91,758
Special programs	3,596,579	-	-	154,616
Other instructional programs	1,461,507	-	-	37,752
Student activities	138,951	-	-	-
State retirement contributions	5,853,611	-	-	-
Support Services:				
Pupils	2,693,874	-	-	106,541
Instructional staff	2,082,501	-	-	53,855
General administration	715,865	-	-	11,139
School administration	1,376,524	-	-	57,823
Business	958,408	-	-	27,458
Transportation	-	-	1,929,805	1,040
Operations and maintenance	3,436	1,880,987	-	143,768
Central	341,057	-	-	18,308
Other supporting services	24,955	-	23,805	59
Community services	230,228	-	-	16,785
Payments to other districts and gov't units	1,011,638	-	202,718	-
Debt Service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	191,319	24,577	-	-
Total expenditures	<u>28,953,087</u>	<u>1,905,564</u>	<u>2,156,328</u>	<u>720,902</u>
Excess (deficiency) of revenues over expenditures	<u>(261,401)</u>	<u>(191,888)</u>	<u>(133,810)</u>	<u>(31,108)</u>
Other financing sources (uses)				
Transfers in	1,000,000	3,110,000	-	-
Transfers (out)	<u>(3,177,837)</u>	<u>(3,110,000)</u>	<u>(1,000,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,177,837)</u>	<u>-</u>	<u>(1,000,000)</u>	<u>-</u>
Net change in fund balance	(2,439,238)	(191,888)	(1,133,810)	(31,108)
Fund balance, beginning of year	<u>5,563,987</u>	<u>1,231,793</u>	<u>1,776,497</u>	<u>458,387</u>
Fund balance, end of year	<u>\$ 3,124,749</u>	<u>\$ 1,039,905</u>	<u>\$ 642,687</u>	<u>\$ 427,279</u>

See Notes to Basic Financial Statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL
\$ 1,411,802	\$ -	\$ 22,815,316
-	-	155,417
-	-	8,735,286
-	-	1,275,078
21,473	42,640	414,845
-	-	148,281
-	-	1,049,366
<u>1,433,275</u>	<u>42,640</u>	<u>34,593,589</u>
-	-	8,364,392
-	-	3,751,195
-	-	1,499,259
-	-	138,951
-	-	5,853,611
-	-	2,800,415
-	-	2,136,356
-	-	727,004
-	-	1,434,347
-	-	985,866
-	-	1,930,845
-	80,802	2,108,993
-	-	359,365
-	-	48,819
-	-	247,013
-	-	1,214,356
980,138	-	980,138
428,316	-	428,316
-	2,746,797	2,962,693
<u>1,408,454</u>	<u>2,827,599</u>	<u>37,971,934</u>
<u>24,821</u>	<u>(2,784,959)</u>	<u>(3,378,345)</u>
67,837	3,110,000	7,287,837
-	-	(7,287,837)
<u>67,837</u>	<u>3,110,000</u>	<u>-</u>
92,658	325,041	(3,378,345)
<u>677,767</u>	<u>1,136,854</u>	<u>10,845,285</u>
<u>\$ 770,425</u>	<u>\$ 1,461,895</u>	<u>\$ 7,466,940</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Net change in fund balances - total governmental funds \$ (3,378,345)

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

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which current year net capital outlay exceeds depreciation expense in the current period. 1,616,566

The issuance of long-term debt (bonds, leases, etc.) provides current financial resources to the governmental funds, while its principal repayment consumes current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. This is the amount of current year principal payments that exceeded long-term debt issuances. 980,138

Governmental funds report the effects of premiums, discounts and similar items when the debt is issued. However, these amounts are deferred and amortized in the Statement of Activities. This is the amount of the current year, net effect of these differences. 50,347

In the Statement of Activities, operating expenses are measured by the amounts incurred during the year. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources:

Compensated absences	\$	(13,479)	
State on-behalf contribution revenue		(563,377)	
State on-behalf contribution expense		563,377	
Net OPEB liability		(145,981)	
Deferred outflows related to OPEB		31,674	
Deferred inflows related to OPEB		1,478,072	
Net pension liability		1,071,474	
Deferred outflows related to pensions		(598,183)	
Deferred inflows related to pensions		<u>104,421</u>	
			<u>1,927,998</u>

Change in net position of governmental activities \$ 1,196,704

See Notes to Basic Financial Statements

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Prospect Heights School District 23 (the “District”) operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to the accounting principles generally accepted in the United States of America, as applicable to local governmental units of this type. The following is a summary of the more significant accounting policies of the District:

Reporting Entity

This report includes all of the funds of the District. The reporting entity for the District consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The District has not identified any organizations that meet this criteria.

Basis of Presentation

Government-wide Financial Statements

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

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

Governmental Funds Financial Statements

Governmental funds financial statements are organized and operated on the basis of funds and are used to account for the District's general governmental activities. Fund accounting segregates funds according to their intended purpose, and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, reserves, fund balance, revenues and expenditures. The minimum number of funds is maintained consistent with legal and managerial requirements.

Separate financial statements are provided for all governmental funds.

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Measurement Focus and Basis of Accounting

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

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Major Governmental Funds

General Fund - the general operating fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state government aid.

This fund also includes student activity funds held and controlled by the District, under the direction of district personnel, and administrative involvement of the board of education.

Special Revenue Funds - account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes, other than those accounted for in the Debt Service Fund or Capital Projects Funds.

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

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

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

Debt Service Fund - accounts for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service.

Capital Project Fund - accounts for the financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities.

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Capital Projects Fund - accounts for construction projects and renovations financed through bond issues or transfers from other funds.

On-behalf payments (payments made by a third party for the benefit of the district, such as payments made by the state to the Teachers' Retirement System) have been recognized in the financial statements.

Property taxes, replacement taxes, certain state and federal aid, and interest on investments are susceptible to accrual. Other receipts become measurable and available when cash is received by the District and recognized as revenue at that time.

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until earned.

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosure of contingent assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Assets, Liabilities and Net Position or Equity

Deposits and Investments

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly-rated commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool. Investments are stated at fair value. Changes in fair value of investments are included as investment income. Gains and losses on the sale of investments are recognized upon realization.

Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". These amounts are eliminated in the governmental activities column in the statement of net position. Receivables are expected to be collected within one year.

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2023 levy resolution was approved during the December 14, 2023 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

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

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

The Property Tax Extension Limitation Law (PTELL) is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELL limits the increase in total taxes billed to the lessor of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The limiting rates applicable to the 2023 and 2022 tax levies were 5.0% and 5.0%, respectively.

Property taxes are collected by the Cook County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two installments: the first due on March 1 and the second due on the later of August 1 or 30 days after the second installment tax bill is mailed. The first installment is an estimated bill, and is fifty-five percent of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill. Property taxes are normally collected by the District within 60 days of the due date.

The 2023 property tax levy is recognized as a receivable in fiscal 2024, net of estimated uncollectible amounts approximating 2% and less amounts already received. The District considers that the first installment of the 2023 levy is to be used to finance operations in fiscal 2024. The District has determined that the second installment of the 2023 levy is to be used to finance operations in fiscal 2025 and has included the corresponding receivable as a deferred inflow of resources.

Personal Property Replacement Taxes

Personal property replacement taxes are first allocated to the Municipal Retirement / Social Security Fund, and the balance is allocated to the remaining funds at the discretion of the District.

Capital Assets

Capital assets, which include land, buildings, and other equipment are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 and an estimated useful life of more than 1 year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives:

<i>Assets</i>	<i>Years</i>
Land Improvements	10-20 Years
Buildings & Improvements	20-50 Years
Equipment	5-20 Years
Transportation Equipment	8 Years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Compensated Absences

It is the District's policy for noncertified personnel to earn vacation pay on a prorated, monthly basis. A maximum of five vacation days can be carried over into next fiscal year for all noncertified employees. Any unused vacation days (beyond five) is lost. Certified employees working less than twelve months do not earn vacation pay.

Full-time employees earn fifteen sick days annually. Any unused portion is accumulated and carried forward. Upon termination or retirement, employees do not receive compensation for any unused sick leave; therefore, no liability is recorded at year-end.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the applicable bonds using the effective interest method. The balance at year end for premiums/discounts is shown as an increase or decrease in the liability section of the statement of net position.

In the fund financial statements, governmental funds recognize bond premiums and discounts during the period incurred. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

Equity Classifications

Equity is classified as net position in the government-wide financial statements and displayed in three components:

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

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

Unrestricted net position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

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

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

Equity is classified as fund balance in the fund financial statements and displayed in five components:

Nonspendable - includes amounts not in spendable form, such as inventory, or amounts required to be maintained intact legally or contractually (principal endowment) (e.g. inventory, pre-paid items, permanent scholarships).

Restricted - includes amounts constrained for a specific purpose by external parties (e.g. Debt Service, Capital Projects, State and Federal Grant Funds).

Committed - includes amounts constrained for a specific purpose by a government using its highest level of decision making authority, the Board of Education. This formal action (a resolution) must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Board of Education board that originally created the commitment.

Assigned - includes general fund amounts constrained for a specific purpose by the Board of Education or by an official that has been delegated authority to assign amounts. No one has been designated by the Board of Education to assign amounts for a specific purpose. The Board of Education may also take official action to assign amounts. Additionally, all remaining positive spendable amounts in governmental funds, other than the General Fund, that are neither restricted nor committed are considered assigned. Assignments may take place after the end of the reporting period.

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

Governmental fund balances reported on the fund financial statements at June 30, 2024 are as follows:

The restricted fund balance in the General Fund is comprised of \$7,342 for tort immunity and \$537,343 for the operation of the District's food service program. The remaining restricted fund balances are for the purpose of the respective funds as described above in the Major Governmental Funds section.

The assigned fund balance in the General Fund is for student activity purposes. The remaining assigned fund balances are for purpose of the respective funds as described above in the Major Governmental Funds section.

Eliminations and Reclassifications

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

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Excess of Expenditures over Budget

For the year ended June 30, 2024, expenditures exceeded budget in the General Fund, Transportation Fund, Municipal Retirement/Social Security Fund, Debt Service Fund, and Capital Projects Fund by \$248,724, \$159,496, \$39,940, \$2,292, and \$1,053,599, respectively. These excesses were funded by available financial resources.

NOTE 3 - DEPOSITS AND INVESTMENTS

Cash & Investments under the custody of the Township Treasurer

The voters of the respective school districts located within the boundaries of the offices of the Wheeling Township School Treasurer passed a referendum abolishing the offices of the Township School Treasurer effective July 1, 1996. The Boards of Education of the respective school districts and the Board of Education of Prospect Heights School District 23 (also located in Wheeling Township) entered into an intergovernmental agreement creating the Wheeling Township Treasury Intergovernmental Agreement ("Treasury") administered by Township High School District 214. The Treasury agreed to provide to the respective school districts many of the services that were provided by the Township School Treasurer. These services are provided on an optional basis and without costs to the districts.

The Wheeling Township School Treasury is the lawful custodian of all school funds. The Treasury is the direct recipient of property taxes, replacement taxes and most state and federal aid and disburses school funds upon lawful order of the school board. The Treasury invests excess funds at its discretion, subject to the legal restrictions discussed below. For these purposes, the Treasury is permitted to combine monies from more than one fund of a single district and to combine monies of more than one district in the township. Monies combined under these circumstances, as well as investment earnings, are accounted for separately for each fund and/or district.

Cash and investments, other than the student activity and convenience accounts, petty cash, and imprest funds, are part of a common pool for all school districts within the treasury. The Treasurer maintains records that segregate the cash and investment balance by district. Income from investments is distributed based upon the District's percentage participation in the pool. All cash for all funds, including cash applicable to the Debt Service Fund and the Illinois Municipal Retirement/Social Security Fund, is not deemed available for purposes other than those for which these balances are intended.

The Treasury's investment policies are established by the Wheeling Township Treasury Intergovernmental Agreement as prescribed by the Illinois School Code and the Illinois Compiled Statutes. The Treasury is authorized to invest in obligations of the U.S. Treasury, backed by the full faith and credit of the U.S. Government, certificates of deposit issued by commercial banks and savings and loan associations, and commercial paper rated within the three highest classifications by at least two standard rating services (subject to certain limitations). Further information on the Treasury's policies are available from the Treasury's financial statements.

The Treasury operates as a non-rated, external investment pool. The value of the District's investment in the Treasury's pool is determined by the District's proportionate share of the value of the investments held by the Treasury.

