

Butler Elementary School District No. 53
Oak Brook, Illinois

ANNUAL FINANCIAL REPORT

Year Ended June 30, 2022

Butler Elementary School District No. 53
ANNUAL FINANCIAL REPORT
For the Year Ended June 30, 2022

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(Concluded)

INDEPENDENT AUDITORS' REPORT

The Members of the Board of Education
Butler Elementary School District No. 53
Oak Brook, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities and each major fund of Butler Elementary School District No. 53 (the District), as of and for the year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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, 2022, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

(Continued)

Responsibilities of Management for the Financial Statements (Continued)

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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.

(Continued)

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 11, the Illinois Municipal Retirement Fund and Teachers' Retirement System of the State of Illinois Pension data on pages 70 through 76, the other postemployment benefits data on pages 77 through 79, and the budgetary comparison schedules and notes to the required supplementary information on pages 80 through 95 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 Financial Information

Our audit for the year ended June 30, 2022 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary financial information, as listed in the table of contents, for the year ended June 30, 2022 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2022 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 accompanying supplementary financial information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2022.

Supplementary Financial Information (Continued)

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated November 11, 2021 which contained unmodified opinions on the respective financial statements of the governmental activities and each major fund. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund and Fire Prevention and Safety Fund with comparative actual amounts for the year ended June 30, 2021 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for the Capital Projects Fund and Debt Service Fund and Fire Prevention and Safety Fund were subjected to the auditing procedures applied in the audit of the 2021 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund and Fire Prevention and Safety Fund are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2021.

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated November 16, 2022, 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.

MILLER, COOPER & CO., LTD.



Certified Public Accountants

Deerfield, Illinois
November 16, 2022

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2022

The Management's Discussion and Analysis ("MD&A") is an element of the financial reporting model adopted by the Governmental Accounting Standards Board (GASB). In this area, Butler Elementary School District No. 53 (the District) presents its discussion and analysis of the District's performance and provides an overall review of the District's financial activities for the year ended June 30, 2022. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements, including footnotes, to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

Financial Highlights

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$16,483,512 (net position).
- The fund balance of the District's governmental funds increased by \$12,971,045, resulting in an ending fund balance of \$26,696,008. This was primarily due to the issuance of \$15.3M alternative revenue bonds (principal and premium) to help finance a three-year capital improvement project of the District's buildings. Approximately \$3.4M of this was spent on phase one of the project.
- The District's long-term liabilities increased by \$13,591,629 to \$22,582,096, primarily due to the issuance of the aforementioned alternative revenue bonds. This increase was offset by retirement of previously issued debt along with changes in other long-term liabilities related to pensions and other postemployment benefits.

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 the financial statements.

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

Government-wide financial statements

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

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

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2022

Government-wide financial statements (Continued)

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

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

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 governmental funds (the District maintains no fiduciary or proprietary funds).

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

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

The District maintains seven individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund (which includes the Educational and Working Cash accounts), and the Operations and Maintenance, Transportation, Municipal Retirement/Social Security, Debt Service, Capital Projects, and Fire Prevention and Safety funds, 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.

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2022

Notes to the financial statements

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

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning pension data related to the Illinois Municipal Retirement Fund (IMRF), the Teachers' Retirement System (TRS), other postemployment benefit liabilities and budgetary comparison schedules.

Government-wide Financial Analysis

Net Position: The District's restated net position increased from \$16,219,864 at June 30, 2021 to \$16,483,512 at June 30, 2022.

Figure A-1		
Condensed Statement of Net Position		
as of June 30,		
	2022	2021
Current and other assets	\$32,764,602	\$18,963,713
Capital assets	14,993,506	12,867,454
Total assets	47,758,108	31,831,167
Deferred outflows related to pensions	71,331	319,675
Deferred outflows related to OPEB	219,431	282,922
Total deferred outflows of resources	290,762	602,597
Payroll deductions payable	132,221	79,300
Other liabilities	1,596,377	1,381,629
Long-term liabilities outstanding	22,582,096	8,990,467
Total liabilities	24,310,694	10,451,396
Deferred inflows related to pensions	704,148	620,376
Deferred inflows related to OPEB	2,468,205	1,339,280
Property taxes levied for a future period	4,082,311	3,802,818
Total deferred inflows of resources	7,254,664	5,762,474
Net position:		
Net investment in capital assets	11,633,225	11,210,223
Restricted	15,087,941	3,502,959
Unrestricted	(10,237,654)	1,506,712
Total net position	\$16,483,512	\$16,219,894

BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2022

Change in Net Position: The District's total revenues were \$16,207,419 (See Figure A-2). Real estate taxes and personal property replacement taxes accounted for 75% of the District's revenues. The remainder came from other state grants, federal grants, and other sources.

The total cost of all programs and services was \$15,943,801. The District's expenses are predominantly related to instructing, caring for pupil services, and administration. Total revenues exceeded expenses by \$263,618.

Figure A-2		
Changes in Net Position		
For the year ended June 30,		
	2022	2021
Revenues:		
Program revenues:		
Charges for services	\$ 380,627	\$ 463,410
Operating grants and contributions	3,283,369	5,035,289
General revenues:		
Real estate taxes	11,060,669	11,039,396
Personal property replacement taxes	1,116,030	516,159
State aid formula grants	293,530	293,063
Investment earnings	26,709	123,449
Other	46,485	44,908
Total revenues	16,207,419	17,515,674
Expenses:		
Instruction	9,517,279	11,235,039
Pupil and instructional services	1,329,677	1,777,168
Administration and business	2,565,116	2,413,582
Transportation	652,549	656,160
Operations and maintenance	1,338,282	1,598,594
Other	540,898	62,039
Total expenses	15,943,801	17,742,582
Change in net position	263,618	(226,908)
Net position:		
Beginning of year	16,219,894	16,446,802
End of year	\$ 16,483,512	\$ 16,219,894

Financial Analysis of the District's Funds

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

**BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2022**

At June 30, 2022, the District's governmental funds reported a combined ending fund balance of \$26,696,008, which is an increase of \$12,971,045 in comparison with the prior year. As previously mentioned, this was due to the issuance of alternative revenue bonds issued to finance a three-year capital improvement project on the District's two buildings. The project started in February of 2022 with approximately \$3.4M spent in the current fiscal year on phase one.

General Fund Budgetary Highlights

The District's amended budget for the General Fund anticipated expenditures and other financing uses in excess of revenues of \$455,486. The actual results for the year show expenditures and other financing uses in excess of revenues collected of \$1,283,063. This favorable variance of \$827,577 was due primarily to the higher than anticipated receipt of corporate personal property replacement taxes of approximately \$0.9M with total receipts being \$1.1M for the fiscal year. The District has historically received much less than this and budgets conservatively. The excess funds will be utilized as part of a planned \$3.0M funds transfer to the Capital Projects fund in 2023 to finance the fully planned budget of the three-year capital improvements project of \$18.0M.

Capital Assets and Debt Administration

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2022 amounted to \$14,993,506 (net of accumulated depreciation). This investment in capital assets included land, construction in progress, buildings, building improvements, and equipment. (See Figure A-3).

Figure A-3			
<i>Capital Assets (net of depreciation)</i>			
	<u>2022</u>		<u>2021</u>
Land	\$ 269,291	\$	269,291
Land improvements	1,904,879		2,049,472
Buildings improvements	9,917,768		8,120,474
Equipment	1,263,662		711,166
Construction in progress	<u>1,637,906</u>		<u>1,717,051</u>
Total	\$ <u>14,993,506</u>	\$	<u>12,867,454</u>

Additional information on the District's capital assets can be found in the notes to the financial statements (Note D).

**BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2022**

Long-Term Liabilities

At June 30, 2022, the District had \$22,582,096 in general obligation bonds, leases, and other long-term liabilities outstanding, backed by the full faith and credit of the District (See Figure A-4).

The District issued \$13,400,000 of General Obligation Bonds to finance capital projects.

Principal payments on long-term debt totaled \$150,000 for general obligation bonds, for fiscal year 2022.

<i>Figure A-4</i>			
<i>Long-Term Liabilities</i>			
	<u>2022</u>		<u>2021</u>
General obligation bonds	\$ 2,200,000	\$	2,350,000
General obligation debt certificate	13,400,000		-
Leases	-		14,759
IMRF net pension liability	-		46,432
TRS net pension liability	449,218		552,118
RHP total OPEB liability	294,950		326,988
THIS net OPEB liability	4,388,152		5,688,364
Other	1,849,776		11,806
Total	<u>\$ 22,582,096</u>	<u>\$</u>	<u>8,990,467</u>

Additional information on the District's long-term liabilities can be found in the notes to the financial statements (Note E).

**BUTLER ELEMENTARY SCHOOL DISTRICT NO. 53
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2022**

Economic Factors and Next Year's Budget

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

- ◆ The District will be impacted by the current inflationary economic environment, which will result in higher costs for goods and services. Because the Property Tax Extension Limitation Law caps the property tax levy at 5%, there will be a spread between CPI and property tax receipts that the district cannot recoup. The District is carefully monitoring the costs incurred that have been impacted by these historically high inflation levels and will account for them in an amended FY 2023 budget as necessary.
- ◆ The Board of Education approved a long-term capital improvement plan in FY 2022 that will include renovations to both buildings. Phase one of the plan is scheduled to be completed in December of 2022. The full project is projected to be completed by the end of 2024. The project is financed through proceeds from alternative revenue bonds issued in February with an additional \$3.0M in fund balance accumulated for this purpose. The result is that the entire project will be financed without an increase in the debt service tax rate as no additional dollars will be levied to service the debt.

Requests for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Office, Butler Elementary School District No. 53, 2801 York Road, Oak Park, Illinois 60523.

BASIC FINANCIAL STATEMENTS

Butler Elementary School District No. 53
STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
June 30, 2022

ASSETS

Cash and investments	\$ 26,581,550
Receivables (net of allowance for uncollectibles)	
Property taxes	5,197,229
Replacement taxes	182,849
Intergovernmental	234,512
Prepaid items	82,804
Net pension asset	485,658
Capital assets:	
Land	269,291
Construction in progress	1,637,906
Depreciable buildings, property, and equipment, net of depreciation	<u>13,086,309</u>
Total assets	<u>47,758,108</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows related to pensions	71,331
Deferred outflows related to other postemployment benefits	<u>219,431</u>
Total deferred outflows	<u>290,762</u>

LIABILITIES

Accounts payable	261,344
Salaries and wages payable	694,956
Payroll deductions payable	132,221
Interest payable	227,973
Unearned revenue	412,104
Long-term liabilities:	
Due within one year	495,218
Due after one year	<u>22,086,878</u>
Total liabilities	<u>24,310,694</u>

DEFERRED INFLOWS OF RESOURCES

Property taxes levied for a future period	4,082,311
Deferred inflows related to pensions	704,148
Deferred inflows related to other postemployment benefits	<u>2,468,205</u>
Total deferred inflows	<u>7,254,664</u>

NET POSITION

Net investment in capital assets	11,633,225
Restricted for:	
Operations and maintenance	716,514
Retirement benefits	196,551
Student transportation	368,481
Capital projects	13,806,395
Unrestricted	<u>(10,237,654)</u>
Total net position	<u><u>\$ 16,483,512</u></u>

The accompanying notes are an integral part of this statement.

Butler Elementary School District No. 53

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2022

Functions / Programs	Expenses	PROGRAM REVENUES		Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Governmental activities				
Instruction:				
Regular programs	\$ 5,016,284	\$ 329,972	\$ 237,338	\$ (4,448,974)
Special programs	1,367,108	-	120,093	(1,247,015)
Other instructional programs	264,110	750	-	(263,360)
State retirement contributions	2,869,777	-	2,869,777	-
Support services:				
Pupils	459,086	-	10,000	(449,086)
Instructional staff	870,591	-	5,100	(865,491)
General administration	645,841	-	-	(645,841)
School administration	556,020	-	-	(556,020)
Business	1,363,255	-	-	(1,363,255)
Transportation	652,549	33,875	41,061	(577,613)
Operations and maintenance	1,338,282	16,030	-	(1,322,252)
Central	46,952	-	-	(46,952)
Interest and fees	493,946	-	-	(493,946)
 Total governmental activities	 \$ 15,943,801	 \$ 380,627	 \$ 3,283,369	 (12,279,805)
General revenues:				
Taxes:				
Real estate taxes, levied for general purposes				8,985,571
Real estate taxes, levied for specific purposes				1,883,948
Real estate taxes, levied for debt service				191,150
Personal property replacement taxes				1,116,030
State aid-formula grants				293,530
Investment earnings				26,709
Miscellaneous				46,485
Total general revenues				12,543,423
Change in net position				263,618
Net position, beginning of year				16,219,894
Net position, end of year				\$ 16,483,512

The accompanying notes are an integral part of this statement.

