

ANNUAL FINANCIAL REPORT

**HUNTLEY COMMUNITY
SCHOOL DISTRICT 158
ALGONQUIN, IL**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2023**

**HUNTLEY COMMUNITY SCHOOL DISTRICT 158
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INDEPENDENT AUDITOR'S REPORT

Board of Education
Huntley Community School District 158
Algonquin, Illinois

Report on the Audit of the Financial Statements

Qualified Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Huntley Community School District 158, Algonquin, Illinois (the "District") as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

Basis for Qualified Opinions

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

Matter Giving Rise to the Qualified Opinion

The District has elected to omit the disclosures required by Governmental Accounting Standards Board Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The amount by which this disclosure would affect the financial statements is not reasonably determinable.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Other Matters

Prior-Year Comparative Information

We have previously audited the District's 2022 financial statements, and we expressed qualified audit opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information in our report dated October 20, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Required Supplementary Information

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

Supplementary Information

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

We have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District as of and for the year ended June 30, 2022, (not presented herein), and have issued our report October 20, 2022, which contained qualified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The supplementary information, as listed in the table of contents, for the year ended June 30, 2022, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2022 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2022.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Evans, Marshall & Pease, P.C.

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

Rolling Meadows, Illinois
October 31, 2023

REQUIRED SUPPLEMENTARY INFORMATION
Management's Discussion and Analysis

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HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

The discussion and analysis of Huntley Community Unit School District 158's (the "District") financial performance provides an overall review of the District's financial activities for the year ended June 30, 2023. The District management encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

Certain comparative information between the current year and the prior year is required to be presented in this management discussion and analysis (MD&A). The information is presented throughout the report to illustrate the differences in the District's results between the two years.

Financial Highlights

During the past year, the District continued its focus on moving forward. Curriculum and Instruction continued its focus on innovative and alternative programming. The District applied for and received several notable grants, and major capital projects were completed.

Throughout the 2022-2023 school year, the District continued to meet its mission of all students always! During the year, the District improved tier 1 supports through the purchase and adoption of a new math curriculum, provided additional professional learning in the areas of literacy instruction, increased dual language offerings while continuously implementing intentional structures and materials to support student learning needs. The District accomplishes all of this through intentional decision making through an equity lens ensuring that we prioritize analysis of the impact we have on our under-served and marginalized populations, as well as proactively identify and eliminate inequities.

As negative financial implications remain from the pandemic such as supply chain issues driving up costs, combined with the financial distress in the State, Huntley 158 has solidified its commitment to fiscal responsibility as one of the most operationally efficient, sustainable and energy efficient districts in the state. The District remains acutely aware of its responsibility to all stakeholders, including students, staff, families, and taxpayers.

Strategic Initiatives

In fiscal year 2022, the District revised its strategic plan and direction through a community engagement process named Destination 158! This citizen-led program brought parents and District residents together to develop a plan to keep its schools moving forward in the years ahead. The results of this activity serve as the foundation for the District's Strategic Plan.

The District's mission statement is, "Our learning community will inspire, challenge and empower all students always." The fiscal year 2023 four key long-term goals are as follows:

Goal One: All students achieve personal growth and development;

Goal Two: All students are prepared to achieve their lifelong goals;

Goal Three: All students learn in environments that are safe, secure and supportive;

Goal Four: The District remains sustainable to meet the needs of students & the community.