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 3 - DEPOSITS AND INVESTMENTS - (CONTINUED)

The weighted average to maturity of all marketable pooled investments held by the Treasury was 1.16 years. The Treasury also holds money market type investments, certificates of deposits and other deposits with financial institutions. As of June 30, 2024, the fair value of all investments held by the Treasurer's office was \$338,128,075 and the value of the District's proportionate share of the pool was \$8,251,335.

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

Cash & Investments in the custody of the District

Deposits of the student activity and imprest funds, which are held in the District's custody, consist of deposits with financial institutions. The following is a summary of such deposits:

	<u>Carrying Value</u>	<u>Bank Balance</u>
Deposits with financial institutions	\$ 51,205	\$ 54,899
Total	<u>\$ 51,205</u>	<u>\$ 54,899</u>

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2024, the bank balance of the District's deposit with financial institutions totaled \$54,899; of this amount, all of which are collateralized and insured.

Separate cash and investment accounts are not maintained for all District funds; instead, the individual funds maintain their invested and uninvested balances in the common checking and investment accounts, with accounting records being maintained to show the portion of the common account balance attributable to each participating fund.

Occasionally certain funds participating in the common bank accounts will incur overdrafts (deficits) in the account. The overdrafts result from expenditures that have been approved by the Board of Education.

NOTE 4 - INTERFUND TRANSFERS

During the year, the District transferred \$67,837 from the General Fund (Educational Accounts) to the Debt Service Fund for the funding of principal and interest payments made during the year on lease liabilities.

Additionally, the District transferred \$1,000,000 from the Transportation Fund to the General Fund (Educational Accounts).

Lastly, the District abated \$3,110,000 from the General Fund (Working Cash Accounts) to the Operations and Maintenance Fund and subsequently transferred \$3,110,000 from the Operations & Maintenance Fund to the Capital Project Fund.

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the District for the year ended June 30, 2024 was as follows:

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<u>Capital assets not being depreciated / amortized:</u>				
Land	\$ 405,938	\$ -	\$ -	\$ 405,938
Construction in progress	<u>1,109,876</u>	<u>1,113,201</u>	<u>1,054,805</u>	<u>1,168,272</u>
Total capital assets not being depreciated / amortized	<u>1,515,814</u>	<u>1,113,201</u>	<u>1,054,805</u>	<u>1,574,210</u>
<u>Capital assets being depreciated / amortized:</u>				
Land improvements	1,742,943	-	-	1,742,943
Buildings	24,714,868	1,552,003	(1,054,805)	27,321,676
Equipment	3,035,684	62,802	-	3,098,486
Equipment - right-to-use lease asset	284,784	-	-	284,784
Transportation equipment	<u>113,760</u>	<u>-</u>	<u>-</u>	<u>113,760</u>
Total capital assets being depreciated	<u>29,892,039</u>	<u>1,614,805</u>	<u>(1,054,805)</u>	<u>32,561,649</u>
<u>Less Accumulated Depreciation / Amortization for:</u>				
Land improvements	571,702	61,840	-	633,542
Buildings	7,806,428	758,546	-	8,564,974
Equipment	2,491,159	233,246	-	2,724,405
Equipment - right-to-use lease asset	57,511	50,138	-	107,649
Transportation equipment	<u>94,720</u>	<u>7,670</u>	<u>-</u>	<u>102,390</u>
Total accumulated depreciation / amortization	<u>11,021,520</u>	<u>1,111,440</u>	<u>-</u>	<u>12,132,960</u>
Net capital assets being depreciated / amortized	<u>18,870,519</u>	<u>503,365</u>	<u>(1,054,805)</u>	<u>20,428,689</u>
Net governmental activities capital assets	<u>\$ 20,386,333</u>	<u>\$ 1,616,566</u>	<u>\$ -</u>	<u>\$ 22,002,899</u>

Depreciation expense was recognized in the operating activities of the District as follows:

<i>Governmental Activities</i>	<i>Depreciation</i>
Unallocated	<u>\$ 1,111,440</u>
Total depreciation expense - governmental activities	<u>\$ 1,111,440</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 6 - LONG TERM LIABILITIES

Changes in General Long-term Liabilities. The following is the long-term liability activity for the District for the year ended June 30, 2024:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
General obligation bonds	\$ 11,100,000	\$ -	\$ 930,000	\$ 10,170,000	\$ 990,000
Unamortized premium	<u>453,121</u>	<u>-</u>	<u>50,347</u>	<u>402,774</u>	<u>-</u>
Total bonds payable	<u>11,553,121</u>	<u>-</u>	<u>980,347</u>	<u>10,572,774</u>	<u>990,000</u>
Lease liabilities	227,273	-	50,138	177,135	54,350
Compensated absences	65,307	78,786	65,307	78,786	78,786
Net pension liability - IMRF	2,105,666	-	1,082,057	1,023,609	-
Net pension liability - TRS	961,590	244,912	234,329	972,173	-
Net OPEB liability - THIS	<u>2,910,707</u>	<u>145,981</u>	<u>-</u>	<u>3,056,688</u>	<u>-</u>
Total long-term liabilities - governmental activities	<u>\$ 17,823,664</u>	<u>\$ 469,679</u>	<u>\$ 2,412,178</u>	<u>\$ 15,881,165</u>	<u>\$ 1,123,136</u>

The obligations for the compensated absences, net pension liability - TRS and net OPEB liability - THIS will be repaid from the General Fund and the net pension liability - IMRF will be repaid from the Municipal Retirement/Social Security Fund.

General Obligation Bonds. General obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

Purpose	Interest Rates	Original Indebtedness	Carrying Amount
Series Series 2013 General Obligation Limited Tax Bonds dated February 7, 2013 are due in annual installments through December 15, 2023	4.00%	\$ 7,950,000	\$ -
Series Series 2014 General Obligation Limited Tax Bonds dated January 28, 2014 are due in annual installments through December 15, 2024	4.00% - 4.25%	2,140,000	960,000
Series Series 2019A General Obligation Limited Tax Bonds dated February 13, 2019 are due in annual installments through December 15, 2030	4.00%	2,775,000	2,775,000
Series Series 2019B Taxable General Obligation Limited Tax Bonds dated February 13, 2019 are due in annual installments through December 15, 2026	3.46% - 3.56%	1,315,000	1,315,000
Series Series 2021 General Obligation Limited Tax School Bonds dated June 9, 2021 are due in annual installments through December 15, 2031	4.00%	2,660,000	2,635,000
Series Series 2022 General Obligation Limited Tax School Bonds dated November 2, 2022 are due in annual installments through December 15, 2032	3.48%	<u>2,485,000</u>	<u>2,485,000</u>
Total		<u>\$ 19,325,000</u>	<u>\$ 10,170,000</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 6 - LONG TERM LIABILITIES - (CONTINUED)

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds 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, 2024, \$325,000 of bonds outstanding are considered defeased.

Annual debt service requirements to maturity for general obligation bonds are as follows for governmental type activities:

	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2025	\$ 990,000	\$ 368,765	\$ 1,358,765
2026	1,075,000	328,777	1,403,777
2027	1,140,000	288,331	1,428,331
2028	1,085,000	245,447	1,330,447
2029	1,150,000	201,150	1,351,150
2030 - 2033	<u>4,730,000</u>	<u>328,845</u>	<u>5,058,845</u>
Total	<u>\$ 10,170,000</u>	<u>\$ 1,761,315</u>	<u>\$ 11,931,315</u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2024, the statutory debt limit for the District was \$47,330,492, providing a debt margin of \$36,580,583.

Leases. The District has entered into a lease agreement as a lessee for financing the temporary acquisition of copier machines. These agreements qualify as leases for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. The obligations for this lease will be repaid from the Debt Service Fund and funded by a transfer of resources from the General Fund (Educational Accounts).

<i>Description</i>	<i>Date of Issue</i>	<i>Final Maturity</i>	<i>Interest Rates</i>	<i>Original Indebtedness</i>	<i>Balance</i>
Copier Lease	2/7/2022	2/6/2027	5.84%	\$ 284,784	\$ 177,135
Total				<u>\$ 284,784</u>	<u>\$ 177,135</u>

Annual debt service requirements to maturity for the lease liabilities are as follows:

	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2025	\$ 54,350	\$ 13,487	\$ 67,837
2026	58,917	8,920	67,837
2027	<u>63,868</u>	<u>3,969</u>	<u>67,837</u>
Total	<u>\$ 177,135</u>	<u>\$ 26,376</u>	<u>\$ 203,511</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 7 - RISK MANAGEMENT

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from such risks, the District participates in the following risk pools: Suburban School Cooperative Insurance Pool (SSCIP) for property damage and injury claims, and the School Employees Loss Fund (SELF) for workers' compensation claims. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that each will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pool. There have been no significant reductions in insurance coverage from coverage in any of the past three fiscal years.

NOTE 8 - JOINT AGREEMENTS

The District is a member of Northwest Suburban Special Education Organization (NSSEO), a joint agreement that provides certain special education services to residents of many school districts. Additionally, the District is a member of the Early Childhood Development Enrichment Center (ECDEC), a joint agreement that serves pre-school children who are not progressing at the rate anticipated for their potential success in kindergarten. The District believes that because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreements' governing boards, these are not included as component units of the District.

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS

Teachers' Health Insurance Security

Plan Description. The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

The 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."

Benefits Provided. The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

On Behalf Contributions to 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 THIS Fund from active members which were 0.90% of pay during the year ended June 30, 2024. State of Illinois contributions of \$112,643 were recognized as revenues and expenditures by the District during the year in the General Fund based on the current financial resources measurement basis. On the economic resources measurement basis, the District recognizes revenues and expenses of \$(1,779,057) in Governmental Activities equal to the proportion of the State of Illinois's OPEB expense associated with the employer.

Contributions. The District also makes contributions to THIS Fund. The District's THIS Fund contribution was 0.67% during the year ended June 30, 2024. The percentage of employer required contributions in the future will not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. For the year ended June 30, 2024, the District paid \$83,856 to the THIS Fund, respectively, which was 100 percent of the required contribution for the year.

THIS Fiduciary Net Position. Detailed information about the THIS Fund's fiduciary net position as of June 30, 2023 is available in the separately issued THIS Annual Financial Report.

Net OPEB Liability. At June 30, 2024, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for the state's retiree insurance support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the collection net OPEB liability	\$ 3,056,688
State's proportionate share of the collective net OPEB liability associated with the District	<u>4,133,616</u>
Total	<u>\$ 7,190,304</u>

The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023. 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, 2023, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2023 and 2022, the District's proportion was 0.042881% and 0.042520%, respectively.

Actuarial Assumptions. The net OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25%
Salary Increases	3.50% to 8.50%
Investment Rate of Return	2.75%
Healthcare Cost Trend Rates - Initial	Medicare and Non-Medicare - 8.00%
Healthcare Cost Trend Rates - Ultimate	4.25%
Fiscal Year the Ultimate Rate is Reached	2040

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

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

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2017 through June 30, 2020.

Discount Rate. At June 30, 2023, the discount rate used to measure the total OPEB liability was a blended rate of 3.86%, which was a change from the June 30, 2022 rate of 3.69%. Since THIS is financed on a pay-as-you-go basis, the discount rate is based on the 20-year general obligation bond index.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate. The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.86%) or 1-percentage-point higher (4.86%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Net OPEB Liability	<u>\$ 3,412,721</u>	<u>\$ 3,056,688</u>	<u>\$ 2,741,908</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (initial rate of 7.00% decreasing to an ultimate rate of 3.25%) for Medicare and non-Medicare coverage or 1-percentage-point higher (initial rate of 9.00% decreasing to an ultimate rate of 5.25%) for Medicare and non-Medicare coverage than the current healthcare cost trend rate:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Net OPEB Liability	\$ 2,601,348	\$ 3,056,688	\$ 3,613,696

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the year ended June 30, 2024, the District recognized OPEB expense of \$(1,279,900) and on-behalf revenue and expenditures of \$(1,779,057) for support provided by the state. At June 30, 2024, the District's deferred outflows of resources and deferred inflows of resources related to OPEBs were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 1,706,919
Changes in Assumptions	40,515	6,008,045
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	1,216	-
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	184,712	340,556
District Contributions Subsequent to the Measurement Date	83,856	-
Total	\$ 310,299	\$ 8,055,520

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net OPEB liability for the year ending June 30, 2025. The remaining amounts reported as deferred outflows and inflows of resources related to OPEB (\$7,829,077) will be recognized in OPEB expense as follows in these reporting years:

Year Ending June 30,	Amount
2025	\$ (976,042)
2026	(976,042)
2027	(976,042)
2028	(976,042)
2029	(976,346)
Thereafter	(2,948,563)
Total	\$ (7,829,077)

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 10 - RETIREMENT SYSTEMS

The retirement plans of the District include the Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF). Most funding for TRS is provided through payroll withholdings of certified employees and contributions made by the State of Illinois on-behalf of the District. IMRF is funded through property taxes and a perpetual lien of the District's corporate personal property replacement tax. Each retirement system is discussed below.