Butler Elementary School District No. 53

Governmental Funds

BALANCE SHEETJune 30, 2022

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
<hr/>				
ASSETS				
Cash and investments	\$ 11,376,484	\$ 703,926	\$ 368,113	\$ 192,995
Receivables (net of allowance for uncollectibles):				
Property taxes	4,243,732	556,134	245,248	62,975
Replacement taxes	182,849	-	-	-
Intergovernmental	224,245	-	10,267	-
Prepaid items	82,804	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 16,110,114</u>	<u>\$ 1,260,060</u>	<u>\$ 623,628</u>	<u>\$ 255,970</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 129,955	\$ 106,627	\$ -	\$ -
Salaries and wages payable	694,956	-	-	-
Payroll deductions payable	122,179	88	-	9,954
Unearned revenue	349,594	-	62,510	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<u>1,296,684</u>	<u>106,715</u>	<u>62,510</u>	<u>9,954</u>
DEFERRED INFLOWS				
Property taxes levied for a future period	<u>3,333,360</u>	<u>436,831</u>	<u>192,637</u>	<u>49,465</u>
Total deferred inflows	<u>3,333,360</u>	<u>436,831</u>	<u>192,637</u>	<u>49,465</u>
FUND BALANCES				
Nonspendable	82,804	-	-	-
Restricted	-	716,514	368,481	196,551
Assigned	147,199	-	-	-
Unassigned	11,250,067	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>11,480,070</u>	<u>716,514</u>	<u>368,481</u>	<u>196,551</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 16,110,114</u>	<u>\$ 1,260,060</u>	<u>\$ 623,628</u>	<u>\$ 255,970</u>

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Fire Prevention and Safety	Total
<hr/>			
\$ 108,875	\$ 13,826,009	\$ 5,148	\$ 26,581,550
89,140	-	-	5,197,229
-	-	-	182,849
-	-	-	234,512
-	-	-	82,804
<hr/>			
<u>\$ 198,015</u>	<u>\$ 13,826,009</u>	<u>\$ 5,148</u>	<u>\$ 32,278,944</u>
\$ -	\$ 24,762	\$ -	\$ 261,344
-	-	-	694,956
-	-	-	132,221
-	-	-	412,104
<hr/>			
-	24,762	-	1,500,625
<hr/>			
70,018	-	-	4,082,311
<hr/>			
70,018	-	-	4,082,311
<hr/>			
-	-	-	82,804
127,997	13,801,247	5,148	15,215,938
-	-	-	147,199
-	-	-	11,250,067
<hr/>			
127,997	13,801,247	5,148	26,696,008
<hr/>			
<u>\$ 198,015</u>	<u>\$ 13,826,009</u>	<u>\$ 5,148</u>	<u>\$ 32,278,944</u>

Butler Elementary School District No. 53
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
June 30, 2022

Total fund balances - total governmental funds	\$ 26,696,008
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Amounts reported for governmental activities in the statement of net position are different because:

The net pension asset resulting from the IMRF plan fiduciary net position exceeding the total pension liability is not a financial resource and therefore is not reported in the governmental funds balance sheet.	485,658
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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.	14,993,506
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Deferred outflows and inflows of resources related to pensions and other post employment benefits (OPEB) are applicable to future periods and, therefore, are not reported in the governmental funds:

Deferred outflows of resources related to pensions	71,331
Deferred inflows of resources related to pensions	(704,148)
Deferred outflows of resources related to OPEB	219,431
Deferred inflows of resources related to OPEB	(2,468,205)

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

General obligation bonds	\$ (2,200,000)	
Debt certificates	(13,400,000)	
Compensated absences	(11,202)	
Unamortized debt certificate premiums	(1,833,306)	
Other liability	(5,268)	
TRS net pension liability	(449,218)	
RHP total other postemployment benefit liability	(294,950)	
THIS net other postemployment benefit liability	<u>(4,388,152)</u>	(22,582,096)

Interest on long-term liabilities (interest payable) accrued in the statement of net position will not be paid with current financial resources and, therefore, is not recognized in the governmental funds balance sheet.	<u>(227,973)</u>
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Net position of governmental activities	<u><u>\$ 16,483,512</u></u>
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The accompanying notes are an integral part of this statement.

Butler Elementary School District No. 53

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2022

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
Revenues				
Property taxes	\$ 8,985,571	\$ 1,194,655	\$ 526,821	\$ 162,472
Replacement taxes	1,106,030	-	-	10,000
State aid	3,093,206	-	41,061	-
Federal aid	360,681	-	-	-
Interest	22,998	-	-	-
Other	331,707	42,030	33,875	-
Total revenues	13,900,193	1,236,685	601,757	172,472
Expenditures				
Current:				
Instruction:				
Regular programs	5,059,795	-	-	61,166
Special programs	851,660	-	-	15,490
Other instructional programs	339,715	-	-	4,056
State retirement contributions	2,787,826	-	-	-
Support services:				
Pupils	623,629	106	-	13,688
Instructional staff	976,890	-	-	5,263
General administration	655,299	-	-	14,580
School administration	538,702	-	-	27,616
Business	292,488	-	-	11,694
Transportation	-	-	671,594	-
Operations and maintenance	-	1,276,195	-	45,160
Nonprogrammed charges	444,210	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	-	15,699	-	-
Total expenditures	12,617,130	1,292,000	671,594	198,749
Excess (deficiency) of revenues over expenditures	1,283,063	(55,315)	(69,837)	(26,277)
Other financing sources				
Debt certificate issuance	-	-	-	-
Premium on debt certificate issuance	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	1,283,063	(55,315)	(69,837)	(26,277)
Fund balance, beginning of year	10,197,007	771,829	438,318	222,828
Fund balance, end of year	\$ 11,480,070	\$ 716,514	\$ 368,481	\$ 196,551

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Fire Prevention and Safety	Total
<hr/>			
\$ 191,150	\$ -	\$ -	\$ 11,060,669
-	-	-	1,116,030
-	-	-	3,134,267
-	-	-	360,681
-	3,711	-	26,709
<u>19,500</u>	<u>-</u>	<u>-</u>	<u>427,112</u>
<u>210,650</u>	<u>3,711</u>	<u>-</u>	<u>16,125,468</u>
-	-	-	5,120,961
-	-	-	867,150
-	-	-	343,771
-	-	-	2,787,826
-	-	-	637,423
-	-	-	982,153
-	-	-	669,879
-	-	-	566,318
-	8,386	-	312,568
-	-	-	671,594
-	-	-	1,321,355
-	-	-	444,210
164,759	-	-	164,759
62,829	-	-	62,829
<u>-</u>	<u>3,144,141</u>	<u>-</u>	<u>3,159,840</u>
<u>227,588</u>	<u>3,427,676</u>	<u>-</u>	<u>18,434,737</u>
(16,938)	(3,423,965)	-	(2,309,269)
-	13,400,000	-	13,400,000
<u>-</u>	<u>1,880,314</u>	<u>-</u>	<u>1,880,314</u>
<u>-</u>	<u>15,280,314</u>	<u>-</u>	<u>15,280,314</u>
(16,938)	11,856,349	-	12,971,045
<u>144,935</u>	<u>1,944,898</u>	<u>5,148</u>	<u>13,724,963</u>
<u>\$ 127,997</u>	<u>\$ 13,801,247</u>	<u>\$ 5,148</u>	<u>\$ 26,696,008</u>

Butler Elementary School District No. 53

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2022

Net change in fund balances - total governmental funds.	\$	12,971,045
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Amounts reported for governmental activities in the statement of activities are different because:

The net pension asset resulting from the IMRF plan fiduciary net position exceeding the total pension liability is not a financial resource and therefore is not reported in the governmental funds balance sheet.	485,658
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.

Capital outlay	\$	3,185,951	
Depreciation expense		(1,059,899)	2,126,052

Accrued interest reported in the statement of activities does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds.	(202,976)
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Changes in deferred outflows and inflows of resources related to pensions and other post employment benefits are reported only in the statement of activities:

Deferred outflows and inflows of resources related to IMRF pension	(254,938)
Deferred outflows and inflows of resources related to TRS pension	(77,178)
Deferred outflows and inflows of resources related to RHP OPEB	(23,165)
Deferred outflows and inflows of resources related to THIS OPEB	(1,169,251)

Governmental funds report the effect of premiums and discounts when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year, net effect of these differences.	(1,833,306)
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(Continued)

The accompanying notes are an integral part of this statement.

Butler Elementary School District No. 53

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES (Continued) Year Ended January 0, 1900

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

Issuance of general obligation debt certificates	\$	(13,400,000)	
Principal repayments - general obligation bonds		150,000	
Leases payments		14,759	
Compensated absences, net		(4,664)	
IMRF pension liability, net		46,432	
TRS pension liability, net		102,900	
RHP other postemployment benefit liability, net		32,038	
THIS other postemployment benefit liability, net		<u>1,300,212</u>	\$ <u>(11,758,323)</u>
Change in net position of governmental activities			\$ <u><u>263,618</u></u>

(Concluded)

The accompanying notes are an integral part of this statement.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Butler Elementary School District No. 53 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

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

1. Reporting Entity

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

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

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

2. New Accounting Pronouncement

The GASB has issued Statement No. 87, *Leases*, which was implemented by the District for the year ended June 30, 2022. This statement requires a lessee to recognize a lease liability and an intangible right-to-use asset, and a lessor to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

There were no significant effects to the District's financial statements as a result of implementing GASB Statement No. 87.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Fund Accounting

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

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

4. Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) amounts paid by 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 as general revenues.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

a. General Fund

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

The Student Activity balance is accounted for in the Educational Account. The balance accounts for activities such as student yearbooks, student clubs and councils and scholarships.

b. Special Revenue Funds

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

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

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

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

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

b. Special Revenue Funds (Continued)

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

c. Debt Service Fund

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

d. Capital Projects Funds

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

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

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

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

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers most revenues available if they are collected within 60 days after year-end. Revenues that are paid to the District by the Illinois State Board of Education are considered available if they are vouchered by year-end. Expenditures generally are recorded when a fund liability is incurred, except for unmatured principal and interest on general long-term debt, which are recognized when due, and certain compensated absences, claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available resources.

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

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

6. **Deferred Outflows / Deferred Inflows**

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net asset that applies to a future period. At June 30, 2022, the District has deferred outflows of resources related to pensions and other postemployment benefits. In addition to liabilities, the District may report deferred inflows of resources. Deferred inflows of resources represent the acquisition net assets that is applicable to a future reporting period. At June 30, 2022, the District reported deferred inflows related to property taxes levied for a future period, pension liabilities, and other postemployment benefits.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

8. Deposits and Investments

Investments are stated at fair value. Changes in fair value are included in investment income.

9. Personal Property Replacement Taxes

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

10. Prepaid Items

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

11. Capital Assets

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

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

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. Capital Assets (Continued)

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

<u>Assets</u>	<u>Years</u>
Buildings	20 - 40
Land improvements	15 - 20
Equipment	5 - 20

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

12. Accumulated Unpaid Vacation and Sick Pay

Employees who work a twelve-month year are entitled to be compensated for vacation time. Applicable employees are allowed to carryover earned but unused vacation into the next fiscal year, with certain restrictions. The liability for unused compensated absences is reported on the government-wide financial statements.

All full-time employees receive a specified number of annual sick days, depending on their years of service, in accordance with the agreement between the Board of Education and the Education Association. Unused sick leave may accumulate with no risk of loss. Upon retirement, a certified employee may apply up to 340 days of unused sick leave toward service credit for TRS (Teacher's Retirement System of the State of Illinois).

The District will reimburse educational support personnel for unused sick days remaining upon retirement or termination of employment, up to a maximum of 20 days.

The liability for accrued vacation, at June 30, 2022, was \$11,202 and is recorded as a long-term liability, due within one year, in the statement of net position. Due to the nature of the policies on sick leave, and the fact that any liability is contingent upon future events and cannot be reasonably estimated, no liability is provided in the financial statements for accumulated unpaid sick leave.

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

13. Long-Term Obligations

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

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

14. Use of Estimates

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

15. Pensions and Other Postemployment Benefits

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

16. Restricted Net Position

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

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

16. Restricted Net Position (Continued)

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

17. Fund Balance

In the fund financial statements, governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items or inventories.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds, as well as debt service and capital projects funds, are by definition restricted for those specified purposes.
- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. The District had no committed fund balance at June 30, 2022.
- d. *Assigned* - refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Board of Education or the individual the Board of Education delegated the authority to assign amounts to be used for specific purposes. The Board of Education has declared that the Superintendent may assign amounts for a specific purpose. The District student activity balance of \$147,199 has been assigned at June 30, 2022.
- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the General Fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

17. Fund Balance (Continued)

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

The nonspendable fund balance in the General Fund consists of \$82,804 for prepaid items.