Operating Results

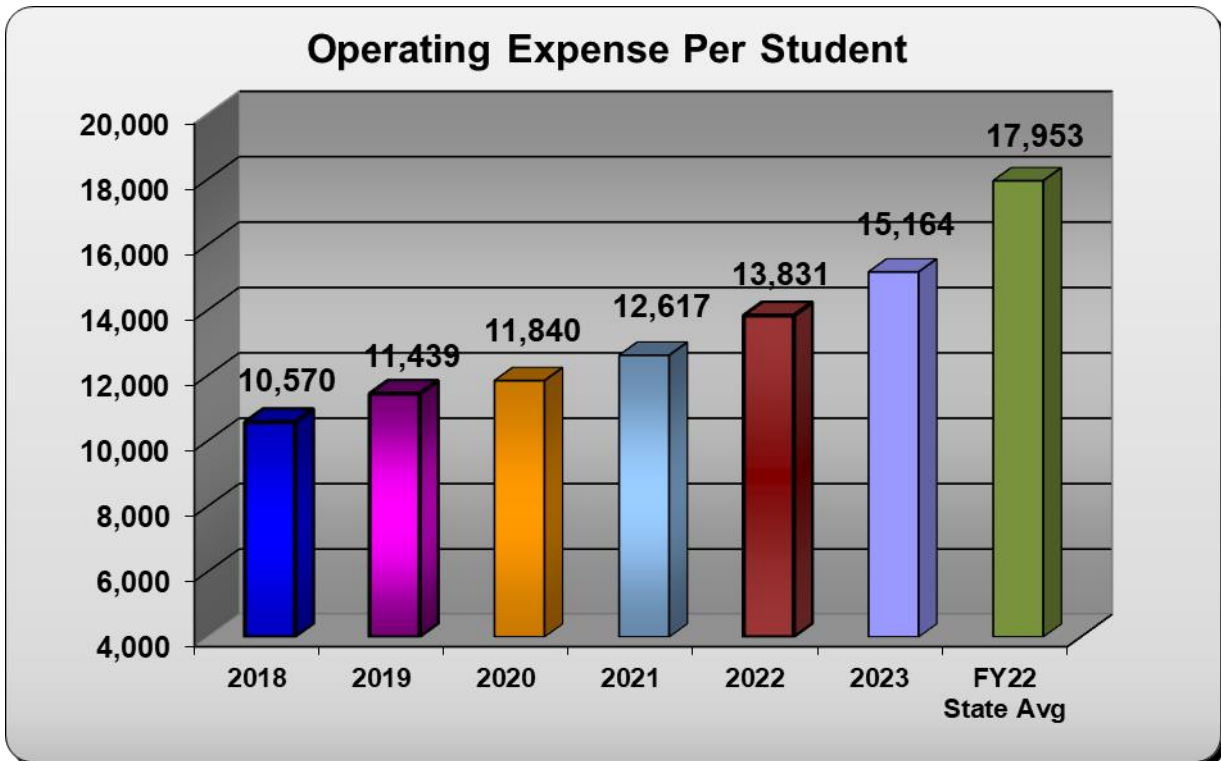
For the fiscal year ended June 30, 2023, the District's operating deficit approximated (\$1.6) million after Other Financing Sources. In fiscal year 2023, the District budgeted a \$252 thousand surplus. The fiscal 2023 budget deficit was primarily driven by health insurance expense exceeding budget by approximately 19.1% or \$2.1 million as a result of an increase of large claimants during the year, offset by local revenue favorability as noted below.

During the year, there were notable variances from budget impacting the overall operating results of the District. Notable revenues and expenses include:

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

- ✓ The District's Earnings on Investments, driven by a favorable economy, exceeded budgeted revenue by \$270 thousand.
- ✓ Driven by a significantly improved economy, Corporate Personal Property Replacement Taxes exceeded budget by approximately \$458 thousand with \$1.59 million being received.
- ✓ Federal Revenue was unfavorable to budget by (\$825) thousand primarily due to the reimbursement grants such as the IDEA Flow Through, ESSER and ARP not being fully expended. These dollars carry over to the fiscal year 2024 Budget.
- ✓ Purchased Services were unfavorable to budget by approximately (\$1.64) million, primarily driven by an increase in contracted instructional and transportation services, the result of the District's employee shortfall.
- ✓ Supplies & Materials were favorable to budget by approximately \$1.90 million, primarily driven by favorability for ESSER Supplies, Natural Gas, Diesel and Propane.
- ✓ The District had capital outlay expenditures in the amount of \$3,600,243 primarily consisted of roofing restoration at Huntley High School, asphalt replacement and redesign at Marlowe Middle School, as well as the electrical vehicle infrastructure within the Transportation Department.
- ✓ The District paid \$9,694,092 in lease and bond principal.

The District's operating funds, which include the Educational Fund, Operations and Maintenance Fund, Transportation Fund, Municipal Retirement/Social Security Fund, and Working Cash Fund, ended the year with an operating fund balance of \$37.57 million.



HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Over the past several years, the District has continued to drive operational efficiency while maintaining quality of education with minimum impact to the classroom. These operational efficiency initiatives continue to improve our financial position. As a result, the District's operating cost per pupil continues to be well below the State average. As a result of an increased expenses, primarily driven by ESSER/ARP funding, the District's operating cost per pupil increased 9.6% from \$13,831 per student in fiscal year 2022 to \$15,164 in fiscal year 2023. The District's operating cost per pupil continues to be the one of the lowest in McHenry County for all K-12 districts and significantly below the State's 2023 average operating cost per pupil of \$17,953 per student. Please note, the State average increased 12% from \$16,026 to \$17,953 per student. See chart above.