For the year ended June 30, 2024, the District recognized the following balances in the government-wide financial statements:

	Total Pension Liability	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense/ (Income)
Teachers' Retirement System	\$ -	\$ 972,173	\$ 107,422	\$ 163,512	\$ 40,112
Illinois Municipal Retirement Fund	-	1,023,609	1,108,718	20,191	(264,645)
Total	<u>\$ -</u>	<u>\$ 1,995,782</u>	<u>\$ 1,216,140</u>	<u>\$ 183,703</u>	<u>\$ (224,533)</u>

Teachers' Retirement System

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

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/acfrs/fy2023>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

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

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

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

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2024 was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the District, is submitted to TRS by the District.

On Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2024, State of Illinois contributions recognized by the District were based on the state's proportionate share of with the pension expense associated with the District, and the District recognized revenue and expenses of \$7,069,291 in governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$5,740,968 in the General Fund based on the current financial resources measurement basis.

2.2 Formula Contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2024, were \$72,609 , and are deferred because they were paid after the June 30, 2023 measurement date.

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 District 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 more higher.

For the year ended June 30, 2024, the District pension contribution was 10.60 percent of salaries paid from federal and special trust funds. Contributions for the year ended June 30, 2024, were \$53,559, which was equal to the District's required contribution. These contributions are deferred because they were paid after the June 30, 2023 measurement date.

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

TRS Fiduciary Net Position. Detailed information about the TRS's fiduciary net position as of June 30, 2023 is available in the separately issued TRS Annual Comprehensive Financial Report.

Net Pension Liability. At June 30, 2024, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the collective net pension liability	\$ 972,173
State's proportionate share of the collective net pension liability associated with the District	<u>83,898,993</u>
Total	<u>\$ 84,871,166</u>

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022, and rolled forward to June 30, 2023. 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, 2023, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2023 and 2022, the District's proportion was 0.00114399 percent and 0.00114693 percent, respectively.

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

Actuarial Assumptions. The assumptions used to measure the total pension liability in the June 30, 2023 actuarial valuation included (a) 7.00% investment rate of return net of pension plan investment expense, including inflation, (b) projected salary increases varies by amount of service credit, and (c) inflation of 2.5%.

Mortality. The assumed mortality rates are based on the Society of Actuaries PubT-2010 mortality tables, adjusted for TRS experience, with generational improvement based on Scale MP-2020. The actuarial assumptions used were based on the results of an experience study dated September 30, 2021.

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Long-Term Expected Real Rate of Return. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return 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:

<i>Asset Class</i>	<i>Target Allocation</i>	<i>Long-Term Expected Real Rate of Return</i>
Global equity	37.00 %	5.35 %
Private equity	15.00 %	8.03 %
Income	26.00 %	4.32 %
Real assets	18.00 %	4.60 %
Diversifying strategies	4.00 %	3.40 %

Discount Rate. At June 30, 2023, the discount rate used to measure the total pension liability was a blended rate of 7.00 percent, which was the same as the prior valuation. 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, 2023 was projected to be available to make all projected future benefit payments of 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.

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the collective net pension liability	<u>\$ 1,196,608</u>	<u>\$ 972,173</u>	<u>\$ 785,915</u>

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended June 30, 2024, the District recognized pension expense of \$40,112 and on-behalf revenue of \$7,069,291 for support provided by the state. At June 30, 2024, the District's deferred outflows of resources and deferred inflows of resources related to pensions were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 4,041	\$ 3,919
Net difference between projected and actual earnings on pension plan investments	-	28
Assumption changes	3,316	855
Changes in proportion and differences between District contributions and proportionate share of contributions	21,778	158,710
District contributions subsequent to the measurement date	<u>78,287</u>	<u>-</u>
Total	<u>\$ 107,422</u>	<u>\$ 163,512</u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability for the year ending June 30, 2025. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$134,377) will be recognized in pension expense as follows:

Year Ending June 30,	Amount
2025	\$ (45,310)
2026	(64,745)
2027	(19,698)
2028	(4,857)
2029	<u>233</u>
Total	<u>\$ (134,377)</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Illinois Municipal Retirement Fund

Plan Description. The District's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer pension plan. 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 financial report that includes financial statements and required supplementary information. The report may be obtained on-line at www.imrf.org.

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Public Act 96-0889 created a second tier for IMRF's Regular Plan. IMRF assigns a benefit tier to a member when he or she is enrolled in IMRF. The tier is determined by the member's first IMRF participation date. If the member first participated in IMRF before January 1, 2011, they participate in *Regular Tier 1*. If the member first participated in IMRF on or after January 1, 2011, they participate in *Regular Tier 2*.

For *Regular Tier 1*, pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 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 *Regular Tier 1*, the pension is increased by 3% of the original amount on January 1 every year after retirement. For *Regular Tier 2*, pension benefits vest after ten years of service. Participating members who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under *Regular Tier 2*, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of 3% of the original pension amount, or 1/2 of the increase in the Consumer Price Index of the original pension amount. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Plan Membership. At December 31, 2023, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	93
Inactive, non-retired members	113
Active members	<u>80</u>
Total	<u><u>286</u></u>

Contributions. As set by statute, District employees participating in IMRF are required to contribute 4.50 percent 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 actuarially determined contribution rate for calendar year 2023 was 7.82 percent of annual covered payroll. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Net Pension Liability/(Asset). The net pension liability/(asset) was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

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

Actuarial Assumptions. The assumptions used to measure the total pension liability in the December 31, 2023 annual actuarial valuation included (a) 7.25% investment rate of return, (b) projected salary increases from 2.85% to 13.75%, and (c) price inflation of 2.25%. The actuarial cost method was entry age normal and asset valuation method was market value. The retirement age is based on experience-based table of rates that are specific to the type of eligibility condition. The tables were last updated for the 2023 valuation pursuant to an experience study of the period 2020-2022.

Mortality. For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021 were used. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021 were used. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021 were used.

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

Asset Class	Target Allocation	Projected Returns/Risk	
		One Year Arithmetic	Ten Year Geometric
Equities	34.50 %	6.35 %	5.00 %
International equities	18.00 %	8.00 %	6.35 %
Fixed income	24.50 %	4.85 %	4.75 %
Real estate	10.50 %	7.20 %	6.30 %
Alternatives	11.50 %		
Private equity		12.35 %	8.65 %
Hedge funds		-	-
Commodities		7.20 %	6.05 %
Cash equivalents	1.00 %	3.80 %	3.80 %

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Discount Rate. The discount rate used to measure the total pension liability for IMRF was 7.25%, the same rate as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits payments to determine the total pension liability.

Discount Rate Sensitivity. The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the pension liability of the District calculated using the discount rate of 7.25% as well as what the net pension liability/(asset) would be if it were to be calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total pension liability	\$ 19,916,185	\$ 18,144,181	\$ 16,689,898
Plan fiduciary net position	<u>17,120,572</u>	<u>17,120,572</u>	<u>17,120,572</u>
Net pension liability/(asset)	<u>\$ 2,795,613</u>	<u>\$ 1,023,609</u>	<u>\$ (430,674)</u>

Changes in Net Pension Liability/(Asset). The District's changes in net pension liability/(asset) for the calendar year ended December 31, 2023 was as follows:

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability/ (Asset) (a) - (b)
Balances at December 31, 2022	\$ 17,573,522	\$ 15,467,856	\$ 2,105,666
Service cost	322,539	-	322,539
Interest on total pension liability	1,247,784	-	1,247,784
Differences between expected and actual experience of the total pension liability	81,790	-	81,790
Change of assumptions	(33,492)	-	(33,492)
Benefit payments, including refunds of employee contributions	(1,047,962)	(1,047,962)	-
Contributions - employer	-	270,306	(270,306)
Contributions - employee	-	155,366	(155,366)
Net investment income	-	1,722,652	(1,722,652)
Other (net transfer)	<u>-</u>	<u>552,354</u>	<u>(552,354)</u>
Balances at December 31, 2023	<u>\$ 18,144,181</u>	<u>\$ 17,120,572</u>	<u>\$ 1,023,609</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended June 30, 2024, the District recognized pension expense of \$(264,645). The District's deferred outflows and inflows of resources related to pension were from the following sources:

	<i>Deferred Outflows of Resources</i>	<i>Deferred Inflows of Resources</i>
Differences between expected and actual experience	\$ 93,066	\$ -
Assumption changes	-	20,191
Net difference between projected and actual earnings on pension plan investments	879,097	-
Contributions subsequent to the measurement date	<u>136,555</u>	<u>-</u>
Total	<u><u>\$ 1,108,718</u></u>	<u><u>\$ 20,191</u></u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability/(asset) for the year ending June 30, 2025. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$951,972) will be recognized in pension expense as follows:

<i>Year Ending June 30,</i>	<i>Amount</i>
2025	\$ 151,135
2026	307,702
2027	613,887
2028	<u>(120,752)</u>
Total	<u><u>\$ 951,972</u></u>

NOTE 11 - CONSTRUCTION COMMITMENTS

As of June 30, 2024, the District is committed to approximately \$1,164,036 in expenditures in the upcoming years for various construction projects. These expenditures will be paid through the available fund balance.

NOTE 12 - STATE AND FEDERAL AID CONTINGENCIES

The District has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under the terms of the grants. Management believes such disallowance, if any, would be immaterial.

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 13 - EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 101, *Compensated Absences*, GASB Statement No. 102, *Certain Risk Disclosures*, and GASB Statement No. 103, *Financial Reporting Model Improvements*.

When they become effective, application of these standards may restate portions of these financial statements.

PROSPECT HEIGHTS SCHOOL DISTRICT 23
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE DISTRICT'S NET PENSION LIABILITY/(ASSET)
AND RELATED RATIOS
Ten Most Recent Fiscal Years

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Total pension liability				
Service cost	\$ 322,539	\$ 317,205	\$ 291,057	\$ 291,912
Interest	1,247,784	1,197,437	1,133,517	1,089,960
Differences between expected and actual experience	81,790	208,910	424,134	250,623
Changes of assumptions	(33,492)	-	-	(109,553)
Benefit payments, including refunds of member contributions	<u>(1,047,962)</u>	<u>(1,015,594)</u>	<u>(944,669)</u>	<u>(898,774)</u>
Net change in total pension liability	570,659	707,958	904,039	624,168
Total pension liability - beginning	<u>17,573,522</u>	<u>16,865,564</u>	<u>15,961,525</u>	<u>15,337,357</u>
Total pension liability - ending (a)	<u>\$ 18,144,181</u>	<u>\$ 17,573,522</u>	<u>\$ 16,865,564</u>	<u>\$ 15,961,525</u>
Plan fiduciary net position				
Employer contributions	\$ 270,306	\$ 311,326	\$ 352,284	\$ 333,289
Employee contributions	155,366	151,456	142,562	134,390
Net investment income	1,722,652	(2,364,422)	2,721,209	2,062,985
Benefit payments, including refunds of member contributions	(1,047,962)	(1,015,594)	(944,669)	(898,774)
Other (net transfer)	<u>552,354</u>	<u>113,130</u>	<u>86,261</u>	<u>129,799</u>
Net change in plan fiduciary net position	1,652,716	(2,804,104)	2,357,647	1,761,689
Plan fiduciary net position - beginning	<u>15,467,856</u>	<u>18,271,960</u>	<u>15,914,313</u>	<u>14,152,624</u>
Plan fiduciary net position - ending (b)	<u>\$ 17,120,572</u>	<u>\$ 15,467,856</u>	<u>\$ 18,271,960</u>	<u>\$ 15,914,313</u>
Employer's net pension liability/(asset) - ending (a) - (b)	<u>\$ 1,023,609</u>	<u>\$ 2,105,666</u>	<u>\$ (1,406,396)</u>	<u>\$ 47,212</u>
Plan fiduciary net position as a percentage of the total pension liability	94.36%	88.02%	108.34%	99.70%
Covered payroll	\$ 3,454,688	\$ 3,365,683	\$ 3,168,022	\$ 2,986,463
Employer's net pension liability/(asset) as a percentage of covered payroll	29.63%	62.56%	-44.39%	1.58%

Notes to Schedule:

The District implemented GASB Statement No. 68 in fiscal year 2015. Information prior to fiscal year 2015 is not available.