The remaining restricted fund balances are for the purposes of the restricted funds as described in Note A-4.

NOTE B - DEPOSITS AND INVESTMENTS

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

At June 30, 2022, the District's cash and investments consisted of the following and for disclosure purposes are segregated as follows:

	<u>Total</u>
Deposits with financial institutions *	\$ 3,373,961
Illinois Funds	307,019
Illinois School District Liquid Asset Fund Plus (ISDLAF+)	9,516,699
Investments at fair value	<u>13,383,871</u>
	<u>\$ 26,581,550</u>

*Includes accounts held in demand accounts and savings accounts and money market savings accounts, which are valued at cost.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs. The District's investments detailed in the interest rate risk table below are measured using the market valuation method and level 2 valuation inputs.

1. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, a periodic review of the investment portfolio is performed to ensure performance is consistent with the safety, liquidity, rate of return, diversification and overall performance the District needs. Maturity information on other investments is shown in the table below.

	<u>Fair Value</u>	<u>Investment Maturities in Years</u>			
		<u>Less than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More than 10</u>
U.S. Treasury Securities	\$ <u>13,383,871</u>	\$ <u>9,487,929</u>	\$ <u>3,895,942</u>	\$ <u>-</u>	\$ <u>-</u>

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

		<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
ISDLAF+	\$ 9,516,699	N/A	Daily	1 day
Illinois Funds	307,019	N/A	Daily	1 day

2. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs).

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

2. Credit Risk (Continued)

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

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are rated AAAM and are valued at Illinois Funds' share price, which is the price the investment can be sold.

3. Concentration of Credit Risk

The District's investment policy requires diversification of the investment portfolio to minimize the risk of loss resulting from overconcentration in a particular type of security, risk factor, issuer, or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer to meet the District's ongoing need for safety, liquidity, and rate of return.

4. Custodial Credit Risk

With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by providing that all deposits in excess of FDIC insurable limits may be secured by collateral to protect against an event of default or failure of the financial institution holding the funds. At June 30, 2022, the bank balances of the District's deposits with financial institutions totaling \$4,443,728 were fully insured or collateralized.

With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring that all investments be in high quality investment pools and/or secured by private insurance or collateral.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE C - PROPERTY TAXES

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2021 tax levy resolution was approved by the Board on December 13, 2021. 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 (the lien date) in any year is liable for taxes of that year.

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

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

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

The portion of the 2021 property tax levy not received by June 30 is recorded as a receivable, net of estimated uncollectible amounts of 1%. The receivable collected within the current year or due and expected to be collected soon enough thereafter to be used to pay liabilities of the current period, less the taxes collected soon enough after the end of the previous fiscal year, are recognized as revenue. Net taxes receivable less the amount expected to be collected within 60 days are reported as deferred inflow of resources - property taxes levied for a future period.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022NOTE D - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022 was as follows:

	Balance July 1, 2021	Transfer/ Additions	Transfer/ Disposals	Balance June 30, 2022
Capital assets, not being depreciated				
Land	\$ 269,291	\$ -	\$ -	\$ 269,291
Construction in progress	<u>1,717,051</u>	<u>1,637,906</u>	<u>1,717,051</u>	<u>1,637,906</u>
Total capital assets, not being depreciated	<u>1,986,342</u>	<u>1,637,906</u>	<u>1,717,051</u>	<u>1,907,197</u>
Capital assets, being depreciated				
Land improvements	3,365,050	-	-	3,365,050
Building improvements	16,564,087	2,481,470	308,122	18,737,435
Equipment	<u>2,347,788</u>	<u>783,626</u>	<u>-</u>	<u>3,131,414</u>
Total capital assets, being depreciated	<u>22,276,925</u>	<u>3,265,096</u>	<u>308,122</u>	<u>25,233,899</u>
Less accumulated depreciation for:				
Land improvements	1,315,578	144,593	-	1,460,171
Building improvements	8,443,613	684,176	308,122	8,819,667
Equipment	<u>1,636,622</u>	<u>231,130</u>	<u>-</u>	<u>1,867,752</u>
Total accumulated depreciation	<u>11,395,813</u>	<u>1,059,899</u>	<u>308,122</u>	<u>12,147,590</u>
Total capital assets, being depreciated, net	<u>10,881,112</u>	<u>2,205,197</u>	<u>-</u>	<u>13,086,309</u>
Governmental activities capital assets, net	<u>\$ 12,867,454</u>	<u>\$ 3,843,103</u>	<u>\$ 1,717,051</u>	<u>\$ 14,993,506</u>

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

Educational media	\$ 17,990
Facilities acquisition and construction services	1,036,721
Operations and maintenance	<u>5,188</u>
Total depreciation expense - governmental activities	<u>\$ 1,059,899</u>

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE E - LONG-TERM LIABILITIES

During the year ended June 30, 2022, changes in long-term liabilities were as follows:

	<u>Balance at</u> <u>July 1, 2021</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at</u> <u>June 30, 2022</u>
General obligation bonds - from direct placements	\$ 2,350,000	\$ -	\$ 150,000	\$ 2,200,000
General obligation debt certificate - from direct placements	-	13,400,000	-	13,400,000
Unamortized premiums	-	1,880,314	47,008	1,833,306
Lease liability	14,759	-	14,759	-
Compensated absences	6,538	18,284	13,620	11,202
Other liability	5,268	-	-	5,268
IMRF net pension liability *	46,432	315,341	361,773	-
TRS net pension liability	552,118	9,799	112,699	449,218
RHP total other postemployment benefit liability	326,988	33,013	65,051	294,950
THIS total other postemployment benefit liability	<u>5,688,364</u>	<u>147</u>	<u>1,300,359</u>	<u>4,388,152</u>
Total long-term liabilities	<u>\$ 8,990,467</u>	<u>\$ 15,656,898</u>	<u>\$ 2,065,269</u>	<u>\$ 22,582,096</u>

* In 2022, the IMRF plan fiduciary net position exceeded the total pension liability resulting in a net position asset of \$485,658, which is presented as an asset on the statement of net position (Note F).

Due within one year

General obligation bonds	\$ 160,000
General obligation debt certificate	230,000
Unamortized premiums	94,016
Compensated absences	<u>11,202</u>
Total due within one year	<u>\$ 495,218</u>

1. General Obligation Bonds

General obligation bonds are direct obligations, and pledge the full faith and credit of the District.

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE E - LONG-TERM LIABILITIES (Continued)

1. General Obligation Bonds (Continued)

The summary of activity in bonds payable all issued as direct placement, for the year ended June 30, 2022 is as follows:

	<u>Bonds Payable</u> <u>July 1, 2021</u>	<u>Debt</u> <u>Issued</u>	<u>Debt</u> <u>Retired</u>	<u>Bonds Payable</u> <u>June 30, 2022</u>
\$2,350,000 General Obligation School Bonds, Series 2020; due January 1, 2034; interest at 1.49%.	\$ 2,350,000	\$ -	\$ 150,000	\$ 2,200,000
	<u>\$ 2,350,000</u>	<u>\$ -</u>	<u>\$ 150,000</u>	<u>\$ 2,200,000</u>

At June 30, 2022, the District's future cash flow requirements for retirement of bond principal and interest from direct placements were as follows:

<u>Year Ending</u> <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 160,000	\$ 32,780	\$ 192,780
2024	165,000	30,396	195,396
2025	170,000	27,938	197,938
2026	175,000	25,404	200,404
2027	180,000	22,798	202,798
2028-2032	995,000	71,820	1,066,820
2033-2034	<u>355,000</u>	<u>7,302</u>	<u>362,302</u>
Total	<u>\$ 2,200,000</u>	<u>\$ 218,438</u>	<u>\$ 2,418,438</u>

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$127,997 in the Debt Service Fund as of June 30, 2022 to service the outstanding bonds payable.

The District is subject to the Illinois School Code, which limits the bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2022, the statutory debt limit for the District was \$66,861,609, of which \$51,261,609 is fully available.

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE E - LONG-TERM LIABILITIES (Continued)

2. **Debt Certificates**

During the fiscal year ended June 30, 2022, the District issued \$13,400,000 of debt certificates, all as a direct placement, to fund the District's various capital projects. Proceeds in the amount of \$13,400,000 were deposited in the Capital Projects Fund. The debt certificates mature through January 1, 2042 and have interest rates of 5.00% to 3.00%.

At June 30, 2022, annual debt service requirements to maturity for debt certificates are as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 230,000	\$ 465,483	\$ 695,483
2024	455,000	496,300	951,300
2025	480,000	473,550	953,550
2026	505,000	449,550	954,550
2027	530,000	424,300	954,300
2028-2032	3,075,000	1,696,500	4,771,500
2033-2034	3,760,000	1,007,250	4,767,250
2038-2042	4,365,000	400,800	4,765,800
	<u>\$ 13,400,000</u>	<u>\$ 5,413,733</u>	<u>\$ 18,813,733</u>

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

3. **Lease Liability**

The District had a lease agreement for financing the acquisition of copiers. The lease liability was fully repaid from the Debt Service Fund with funding from the General (Education Account) Fund as of June 30, 2022.

4. **Compensated Absences**

At June 30, 2022 compensated absences amounted to \$11,202. Future payments will be made from the same fund where the employee's salary is recorded.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES

1. Teachers' Retirement System of the State of Illinois

General Information About the Pension Plan

Plan Description

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

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

As a multi-employer cost sharing pension plan, TRS employs a methodology to allocate the pension liabilities to each individual district based off of the actual contributions a District makes to the plan in a fiscal year and is re-measured annually, and thus the timing of receipt of contribution payments from the District's or refunds made by TRS to the District can have a significant impact on the District's allocation of the net pension liability that may not be reflective of the District's portion of the total contractual contribution to the Plan. The net pension liability as a whole is a significant accounting estimate that takes into account several assumptions and allocations.

Benefits Provided

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

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

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

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

General Information About the Pension Plan (Continued)

Benefits Provided (Continued)

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

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

Contributions

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

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

On-behalf Contributions to TRS

The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2022, state of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenses of \$2,700,420 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$2,738,251 in the General Fund based on the current financial resources measurement basis.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

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

General Information About the Pension Plan (Continued)

Contributions (Continued)

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2022, were \$31,948, and are deferred because they were paid after the June 30, 2021 measurement date.

Federal and Special Trust Fund Contributions

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

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

For the year ended June 30, 2022, the employer pension contribution was 10.31 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2022, there were no salaries paid from federal and special trust funds, and thus there were no required employer contribution.

Early Retirement Cost Contributions

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

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

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

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

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

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

District's proportionate share of the net pension liability	\$ 449,218
State's proportionate share of the net pension liability associated with the District	<u>37,649,242</u>
Total	<u><u>\$ 38,098,460</u></u>

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020, and rolled forward to June 30, 2021. 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, 2021, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2021, the District's proportion was 0.0005758371 percent, which was a decrease of 0.000064557 percent from its proportion measured as of June 30, 2020.