Planning for the Future

Although the State has approved a budget and the Evidence-Based Funding Model, uncertainty with additional education funding remains, thus challenging the District financially. This challenge will continue in the years to come. In fiscal year 2023, the District was notified that we moved into Tier I status within the Evidence Based Funding (EBF) Model. The EBF Tier I designation reflects those districts in the State that are the furthest from adequacy, and as such, receive additional funding. The District's new final percent of adequacy is 72.3%. As a result of this new Tier I status and funding available, the District remains hold harmless and will be receiving approximately \$2.82 million of additional funding in fiscal year 2024. In fiscal year 2023, the District received \$1.29 million of additional funding.

In fiscal year 2014, the District began the process of setting aside funds for future capital projects. Over the past several years the Board of Education has approved a resolution restricting dollars for "reserve for replacement." The resolution states that the sum of dollars "...currently on deposit within the Educational Fund, and not designated or committed for any other purpose(s), is hereby designated and committed for future capital improvements of the District." These dollars are noted as "Committed" under Fund Balances on the Balance Sheet. Thus, at the end of fiscal year 2023, the total Committed Reserve for Replacement funds totaled \$4.1 million. (See Note 13 in the Notes to Financial Statements.)

Subsequent to year end, the District continues its effort to identify opportunities to restructure its debt, specifically related to the Series 2014 General Obligation Refunding School Bonds in an effort to reduce debt service for the District.

Financial Rating

The Illinois State Board of Education has used its financial profile to evaluate districts since 2003. The overarching goal is to objectively assess the financial health of all school districts so that the public can gain a better understanding of where their district ranks in comparison to others. All of the amounts that comprise the calculation formula are derived from the ISBE Annual Financial Report, which is audited by the District's external auditors. A district's Financial Profile, as measured by the Illinois State Board of Education, is based upon a weighted combination of five ratios:

- Fund Balance to Revenue Ratio
- Expenditure to Revenue Ratio
- Days Cash on Hand
- Percent of Short-Term Borrowing Maximum Remaining
- Percent of Long-Term Debt Margin Remaining

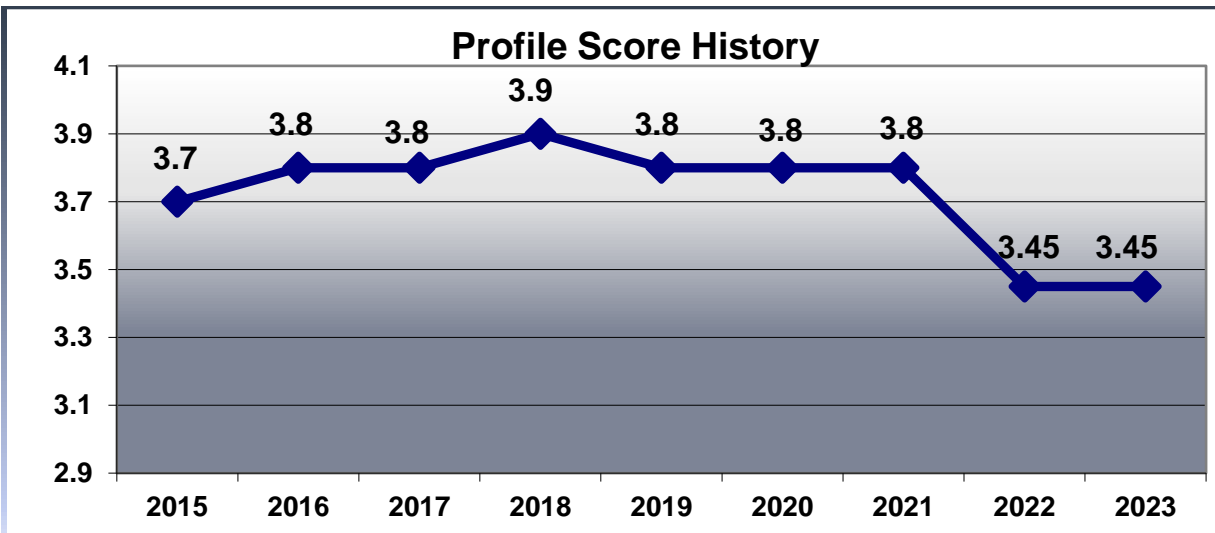
While an estimated profile is identified here, it is an estimation and may change, as the final profile score will be calculated by ISBE. Total profile scores are identified as follows:

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Score	Rating	Description
3.54 - 4.00	Financial Recognition	The highest category of financial strength.
3.08 - 3.53	Financial Review	The next highest financial health category.
2.62 - 3.07	Financial Early Warning	ISBE will be monitoring these districts closely and offering proactive technical assistance.
1.00 - 2.61	Financial Watch	ISBE will be monitoring these districts very closely and offering them technical assistance including, but not limited to, financial projections, cash flow analysis, budgeting, personnel inventories, and enrollment projections.

In fiscal year 2023, primarily as a result of increased health insurance claims, the District's Financial Profile Rating is that of "Review" at 3.45. Although the rating is one notch below that of "Recognition", it continues to reflect the District's strong commitment to financial health. The District has a specific strategic planning goal in fiscal year 2024 to resume to the rating of "Recognition"

As a result of the fiscal year 2023 operating deficit, the Expenditure to Revenue Ratio decreased from a maximum value of 1.4 to that of 1.05. The 35-basis point decrease represents the difference between the fiscal year's 2021 Profile rating of 3.8 to this year's Profile rating of 3.45. The District is expecting to return to a rating of "Recognition" in fiscal year 2024.



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
- Notes to the financial statements

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Major Features of the Government-Wide and Fund Financial Statements

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

Government-Wide Financial Statements

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

The statement of net position presents information on all of the District's assets, deferred inflows of resources, deferred outflows of resources and liabilities, with the difference between the two 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 declining.

The statement of activities presents information showing how the District's net position changed during the fiscal year being reported. It includes a description of the expenses and revenues for all governmental activities for the fiscal year. Revenues from specific programs and grants are identified by the functions that they support.

The government-wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District's governmental activities include instructional services (regular education, special education and other) and supporting services, including operation and maintenance of facilities.

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Fund Financial Statements

A fund is a self-balancing group of accounts with its own assets, liabilities, revenues and expenditures. Each fund is used to maintain control over resources and expenditures 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 can be divided into one category: governmental funds (the District maintains no proprietary funds and no fiduciary funds).

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, where the focus is on the government as a whole, governmental fund financial statements focus their reporting on individually significant funds.

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

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

The District adopts an annual budget for each of the funds. A budgetary comparison statement is provided for the General Fund and each major fund in the basic financial statements as other information to demonstrate compliance with this budget.

Notes to the financial statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *Required Supplementary Information* concerning the District's operations presented to supplement the basic financial statements and progress in funding related to the Teachers' Retirement System (TRS), Illinois Municipal Retirement Fund (IMRF), and Teachers' Health Insurance Security (THIS) Fund. The *Supplementary Information* provides additional analysis derived from and relate directly to the underlying accounting and other records used to prepare the financial statements.

Government-Wide Financial Analysis

Statement of Net Position: The following summary data is compared with data from the preceding year. The following provides a summary of the District's Statement of Net Position as of June 30, 2023 and 2022 (Table 1):