Actuary valuations are as of December 31st, which is 6 months prior to the end of the fiscal year.

See Auditors' Report and Notes to Required Supplementary Information

2020	2019	2018	2017	2016	2015
\$ 306,987	\$ 281,601	\$ 297,039	\$ 289,202	\$ 270,163	\$ 275,175
1,047,019	1,018,520	976,666	926,374	873,982	793,052
-	(1,066)	460,552	111,719	172,898	53,084
155,134	369,609	(451,717)	(42,210)	26,865	552,003
(919,869)	(720,086)	(713,449)	(622,661)	(618,975)	(533,397)
589,271	948,578	569,091	662,424	724,933	1,139,917
14,748,086	13,799,508	13,230,417	12,567,993	11,843,060	10,703,143
<u>\$ 15,337,357</u>	<u>\$ 14,748,086</u>	<u>\$ 13,799,508</u>	<u>\$ 13,230,417</u>	<u>\$ 12,567,993</u>	<u>\$ 11,843,060</u>
\$ 282,379	\$ 308,750	\$ 301,215	\$ 287,072	\$ 263,556	\$ 255,822
130,328	129,923	120,700	116,815	107,525	104,087
2,291,161	(733,240)	2,017,832	752,442	54,490	636,088
(919,869)	(720,086)	(713,449)	(622,661)	(618,975)	(533,397)
106,104	133,554	(114,527)	70,085	99,505	44,980
1,890,103	(881,099)	1,611,771	603,753	(93,899)	507,580
12,262,521	13,143,620	11,531,849	10,928,096	11,021,995	10,514,415
<u>\$ 14,152,624</u>	<u>\$ 12,262,521</u>	<u>\$ 13,143,620</u>	<u>\$ 11,531,849</u>	<u>\$ 10,928,096</u>	<u>\$ 11,021,995</u>
<u>\$ 1,184,733</u>	<u>\$ 2,485,565</u>	<u>\$ 655,888</u>	<u>\$ 1,698,568</u>	<u>\$ 1,639,897</u>	<u>\$ 821,065</u>
92.28%	83.15%	95.25%	87.16%	86.95%	93.07%
\$ 2,896,199	\$ 2,850,579	\$ 2,682,232	\$ 2,533,735	\$ 2,386,446	\$ 2,313,039
40.91%	87.20%	24.45%	67.04%	68.72%	35.50%

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23

ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF DISTRICT CONTRIBUTIONS

Ten Most Recent Fiscal Years

	2024	2023	2022	2021	2020
Actuarially determined contribution	\$ 270,502	\$ 311,326	\$ 352,284	\$ 333,289	\$ 282,379
Contributions in relation to the actuarially determined contribution	(270,306)	(311,326)	(352,284)	(333,289)	(282,379)
Contribution deficiency (excess)	<u>\$ 196</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 3,454,688	\$ 3,365,683	\$ 3,168,022	\$ 2,986,463	\$ 2,896,199
Contributions as a percentage of covered payroll	7.82%	9.25%	11.12%	11.16%	9.75%
	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 308,750	\$ 301,215	\$ 287,072	\$ 263,556	\$ 257,707
Contributions in relation to the actuarially determined contribution	(308,750)	(301,215)	(287,072)	(263,556)	(255,822)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,885</u>
Covered payroll	\$ 2,850,579	\$ 2,682,232	\$ 2,533,735	\$ 2,386,446	\$ 2,313,039
Contributions as a percentage of covered payroll	10.83%	11.23%	11.33%	11.04%	11.06%

Notes to Schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of December 31 each year, which are 6 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	20 years
Asset valuation method	5-Year Smoothed Market, 20% corridor
Wage growth	2.75%
Inflation	2.25%
Salary increases	2.75% to 13.75%, including inflation
Investment rate of return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	MP-2020

Other information:

There were no benefit changes during the year.

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23

TEACHERS' RETIREMENT SYSTEM

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY AND SCHEDULE OF DISTRICT CONTRIBUTIONS Ten Most Recent Fiscal Years

	2024	2023	2022	2021
District's proportion of the net pension liability	0.0011439939%	0.0011469305%	0.0012253281%	0.0014592678%
District's proportionate share of the net pension liability	\$ 972,173	\$ 961,590	\$ 955,894	\$ 1,258,111
State's proportionate share of the net pension liability	<u>83,898,993</u>	<u>83,411,593</u>	<u>80,114,099</u>	<u>98,541,827</u>
Total net pension liability	<u>\$ 84,871,166</u>	<u>\$ 84,373,183</u>	<u>\$ 81,069,993</u>	<u>\$ 99,799,938</u>
Covered payroll	\$ 12,515,847	\$ 11,990,608	\$ 11,735,327	\$ 10,985,442
District's proportionate share of the net pension liability as a percentage of covered payroll	7.77%	8.02%	8.15%	11.45%
Plan fiduciary net position as a percentage of the total pension liability	42.80%	42.80%	45.10%	37.80%
Contractually required contribution	\$ 78,210	\$ 92,865	\$ 94,633	\$ 69,712
Contributions in relation to the contractually required contribution	<u>(78,287)</u>	<u>(92,868)</u>	<u>(94,634)</u>	<u>(69,535)</u>
Contribution deficiency (excess)	<u>\$ (77)</u>	<u>\$ (3)</u>	<u>\$ (1)</u>	<u>\$ 177</u>
Contributions as a percentage of covered payroll	0.6255%	0.7745%	0.8064%	0.6330%

Notes to Schedule:

Actuary valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net pension liability is reported.

Key Assumptions:

Long-term expected rate of return	7.00%	7.00%	7.00%	7.00%
Municipal bond index	3.65%	3.54%	2.16%	2.21%
Single equivalent discount rate	7.00%	7.00%	7.00%	7.00%
Inflation rate	2.50%	2.50%	2.25%	2.50%
Projected salary increases	3.75% to 8.75%	3.75% to 8.75%	3.50% to 8.50%	4.00% to 9.50%
	varying by service	varying by service	varying by service	varying by service

See Auditors' Report and Notes to Required Supplementary Information

2020	2019	2018	2017	2016	2015
0.0015818509%	0.0012170000%	0.0021850000%	0.0016930000%	0.0018100000%	0.0016690000%
\$ 1,283,010	\$ 948,773	\$ 1,669,293	\$ 1,336,513	\$ 1,185,733	\$ 1,015,995
<u>91,310,441</u>	<u>64,994,909</u>	<u>76,602,878</u>	<u>71,977,890</u>	<u>59,604,668</u>	<u>58,601,328</u>
<u>\$ 92,593,451</u>	<u>\$ 65,943,682</u>	<u>\$ 78,272,171</u>	<u>\$ 73,314,403</u>	<u>\$ 60,790,401</u>	<u>\$ 59,617,323</u>
\$ 10,645,787	\$ 10,446,581	\$ 10,394,510	\$ 9,919,360	\$ 9,669,897	\$ 9,758,902
12.05%	9.08%	16.06%	13.47%	12.26%	10.41%
39.60%	40.00%	39.30%	36.40%	41.50%	43.00%
\$ 71,916	\$ 63,768	\$ 63,768	\$ 76,086	\$ 60,695	\$ 59,565
<u>(72,312)</u>	<u>(60,530)</u>	<u>(82,359)</u>	<u>(68,424)</u>	<u>(64,248)</u>	<u>(59,565)</u>
<u>\$ (396)</u>	<u>\$ 3,238</u>	<u>\$ (18,591)</u>	<u>\$ 7,662</u>	<u>\$ (3,553)</u>	<u>\$ -</u>
0.6793%	0.5794%	0.7923%	0.6898%	0.6644%	0.6104%
7.00%	7.00%	7.00%	7.00%	7.50%	7.50%
3.50%	3.87%	3.58%	2.85%	3.73%	N/A
7.00%	7.00%	7.00%	6.83%	7.47%	7.50%
2.50%	2.50%	2.50%	2.50%	3.00%	3.00%
4.00% to 9.50%	4.00% to 9.50%	3.25% to 9.25%	3.25% to 9.25%	3.75% to 9.75%	5.75%
varying by service	varying by service	varying by service	varying by service	varying by service	

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23

TEACHERS' HEALTH INSURANCE SECURITY FUND

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE COLLECTIVE NET OPEB LIABILITY AND SCHEDULE OF DISTRICT CONTRIBUTIONS Four Most Recent Fiscal Years

	2024	2023	2022	2021
District's proportion of the net OPEB liability	0.0428810000%	0.0425200000%	0.0423370000%	0.0430190000%
District's proportionate share of the net OPEB liability	\$ 3,056,688	\$ 2,910,707	\$ 9,337,581	\$ 11,501,561
State's proportionate share of the net OPEB liability	4,133,616	3,959,731	12,660,397	15,581,483
Total net OPEB liability	<u>\$ 7,190,304</u>	<u>\$ 6,870,438</u>	<u>\$ 21,997,978</u>	<u>\$ 27,083,044</u>
Covered payroll	\$ 11,990,608	\$ 11,735,327	\$ 10,985,442	\$ 10,985,442
District's proportionate share of the net OPEB liability as a percentage of covered payroll	25.49%	24.80%	85.00%	104.70%
Plan fiduciary net position as a percentage of the total pension liat	6.21%	5.24%	1.40%	0.70%
Contractually required contribution	\$ 83,856	\$ 80,337	\$ 78,627	\$ 101,066
Contributions in relation to the contractually required contribution	<u>(83,856)</u>	<u>(80,337)</u>	<u>(78,627)</u>	<u>(101,066)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Contributions as a percentage of covered payroll	0.6993%	0.6846%	0.7157%	0.9200%

Notes to Schedule:

The District implemented GASB 75 in fiscal year 2018. Information for fiscal years prior to 2021 was not available.

Actuary valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net OPEB liability is reported.

Key Assumptions:

Long-term expected rate of return	2.75%	2.75%	2.75%	0.00%
Municipal bond index	3.86%	3.69%	1.92%	2.45%
Single equivalent discount rate	3.86%	3.69%	1.92%	2.45%
Inflation rate	2.25%	2.25%	2.50%	2.50%
Healthcare cost trend rates - initial	Medicare and Non-Medicare - 8.00%	Medicare and Non-Medicare - 8.00%	Medicare and Non-Medicare - 8.00%	Medicare and Non-Medicare - 8.25%
Healthcare cost trend rates - ultimate	4.25%	4.25%	4.25%	4.25%
Mortality	PubT-2010	PubT-2010	RP-2014 Tables	RP-2014 Tables

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**GENERAL FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Revenues			
Local sources			
General levy	\$ 18,130,000	\$ 18,144,984	\$ 14,984
Tort immunity levy	94,000	74,441	(19,559)
Corporate personal property replacement taxes	275,000	149,388	(125,612)
Investment income	122,000	229,295	107,295
Sales to pupils - lunch	200,000	177,709	(22,291)
Fees	63,200	51,618	(11,582)
Book store sales	19,000	15,029	(3,971)
Other pupil activity revenue	-	214,141	214,141
Student activities	-	148,281	148,281
Rentals - regular textbook	235,000	-	(235,000)
Sales - other	12,500	6,140	(6,360)
Contributions and donations from private sources	30,000	30,000	-
Refund of prior years' expenditures	10,000	1,271	(8,729)
Other local fees	367,222	378,622	11,400
Other	<u>28,500</u>	<u>18,963</u>	<u>(9,537)</u>
Total local sources	<u>19,586,422</u>	<u>19,639,882</u>	<u>53,460</u>
State sources			
Evidence based funding	2,000,000	1,904,259	(95,741)
Special education - private facility tuition	55,000	22,865	(32,135)
CTE - Secondary program improvement	1,328	1,328	-
State free lunch & breakfast	-	3,603	3,603
Other restricted revenue from state sources	<u>109,000</u>	<u>5,744</u>	<u>(103,256)</u>
Total state sources	<u>2,165,328</u>	<u>1,937,799</u>	<u>(227,529)</u>
Federal sources			
National school lunch program	400,000	250,574	(149,426)
School breakfast program	50,000	48,142	(1,858)
Child care commodity/SFS 13-adult day care	27,500	-	(27,500)
Food service - other	40,000	42,139	2,139
Title I - Low income	143,374	126,908	(16,466)
Title IV - Safe & drug free schools - formula	10,000	16,126	6,126
Federal - special education - preschool flow-through	15,321	20,177	4,856
Federal - special education - IDEA - flow-through/low incident	338,531	365,162	26,631
Federal - special education - IDEA - room & board	-	18,229	18,229
Emergency immigrant assistance	15,000	-	(15,000)
Title III - English language acquisition	57,200	27,183	(30,017)
Title II - Teacher quality	32,145	36,349	4,204
Medicaid matching funds - administrative outreach	75,000	100,153	25,153
Medicaid matching funds - fee-for-service program	55,000	193,649	138,649
Other restricted revenue from federal sources	<u>15,000</u>	<u>15,603</u>	<u>603</u>
Total federal sources	<u>1,274,071</u>	<u>1,260,394</u>	<u>(13,677)</u>
Total revenues	<u>23,025,821</u>	<u>22,838,075</u>	<u>(187,746)</u>