For the year ended June 30, 2022, the District recognized the following pension expense/expenditures and revenue for the support provided by the state pertaining to the District's employees:

	<u>Governmental Fund</u>	<u>General Fund</u>
State on-behalf contributions - revenue and expense/expenditure	\$ 2,700,429	\$ 2,738,251
District TRS pension expense/expenditure	<u>6,226</u>	<u>31,948</u>
Total TRS expense/expenditure	<u><u>\$ 2,706,655</u></u>	<u><u>\$ 2,770,199</u></u>

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

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

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

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,577	\$ 1,852
Net difference between projected and actual earnings on pension plan investments	-	30,132
Change of assumptions	199	2,220
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>5,391</u>	<u>78,988</u>
Total deferred amounts to be reported in pension expense in the future periods	<u>8,167</u>	<u>113,192</u>
District contributions subsequent to the measurement date	<u>31,948</u>	<u>-</u>
Total deferred amounts related to pensions	<u>\$ 40,115</u>	<u>\$ 113,192</u>

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

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

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

The District reported \$31,948 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date, which will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

<u>Year ended June 30:</u>	<u>Net Deferred Inflows of Resources</u>
2023	\$ 25,842
2024	26,622
2025	24,389
2026	22,442
2027	<u>5,730</u>
	<u>\$ 105,025</u>

Actuarial Assumptions

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

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

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

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

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

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

Actuarial Assumptions (Continued)

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. equities large cap	16.7 %	6.2 %
U.S. equities small/mid cap	2.2	7.4
International equities developed	10.6	6.9
Emerging market equities	4.5	9.2
U.S. bonds core	3.0	1.6
International debt developed	1.0	0.4
Emerging international debt	4.0	4.4
Cash equivalents	2.0	0.1
TIPS	1.0	0.8
Real estate	16.0	5.8
Hedge funds	10.0	3.9
Infrastructure	4.0	6.3
Private equity	15.0	10.4
Private debt	<u>10.0</u>	6.5
Total	<u>100.0 %</u>	

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

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

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

Discount Rate

At June 30, 2021, the discount rate used to measure the total pension liability was 7.00 percent, which was the same as the June 30, 2020 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

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

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

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

	1% Decrease (6.00%)	Current Discount (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ 556,347	\$ 449,218	\$ 360,233

TRS Fiduciary Net Position

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

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund

Plan Description

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

Benefits Provided

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

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

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

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. **Illinois Municipal Retirement Fund** (Continued)

Employees Covered by Benefit Terms

As of December 31, 2021, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	57
Inactive plan members entitled to but not yet receiving benefits	94
Active plan members	<u>12</u>
Total	<u><u>163</u></u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2021 was 9.58%. For the fiscal year ended June 30, 2022 the District contributed \$61,447 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability (Asset)

The District's net pension liability (asset) was measured as of December 31, 2021. The total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2021:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Investment Rate of Return	7.25%

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

Retirement Age	Experience-based table of rates, specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study from years 2017 to 2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. **Illinois Municipal Retirement Fund** (Continued)

Actuarial Assumptions (Continued)

Long-term Expected Rate of
Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2021:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic equities	39%	1.90%
International equities	15%	3.15%
Fixed income	25%	(0.60%)
Real estate	10%	3.30%
Alternative investments	10%	1.70% - 5.50%
Cash equivalents	1%	(0.90%)
Total	100%	

Other information:
Notes

There were no benefit changes during the year.

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. **Illinois Municipal Retirement Fund** (Continued)

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2021. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The Single Discount Rate reflects:

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

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

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022**NOTE F - PENSION LIABILITIES** (Continued)2. **Illinois Municipal Retirement Fund** (Continued)**Changes in Net Pension Liability (Asset)**

The following table shows the components of the change in the District's net pension liability (asset) for the calendar year ended December 31, 2021:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (Asset) (A) - (B)
Balances at December 31, 2020	\$ 4,628,823	\$ 4,582,391	\$ 46,432
Changes for the year:			
Service cost	75,498	-	75,498
Interest on the total pension liability	329,114	-	329,114
Changes of benefit terms	-	-	-
Difference between expected and actual experience of the total pension liability	(89,271)	-	(89,271)
Changes of assumptions	-	-	-
Contributions - employer	-	66,189	(66,189)
Contributions - employees	-	31,091	(31,091)
Net investment income	-	762,313	(762,313)
Benefit payments, including refunds of employee contributions	(254,149)	(254,149)	-
Other (net transfer)	-	(12,162)	12,162
Net changes	61,192	593,282	(532,090)
Balances at December 31, 2021	\$ 4,690,015	\$ 5,175,673	\$ (485,658)

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. **Illinois Municipal Retirement Fund** (Continued)

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

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

	1% Lower (6.25%)	Current Discount Rate (7.25%)	1% Higher (8.25%)
Net pension liability (asset)	\$ (23,205)	\$ (485,658)	\$ (867,576)

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

For the year ended June 30, 2022 the District recognized pension income of \$215,705. At June 30, 2022, the District reported, deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ -	\$ -
Change of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	590,956
Total deferred amounts to be recognized in pension expense in the future periods	-	590,956
Pension contributions made subsequent to the measurement date	31,216	-
Total deferred amounts related to pensions	\$ 31,216	\$ 590,956

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE F - PENSION LIABILITIES (Continued)

2. Illinois Municipal Retirement Fund (Continued)

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

The District reported \$31,216 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2023.

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

<u>Year Ended June 30,</u>	<u>Net Deferred Inflows of Resources</u>
2023	\$ 129,229
2024	228,938
2025	145,544
2026	87,245
2027	-
Thereafter	<u>-</u>
Total	<u>\$ 590,956</u>

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022NOTE F - PENSION LIABILITIES (Continued)3. Summary of Pension Items

Below is a summary of the various pension items:

	<u>TRS</u>	<u>IMRF</u>	<u>Total</u>
Deferred outflows of resources:			
Employer contributions	\$ 31,948	\$ 31,216	\$ 63,164
Experience	2,577	-	2,577
Assumptions	199	-	199
Proportionate share	<u>5,391</u>	<u>-</u>	<u>5,391</u>
	<u>\$ 40,115</u>	<u>\$ 31,216</u>	<u>\$ 71,331</u>
Net pension liability (asset)	<u>\$ 449,218</u>	<u>\$ (485,658)</u>	<u>\$ (36,440)</u>
Pension expense (income)	<u>\$ 2,706,655</u>	<u>\$ (215,705)</u>	<u>\$ 2,490,950</u>
	<u>TRS</u>	<u>IMRF</u>	<u>Total</u>
Deferred inflows of resources:			
Investments	\$ 30,132	\$ 590,956	\$ 621,088
Experience	1,852	-	1,852
Assumptions	2,220	-	2,220
Proportionate share	<u>78,988</u>	<u>-</u>	<u>78,988</u>
	<u>\$ 113,192</u>	<u>\$ 590,956</u>	<u>\$ 704,148</u>

4. Social Security/Medicare

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

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS

1. Teachers' Health Insurance Security (THIS)

General Information about the Other Postemployment Plan

Plan Description

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

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

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

Benefits Provided

The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

General Information about the Other Postemployment Plan (Continued)

Contributions

On behalf contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the District. In the fund financial statements, the State contributions are intended to match contributions to the THIS Fund from active members, which were 0.90 percent of pay during the year ended June 30, 2022. In the government-wide financial statements, State of Illinois contributions also include a proportional allocation of the State's OPEB expense (based on the portion of the District's share of the expense compared to all School Districts in aggregate). For the year ended June 30, 2022, the District recognized revenue and expenses of \$169,348 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$49,575 in the General Fund based on the current financial resources measurement basis for State of Illinois contributions on behalf of the District's employees.

District contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.67 percent during the year ended June 30, 2022. For the year ended June 30, 2022, the District paid \$36,906 to the THIS Fund, which was 100 percent of the required contribution. These amounts are deferred because they were paid after the June 30, 2020 measurement date.

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

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

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

District's proportionate share of the net OPEB liability	\$ 4,388,152
State's estimated proportionate share of the net OPEB liability associated with the District *	<u>5,949,694</u>
Total	<u><u>\$ 10,337,846</u></u>

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

The net OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2020, and rolled forward to June 30, 2021. 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, 2021, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2021, the District's proportion was 0.019896 percent, which was a decrease of 0.00138 percent from its proportion measured as of June 30, 2020.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

For the year ended June 30, 2022, the District recognized the following for OPEB expense/expenditure and revenue pertaining to the District's employees:

	<u>Governmental Activities</u>	<u>General Fund</u>
State on-behalf contributions - OPEB revenue	\$ 169,348	\$ 49,575
and expense/expenditure		
District OPEB pension expense (income)	<u>(94,056)</u>	<u>36,906</u>
Total OPEB expense/expenditure	<u>\$ 75,292</u>	<u>\$ 86,481</u>

At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 205,272
Change of assumptions	1,515	1,643,165
Net difference between projected and actual earnings on OPEB plan investments	-	15
Changes in proportion and differences between District contributions and proportionate share of contributions	<u>180,248</u>	<u>596,643</u>
Total deferred amounts to be recognized in OPEB expense in future periods	<u>181,763</u>	<u>2,445,095</u>
District contributions subsequent to the measurement date	<u>36,906</u>	<u>-</u>
Total deferred amounts related to OPEB	<u>\$ 218,669</u>	<u>\$ 2,445,095</u>

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

The District reported \$36,906 as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date that will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2023. Other amounts reported as deferred inflows of resources and deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

<u>Year ending June 30:</u>	<u>Net Deferred Inflows of Resources</u>
2023	\$ 386,753
2024	386,723
2025	354,157
2026	306,468
2027	294,720
Thereafter	<u>534,511</u>
Total	<u>\$ 2,263,332</u>

Actuarial Assumptions

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

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB Liability
Contribution Policy	Benefits are financed on a pay-as-you basis. Contribution rates are defined by statute. For fiscal year end June 30, 2021, contribution rates are 1.24% of pay for active members, 0.92% of pay for school districts, and 1.24% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

Actuarial Assumptions (Continued)

Asset Valuation Method	Market value
Investment rate of return	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Inflation	2.50%
Salary increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2018, actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. Disabled Annuitants: RP- 2014 Disabled Annuitant Table. Pre-Retirement: RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.
Healthcare Trend Rate	Trend for fiscal year ending 2022 based on expected increases used to develop average costs. For fiscal years on and after 2023, trend starts at 8.00% gradually decreases to an ultimate trend of 4.25%.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

Discount Rate

The State, school districts and active members contribute 1.24 percent, 0.92 percent, 1.24 percent of pay, respectively for fiscal year 2021. Retirees contribute a percentage of the premium rate. The State also contributes an additional amount to cover plan costs in excess of contributions and investment income. Because plan benefits are financed on a pay-as-you-go basis, the single discount rate is based on a tax-exempt municipal bond rate index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. A single discount rate of 2.45 percent at June 30, 2020, and 1.92 percent at June 30, 2021, was used to measure the total OPEB liability. The decrease in the single discount rate, from 2.45 percent to 1.92 percent, caused the total OPEB liability to increase by approximately \$1,965 million as of June 30, 2021.

Investment Return

During plan year end June 30, 2021, the trust earned \$51,000 in interest, and the market value of assets at June 30, 2021, is \$313.2 million. The long-term investment return was assumed to be 2.75 percent.

Money-Weighted Rate of Return

The annual money-weighted rate of return was estimated based on monthly investment performance, net of investment expenses, adjusted for changing amounts actually invested. The annual money-weighted rate of return was 0.320% for plan year end June 30, 2021, and 1.732% for plan year end June 30, 2020.

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

The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 1.92 percent, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (0.92 percent) or 1-percentage-point higher (2.92 percent) than the current rate:

	1% Decrease (0.92%)	Current Discount Rate (1.92%)	1% Increase (2.92%)
District's proportionate share of the net OPEB liability	\$ 5,271,463	\$ 4,388,152	\$ 3,688,008

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

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

The following table shows the plan's net OPEB liability as of June 30, 2021, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower. The key trend rates are 8.00 percent in 2022 decreasing to an ultimate trend rate of 4.25 percent in 2038.

	<u>1% Decrease*</u>	<u>Current Healthcare Trend Rate</u>	<u>1% Increase **</u>
District's proportionate share of the net OPEB liability	\$ <u>3,512,937</u>	\$ <u>4,388,152</u>	\$ <u>5,577,068</u>

*One percentage point decrease in healthcare trend rates are 7.00% in 2022 decreasing to an ultimate trend rate of 3.25% in 2038.

** One percentage point increase in healthcare trend rates are 9.00% in 2022 decreasing to an ultimate trend rate of 5.25% in 2038.

2. Retiree Health Plan (RHP)

Plan Description

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

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. **Retiree Health Plan (RHP)** (Continued)

Benefits Provided

The District allows eligible employees the ability to elect post-retirement benefits under two options. Option A allows eligible employees to choose to receive a maximum of five (5) years of single health insurance if enrolled in the TRS health insurance plan up to a maximum Board contribution of \$5,000 annually. This post-retirement health insurance contribution will be immediately discontinued if the retiree elects an alternative health plan other than TRS, reaches age 65, or is otherwise eligible for Medicare, whichever occurs first.

Option B allows eligible employees to choose to take a one-time post-retirement payment of \$18,500 towards a 403b payable within 60 days after July 1st of the last year of the teacher's employment provided such employer contribution does not exceed the annual IRS limit.

Employees Covered by Benefit Terms

As of June 30, 2021 (most recent information available) the following employees were covered by the benefit terms:

Active employees	51
Inactive entitled to but not yet receiving benefits	-
Inactive currently receiving benefits	<u>5</u>
Total	<u><u>56</u></u>

Contributions

For fiscal year 2022, the District contributed \$40,400 toward the cost of the postemployment benefits for retirees, which was 0.00007% of covered payroll.

Total OPEB Liability

The total OPEB liability was determined by an actuarial valuation performed as of July 1, 2021 using the following actuarial methods and assumptions:

Actuarial valuation date	July 1, 2021
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Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. **Retiree Health Plan (RHP)** (Continued)

Total OPEB Liability (Continued)

Measurement date	June 30, 2022
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Inflation	2.50%
Discount rate	3.69%
Salary rate increase	Not Applicable
Mortality rates	Pub-2010 Public Retirement Plans Teachers mortality table projected generationally with Scale MP-2021.
Election at Retirement	It is assumed that 80% of active employees will elect the 5-year health insurance contribution option and 20% will elect the one-time payment into the employee's 403(b) plan account.
Spousal coverage	Spouses are not covered under this plan.