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

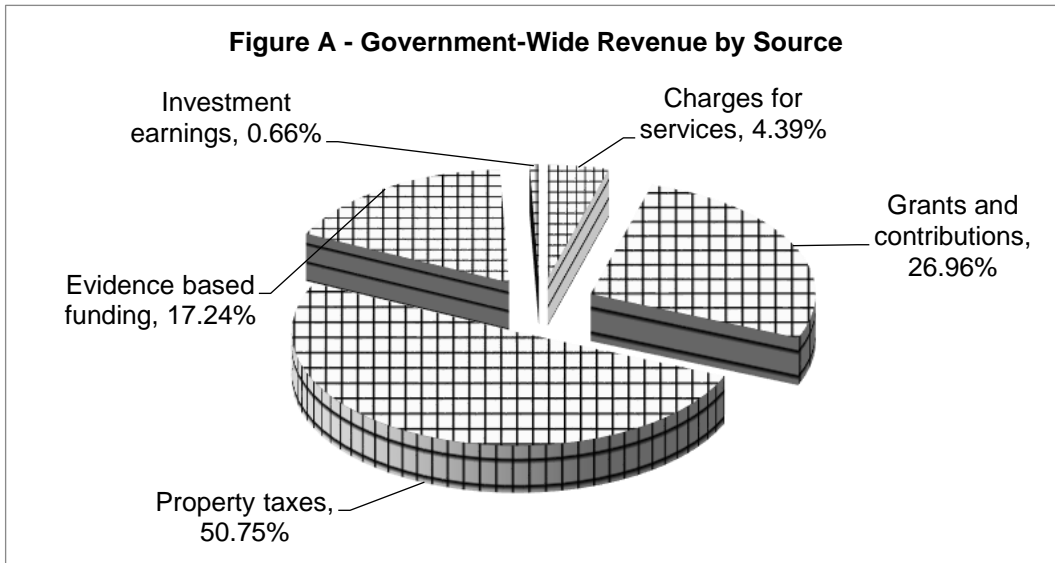
Table 1 Condensed Statement of Net Position			
	2023	2022	% Change
Current assets	\$ 102,953,046	\$ 104,321,314	-1.31%
Other assets	193,027,493	197,863,847	-2.44%
Total Assets	<u>295,980,539</u>	<u>302,185,161</u>	<u>-2.05%</u>
Total Deferred Outflows of Resources	<u>16,580,138</u>	<u>9,982,357</u>	<u>66.09%</u>
Current liabilities	18,748,459	19,787,484	-5.25%
Non-current liabilities	127,183,354	125,870,700	1.04%
Total Liabilities	<u>145,931,813</u>	<u>145,658,184</u>	<u>0.19%</u>
Total Deferred Inflows of Resources	<u>45,376,779</u>	<u>45,492,292</u>	<u>-0.25%</u>
Net investment in capital assets	102,976,971	100,546,343	2.42%
Restricted	23,929,381	25,003,058	-4.29%
Unrestricted	<u>(5,654,267)</u>	<u>(4,532,359)</u>	<u>24.75%</u>
Total Net Position	<u><u>\$ 121,252,085</u></u>	<u><u>\$ 121,017,042</u></u>	<u><u>0.19%</u></u>

Changes in Net Position from Operating Results: The following is a summary of the District's changes in net position for the year ending June 30, 2023, and 2022 (Table 2):

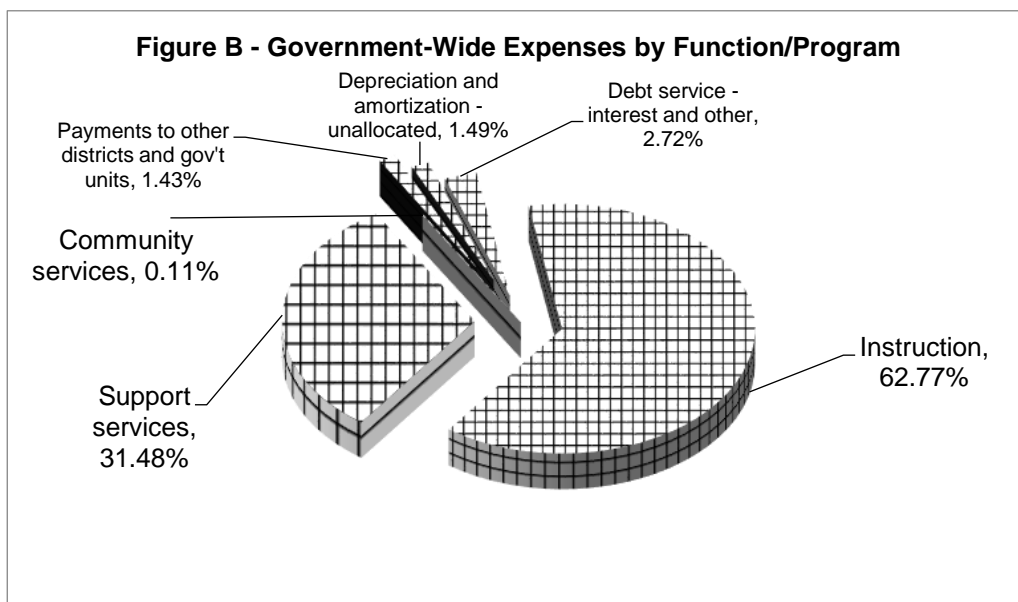
Table 2 Changes in Net Position			
	2023	2022	% Change
<i>Revenues</i>			
Program revenues			
Charges for services	\$ 7,413,820	\$ 4,668,471	58.81%
Grants and contributions	45,572,873	43,524,703	4.71%
General revenues			
Property taxes	84,203,549	81,668,285	3.10%
Personal property replacement taxes	1,595,733	1,529,007	4.36%
Evidence based funding	29,136,378	27,885,072	4.49%
Investment earnings	1,117,086	(91,701)	1318.18%
Total Revenues	<u>169,039,439</u>	<u>159,183,837</u>	<u>6.19%</u>
<i>Expenses</i>			
Instruction	105,953,304	97,512,604	8.66%
Support services	53,143,754	47,507,119	11.86%
Community services	187,683	115,008	63.19%
Payments to other districts and gov't units	2,416,067	2,050,916	17.80%
Debt service - interest and other	4,584,795	6,288,211	-27.09%
Depreciation/amortization - unallocated	2,518,793	2,433,568	3.50%
Total Expenses	<u>168,804,396</u>	<u>155,907,426</u>	<u>8.27%</u>
<i>Change in Net Position</i>	235,043	3,276,411	
<i>Net Position - Beginning</i>	<u>121,017,042</u>	<u>117,740,631</u>	
<i>Net Position - Ending</i>	<u><u>\$ 121,252,085</u></u>	<u><u>\$ 121,017,042</u></u>	