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**GENERAL FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Expenditures			
Instruction			
Regular programs			
Salaries	\$ 6,433,881	\$ 6,562,565	\$ (128,684)
Employee benefits	1,325,643	1,292,499	33,144
Purchased services	79,603	29,071	50,532
Supplies and materials	425,228	385,644	39,584
Capital outlay	30,000	27,893	2,107
Other objects	<u>3,000</u>	<u>2,855</u>	<u>145</u>
Total	<u>8,297,355</u>	<u>8,300,527</u>	<u>(3,172)</u>
Tuition payment to charter schools			
Purchased services	<u>5,150</u>	<u>-</u>	<u>5,150</u>
Total	<u>5,150</u>	<u>-</u>	<u>5,150</u>
Special education programs			
Salaries	2,331,428	2,244,638	86,790
Employee benefits	734,356	731,348	3,008
Purchased services	43,300	64,394	(21,094)
Supplies and materials	53,500	38,717	14,783
Capital outlay	15,000	2,974	12,026
Other objects	<u>2,250</u>	<u>4,176</u>	<u>(1,926)</u>
Total	<u>3,179,834</u>	<u>3,086,247</u>	<u>93,587</u>
Special education programs Pre-K			
Salaries	209,913	209,914	(1)
Employee benefits	44,373	42,989	1,384
Purchased services	28,250	24,009	4,241
Supplies and materials	8,500	4,610	3,890
Capital outlay	5,000	-	5,000
Other objects	<u>150</u>	<u>-</u>	<u>150</u>
Total	<u>296,186</u>	<u>281,522</u>	<u>14,664</u>
Remedial and supplemental programs K - 12			
Salaries	73,500	78,523	(5,023)
Employee benefits	-	623	(623)
Purchased services	<u>5,000</u>	<u>2,334</u>	<u>2,666</u>
Total	<u>78,500</u>	<u>81,480</u>	<u>(2,980)</u>
CTE programs			
Salaries	134,941	134,941	-
Employee benefits	11,578	11,734	(156)
Supplies and materials	4,000	2,978	1,022
Other objects	<u>-</u>	<u>175</u>	<u>(175)</u>
Total	<u>150,519</u>	<u>149,828</u>	<u>691</u>

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**GENERAL FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Interscholastic programs			
Salaries	\$ 176,888	\$ 175,409	\$ 1,479
Purchased services	6,000	6,364	(364)
Supplies and materials	1,000	1,294	(294)
Capital outlay	5,000	3,330	1,670
Other objects	<u>2,000</u>	<u>3,465</u>	<u>(1,465)</u>
Total	<u>190,888</u>	<u>189,862</u>	<u>1,026</u>
Summer school programs			
Salaries	147,500	135,667	11,833
Purchased services	17,000	4,221	12,779
Supplies and materials	<u>2,500</u>	<u>1,582</u>	<u>918</u>
Total	<u>167,000</u>	<u>141,470</u>	<u>25,530</u>
Bilingual programs			
Salaries	783,871	784,599	(728)
Employee benefits	188,617	189,852	(1,235)
Purchased services	2,000	-	2,000
Supplies and materials	<u>3,600</u>	<u>538</u>	<u>3,062</u>
Total	<u>978,088</u>	<u>974,989</u>	<u>3,099</u>
Pre - K programs - private tuition			
Other objects	<u>-</u>	<u>8,688</u>	<u>(8,688)</u>
Total	<u>-</u>	<u>8,688</u>	<u>(8,688)</u>
Special education programs K -12 - private tuition			
Other objects	<u>200,000</u>	<u>150,304</u>	<u>49,696</u>
Total	<u>200,000</u>	<u>150,304</u>	<u>49,696</u>
Student activities			
Other objects	<u>-</u>	<u>138,951</u>	<u>(138,951)</u>
Total	<u>-</u>	<u>138,951</u>	<u>(138,951)</u>
Total instruction	<u>13,543,520</u>	<u>13,503,868</u>	<u>39,652</u>
Support services			
Pupils			
Attendance and social work services			
Salaries	366,600	366,600	-
Employee benefits	83,716	83,764	(48)
Purchased services	34,200	34,604	(404)
Supplies and materials	2,000	447	1,553
Other objects	<u>300</u>	<u>-</u>	<u>300</u>
Total	<u>486,816</u>	<u>485,415</u>	<u>1,401</u>

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**GENERAL FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Health services			
Salaries	\$ 595,391	\$ 595,391	\$ -
Employee benefits	191,043	192,718	(1,675)
Purchased services	147,450	184,349	(36,899)
Supplies and materials	14,500	6,894	7,606
Capital outlay	5,000	5,625	(625)
Other objects	<u>950</u>	<u>40</u>	<u>910</u>
Total	<u>954,334</u>	<u>985,017</u>	<u>(30,683)</u>
Psychological services			
Salaries	458,813	458,640	173
Employee benefits	118,644	116,121	2,523
Purchased services	3,100	985	2,115
Supplies and materials	1,000	213	787
Other objects	<u>1,320</u>	<u>980</u>	<u>340</u>
Total	<u>582,877</u>	<u>576,939</u>	<u>5,938</u>
Speech pathology and audiology services			
Salaries	409,624	412,914	(3,290)
Employee benefits	65,058	64,510	548
Purchased services	53,350	124,135	(70,785)
Supplies and materials	3,500	1,445	2,055
Capital outlay	5,000	7,895	(2,895)
Other objects	<u>1,750</u>	<u>450</u>	<u>1,300</u>
Total	<u>538,282</u>	<u>611,349</u>	<u>(73,067)</u>
Other support services - pupils			
Purchased services	<u>25,000</u>	<u>48,674</u>	<u>(23,674)</u>
Total	<u>25,000</u>	<u>48,674</u>	<u>(23,674)</u>
Total pupils	<u>2,587,309</u>	<u>2,707,394</u>	<u>(120,085)</u>
Instructional staff			
Improvement of instructional services			
Salaries	458,520	378,027	80,493
Employee benefits	56,111	66,017	(9,906)
Purchased services	23,102	31,893	(8,791)
Supplies and materials	8,530	5,753	2,777
Other objects	<u>4,500</u>	<u>744</u>	<u>3,756</u>
Total	<u>550,763</u>	<u>482,434</u>	<u>68,329</u>

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**GENERAL FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Educational media services			
Salaries	\$ 769,442	\$ 767,080	\$ 2,362
Employee benefits	197,799	199,557	(1,758)
Purchased services	344,450	311,347	33,103
Supplies and materials	143,930	307,694	(163,764)
Capital outlay	145,000	140,740	4,260
Other objects	<u>1,500</u>	<u>500</u>	<u>1,000</u>
Total	<u>1,602,121</u>	<u>1,726,918</u>	<u>(124,797)</u>
Assessment and testing			
Supplies and materials	<u>16,000</u>	<u>13,889</u>	<u>2,111</u>
Total	<u>16,000</u>	<u>13,889</u>	<u>2,111</u>
Total instructional staff	<u>2,168,884</u>	<u>2,223,241</u>	<u>(54,357)</u>
General administration			
Board of education services			
Purchased services	78,500	100,401	(21,901)
Supplies and materials	4,000	1,137	2,863
Other objects	<u>9,000</u>	<u>8,267</u>	<u>733</u>
Total	<u>91,500</u>	<u>109,805</u>	<u>(18,305)</u>
Executive administration services			
Salaries	276,320	285,320	(9,000)
Employee benefits	80,267	81,690	(1,423)
Purchased services	6,000	10,623	(4,623)
Supplies and materials	21,000	16,644	4,356
Other objects	<u>3,000</u>	<u>3,125</u>	<u>(125)</u>
Total	<u>386,587</u>	<u>397,402</u>	<u>(10,815)</u>
Tort immunity services			
Employee benefits	-	15,539	(15,539)
Purchased services	202,167	194,894	7,273
Other objects	<u>-</u>	<u>(1,775)</u>	<u>1,775</u>
Total	<u>202,167</u>	<u>208,658</u>	<u>(6,491)</u>
Total general administration	<u>680,254</u>	<u>715,865</u>	<u>(35,611)</u>
School administration			
Office of the principal services			
Salaries	981,937	979,261	2,676
Employee benefits	363,200	324,460	38,740
Purchased services	3,339	3,254	85
Supplies and materials	77,553	67,853	9,700
Other objects	<u>3,918</u>	<u>1,696</u>	<u>2,222</u>
Total	<u>1,429,947</u>	<u>1,376,524</u>	<u>53,423</u>
Total school administration	<u>1,429,947</u>	<u>1,376,524</u>	<u>53,423</u>

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**GENERAL FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Business			
Direction of business support services			
Salaries	\$ 161,358	\$ 161,358	\$ -
Employee benefits	49,015	49,015	-
Purchased services	4,000	6,104	(2,104)
Other objects	<u>1,000</u>	<u>940</u>	<u>60</u>
Total	<u>215,373</u>	<u>217,417</u>	<u>(2,044)</u>
Fiscal services			
Salaries	130,471	130,471	-
Employee benefits	58,174	58,174	-
Purchased services	36,750	37,524	(774)
Supplies and materials	5,000	4,148	852
Capital outlay	2,000	-	2,000
Other objects	<u>750</u>	<u>200</u>	<u>550</u>
Total	<u>233,145</u>	<u>230,517</u>	<u>2,628</u>
Operation and maintenance of plant services			
Purchased services	<u>-</u>	<u>3,436</u>	<u>(3,436)</u>
Total	<u>-</u>	<u>3,436</u>	<u>(3,436)</u>
Food services			
Salaries	100,000	101,853	(1,853)
Purchased services	281,900	337,362	(55,462)
Supplies and materials	2,100	44,259	(42,159)
Capital outlay	<u>7,500</u>	<u>2,862</u>	<u>4,638</u>
Total	<u>391,500</u>	<u>486,336</u>	<u>(94,836)</u>
Internal services			
Purchased services	30,000	27,000	3,000
Supplies and materials	<u>1,500</u>	<u>-</u>	<u>1,500</u>
Total	<u>31,500</u>	<u>27,000</u>	<u>4,500</u>
Total business	<u>871,518</u>	<u>964,706</u>	<u>(93,188)</u>
Central			
Planning, research, development and evaluation services			
Purchased services	<u>27,000</u>	<u>26,062</u>	<u>938</u>
Total	<u>27,000</u>	<u>26,062</u>	<u>938</u>
Information services			
Purchased services	116,500	60,697	55,803
Supplies and materials	<u>1,500</u>	<u>1,235</u>	<u>265</u>
Total	<u>118,000</u>	<u>61,932</u>	<u>56,068</u>

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**GENERAL FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Staff services			
Salaries	\$ 123,757	\$ 120,257	\$ 3,500
Employee benefits	51,283	51,283	-
Purchased services	24,250	37,413	(13,163)
Supplies and materials	18,500	18,077	423
Other objects	<u>1,000</u>	<u>50</u>	<u>950</u>
Total	<u>218,790</u>	<u>227,080</u>	<u>(8,290)</u>
Data processing services			
Purchased services	<u>26,000</u>	<u>25,983</u>	<u>17</u>
Total	<u>26,000</u>	<u>25,983</u>	<u>17</u>
Total central	<u>389,790</u>	<u>341,057</u>	<u>48,733</u>
Other supporting services			
Salaries	2,500	435	2,065
Purchased services	10,000	22,105	(12,105)
Supplies and materials	<u>500</u>	<u>2,415</u>	<u>(1,915)</u>
Total	<u>13,000</u>	<u>24,955</u>	<u>(11,955)</u>
Total support services	<u>8,140,702</u>	<u>8,353,742</u>	<u>(213,040)</u>
Community services			
Salaries	151,435	161,121	(9,686)
Employee benefits	29,199	12,781	16,418
Purchased services	36,000	46,869	(10,869)
Supplies and materials	<u>15,000</u>	<u>9,457</u>	<u>5,543</u>
Total community services	<u>231,634</u>	<u>230,228</u>	<u>1,406</u>
Payments to other districts and governmental units			
Payments for special education programs			
Purchased services	<u>300,779</u>	<u>245,551</u>	<u>55,228</u>
Total	<u>300,779</u>	<u>245,551</u>	<u>55,228</u>
Payments for special education programs - tuition			
Other objects	<u>634,117</u>	<u>766,087</u>	<u>(131,970)</u>
Total	<u>634,117</u>	<u>766,087</u>	<u>(131,970)</u>
Total payments to other districts and governmental units	<u>934,896</u>	<u>1,011,638</u>	<u>(76,742)</u>
Total expenditures	<u>22,850,752</u>	<u>23,099,476</u>	<u>(248,724)</u>
Excess (deficiency) of revenues over expenditures	<u>175,069</u>	<u>(261,401)</u>	<u>(436,470)</u>