Discount Rate

The District does not have a dedicated Trust to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). A rate of 3.69% is used, which is the Bond Buyer 20-Bond GO Index as of June 30, 2022.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

Changes in the Total OPEB Liability

The following table shows the components of the change in the District's net OPEB liability for the fiscal year ended June 30, 2022 based upon a rollforward actuarial valuation from the actuarial valuation performed July 1, 2021 to the fiscal year end:

	Total OPEB Liability (A)	Plan Fiduciary Net Position (B)	Net OPEB Liability (A) - (B)
Balances at July 1, 2021	\$ 326,988	\$ -	\$ 326,988
Changes for the year:			
Service cost	25,828	-	25,828
Interest on the total OPEB liability	7,185	-	7,185
Difference between expected and actual	-	-	-
Changes of assumptions and other inputs	(24,651)	-	(24,651)
Contributions - employer	-	40,400	(40,400)
Net investment income	-	-	-
Benefit payments, including	(40,400)	(40,400)	-
Other changes	-	-	-
Net changes	(32,038)	-	(32,038)
Balances at June 30, 2022	\$ 294,950	\$ -	\$ 294,950

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

The following presents the plan's total OPEB liability, calculated using a Single Discount Rate of 3.69%, as well as what the plan's total OPEB liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher than the current rate:

	1% Lower (2.69%)	Current Discount Rate (3.69%)	1% Higher (4.69%)
Total OPEB liability	\$ 310,875	\$ 294,950	\$ 279,899

The net OPEB liability is not sensitive to the impact of changes in healthcare rates.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

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

For the year ended June 30, 2022 the District recognized OPEB expense of \$31,527. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in OPEB Expense in Future Periods		
Differences between expected and actual experience	\$ -	\$ -
Change of assumptions	<u>762</u>	<u>23,110</u>
Total deferred amounts to be recognized in OPEB expense in the future periods	<u>\$ 762</u>	<u>\$ 23,110</u>

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

Year Ended June 30,	Net Deferred Inflows of Resources
2023	\$ 1,486
2024	1,486
2025	1,486
2026	1,486
2027	1,486
Thereafter	<u>14,918</u>
Total	<u>\$ 22,348</u>

Butler Elementary School District No. 53
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

3. Summary of OPEB Items

Below is a summary of the various OPEB items at June 30, 2022:

	<u>THIS</u>	<u>RHP</u>	<u>Total</u>
Deferred outflows of resources:			
Employer contributions	\$ 36,906	\$ -	\$ 36,906
Assumptions	1,515	762	2,277
Earnings	-	-	-
Proportionate share	<u>180,248</u>	<u>-</u>	<u>180,248</u>
	<u>\$ 218,669</u>	<u>\$ 762</u>	<u>\$ 219,431</u>
OPEB liability	<u>\$ 4,388,152</u>	<u>\$ 294,950</u>	<u>\$ 4,683,102</u>
OPEB expense	<u>\$ 75,292</u>	<u>\$ 31,527</u>	<u>\$ 106,819</u>
Deferred inflows of resources:			
Assumptions	\$ 1,643,165	\$ 23,110	\$ 1,666,275
Experience	205,272	-	205,272
Investments	15	-	15
Proportionate share	<u>596,643</u>	<u>-</u>	<u>596,643</u>
	<u>\$ 2,445,095</u>	<u>\$ 23,110</u>	<u>\$ 2,468,205</u>

NOTE H - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The District purchases coverage against such risks. To protect the District from such risks, the District participates in the following public entity risk pools: School Employee Loss Fund (SELF) for worker's compensation claims and the Suburban School Cooperative Insurance Pool (SSCIP) for property, general liability, automobile, employee dishonesty and excess liability claims.. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that the pools will be self-sustaining through member premiums, and will reinsure through commercial companies for claims in excess of certain levels established by the pools. There have been no significant reductions in insurance coverage in any of the past three years. Settlements have not exceeded coverage for each of the past three fiscal years, and the pooled coverage has not been exceeded.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE H - RISK MANAGEMENT (Continued)

Complete financial statements for SELF can be obtained from its business office at 1111 South Dee Road, Park Ridge, Illinois 60068. Complete financial statements for Suburban School Cooperative Insurance Pool (SSCIP) can be obtained from its Treasurer at 2850 Golf Road, Rolling Meadows, Illinois 60008.

NOTE I - CONTINGENCIES

1. Litigation

The District is not involved in any significant litigation. With regard to other pending matters, the eventual outcome and related liability, if any, are not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.

2. Grants

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

3. COVID-19

The long-term direct and indirect impacts of the COVID-19 pandemic on the District's enrollment, vendors, operations, and financing arrangements are currently unknown, as is the duration and severity of any impacts that the District may experience. The District continues to monitor investment values and returns, tax revenues, and state and federal funding, which could be impacted. While the District's evaluation is ongoing, management is currently unable to quantify the full effects that the pandemic will have on its operations, cash flows, and financial position; however, they may be significant.

NOTE J - JOINT AGREEMENTS

The District is a member of the LaGrange Area Department of Special Education (LADSE) and Cooperative Association for Special Education (CASE), joint agreements that provides certain special education services to residents of many school districts. The District also participates in SELF (see Note H). The District believes that, because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, these are not included as component units of the District.

Butler Elementary School District No. 53

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE K - CONSTRUCTION COMMITMENTS

The District has contracts for construction projects which have been approved by the Board of Education at June 30, 2022, which are a part of the District's master construction plan. Future commitments under these contracts approximate \$16,362,000 at June 30, 2022.

NOTE L - SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 16, 2022, the date that these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the balance sheet/statement of net position date that require additional disclosure in the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

Butler Elementary School District No. 53
MULTIYEAR SCHEDULES OF CHANGES IN NET PENSION LIABILITY (ASSET)
AND RELATED RATIOS
Illinois Municipal Retirement Fund
Eight Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total pension liability			
Service cost	\$ 75,498	\$ 86,350	\$ 86,139
Interest on the total pension liability	329,114	309,925	298,929
Benefit changes	-	-	-
Difference between expected and actual experience of the total pension liability	(89,271)	177,708	21,250
Assumption changes	-	(40,523)	-
Benefit payments and refunds	(254,149)	(272,585)	(236,929)
Net change in total pension liability	61,192	260,875	169,389
Total pension liability, beginning	4,628,823	4,367,948	4,198,559
Total pension liability, ending	<u>\$ 4,690,015</u>	<u>\$ 4,628,823</u>	<u>\$ 4,367,948</u>
Plan fiduciary net position			
Contributions, employer	\$ 66,189	\$ 85,683	\$ 68,443
Contributions, employee	31,091	38,366	40,029
Net investment income	762,313	587,607	674,607
Benefit payments, including refunds of employee contributions	(254,149)	(272,585)	(236,929)
Other (net transfer)	(12,162)	(30,221)	18,977
Net change in plan fiduciary net position	593,282	408,850	565,127
Plan fiduciary net position, beginning	4,582,391	4,173,541	3,608,414
Plan fiduciary net position, ending	<u>\$ 5,175,673</u>	<u>\$ 4,582,391</u>	<u>\$ 4,173,541</u>
Net pension liability (asset)	<u>\$ (485,658)</u>	<u>\$ 46,432</u>	<u>\$ 194,407</u>
Plan fiduciary net position as a percentage of the total pension liability	110.36 %	99.00 %	95.55 %
Covered valuation payroll	\$ 690,911	\$ 852,565	\$ 834,675
Net pension liability (asset) as a percentage of covered valuation payroll	(70.29) %	5.45 %	23.29 %

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

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

	2019	2018	2017	2016	2015
\$	85,814	\$ 85,749	\$ 83,564	\$ 81,201	\$ 84,002
	291,396	287,568	276,496	269,129	245,934
	-	-	-	-	-
	2,310	48,340	12,423	(32,876)	30,288
	99,798	(132,458)	(3,992)	-	160,156
	(246,271)	(230,112)	(223,640)	(216,904)	(192,939)
	233,047	59,087	144,851	100,550	327,441
	3,965,512	3,906,425	3,761,574	3,661,024	3,333,583
\$	<u>4,198,559</u>	<u>\$ 3,965,512</u>	<u>\$ 3,906,425</u>	<u>\$ 3,761,574</u>	<u>\$ 3,661,024</u>
\$	88,265	\$ 88,183	\$ 89,387	\$ 85,838	\$ 87,817
	39,038	41,233	42,349	38,506	36,596
	(210,222)	616,081	222,471	16,321	191,602
			(223,640)	(216,904)	(192,939)
	(246,271)	(230,112)			
	67,773	(70,048)	2,990	56,761	12,052
	(261,417)	445,337	133,557	(19,478)	135,128
	3,869,831	3,424,494	3,290,937	3,310,415	3,175,287
\$	<u>3,608,414</u>	<u>\$ 3,869,831</u>	<u>\$ 3,424,494</u>	<u>\$ 3,290,937</u>	<u>\$ 3,310,415</u>
\$	<u>590,145</u>	<u>\$ 95,681</u>	<u>\$ 481,931</u>	<u>\$ 470,637</u>	<u>\$ 350,609</u>
	85.94 %	97.59 %	87.66 %	87.49 %	90.42 %
\$	836,632	\$ 844,653	\$ 785,479	\$ 745,767	\$ 711,648
	70.54 %	11.33 %	61.36 %	63.11 %	49.27 %

Butler Elementary School District No. 53**MULTIYEAR SCHEDULE OF CONTRIBUTIONS**

Illinois Municipal Retirement Fund

Eight Most Recent Fiscal Years

<u>Year</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a % of Covered Valuation Payroll</u>
2022	\$ 66,189 *	\$ 66,189	\$ -	\$ 690,911	9.58 %
2021	85,683	85,683	-	852,565	10.05
2020	68,443	68,443	-	834,675	8.20
2019	88,265	88,265	-	836,632	10.55
2018	88,182	88,183	(1)	844,653	10.44
2017	89,388	89,387	1	785,479	11.38
2016	85,838	85,838	-	745,767	11.51
2015	90,674	87,817	2,857	734,795	11.95

* Estimated based on contribution rate of 9.58% and covered valuation payroll of \$690,911.

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

Butler Elementary School District No. 53
MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
Teachers' Retirement System of the State of Illinois
Eight Most Recent Fiscal Years

	<u>2022</u>		<u>2021</u>		<u>2020</u>		<u>2019</u>
District's proportion of the net pension liability	0.0005758371 %		0.0006403942 %		0.0006622118 %		0.0007318096 %
District's proportionate share of the net pension liability	\$ 449,218		\$ 552,118		\$ 537,108		\$ 570,408
State's proportionate share of the net pension liability associated with the District	<u>37,649,242</u>		<u>43,244,714</u>		<u>38,225,379</u>		<u>39,075,325</u>
Total	<u>\$ 38,098,460</u>		<u>\$ 43,796,832</u>		<u>\$ 38,762,487</u>		<u>\$ 39,645,733</u>
District's covered employee payroll	\$ 5,164,649		\$ 5,357,296		\$ 5,170,702		\$ 5,244,079
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	8.70 %		10.31 %		10.39 %		10.88 %
Plan fiduciary net position as a percentage of the total pension liability	45.10 %		37.80 %		39.60 %		40.00 %

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

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

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.0007040600 %	0.0007262900 %	0.0008166100 %	0.0007655300 %
\$ 537,889	\$ 573,301	\$ 534,964	\$ 465,887
<u>37,029,354</u>	<u>38,492,475</u>	<u>31,944,361</u>	<u>29,053,181</u>
\$ <u>37,567,243</u>	\$ <u>39,065,776</u>	\$ <u>32,479,325</u>	\$ <u>29,519,068</u>
\$ 5,001,209	\$ 4,878,843	\$ 4,904,088	\$ 4,709,249
10.76 %	11.75 %	10.91 %	9.89 %
39.30 %	36.40 %	41.50 %	43.00 %

Butler Elementary School District No. 53
MULTIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS
Teachers' Retirement System of the State of Illinois
Eight Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 29,955	\$ 31,072	\$ 29,990	\$ 30,416
Contributions in relation to the contractually required contribution	<u>29,955</u>	<u>31,219</u>	<u>29,990</u>	<u>30,406</u>
Contribution deficiency (excess)	\$ <u>-</u>	\$ <u>(147)</u>	\$ <u>-</u>	\$ <u>10</u>
District's covered-employee payroll	\$ 5,508,331	\$ 5,164,649	\$ 5,357,296	\$ 5,170,702
Contributions as a percentage of covered-employee payroll	0.54 %	0.60 %	0.56 %	0.59 %

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

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

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 29,007	\$ 28,297	\$ 28,444	\$ 28,614
<u>27,265</u>	<u>25,312</u>	<u>24,945</u>	<u>28,614</u>
\$ <u><u>1,742</u></u>	\$ <u><u>2,985</u></u>	\$ <u><u>3,499</u></u>	\$ <u><u>-</u></u>
\$ 5,244,079	\$ 5,001,209	\$ 4,878,843	\$ 4,904,088
0.52 %	0.51 %	0.51 %	0.58 %

Butler Elementary School District No. 53

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

Retiree Health Plan

Two Most Recent Fiscal Years

	2022	2021
Total OPEB liability		
Service cost	\$ 25,828	\$ 25,067
Interest on the total OPEB liability	7,185	7,322
Changes of assumptions and other inputs	(24,651)	872
Benefit payments, including the implicit rate subsidy	(40,400)	(25,000)
Net change in total OPEB liability	(32,038)	8,261
Total OPEB liability, beginning	326,988	318,727
Total OPEB liability, ending	\$ 294,950	\$ 326,988
Plan fiduciary net position		
Contributions, employer	\$ 40,400	\$ 25,000
Benefit payments, including refunds of employee contributions	(40,400)	(25,000)
Plan fiduciary net position, ending	\$ -	\$ -
Net OPEB liability	\$ 294,950	\$ 326,988
Plan fiduciary net position as a percentage of the total OPEB	0.00 %	0.00 %
Covered Valuation Payroll	\$ 5,124,728	\$ 4,731,283
Net OPEB liability as a percentage of covered valuation	5.76 %	6.91 %

Note: The District began reporting a net OPEB liability beginning with its fiscal year ended June 30, 2021 therefore 10 years of information is not available.