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Revenues by Source: Taxes, including personal property taxes, in the amount of \$85,799,282 accounted for 50.75% of total revenues, grants and contributions in the amount of \$45,572,873 accounted for 26.96%, charges for services in the amount of \$7,413,820 accounted for 4.39%, evidence based funding formula in the amount of \$29,136,378 accounted for 17.24%, and investment earnings in the amount of \$1,117,086 accounted for 0.66% (Figure A).



Expenses by Function: Expenses for instruction in the amount of \$105,953,304 accounted for 62.77% of total expenses, while support services in the amount of \$53,143,754 accounted for 31.48%, community services in the amount of \$187,683 accounted for 0.11%, payments to other districts and governmental units in the amount of \$2,416,067 accounted for 1.43%, debt service interest and other in the amount of \$4,584,795 accounted for 2.72%, and depreciation/amortization – unallocated in the amount of \$2,518,793 accounted for 1.49% (Figure B).



HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Financial Analysis of the District's Funds

The financial performance of the District reflects the financial climate of the country as a whole and Illinois in particular. Expenditures and revenues are monitored carefully. Financial updates and projections are shared with the Board of Education regularly. Account balances for all funds are positive for the year ended June 30, 2023. The governmental funds reported a combined ending fund balance of \$46,855,322, which was a decrease from last year's ending fund balance of \$47,880,811.

General Fund (Educational and Working Cash Accounts)

- Fund balance decreased by \$1,277,739, resulting in an ending fund balance of \$21,356,963.

Operations and Maintenance Fund

- Fund balance increased by \$1,122,298 resulting in an ending fund balance of \$9,643,335.

Transportation Fund

- Fund balance decreased by \$1,517,525 resulting in an ending fund balance of \$5,067,093.

Municipal Retirement/Social Security Fund

- Fund balance increased by \$58,428 resulting in an ending fund balance of \$1,502,812.

Debt Service Fund

- Fund balance increased by \$200,525 resulting in an ending fund balance of \$7,515,748.

Capital Projects Fund

- Fund balance decreased by \$706,473 resulting in an ending fund balance of \$644,024.

Fire Prevention and Safety Fund

- Fund balance increased by \$6 resulting in an ending fund balance of \$30,356.

Capital Assets and Long-term Debt

Capital Assets

By the end of fiscal year 2023, the District invested \$193,027,493 (net of depreciation/amortization) in a broad range of capital assets, including land, various improvements, and equipment (Table 3).

Table 3 Capital Assets			
	2023	2022	% Change
Land	\$ 10,899,723	\$ 10,899,723	0.00%
Construction in progress	728,500	-	N/A
Site improvements	24,081,387	23,358,527	3.09%
Buildings and improvements	153,089,625	156,811,392	-2.37%
Equipment	1,016,951	1,006,899	1.00%
Vehicles	3,005,920	4,104,029	-26.76%
Right-to-use leased equipment	205,387	104,029	97.43%
Total	\$ 193,027,493	\$ 196,284,599	-1.66%

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Additional information on the District's capital assets can be found in Note 8 to the financial statements.

Long-term Liabilities

At June 30, 2023, the District had total bonded debt and leases outstanding of \$113,247,483 (Table 4).