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**GENERAL FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Other financing sources (uses)			
Transfer among funds	\$ -	\$ 1,000,000	\$ 1,000,000
Permanent transfer from working cash fund - abatement	-	(3,110,000)	(3,110,000)
Transfer for principal on leases	-	(50,138)	(50,138)
Transfer for interest on leases	-	(17,699)	(17,699)
Total other financing sources (uses)	-	(2,177,837)	(2,177,837)
Net change in fund balance	<u>\$ 175,069</u>	(2,439,238)	<u>\$ (2,614,307)</u>
Fund balance, beginning of year		<u>5,563,987</u>	
Fund balance, end of year		<u>\$ 3,124,749</u>	

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**OPERATIONS AND MAINTENANCE FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Revenues			
Local sources			
General levy	\$ 1,860,000	\$ 1,464,161	\$ (395,839)
Investment income	30,000	43,642	13,642
Rentals	125,000	124,074	(926)
Contributions and donations from private sources	38,000	31,799	(6,201)
Impact fees from municipal or county governments	2,500	-	(2,500)
Other	1,000	-	(1,000)
Total local sources	<u>2,056,500</u>	<u>1,663,676</u>	<u>(392,824)</u>
State sources			
School infrastructure - maintenance projects	-	50,000	50,000
Other restricted revenue from state sources	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Total state sources	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Total revenues	<u>2,106,500</u>	<u>1,713,676</u>	<u>(392,824)</u>
Expenditures			
Support services			
Business			
Operation and maintenance of plant services			
Salaries	930,127	960,562	(30,435)
Employee benefits	188,054	187,601	453
Purchased services	503,700	374,213	129,487
Supplies and materials	322,400	358,611	(36,211)
Capital outlay	22,000	24,577	(2,577)
Non-capitalized equipment	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total	<u>1,971,281</u>	<u>1,905,564</u>	<u>65,717</u>
Total business	<u>1,971,281</u>	<u>1,905,564</u>	<u>65,717</u>
Total support services	<u>1,971,281</u>	<u>1,905,564</u>	<u>65,717</u>
Total expenditures	<u>1,971,281</u>	<u>1,905,564</u>	<u>65,717</u>
Excess (deficiency) of revenues over expenditures	<u>135,219</u>	<u>(191,888)</u>	<u>(327,107)</u>
Other financing sources (uses)			
Permanent transfer from working cash fund - abatement	-	3,110,000	3,110,000
Transfer to capital projects fund	<u>-</u>	<u>(3,110,000)</u>	<u>(3,110,000)</u>
Net change in fund balance	<u>\$ 135,219</u>	<u>(191,888)</u>	<u>\$ (327,107)</u>
Fund balance, beginning of year		<u>1,231,793</u>	
Fund balance, end of year		<u>\$ 1,039,905</u>	

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**TRANSPORTATION FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Revenues			
Local sources			
General levy	\$ 1,140,000	\$ 1,070,890	\$ (69,110)
Regular transportation fees from other LEAs (in state)	5,000	-	(5,000)
Investment income	<u>20,000</u>	<u>57,752</u>	<u>37,752</u>
Total local sources	<u>1,165,000</u>	<u>1,128,642</u>	<u>(36,358)</u>
State sources			
Transportation - regular/vocational	525,000	616,088	91,088
Transportation - special education	<u>350,000</u>	<u>277,788</u>	<u>(72,212)</u>
Total state sources	<u>875,000</u>	<u>893,876</u>	<u>18,876</u>
Total revenues	<u>2,040,000</u>	<u>2,022,518</u>	<u>(17,482)</u>
Expenditures			
Support Services			
Business			
Pupil transportation services			
Salaries	55,332	39,186	16,146
Purchased services	1,575,500	1,788,031	(212,531)
Supplies and materials	<u>115,000</u>	<u>102,588</u>	<u>12,412</u>
Total	<u>1,745,832</u>	<u>1,929,805</u>	<u>(183,973)</u>
Total business	<u>1,745,832</u>	<u>1,929,805</u>	<u>(183,973)</u>
Other supporting services			
Purchased services	<u>1,000</u>	<u>23,805</u>	<u>(22,805)</u>
Total	<u>1,000</u>	<u>23,805</u>	<u>(22,805)</u>
Total support services	<u>1,746,832</u>	<u>1,953,610</u>	<u>(206,778)</u>
Payments to other districts and government units			
Payments for special education programs			
Purchased services	<u>250,000</u>	<u>202,718</u>	<u>47,282</u>
Total	<u>250,000</u>	<u>202,718</u>	<u>47,282</u>
Total payments to other districts and government units	<u>250,000</u>	<u>202,718</u>	<u>47,282</u>

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**TRANSPORTATION FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Total expenditures	<u>\$ 1,996,832</u>	<u>\$ 2,156,328</u>	<u>\$ (159,496)</u>
Excess (deficiency) of revenues over expenditures	<u>43,168</u>	<u>(133,810)</u>	<u>(176,978)</u>
Other financing sources (uses)			
Transfer among funds	<u>-</u>	<u>(1,000,000)</u>	<u>(1,000,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>(1,000,000)</u>	<u>(1,000,000)</u>
Net change in fund balance	<u>\$ 43,168</u>	<u>(1,133,810)</u>	<u>\$ (1,176,978)</u>
Fund balance, beginning of year		<u>1,776,497</u>	
Fund balance, end of year		<u>\$ 642,687</u>	

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23**MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Revenues			
Local sources			
General levy	\$ 440,000	\$ 324,519	\$ (115,481)
Social security/Medicare only levy	440,000	324,519	(115,481)
Corporate personal property replacement taxes	-	6,029	6,029
Investment income	<u>8,000</u>	<u>20,043</u>	<u>12,043</u>
Total local sources	<u>888,000</u>	<u>675,110</u>	<u>(212,890)</u>
Federal sources			
Title I - Low income	-	141	141
Federal - special education - preschool flow-throu	-	841	841
Federal - special education - IDEA - flow-through/	-	12,889	12,889
Title III - English language acquisition	<u>-</u>	<u>813</u>	<u>813</u>
Total federal sources	<u>-</u>	<u>14,684</u>	<u>14,684</u>
Total revenues	<u>888,000</u>	<u>689,794</u>	<u>(198,206)</u>
Expenditures			
Instruction			
Regular programs	93,982	91,758	2,224
Special education programs	139,295	142,275	(2,980)
Special education programs Pre-K	6,001	6,584	(583)
Remedial and supplemental programs K - 12	-	5,757	(5,757)
CTE programs	1,957	1,946	11
Interscholastic programs	2,565	3,958	(1,393)
Summer school programs	-	8,303	(8,303)
Bilingual programs	<u>19,798</u>	<u>23,545</u>	<u>(3,747)</u>
Total instruction	<u>263,598</u>	<u>284,126</u>	<u>(20,528)</u>
Support services			
Pupils			
Attendance and social work services	6,064	5,335	729
Health services	92,167	88,894	3,273
Psychological services	6,653	6,505	148
Speech pathology and audiology services	<u>5,940</u>	<u>5,807</u>	<u>133</u>
Total pupils	<u>110,824</u>	<u>106,541</u>	<u>4,283</u>
Instructional staff			
Improvement of instructional staff	6,184	10,861	(4,677)
Educational media services	<u>43,269</u>	<u>42,994</u>	<u>275</u>
Total instructional staff	<u>49,453</u>	<u>53,855</u>	<u>(4,402)</u>

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
General administration			
Executive administration services	\$ 11,100	\$ 11,139	\$ (39)
Total general administration	<u>11,100</u>	<u>11,139</u>	<u>(39)</u>
School administration			
Office of the principal services	<u>61,634</u>	<u>57,823</u>	<u>3,811</u>
Total school administration	<u>61,634</u>	<u>57,823</u>	<u>3,811</u>
Business			
Direction of business support services	2,340	2,322	18
Fiscal services	20,197	19,767	430
Operations and maintenance of plant services	135,392	143,768	(8,376)
Pupil transportation services	-	1,040	(1,040)
Food services	<u>-</u>	<u>5,369</u>	<u>(5,369)</u>
Total business	<u>157,929</u>	<u>172,266</u>	<u>(14,337)</u>
Central			
Staff services	<u>18,616</u>	<u>18,308</u>	<u>308</u>
Total central	<u>18,616</u>	<u>18,308</u>	<u>308</u>
Other supporting services	<u>-</u>	<u>59</u>	<u>(59)</u>
Total support services	<u>409,556</u>	<u>419,991</u>	<u>(10,435)</u>
Community services	<u>7,808</u>	<u>16,785</u>	<u>(8,977)</u>
Total expenditures	<u>680,962</u>	<u>720,902</u>	<u>(39,940)</u>
Net change in fund balance	<u>\$ 207,038</u>	(31,108)	<u>\$ (238,146)</u>
Fund balance, beginning of year		<u>458,387</u>	
Fund balance, end of year		<u>\$ 427,279</u>	

See Auditors' Report and Notes to Required Supplementary Information

PROSPECT HEIGHTS SCHOOL DISTRICT 23

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

Except for the exclusion of on-behalf payments from other governments, discussed below, the budgeted amounts for the Governmental Funds are adopted on the modified accrual basis, which is consistent with accounting principles generally accepted in the United States of America.

The Board of Education follows these procedures in establishing the budgetary data reflected in the general purpose financial statements:

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30, the budget is legally adopted through passage of an resolution. By the last Tuesday in December, a tax levy resolution is filed with the county clerk to obtain tax revenues.
4. Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. All budget appropriations lapse at the end of the fiscal year.

The budget amounts shown in the financial statements are as originally adopted because there were no amendments during the past fiscal year.

Budget Reconciliations

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

	<i>Revenues</i>	<i>Expenditures</i>
General Fund Budgetary Basis	\$ 22,838,075	\$ 23,099,476
To adjust for on-behalf payments received	5,853,611	-
To adjust for on-behalf payments made	-	5,853,611
General Fund GAAP Basis	<u>\$ 28,691,686</u>	<u>\$ 28,953,087</u>

Excess of Expenditures over Budget

For the year ended June 30, 2024, expenditures exceeded budget in the General Fund, Transportation Fund and Municipal Retirement/Social Security Fund by \$248,724, \$159,496 and \$39,940 respectively. These excesses were funded by available financial resources.