Butler Elementary School District No. 53
MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET OTHER POSTEMPLOYMENT BENEFIT (OPEB) LIABILITY
Teachers' Health Insurance Security Fund
Five Most Recent Fiscal Years

	2022	2021	2020	2019	2018
District's proportion of the net OPEB liability	0.019896 %	0.021276 %	0.021036 %	0.022116 %	0.047608 %
District's proportionate share of the net OPEB liability	\$ 4,388,152	\$ 5,688,364	\$ 5,822,336	\$ 5,826,543	\$ 12,353,974
State's proportionate share of the net OPEB liability associated with the District	5,949,694	7,706,184	7,884,186	7,823,791	13,453,237
Total	<u>\$ 10,337,846</u>	<u>\$ 13,394,548</u>	<u>\$ 13,706,522</u>	<u>\$ 13,650,334</u>	<u>\$ 25,807,211</u>
District's covered payroll	\$ 5,164,649	\$ 5,357,296	\$ 5,170,702	\$ 5,244,079	\$ 5,001,209
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	84.97 %	106.18 %	112.60 %	111.11 %	247.02 %
Plan fiduciary net position as a percentage of the total OPEB liability	1.40 %	0.70 %	0.25 %	(0.07) %	(0.17) %

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

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

Butler Elementary School District No. 53
MULTIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS
Teachers' Health Insurance Security Fund
Five Most Recent Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contribution	\$ 47,515	\$ 49,287	\$ 47,570	\$ 46,168	\$ 42,013
Contributions in relation to the contractually required contribution	<u>47,512</u>	<u>49,516</u>	<u>47,568</u>	<u>46,136</u>	<u>42,013</u>
Contribution excess	<u>\$ 3</u>	<u>\$ (229)</u>	<u>\$ 2</u>	<u>\$ 32</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 5,508,331	\$ 5,164,649	\$ 5,357,296	\$ 5,170,702	\$ 5,244,079
Contributions as a percentage of covered-employee payroll	(0.86) %	(0.96) %	0.89 %	0.89 %	0.80 %

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

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

Butler Elementary School District No. 53

General Fund

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL For the Year Ended June 30, 2022 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues					
Local sources					
General levy	\$ 8,924,000	\$ 8,924,000	\$ 8,985,571	\$ 61,571	\$ 8,899,059
Corporate personal property replacement taxes	250,000	250,000	1,106,030	856,030	366,159
Summer school tuition from pupils or parents	10,000	10,000	750	(9,250)	16,550
Interest on investments	37,850	37,850	22,998	(14,852)	103,940
Fees	326,000	326,000	244,187	(81,813)	310,625
Student Activity Fund Revenues	95,000	95,000	85,785	(9,215)	98,985
Contributions and donations from private sources	7,200	7,200	-	(7,200)	-
Refund of prior years' expenditures	-	-	25	25	275
Other	-	-	960	960	19,134
Total local sources	<u>9,650,050</u>	<u>9,650,050</u>	<u>10,446,306</u>	<u>796,256</u>	<u>9,814,727</u>
State sources					
Evidence Based Funding Formula	292,000	292,000	293,530	1,530	293,063
Special Education - Private Facility Tuition	5,000	5,000	11,850	6,850	13,197
On-Behalf Payments to TRS from the State	<u>900,000</u>	<u>900,000</u>	<u>2,787,826</u>	<u>1,887,826</u>	<u>2,444,733</u>
Total state sources	<u>1,197,000</u>	<u>1,197,000</u>	<u>3,093,206</u>	<u>1,896,206</u>	<u>2,750,993</u>
Federal sources					
Title I - Low Income	30,000	30,000	17,434	(12,566)	21,694
Title IV - Student Support & Academic Enrichment Grant	13,000	13,000	10,000	(3,000)	10,202
Federal Special Education - Preschool Flow-Through	6,500	6,500	4,555	(1,945)	6,613
Federal Special Education - IDEA Flow Through	110,000	110,000	103,688	(6,312)	97,332
Federal Special Education - IDEA Room & Board	-	-	-	-	2,784
Title II - Teacher Quality	8,500	8,500	5,100	(3,400)	1,525
Other Restricted Grants Received from Federal Government	<u>220,000</u>	<u>220,000</u>	<u>219,904</u>	<u>(96)</u>	<u>20,112</u>
Total federal sources	<u>388,000</u>	<u>388,000</u>	<u>360,681</u>	<u>(27,319)</u>	<u>160,262</u>
Total revenues	<u>11,235,050</u>	<u>11,235,050</u>	<u>13,900,193</u>	<u>2,665,143</u>	<u>12,725,982</u>

(Continued)

Butler Elementary School District No. 53

General Fund

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				2021 Actual
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	
Expenditures					
Instruction					
Regular programs					
Salaries	\$ 3,699,056	\$ 3,699,056	\$ 3,621,846	\$ 77,210	\$ 4,102,066
Employee benefits	460,069	460,069	725,450	(265,381)	439,512
On-Behalf Payments to TRS from the State	900,000	900,000	2,787,826	(1,887,826)	2,444,733
Purchased services	350,000	350,000	486,176	(136,176)	2,959
Supplies and materials	240,875	240,875	139,992	100,883	169,103
Other objects	-	-	8,773	(8,773)	(1,383)
Total	<u>5,650,000</u>	<u>5,650,000</u>	<u>7,770,063</u>	<u>(2,120,063)</u>	<u>7,156,990</u>
Special education programs					
Salaries	547,503	547,503	606,904	(59,401)	567,768
Employee benefits	75,323	75,323	104,188	(28,865)	95,093
Supplies and materials	60,000	60,000	16,733	43,267	21,591
Non-capitalized equipment	-	-	-	-	464
Total	<u>682,826</u>	<u>682,826</u>	<u>727,825</u>	<u>(44,999)</u>	<u>684,916</u>
Special education programs pre-K					
Salaries	34,445	34,445	38,653	(4,208)	31,915
Employee benefits	634	634	4,809	(4,175)	3,447
Purchased services	-	-	29,370	(29,370)	52,635
Supplies and materials	<u>32,000</u>	<u>32,000</u>	<u>118</u>	<u>31,882</u>	<u>257</u>
Total	<u>67,079</u>	<u>67,079</u>	<u>72,950</u>	<u>(5,871)</u>	<u>88,254</u>
Interscholastic programs					
Salaries	88,036	88,036	169,168	(81,132)	103,077
Employee benefits	1,316	1,316	3,726	(2,410)	1,878
Purchased services	-	-	-	-	300
Supplies and materials	-	-	(29)	29	800
Other objects	<u>14,000</u>	<u>14,000</u>	<u>10,388</u>	<u>3,612</u>	<u>1,653</u>
Total	<u>103,352</u>	<u>103,352</u>	<u>183,253</u>	<u>(79,901)</u>	<u>107,708</u>
Summer school programs					
Salaries	120,000	120,000	81,000	39,000	85,624
Employee benefits	1,860	1,860	1,215	645	1,116
Supplies and materials	-	-	-	-	440
Total	<u>121,860</u>	<u>121,860</u>	<u>82,215</u>	<u>39,645</u>	<u>87,180</u>

(Continued)

Butler Elementary School District No. 53

General Fund

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL For the Year Ended June 30, 2022 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual
Gifted programs					
Supplies and materials	\$ 2,290	\$ 2,290	\$ 1,297	\$ 993	\$ 1,758
Total	<u>2,290</u>	<u>2,290</u>	<u>1,297</u>	<u>993</u>	<u>1,758</u>
Special Education K-12 Programs					
Private Tuition	<u>200,000</u>	<u>200,000</u>	<u>123,835</u>	<u>76,165</u>	<u>100,553</u>
Student Activity Fund Expenditures	<u>95,000</u>	<u>95,000</u>	<u>77,558</u>	<u>17,442</u>	<u>52,170</u>
Total instruction	<u>6,922,407</u>	<u>6,922,407</u>	<u>9,038,996</u>	<u>(2,116,589)</u>	<u>8,279,529</u>
Support services					
Pupils					
Attendance and social work services					
Salaries	160,570	160,570	83,000	77,570	108,042
Employee benefits	10,347	10,347	1,222	9,125	2,446
Supplies and materials	<u>27,000</u>	<u>27,000</u>	<u>1,472</u>	<u>25,528</u>	<u>5,000</u>
Total	<u>197,917</u>	<u>197,917</u>	<u>85,694</u>	<u>112,223</u>	<u>115,488</u>
Guidance services					
Salaries	-	-	106,395	(106,395)	77,399
Employee benefits	-	-	10,820	(10,820)	8,944
Purchased services	-	-	3,050	(3,050)	338
Supplies and materials	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,929</u>
Total	<u>-</u>	<u>-</u>	<u>120,265</u>	<u>(120,265)</u>	<u>89,610</u>
Health services					
Salaries	62,883	62,883	77,410	(14,527)	207,149
Employee benefits	1,158	1,158	1,681	(523)	1,421
Purchased services	100,000	100,000	162,688	(62,688)	254
Supplies and materials	12,500	12,500	16,129	(3,629)	10,634
Non-capitalized equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,089</u>
Total	<u>176,541</u>	<u>176,541</u>	<u>257,908</u>	<u>(81,367)</u>	<u>221,547</u>
Psychological services					
Salaries	-	-	28,037	(28,037)	135,298
Employee benefits	-	-	2,740	(2,740)	14,334
Purchased services	-	-	31,088	(31,088)	-
Supplies and materials	<u>-</u>	<u>-</u>	<u>505</u>	<u>(505)</u>	<u>10,124</u>
Total	<u>-</u>	<u>-</u>	<u>62,370</u>	<u>(62,370)</u>	<u>159,756</u>

(Continued)

Butler Elementary School District No. 53

General Fund

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL For the Year Ended June 30, 2022 With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual
Speech pathology and audiology services					
Salaries	\$ 34,968	\$ 34,968	\$ -	\$ 34,968	\$ 34,002
Employee benefits	542	542	486	56	628
Supplies and materials	-	-	33,781	(33,781)	2,398
Total	35,510	35,510	34,267	1,243	37,028
Other support services - pupils					
Salaries	-	-	53,210	(53,210)	54,419
Employee benefits	-	-	9,915	(9,915)	9,185
Total	-	-	63,125	(63,125)	63,604
Total pupils	409,968	409,968	623,629	(213,661)	687,033
Instructional staff					
Improvement of instruction services					
Salaries	202,503	202,503	175,929	26,574	186,050
Employee benefits	16,705	16,705	34,765	(18,060)	29,348
Purchased services	77,500	77,500	15,446	62,054	68,509
Supplies and materials	15,500	15,500	9,715	5,785	12,850
Other objects	56,500	56,500	9,082	47,418	4,556
Total	368,708	368,708	244,937	123,771	301,313
Educational media services					
Salaries	127,050	127,050	79,338	47,712	208,697
Employee benefits	2,227	2,227	5,229	(3,002)	41,439
Purchased services	217,390	217,390	218,302	(912)	246,945
Supplies and materials	237,750	237,750	201,668	36,082	149,127
Capital outlay	-	-	54,435	(54,435)	71,838
Other objects	500	500	-	500	75
Non-capitalized equipment	180,000	180,000	164,260	15,740	57,312
Total	764,917	764,917	723,232	41,685	775,433
Assessment and testing					
Purchased services	13,000	13,000	8,721	4,279	8,050
Supplies and materials	1,450	1,450	-	1,450	-
Total	14,450	14,450	8,721	5,729	8,050
Total instructional staff	1,148,075	1,148,075	976,890	171,185	1,084,796