See Auditors' Report

PROSPECT HEIGHTS SCHOOL DISTRICT 23**DEBT SERVICE FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Revenues			
Local sources			
General levy	\$ 1,342,168	\$ 1,411,802	\$ 69,634
Investment income	<u>15,000</u>	<u>21,473</u>	<u>6,473</u>
Total local sources	<u>1,357,168</u>	<u>1,433,275</u>	<u>76,107</u>
Total revenues	<u>1,357,168</u>	<u>1,433,275</u>	<u>76,107</u>
Expenditures			
Debt services			
Payments on long term debt			
Interest on long term debt	408,287	425,986	(17,699)
Principal payments on long term debt	<u>997,875</u>	<u>980,138</u>	<u>17,737</u>
Total	<u>1,406,162</u>	<u>1,406,124</u>	<u>38</u>
Other debt service			
Other objects	<u>-</u>	<u>2,330</u>	<u>(2,330)</u>
Total	<u>-</u>	<u>2,330</u>	<u>(2,330)</u>
Total debt services	<u>1,406,162</u>	<u>1,408,454</u>	<u>(2,292)</u>
Total expenditures	<u>1,406,162</u>	<u>1,408,454</u>	<u>(2,292)</u>
Excess (deficiency) of revenues over expenditures	<u>(48,994)</u>	<u>24,821</u>	<u>73,815</u>
Other financing sources (uses)			
Transfer for principal on leases	-	50,138	50,138
Transfer for interest on leases	<u>-</u>	<u>17,699</u>	<u>17,699</u>
Total other financing sources (uses)	<u>-</u>	<u>67,837</u>	<u>67,837</u>
Net change in fund balance	<u>\$ (48,994)</u>	<u>92,658</u>	<u>\$ 141,652</u>
Fund balance, beginning of year		<u>677,767</u>	
Fund balance, end of year		<u>\$ 770,425</u>	

PROSPECT HEIGHTS SCHOOL DISTRICT 23**CAPITAL PROJECTS FUND****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Revenues			
Local sources			
Investment income	\$ 50,000	\$ 42,640	\$ (7,360)
Other	<u>35,000</u>	<u>-</u>	<u>(35,000)</u>
Total local sources	<u>85,000</u>	<u>42,640</u>	<u>(42,360)</u>
Total revenues	<u>85,000</u>	<u>42,640</u>	<u>(42,360)</u>
Expenditures			
Support services			
Business			
Facilities acquisition and construction service			
Purchased services	50,000	80,802	(30,802)
Capital outlay	<u>1,724,000</u>	<u>2,746,797</u>	<u>(1,022,797)</u>
Total	<u>1,774,000</u>	<u>2,827,599</u>	<u>(1,053,599)</u>
Total business	<u>1,774,000</u>	<u>2,827,599</u>	<u>(1,053,599)</u>
Total support services	<u>1,774,000</u>	<u>2,827,599</u>	<u>(1,053,599)</u>
Total expenditures	<u>1,774,000</u>	<u>2,827,599</u>	<u>(1,053,599)</u>
Excess (deficiency) of revenues over expenditures	<u>(1,689,000)</u>	<u>(2,784,959)</u>	<u>(1,095,959)</u>
Other financing sources (uses)			
Transfer to capital projects fund	<u>-</u>	<u>3,110,000</u>	<u>3,110,000</u>
Total other financing sources (uses)	<u>-</u>	<u>3,110,000</u>	<u>3,110,000</u>
Net change in fund balance	<u>\$ (1,689,000)</u>	<u>325,041</u>	<u>\$ 2,014,041</u>
Fund balance, beginning of year		<u>1,136,854</u>	
Fund balance, end of year		<u>\$ 1,461,895</u>	

PROSPECT HEIGHTS SCHOOL DISTRICT 23**GENERAL FUND****COMBINING BALANCE SHEET**

AS OF JUNE 30, 2024

	EDUCATIONAL ACCOUNTS	TORT IMMUNITY AND JUDGMENT ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Assets				
Cash and investments	\$ 2,152,804	\$ 6,100	\$ 665,423	\$ 2,824,327
Student activity cash	41,205	-	-	41,205
Receivables (net allowance for uncollectibles):				
Property taxes	8,931,962	36,043	75,885	9,043,890
Replacement taxes	26,322	-	-	26,322
Intergovernmental	348,015	-	-	348,015
Total assets	<u>\$ 11,500,308</u>	<u>\$ 42,143</u>	<u>\$ 741,308</u>	<u>\$ 12,283,759</u>
Liabilities, deferred inflows of resources, and fund balance				
Liabilities				
Accounts payable	\$ 415,568	\$ -	\$ -	\$ 415,568
Payroll deductions payable	11,205	-	-	11,205
Total liabilities	<u>426,773</u>	<u>-</u>	<u>-</u>	<u>426,773</u>
Deferred inflows of resources				
Property taxes levied for a future period	<u>8,624,166</u>	<u>34,801</u>	<u>73,270</u>	<u>8,732,237</u>
Total deferred inflows of resources	<u>8,624,166</u>	<u>34,801</u>	<u>73,270</u>	<u>8,732,237</u>
Fund balance				
Restricted	537,343	7,342	-	544,685
Assigned	41,205	-	-	41,205
Unassigned	1,870,821	-	668,038	2,538,859
Total fund balance	<u>2,449,369</u>	<u>7,342</u>	<u>668,038</u>	<u>3,124,749</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 11,500,308</u>	<u>\$ 42,143</u>	<u>\$ 741,308</u>	<u>\$ 12,283,759</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23

GENERAL FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2024

	EDUCATIONAL ACCOUNTS	TORT IMMUNITY AND JUDGMENT ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Revenues				
Property taxes	\$ 17,990,006	\$ 74,441	\$ 154,978	\$ 18,219,425
Corporate personal property replacement taxes	149,388	-	-	149,388
State aid	7,691,410	100,000	-	7,791,410
Federal aid	1,260,394	-	-	1,260,394
Investment income	114,185	-	115,110	229,295
Student activities	148,281	-	-	148,281
Other	893,493	-	-	893,493
Total revenues	<u>28,247,157</u>	<u>174,441</u>	<u>270,088</u>	<u>28,691,686</u>
Expenditures				
Current:				
Instruction:				
Regular programs	8,272,634	-	-	8,272,634
Special programs	3,596,579	-	-	3,596,579
Other instructional programs	1,461,507	-	-	1,461,507
Student activities	138,951	-	-	138,951
State retirement contributions	5,853,611	-	-	5,853,611
Support Services:				
Pupils	2,693,874	-	-	2,693,874
Instructional staff	2,082,501	-	-	2,082,501
General administration	517,314	198,551	-	715,865
School administration	1,376,524	-	-	1,376,524
Business	958,408	-	-	958,408
Operations and maintenance	3,436	-	-	3,436
Central	341,057	-	-	341,057
Other supporting services	24,955	-	-	24,955
Community services	230,228	-	-	230,228
Payments to other districts and gov't units	1,011,638	-	-	1,011,638
Capital outlay	191,319	-	-	191,319
Total expenditures	<u>28,754,536</u>	<u>198,551</u>	<u>-</u>	<u>28,953,087</u>
Excess (deficiency) of revenues over expenditures	<u>(507,379)</u>	<u>(24,110)</u>	<u>270,088</u>	<u>(261,401)</u>
Other financing sources (uses)				
Transfers in	1,000,000	-	-	1,000,000
Transfers (out)	(67,837)	-	(3,110,000)	(3,177,837)
Total other financing sources (uses)	<u>932,163</u>	<u>-</u>	<u>(3,110,000)</u>	<u>(2,177,837)</u>
Net change in fund balance	424,784	(24,110)	(2,839,912)	(2,439,238)
Fund balance, beginning of year	<u>2,024,585</u>	<u>31,452</u>	<u>3,507,950</u>	<u>5,563,987</u>
Fund balance, end of year	<u>\$ 2,449,369</u>	<u>\$ 7,342</u>	<u>\$ 668,038</u>	<u>\$ 3,124,749</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23**EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Revenues			
Local sources			
General levy	\$ 18,025,000	\$ 17,990,006	\$ (34,994)
Corporate personal property replacement taxes	275,000	149,388	(125,612)
Investment income	80,000	114,185	34,185
Sales to pupils - lunch	200,000	177,709	(22,291)
Fees	63,200	51,618	(11,582)
Book store sales	19,000	15,029	(3,971)
Other pupil activity revenue	-	214,141	214,141
Student activities	-	148,281	148,281
Rentals - regular textbook	235,000	-	(235,000)
Sales - other	12,500	6,140	(6,360)
Contributions and donations from private sources	30,000	30,000	-
Refund of prior years' expenditures	10,000	1,271	(8,729)
Other local fees	367,222	378,622	11,400
Other	28,500	18,963	(9,537)
Total local sources	<u>19,345,422</u>	<u>19,295,353</u>	<u>(50,069)</u>
State sources			
Evidence based funding	1,950,000	1,804,259	(145,741)
Special education - private facility tuition	55,000	22,865	(32,135)
CTE - Secondary program improvement	1,328	1,328	-
State free lunch & breakfast	-	3,603	3,603
Other restricted revenue from state sources	<u>109,000</u>	<u>5,744</u>	<u>(103,256)</u>
Total state sources	<u>2,115,328</u>	<u>1,837,799</u>	<u>(277,529)</u>
Federal sources			
National school lunch program	400,000	250,574	(149,426)
School breakfast program	50,000	48,142	(1,858)
Child care commodity/SFS 13-adult day care	27,500	-	(27,500)
Food service - other	40,000	42,139	2,139
Title I - Low income	143,374	126,908	(16,466)
Title IV - Safe & drug free schools - formula	10,000	16,126	6,126
Federal - special education - preschool flow-through	15,321	20,177	4,856
Federal - special education - IDEA - flow-through/low incident	338,531	365,162	26,631
Federal - special education - IDEA - room & board	-	18,229	18,229
Emergency immigrant assistance	15,000	-	(15,000)
Title III - English language acquisition	57,200	27,183	(30,017)
Title II - Teacher quality	32,145	36,349	4,204
Medicaid matching funds - administrative outreach	75,000	100,153	25,153
Medicaid matching funds - fee-for-service program	55,000	193,649	138,649
Other restricted revenue from federal sources	<u>15,000</u>	<u>15,603</u>	<u>603</u>
Total federal sources	<u>1,274,071</u>	<u>1,260,394</u>	<u>(13,677)</u>
Total revenues	<u>22,734,821</u>	<u>22,393,546</u>	<u>(341,275)</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23**EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Expenditures			
Instruction			
Regular programs			
Salaries	\$ 6,433,881	\$ 6,562,565	\$ (128,684)
Employee benefits	1,325,643	1,292,499	33,144
Purchased services	79,603	29,071	50,532
Supplies and materials	425,228	385,644	39,584
Capital outlay	30,000	27,893	2,107
Other objects	<u>3,000</u>	<u>2,855</u>	<u>145</u>
Total	<u>8,297,355</u>	<u>8,300,527</u>	<u>(3,172)</u>
Tuition payment to charter schools			
Purchased services	<u>5,150</u>	<u>-</u>	<u>5,150</u>
Total	<u>5,150</u>	<u>-</u>	<u>5,150</u>
Special education programs			
Salaries	2,331,428	2,244,638	86,790
Employee benefits	734,356	731,348	3,008
Purchased services	43,300	64,394	(21,094)
Supplies and materials	53,500	38,717	14,783
Capital outlay	15,000	2,974	12,026
Other objects	<u>2,250</u>	<u>4,176</u>	<u>(1,926)</u>
Total	<u>3,179,834</u>	<u>3,086,247</u>	<u>93,587</u>
Special education programs Pre-K			
Salaries	209,913	209,914	(1)
Employee benefits	44,373	42,989	1,384
Purchased services	28,250	24,009	4,241
Supplies and materials	8,500	4,610	3,890
Capital outlay	5,000	-	5,000
Other objects	<u>150</u>	<u>-</u>	<u>150</u>
Total	<u>296,186</u>	<u>281,522</u>	<u>14,664</u>
Remedial and supplemental programs K - 12			
Salaries	73,500	78,523	(5,023)
Employee benefits	-	623	(623)
Purchased services	<u>5,000</u>	<u>2,334</u>	<u>2,666</u>
Total	<u>78,500</u>	<u>81,480</u>	<u>(2,980)</u>
CTE programs			
Salaries	134,941	134,941	-
Employee benefits	11,578	11,734	(156)
Supplies and materials	4,000	2,978	1,022
Other objects	<u>-</u>	<u>175</u>	<u>(175)</u>
Total	<u>150,519</u>	<u>149,828</u>	<u>691</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23**EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Interscholastic programs			
Salaries	\$ 176,888	\$ 175,409	\$ 1,479
Purchased services	6,000	6,364	(364)
Supplies and materials	1,000	1,294	(294)
Capital outlay	5,000	3,330	1,670
Other objects	<u>2,000</u>	<u>3,465</u>	<u>(1,465)</u>
Total	<u>190,888</u>	<u>189,862</u>	<u>1,026</u>
Summer school programs			
Salaries	147,500	135,667	11,833
Purchased services	17,000	4,221	12,779
Supplies and materials	<u>2,500</u>	<u>1,582</u>	<u>918</u>
Total	<u>167,000</u>	<u>141,470</u>	<u>25,530</u>
Bilingual programs			
Salaries	783,871	784,599	(728)
Employee benefits	188,617	189,852	(1,235)
Purchased services	2,000	-	2,000
Supplies and materials	<u>3,600</u>	<u>538</u>	<u>3,062</u>
Total	<u>978,088</u>	<u>974,989</u>	<u>3,099</u>
Pre - K programs - private tuition			
Other objects	<u>-</u>	<u>8,688</u>	<u>(8,688)</u>
Total	<u>-</u>	<u>8,688</u>	<u>(8,688)</u>
Special education programs K -12 - private tuition			
Other objects	<u>200,000</u>	<u>150,304</u>	<u>49,696</u>
Total	<u>200,000</u>	<u>150,304</u>	<u>49,696</u>
Student activities			
Other objects	<u>-</u>	<u>138,951</u>	<u>(138,951)</u>
Total	<u>-</u>	<u>138,951</u>	<u>(138,951)</u>
Total instruction	<u>13,543,520</u>	<u>13,503,868</u>	<u>39,652</u>
Support services			
Pupils			
Attendance and social work services			
Salaries	366,600	366,600	-
Employee benefits	83,716	83,764	(48)
Purchased services	34,200	34,604	(404)
Supplies and materials	2,000	447	1,553
Other objects	<u>300</u>	<u>-</u>	<u>300</u>
Total	<u>486,816</u>	<u>485,415</u>	<u>1,401</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23**EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Health services			
Salaries	\$ 595,391	\$ 595,391	\$ -
Employee benefits	191,043	192,718	(1,675)
Purchased services	147,450	184,349	(36,899)
Supplies and materials	14,500	6,894	7,606
Capital outlay	5,000	5,625	(625)
Other objects	<u>950</u>	<u>40</u>	<u>910</u>
Total	<u>954,334</u>	<u>985,017</u>	<u>(30,683)</u>
Psychological services			
Salaries	458,813	458,640	173
Employee benefits	118,644	116,121	2,523
Purchased services	3,100	985	2,115
Supplies and materials	1,000	213	787
Other objects	<u>1,320</u>	<u>980</u>	<u>340</u>
Total	<u>582,877</u>	<u>576,939</u>	<u>5,938</u>
Speech pathology and audiology services			
Salaries	409,624	412,914	(3,290)
Employee benefits	65,058	64,510	548
Purchased services	53,350	124,135	(70,785)
Supplies and materials	3,500	1,445	2,055
Capital outlay	5,000	7,895	(2,895)
Other objects	<u>1,750</u>	<u>450</u>	<u>1,300</u>
Total	<u>538,282</u>	<u>611,349</u>	<u>(73,067)</u>
Other support services - pupils			
Purchased services	<u>25,000</u>	<u>48,674</u>	<u>(23,674)</u>
Total	<u>25,000</u>	<u>48,674</u>	<u>(23,674)</u>
Total pupils	<u>2,587,309</u>	<u>2,707,394</u>	<u>(120,085)</u>
Instructional staff			
Improvement of instructional services			
Salaries	458,520	378,027	80,493
Employee benefits	56,111	66,017	(9,906)
Purchased services	23,102	31,893	(8,791)
Supplies and materials	8,530	5,753	2,777
Other objects	<u>4,500</u>	<u>744</u>	<u>3,756</u>
Total	<u>550,763</u>	<u>482,434</u>	<u>68,329</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23**EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Educational media services			
Salaries	\$ 769,442	\$ 767,080	\$ 2,362
Employee benefits	197,799	199,557	(1,758)
Purchased services	344,450	311,347	33,103
Supplies and materials	143,930	307,694	(163,764)
Capital outlay	145,000	140,740	4,260
Other objects	<u>1,500</u>	<u>500</u>	<u>1,000</u>
Total	<u>1,602,121</u>	<u>1,726,918</u>	<u>(124,797)</u>
Assessment and testing			
Supplies and materials	<u>16,000</u>	<u>13,889</u>	<u>2,111</u>
Total	<u>16,000</u>	<u>13,889</u>	<u>2,111</u>
Total instructional staff	<u>2,168,884</u>	<u>2,223,241</u>	<u>(54,357)</u>
General administration			
Board of education services			
Purchased services	78,500	100,401	(21,901)
Supplies and materials	4,000	1,137	2,863
Other objects	<u>9,000</u>	<u>8,267</u>	<u>733</u>
Total	<u>91,500</u>	<u>109,805</u>	<u>(18,305)</u>
Executive administration services			
Salaries	276,320	285,320	(9,000)
Employee benefits	80,267	81,690	(1,423)
Purchased services	6,000	10,623	(4,623)
Supplies and materials	21,000	16,644	4,356
Other objects	<u>3,000</u>	<u>3,125</u>	<u>(125)</u>
Total	<u>386,587</u>	<u>397,402</u>	<u>(10,815)</u>
Tort immunity services			
Purchased services	30,000	11,882	18,118
Other objects	<u>-</u>	<u>(1,775)</u>	<u>1,775</u>
Total	<u>30,000</u>	<u>10,107</u>	<u>19,893</u>
Total general administration	<u>508,087</u>	<u>517,314</u>	<u>(9,227)</u>
School administration			
Office of the principal services			
Salaries	981,937	979,261	2,676
Employee benefits	363,200	324,460	38,740
Purchased services	3,339	3,254	85
Supplies and materials	77,553	67,853	9,700
Other objects	<u>3,918</u>	<u>1,696</u>	<u>2,222</u>
Total	<u>1,429,947</u>	<u>1,376,524</u>	<u>53,423</u>
Total school administration	<u>1,429,947</u>	<u>1,376,524</u>	<u>53,423</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23**EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Business			
Direction of business support services			
Salaries	\$ 161,358	\$ 161,358	\$ -
Employee benefits	49,015	49,015	-
Purchased services	4,000	6,104	(2,104)
Other objects	<u>1,000</u>	<u>940</u>	<u>60</u>
Total	<u>215,373</u>	<u>217,417</u>	<u>(2,044)</u>
Fiscal services			
Salaries	130,471	130,471	-
Employee benefits	58,174	58,174	-
Purchased services	36,750	37,524	(774)
Supplies and materials	5,000	4,148	852
Capital outlay	2,000	-	2,000
Other objects	<u>750</u>	<u>200</u>	<u>550</u>
Total	<u>233,145</u>	<u>230,517</u>	<u>2,628</u>
Operation and maintenance of plant services			
Purchased services	<u>-</u>	<u>3,436</u>	<u>(3,436)</u>
Total	<u>-</u>	<u>3,436</u>	<u>(3,436)</u>
Food services			
Salaries	100,000	101,853	(1,853)
Purchased services	281,900	337,362	(55,462)
Supplies and materials	2,100	44,259	(42,159)
Capital outlay	<u>7,500</u>	<u>2,862</u>	<u>4,638</u>
Total	<u>391,500</u>	<u>486,336</u>	<u>(94,836)</u>
Internal services			
Purchased services	30,000	27,000	3,000
Supplies and materials	<u>1,500</u>	<u>-</u>	<u>1,500</u>
Total	<u>31,500</u>	<u>27,000</u>	<u>4,500</u>
Total business	<u>871,518</u>	<u>964,706</u>	<u>(93,188)</u>
Central			
Planning, research, development and evaluation services			
Purchased services	<u>27,000</u>	<u>26,062</u>	<u>938</u>
Total	<u>27,000</u>	<u>26,062</u>	<u>938</u>
Information services			
Purchased services	116,500	60,697	55,803
Supplies and materials	<u>1,500</u>	<u>1,235</u>	<u>265</u>
Total	<u>118,000</u>	<u>61,932</u>	<u>56,068</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23**EDUCATIONAL ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Staff services			
Salaries	\$ 123,757	\$ 120,257	\$ 3,500
Employee benefits	51,283	51,283	-
Purchased services	24,250	37,413	(13,163)
Supplies and materials	18,500	18,077	423
Other objects	<u>1,000</u>	<u>50</u>	<u>950</u>
Total	<u>218,790</u>	<u>227,080</u>	<u>(8,290)</u>
Data processing services			
Purchased services	<u>26,000</u>	<u>25,983</u>	<u>17</u>
Total	<u>26,000</u>	<u>25,983</u>	<u>17</u>
Total central	<u>389,790</u>	<u>341,057</u>	<u>48,733</u>
Other supporting services			
Salaries	2,500	435	2,065
Purchased services	10,000	22,105	(12,105)
Supplies and materials	<u>500</u>	<u>2,415</u>	<u>(1,915)</u>
Total	<u>13,000</u>	<u>24,955</u>	<u>(11,955)</u>
Total support services	<u>7,968,535</u>	<u>8,155,191</u>	<u>(186,656)</u>
Community services			
Salaries	151,435	161,121	(9,686)
Employee benefits	29,199	12,781	16,418
Purchased services	36,000	46,869	(10,869)
Supplies and materials	<u>15,000</u>	<u>9,457</u>	<u>5,543</u>
Total community services	<u>231,634</u>	<u>230,228</u>	<u>1,406</u>
Payments to other districts and governmental units			
Payments for special education programs			
Purchased services	<u>300,779</u>	<u>245,551</u>	<u>55,228</u>
Total	<u>300,779</u>	<u>245,551</u>	<u>55,228</u>
Payments for special education programs - tuition			
Other objects	<u>634,117</u>	<u>766,087</u>	<u>(131,970)</u>
Total	<u>634,117</u>	<u>766,087</u>	<u>(131,970)</u>
Total payments to other districts and governmental units	<u>934,896</u>	<u>1,011,638</u>	<u>(76,742)</u>
Total expenditures	<u>22,678,585</u>	<u>22,900,925</u>	<u>(222,340)</u>
Excess (deficiency) of revenues over expenditures	<u>56,236</u>	<u>(507,379)</u>	<u>(563,615)</u>

PROSPECT HEIGHTS SCHOOL DISTRICT 23

EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Other financing sources (uses)			
Transfer among funds	\$ -	\$ 1,000,000	\$ 1,000,000
Transfer for principal on leases	-	(50,138)	(50,138)
Transfer for interest on leases	-	(17,699)	(17,699)
Total other financing sources (uses)	-	932,163	932,163
Net change in fund balance	<u>\$ 56,236</u>	424,784	<u>\$ 368,548</u>
Fund balance, beginning of year		<u>2,024,585</u>	
Fund balance, end of year		<u>\$ 2,449,369</u>	

PROSPECT HEIGHTS SCHOOL DISTRICT 23**TORT IMMUNITY AND JUDGMENT ACCOUNTS****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Revenues			
Local sources			
Tort immunity levy	\$ 94,000	\$ 74,441	\$ (19,559)
Investment income	<u>2,000</u>	<u>-</u>	<u>(2,000)</u>
Total local sources	<u>96,000</u>	<u>74,441</u>	<u>(21,559)</u>
State sources			
Evidence based funding	<u>50,000</u>	<u>100,000</u>	<u>50,000</u>
Total state sources	<u>50,000</u>	<u>100,000</u>	<u>50,000</u>
Total revenues	<u>146,000</u>	<u>174,441</u>	<u>28,441</u>
Expenditures			
Support Services			
General administration			
Risk management and claims services payments			
Employee benefits	-	15,539	(15,539)
Purchased services	<u>172,167</u>	<u>183,012</u>	<u>(10,845)</u>
Total	<u>172,167</u>	<u>198,551</u>	<u>(26,384)</u>
Total general administration	<u>172,167</u>	<u>198,551</u>	<u>(26,384)</u>
Total expenditures	<u>172,167</u>	<u>198,551</u>	<u>(26,384)</u>
Net change in fund balance	<u>\$ (26,167)</u>	<u>(24,110)</u>	<u>\$ 2,057</u>
Fund balance, beginning of year		<u>31,452</u>	
Fund balance, end of year		<u>\$ 7,342</u>	

PROSPECT HEIGHTS SCHOOL DISTRICT 23**WORKING CASH ACCOUNTS**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
Revenues			
Local sources			
General levy	\$ 105,000	\$ 154,978	\$ 49,978
Investment income	<u>40,000</u>	<u>115,110</u>	<u>75,110</u>
Total local sources	<u>145,000</u>	<u>270,088</u>	<u>125,088</u>
Total revenues	<u>145,000</u>	<u>270,088</u>	<u>125,088</u>
Expenditures			
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>145,000</u>	<u>270,088</u>	<u>125,088</u>
Other financing sources (uses)			
Permanent transfer from working cash fund - abatement	<u>-</u>	<u>(3,110,000)</u>	<u>(3,110,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>(3,110,000)</u>	<u>(3,110,000)</u>
Net change in fund balance	<u>\$ 145,000</u>	<u>(2,839,912)</u>	<u>\$ (2,984,912)</u>
Fund balance, beginning of year		<u>3,507,950</u>	
Fund balance, end of year		<u>\$ 668,038</u>	