(Continued)

Butler Elementary School District No. 53

General Fund

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

For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual
General administration					
Board of education services					
Salaries	\$ 31,543	\$ 31,543	\$ 36,273	\$ (4,730)	\$ -
Employee benefits	7,581	7,581	8,416	(835)	-
Purchased services	333,000	333,000	245,335	87,665	286,702
Supplies and materials	20,000	20,000	10,271	9,729	2,802
Other objects	16,500	16,500	11,122	5,378	8,870
Total	408,624	408,624	311,417	97,207	298,374
Executive administration services					
Salaries	251,543	251,543	262,524	(10,981)	214,852
Employee benefits	39,676	39,676	66,290	(26,614)	48,779
Purchased services	2,500	2,500	5,255	(2,755)	1,058
Supplies and materials	2,500	2,500	5,663	(3,163)	12,851
Other objects	5,000	5,000	4,150	850	3,306
Total	301,219	301,219	343,882	(42,663)	280,846
Total general administration	709,843	709,843	655,299	54,544	579,220
School administration					
Office of the principal services					
Salaries	348,384	348,384	419,688	(71,304)	503,949
Employee benefits	79,290	79,290	101,881	(22,591)	104,718
Purchased services	2,500	2,500	1,396	1,104	1,348
Supplies and materials	15,000	15,000	15,448	(448)	5,412
Other objects	-	-	289	(289)	608
Total	445,174	445,174	538,702	(93,528)	616,035
Total school administration	445,174	445,174	538,702	(93,528)	616,035
Business					
Direction of business support services					
Salaries	-	-	-	-	5,520
Employee benefits	-	-	-	-	1
Supplies and materials	-	-	26	(26)	-
Total	-	-	26	(26)	5,521

(Continued)

Butler Elementary School District No. 53

General Fund

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual
Fiscal services					
Salaries	\$ 88,580	\$ 88,580	\$ 96,074	\$ (7,494)	\$ 84,201
Employee benefits	28,384	28,384	21,164	7,220	23,051
Purchased services	85,700	85,700	116,964	(31,264)	68,656
Supplies and materials	10,900	10,900	540	10,360	302
Other objects	500	500	3,122	(2,622)	-
Total	214,064	214,064	237,864	(23,800)	176,210
Food services					
Purchased services	5,000	5,000	54,598	(49,598)	53,710
Supplies and materials	-	-	-	-	459
Total	5,000	5,000	54,598	(49,598)	54,169
Total business	219,064	219,064	292,488	(73,424)	235,900
Central					
Information services					
Purchased services	75,000	75,000	44,384	30,616	-
Total Central	75,000	75,000	44,384	30,616	-
Staff services					
Salaries	-	-	2,500	(2,500)	-
Employee benefits	-	-	32	(32)	-
Total	-	-	2,532	(2,532)	-
Total central	75,000	75,000	46,916	28,084	-
Total support services	3,007,124	3,007,124	3,133,924	(126,800)	3,202,984
Payments to other districts and government units					
Payments for special education programs					
Purchased services	400,000	400,000	437,135	(37,135)	340,780
Other objects	20,033	20,033	7,075	12,958	35,102
Total	420,033	420,033	444,210	(24,177)	375,882
Payments for special education programs - tuition					
Other objects	430,000	430,000	-	430,000	-
Total payments to other districts and other government units	850,033	850,033	444,210	405,823	375,882
Total expenditures	10,779,564	10,779,564	12,617,130	(1,837,566)	11,858,395
Excess of revenues over expenditures	455,486	455,486	1,283,063	827,577	867,587

(Continued)

Butler Elementary School District No. 53

General Fund

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

For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual
Other financing sources (uses)					
Debt issuance	\$ -	\$ -	\$ -	\$ -	\$ 2,311,000
Permanent transfer from working cash fund - abatement	-	-	-	-	(2,311,000)
Transfer to capital projects fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,110,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,110,000)</u>
Net change to fund balance	<u>\$ 455,486</u>	<u>\$ 455,486</u>	1,283,063	<u>\$ 827,577</u>	(242,413)
Fund balance, beginning of year			<u>10,197,007</u>		<u>10,439,420</u>
Fund balance, end of year			<u>\$ 11,480,070</u>		<u>\$ 10,197,007</u>

(Concluded)

Butler Elementary School District No. 53
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022					
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual	
Revenues						
Local sources						
General levy	\$ 1,218,000	\$ 1,218,000	\$ 1,194,655	\$ (23,345)	\$ 1,217,557	
Interest on investments	6,250	6,250	-	(6,250)	13,858	
Impact fees from municipal or county govt	-	-	26,000	26,000	19,500	
Proceeds from vendors' contracts	25,000	25,000	-	(25,000)	-	
Other	-	-	-	-	5,999	
Total local sources	<u>1,249,250</u>	<u>1,249,250</u>	<u>1,236,685</u>	<u>(12,565)</u>	<u>1,256,914</u>	
Total revenues	<u>1,249,250</u>	<u>1,249,250</u>	<u>1,236,685</u>	<u>(12,565)</u>	<u>1,256,914</u>	
Expenditures						
Support services						
Business						
Operation and maintenance of plant services						
Salaries	254,240	254,240	226,557	27,683	229,428	
Employee benefits	103,874	103,874	70,728	33,146	74,227	
Purchased services	391,300	491,300	475,480	15,820	524,633	
Supplies and materials	316,000	566,000	502,605	63,395	709,535	
Capital outlay	-	-	15,699	(15,699)	24,244	
Other objects	<u>1,000</u>	<u>1,000</u>	<u>825</u>	<u>175</u>	<u>-</u>	
Total business	<u>1,066,414</u>	<u>1,416,414</u>	<u>1,291,894</u>	<u>124,520</u>	<u>1,562,067</u>	
Total support services	<u>1,066,414</u>	<u>1,416,414</u>	<u>1,292,000</u>	<u>124,414</u>	<u>1,562,067</u>	
Total expenditures	<u>1,066,414</u>	<u>1,416,414</u>	<u>1,292,000</u>	<u>124,414</u>	<u>1,562,067</u>	
Excess (deficiency) of revenues over expenditures	<u>182,836</u>	<u>(167,164)</u>	<u>(55,315)</u>	<u>111,849</u>	<u>(305,153)</u>	
Other financing uses						
Transfer to capital projects fund	<u>(500,000)</u>	<u>(500,000)</u>	<u>-</u>	<u>500,000</u>	<u>(475,000)</u>	
Total other financing uses	<u>(500,000)</u>	<u>(500,000)</u>	<u>-</u>	<u>500,000</u>	<u>(475,000)</u>	
Net change in fund balance	<u>\$ (317,164)</u>	<u>\$ (667,164)</u>	<u>(55,315)</u>	<u>\$ 611,849</u>	<u>(780,153)</u>	
Fund balance, beginning of year			<u>771,829</u>		<u>1,551,982</u>	
Fund balance, end of year			<u>\$ 716,514</u>		<u>\$ 771,829</u>	

Butler Elementary School District No. 53

Transportation Fund

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

For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022					
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual	
Revenues						
Local sources						
General levy	\$ 537,000	\$ 537,000	\$ 526,821	\$ (10,179)	\$ 526,668	
Regular transportation fees from pupils or parents -in state	60,000	60,000	33,875	(26,125)	37,250	
Regular transportation fees from co-curricular activities - in state	3,000	3,000	-	(3,000)	-	
Interest on investments	<u>1,875</u>	<u>1,875</u>	<u>-</u>	<u>(1,875)</u>	<u>3,003</u>	
Total local sources	<u>601,875</u>	<u>601,875</u>	<u>560,696</u>	<u>(41,179)</u>	<u>566,921</u>	
State sources						
Transportation - Regular and Vocational	1,500	1,500	2,452	952	3,558	
Transportation - Special Education	<u>12,000</u>	<u>12,000</u>	<u>38,609</u>	<u>26,609</u>	<u>33,616</u>	
Total state sources	<u>13,500</u>	<u>13,500</u>	<u>41,061</u>	<u>27,561</u>	<u>37,174</u>	
Total revenues	<u>615,375</u>	<u>615,375</u>	<u>601,757</u>	<u>(13,618)</u>	<u>604,095</u>	
Expenditures						
Support services						
Business						
Pupil transportation services						
Salaries	35,000	35,000	43,613	(8,613)	32,626	
Employee benefits	325	325	596	(271)	489	
Purchased services	<u>580,000</u>	<u>580,000</u>	<u>627,385</u>	<u>(47,385)</u>	<u>623,045</u>	
Total support services	<u>615,325</u>	<u>615,325</u>	<u>671,594</u>	<u>(56,269)</u>	<u>656,160</u>	
Total expenditures	<u>615,325</u>	<u>615,325</u>	<u>671,594</u>	<u>(56,269)</u>	<u>656,160</u>	
Excess (deficiency) of revenues over expenditures	<u>\$ 50</u>	<u>\$ 50</u>	(69,837)	<u>\$ (69,887)</u>	(52,065)	
Fund balance, beginning of year			<u>438,318</u>		<u>490,383</u>	
Fund balance, end of year			<u>\$ 368,481</u>		<u>\$ 438,318</u>	

Butler Elementary School District No. 53
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022					
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual	
Revenues						
Local sources						
General levy	\$ -	\$ -	\$ 44,578	\$ 44,578	\$ 103,673	
Social security/Medicare only levy	107,000	107,000	117,894	10,894	103,673	
Other tax levies	107,000	107,000	-	(107,000)	-	
Corporate personal property replacement taxes	10,000	10,000	10,000	-	100,000	
Interest on investments	625	625	-	(625)	1,045	
Total local sources	224,625	224,625	172,472	(52,153)	308,391	
Total revenues	224,625	224,625	172,472	(52,153)	308,391	
Expenditures						
Instruction						
Regular programs	57,362	57,362	61,166	(3,804)	50,783	
Special education programs	14,554	14,554	15,490	(936)	31,113	
Special education programs pre-K	499	499	561	(62)	463	
Interscholastic programs	1,277	1,277	2,320	(1,043)	1,495	
Summer school programs	-	-	1,175	(1,175)	1,242	
Total instruction	73,692	73,692	80,712	(7,020)	85,096	
Support services						
Pupils						
Attendance and social work services	2,328	2,328	1,204	1,124	166	
Guidance services	-	-	1,308	(1,308)	1,086	
Health services	912	912	1,095	(183)	894	
Psychological services	-	-	344	(344)	1,962	
Speech pathology and audiology services	507	507	455	52	493	
Other support services -pupils	-	-	9,282	(9,282)	9,517	
Total pupils	3,747	3,747	13,688	(9,941)	14,118	

(Continued)

Butler Elementary School District No. 53
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022					
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual	
Instructional staff						
Improvement of instruction services	\$ 2,936	\$ 2,936	\$ 3,833	\$ (897)	\$ 2,774	
Educational media services	<u>1,842</u>	<u>1,842</u>	<u>1,430</u>	<u>412</u>	<u>10,870</u>	
Total instructional staff	<u>4,779</u>	<u>4,778</u>	<u>5,263</u>	<u>(485)</u>	<u>13,644</u>	
General administration						
Executive administration services	<u>8,625</u>	<u>8,625</u>	<u>14,580</u>	<u>(5,955)</u>	<u>15,613</u>	
Total general administration	<u>14,060</u>	<u>14,060</u>	<u>14,580</u>	<u>(520)</u>	<u>15,613</u>	
School administration						
Office of the principal services	<u>18,824</u>	<u>18,824</u>	<u>27,616</u>	<u>(8,792)</u>	<u>26,864</u>	
Total school administration	<u>18,824</u>	<u>18,824</u>	<u>27,616</u>	<u>(8,792)</u>	<u>26,864</u>	
Business						
Direction of business support services	-	-	-	-	972	
Fiscal services	14,316	14,316	15,805	(1,489)	13,730	
Operation and maintenance of plant services	43,806	43,806	40,416	3,390	32,245	
Pupil transportation services	<u>-</u>	<u>-</u>	<u>633</u>	<u>(633)</u>	<u>473</u>	
Total business	<u>58,121</u>	<u>58,122</u>	<u>56,854</u>	<u>1,268</u>	<u>47,420</u>	
Total support services	<u>99,530</u>	<u>99,531</u>	<u>118,037</u>	<u>(18,506)</u>	<u>117,659</u>	
Total expenditures	<u>173,223</u>	<u>173,223</u>	<u>198,749</u>	<u>(25,526)</u>	<u>202,755</u>	
Excess (deficiency) of revenues over expenditures	<u>\$ 51,402</u>	<u>\$ 51,402</u>	(26,277)	<u>\$ (77,679)</u>	105,636	
Fund balance, beginning of year			<u>222,828</u>		<u>117,192</u>	
Fund balance, end of year			<u>\$ 196,551</u>		<u>\$ 222,828</u>	

(Concluded)

Butler Elementary School District No. 53

Notes to the Required Supplementary Information

June 30, 2022

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

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

- a) The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December of each year, a tax levy ordinance is filed with the County Clerk to obtain tax revenues.
- d) Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
- e) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- f) The budget amounts shown in the financial statements are as originally adopted by the Board of Education on September 13, 2021 and amended by the Board of Education on June 13, 2022.
- g) All budget appropriations lapse at the end of the fiscal year.

2. EXPENDITURES IN EXCESS OF BUDGET

The following fund had expenditures in excess of budgets at June 30, 2022:

<u>Funds</u>	<u>Amount</u>
General	\$ 1,837,566 *
Transportation	56,269
Municipal Retirement / Social Security Fund	25,526
Debt service	17,088

* General Fund expenditures in excess of budget is due to the excess on-behalf expenditures which were \$1,887,826 in excess of budget.

Butler Elementary School District No. 53

Notes to the Required Supplementary Information

June 30, 2022

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

For the 2020 - 2021 measurement year, the assumed investment rate of return was 7.00 percent, including an inflation rate of 2.25 percent and a real return of 4.75 percent. Salary increases were assumed to vary by service credit and were consistent in 2020 and 2021. These actuarial assumptions were based on an experience study dated September 30, 2021.

For the 2020 - 2016 measurement years, the assumed investment rate of return was 7.00 percent, including an inflation rate of 2.50 percent and a real return of 4.50 percent. Salary increases were assumed to vary by service credit. The assumptions used for the 2020 - 2018 and 2017 - 2016 measurement years were based on an experience study dated September 30, 2018 and August 13, 2015, respectively.

For the 2015 measurement year, the assumed investment rate of return was 7.50 percent, including an inflation rate of 3.00 percent and real return of 4.50 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

4. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF OF THE 2021 IMRF CONTRIBUTION RATE*

Valuation Date:

Notes	Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.
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Methods and Assumptions Used to Determine the 2021 Contribution Rate:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, and ECO groups): 22-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 17 years for most employers (five employers were financed over 18 years; one employer was financed over 19 years; two employers were financed over 20 years; three employers were financed over 26 years; four employers were financed over 27 years and one employer was financed over 28 years)
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	3.25%

Butler Elementary School District No. 53

Notes to the Required Supplementary Information

June 30, 2022

4. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2021 IMRF CONTRIBUTION RATE* (Continued)

Methods and Assumptions Used to Determine the 2021 Contribution Rate: (Continued)

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

Other Information:

Notes	There were no benefit changes during the year.
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* Based on Valuation Assumptions used in the December 31, 2019 actuarial valuation.

Change in Assumptions:

For the 2021, 2020, 2019 and 2018 measurement years, the assumed investment rate of return was 7.25 percent, including an inflation rate of 2.50 percent and a real return of 4.75%.

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

Butler Elementary School District No. 53

Notes to the Required Supplementary Information

June 30, 2022

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2021 THIS CONTRIBUTION RATE

Valuation Date:

Notes	Actuarially determined contribution rates are calculated as of June 30 each year, 12 months prior to the fiscal year in which contributions are reported.
Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Fiscal Year End	June 30, 2022

Methods and Assumptions Used to Determine the 2021 Contribution Rate:

Actuarial Cost Method	Aggregate Entry Age Normal, used to measure the Total OPEB Liability
Asset Valuation Method	Market value
Investment Rate of Return	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Single equivalent discount rate	1.92%
Price Inflation	2.50%
Salary Increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2018, actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. Disabled Annuitants: RP-2014 Disabled Annuitant Table. Pre-Retirement: RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.
Healthcare Cost Trend Rates	Trend for fiscal year 2022 based on expected increases used to develop average costs. For fiscal years on and after 2023, trend starts at 8.00% gradually decreases to an ultimate trend of 4.25%.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

Butler Elementary School District No. 53

Notes to the Required Supplementary Information

June 30, 2022

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2021 THIS CONTRIBUTION RATE (Continued)

Change in Assumptions:

The Discount Rate was changed from 2.45% used in the Fiscal Year 2021 valuation to 1.92%, which is the Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

The Discount Rate was changed from 3.13% used in the Fiscal Year 2020 valuation to 2.45%, which is the Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

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

SUPPLEMENTARY FINANCIAL INFORMATION

Butler Elementary School District No. 53

General Fund

COMBINING BALANCE SHEET

June 30, 2022

	Educational Account	Working Cash Account	Total
ASSETS			
Cash and investments	\$ 10,985,650	\$ 390,834	\$ 11,376,484
Receivables (net of allowance for uncollectibles):			
Property taxes	4,243,732	-	4,243,732
Replacement taxes	182,849	-	182,849
Intergovernmental	224,245	-	224,245
Prepaid items	82,804	-	82,804
Total assets	<u>\$ 15,719,280</u>	<u>\$ 390,834</u>	<u>\$ 16,110,114</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 129,955	\$ -	\$ 129,955
Salaries and wages payable	694,956	-	694,956
Payroll deductions payable	122,179	-	122,179
Unearned revenue	349,594	-	349,594
Total liabilities	<u>1,296,684</u>	<u>-</u>	<u>1,296,684</u>
DEFERRED INFLOWS			
Property taxes levied for a future period	<u>3,333,360</u>	<u>-</u>	<u>3,333,360</u>
Total deferred inflows	<u>3,333,360</u>	<u>-</u>	<u>3,333,360</u>
FUND BALANCES			
Nonspendable	82,804	-	82,804
Assigned	147,199	-	147,199
Unassigned	<u>10,859,233</u>	<u>390,834</u>	<u>11,250,067</u>
Total fund balance	<u>11,089,236</u>	<u>390,834</u>	<u>11,480,070</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 15,719,280</u>	<u>\$ 390,834</u>	<u>\$ 16,110,114</u>

Butler Elementary School District No. 53

General Fund

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

For the Year Ended June 30, 2022

	Educational Account	Working Cash Account	Total
Revenues			
Property taxes	\$ 8,985,571	\$ -	\$ 8,985,571
Replacement taxes	1,106,030	-	1,106,030
State aid	3,093,206	-	3,093,206
Federal aid	360,681	-	360,681
Interest	22,998	-	22,998
Other	331,707	-	331,707
Total revenues	13,900,193	-	13,900,193
Expenditures			
Current:			
Instruction:			
Regular programs	5,059,795	-	5,059,795
Special programs	851,660	-	851,660
Other instructional programs	339,715	-	339,715
State retirement contributions	2,787,826	-	2,787,826
Support services:			
Pupils	623,629	-	623,629
Instructional staff	976,890	-	976,890
General administration	655,299	-	655,299
School administration	538,702	-	538,702
Business	292,488	-	292,488
Nonprogrammed charges	444,210	-	444,210
Capital outlay	-	-	-
Total expenditures	12,617,130	-	12,617,130
Excess of revenues over expenditures	1,283,063	-	1,283,063
Fund balance, beginning of year	9,806,173	390,834	10,197,007
Fund balance, end of year	\$ 11,089,236	\$ 390,834	\$ 11,480,070

Butler Elementary School District No. 53
Debt Service Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues					
Local sources					
General levy	\$ 194,000	\$ 194,000	\$ 191,150	\$ (2,850)	\$ 188,766
Interest on investments	<u>75</u>	<u>75</u>	<u>-</u>	<u>(75)</u>	<u>1,010</u>
Total local sources	<u>194,075</u>	<u>194,075</u>	<u>210,650</u>	<u>16,575</u>	<u>189,776</u>
Total revenues	<u>194,075</u>	<u>194,075</u>	<u>210,650</u>	<u>16,575</u>	<u>189,776</u>
Expenditures					
Debt service					
Bonds and other - interest	<u>43,000</u>	<u>43,000</u>	<u>43,329</u>	<u>(329)</u>	<u>5,557</u>
Principal payments on long-term debt	<u>150,000</u>	<u>150,000</u>	<u>164,759</u>	<u>14,759</u>	<u>193,978</u>
Other debt service					
Other objects	<u>17,500</u>	<u>17,500</u>	<u>19,500</u>	<u>(2,000)</u>	<u>39,376</u>
Total debt service	<u>210,500</u>	<u>210,500</u>	<u>227,588</u>	<u>(17,088)</u>	<u>238,911</u>
Total expenditures	<u>210,500</u>	<u>210,500</u>	<u>227,588</u>	<u>(17,088)</u>	<u>238,911</u>
Deficiency of revenues over expenditures	<u>(16,425)</u>	<u>(16,425)</u>	<u>(16,938)</u>	<u>(513)</u>	<u>(49,135)</u>
Other financing sources					
Debt issuance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,000</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,000</u>
Net change in fund balance	<u>\$ (16,425)</u>	<u>\$ (16,425)</u>	<u>(16,938)</u>	<u>\$ (513)</u>	<u>(10,135)</u>
Fund balance, beginning of year			<u>144,935</u>		<u>155,070</u>
Fund balance, end of year			<u>\$ 127,997</u>		<u>\$ 144,935</u>

Butler Elementary School District No. 53
Capital Projects Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues					
Local sources					
Corporate personal property replacement taxes	\$ -	\$ -	\$ -	\$ -	\$ 50,000
Interest on investments	<u>3,746</u>	<u>3,746</u>	<u>3,711</u>	<u>(35)</u>	<u>543</u>
Total local sources	<u>3,746</u>	<u>3,746</u>	<u>3,711</u>	<u>(35)</u>	<u>50,543</u>
Total revenues	<u>3,746</u>	<u>3,746</u>	<u>3,711</u>	<u>(35)</u>	<u>50,543</u>
Expenditures					
Support services					
Facilities acquisition and construction services					
Capital outlay	1,240,000	3,823,080	3,137,016	686,064	3,452,468
Non-capitalized equipment	<u>30,625</u>	<u>30,625</u>	<u>14,249</u>	<u>16,376</u>	<u>24,731</u>
Total support services	<u>1,270,625</u>	<u>3,853,705</u>	<u>3,427,676</u>	<u>426,029</u>	<u>3,477,199</u>
Total expenditures	<u>1,270,625</u>	<u>3,853,705</u>	<u>3,427,676</u>	<u>426,029</u>	<u>3,477,199</u>
Deficiency of revenues over expenditures	<u>(1,266,879)</u>	<u>(3,849,959)</u>	<u>(3,423,965)</u>	<u>425,994</u>	<u>(3,426,656)</u>
Other financing sources					
Permanent transfer from working cash fund - abatement	-	-	-	-	2,311,000
Principal on debt certificates sold	-	15,000,000	13,400,000	(1,600,000)	-
Premium on debt certificates sold	-	-	1,880,314	1,880,314	-
Permanent transfer to capital projects fund	<u>500,000</u>	<u>500,000</u>	<u>-</u>	<u>(500,000)</u>	<u>1,585,000</u>
Total other financing sources	<u>500,000</u>	<u>15,500,000</u>	<u>15,280,314</u>	<u>(219,686)</u>	<u>3,896,000</u>
Net change in fund balance	<u>\$ (766,879)</u>	<u>\$ 11,650,041</u>	11,856,349	<u>\$ 206,308</u>	469,344
Fund balance, beginning of year			<u>1,944,898</u>		<u>1,475,554</u>
Fund balance, end of year			<u>\$ 13,801,247</u>		<u>\$ 1,944,898</u>

Butler Elementary School District No. 53
Fire Prevention and Safety Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022				
	Original Budget	Amended and Final Budget	Actual	Variance From Final Budget	2021 Actual
Revenues					
Local sources					
Interest on investments	\$ 29	\$ 29	\$ -	\$ (29)	\$ 50
Total revenues	29	29	-	(29)	50
Excess of revenues over expenditures	\$ 29	\$ 29	-	\$ (29)	50
Fund balance, beginning of year			5,148		5,098
Fund balance, end of year			<u>\$ 5,148</u>		<u>\$ 5,148</u>