Table 4 Long-term Debt			
	2023	2022	% Change
Bonds payable	\$ 113,029,119	\$ 119,324,327	-5.28%
Leases payable	218,364	103,854	110.26%
Total	\$ 113,247,483	\$ 119,428,181	-5.18%

Additional information on the District's long-term liabilities can be found in Note 8 to the financial statements.

Budgetary Analysis

For the year ended June 30, 2023, expenditures exceeded budget in the General Fund by \$36,313,340, driven by unbudgeted on-behalf expenditures of \$33,522,586 (on-behalf is the payment by the State to the Teachers' Retirement System (TRS) and the Teachers' Health Insurance Security (THIS) fund discussed elsewhere in this audit report). The on-behalf expenditures are monies over which the District has no control and never sees on its books. In fact, the State does not always make this contribution, or make it on time. This contribution by the State must be shown in the audit, but it should be kept in mind that to get a true picture of the District's financial position, this contribution must be discounted. In addition, the expenditures exceeded budget in the Debt Service Fund by \$529,207, due to GASB 87 copier lease payments and bond refunding issuance costs; and the Capital Projects Fund by \$558. The over expenditures in these funds were covered by the District's existing fund balances.

Factors Affecting the District's Future

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

- The consumer price index for all urban consumers (CPI-U) has been increasing. The District is experiencing rising costs of supplies, services, employment, and benefits.
- Cost increases exceeding the general rate of inflation continue to be expected for the District relative to healthcare obligations for fiscal year 2023 and beyond. These costs represent a significant portion of the District's budget and their rate of increase is a concern to Administration and the Board of Education.
- The District will continue to work to obtain the best interest rates possible on its investments in a changing interest rate market.
- The continued deterioration of the financial condition of the statewide Teachers Retirement System (TRS) and the threat of the normal cost for the pension system being passed on to the District.
- Property tax appeals leading to assessment reductions and eroding District property tax collections or EAV.
- The District's employment groups are under contract as follows:
 - Teaching staff (Huntley Education Association) through fiscal year 2024.
 - Educational support staff (Huntley Education Support Personnel Association) through fiscal year 2025.

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, please contact Mark Altmayer, CPA, Chief Financial Officer/Treasurer.

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BASIC FINANCIAL STATEMENTS

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HUNTLEY COMMUNITY SCHOOL DISTRICT 158
STATEMENT OF NET POSITION
JUNE 30, 2023
WITH COMPARATIVE ACTUAL TOTALS FOR JUNE 30, 2022

	2023	2022
ASSETS		
Cash and investments	\$ 55,524,763	\$ 60,680,653
Receivables (net of allowance for uncollectibles)	41,361,229	39,616,392
Intergovernmental receivable	4,173,813	3,261,675
Prepaid items	1,893,241	762,594
Net pension asset	-	1,579,248
Capital assets		
Not being depreciated	11,628,223	10,899,723
Net of accumulated depreciation/amortization	<u>181,399,270</u>	<u>185,384,876</u>
Total Assets	<u>295,980,539</u>	<u>302,185,161</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charge on refunding	6,704,269	6,262,542
Pensions	<u>9,875,869</u>	<u>3,719,815</u>
Total Deferred Outflows of Resources	<u>16,580,138</u>	<u>9,982,357</u>
LIABILITIES		
Accounts payable and other accrued liabilities	17,053,875	17,794,379
Accrued interest payable	1,316,438	1,120,967
Unearned revenues	378,146	725,275
Other	-	146,863
Noncurrent liabilities		
Due within one year	22,430,308	22,164,559
Due in more than one year	<u>104,753,046</u>	<u>103,706,141</u>
Total Liabilities	<u>145,931,813</u>	<u>145,658,184</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	40,848,149	38,708,813
Pensions	<u>4,528,630</u>	<u>6,783,479</u>
Total Deferred Inflows of Resources	<u>45,376,779</u>	<u>45,492,292</u>
NET POSITION		
Net investment in capital assets	102,976,971	100,546,343
Restricted for		
Student activities	842,451	877,916
Operations and maintenance	9,643,335	8,521,037
Transportation	5,067,093	6,584,618
Municipal retirement/social security	1,502,812	1,444,384
Debt service	6,199,310	6,194,256
Capital projects	674,380	1,380,847
Unrestricted	<u>(5,654,267)</u>	<u>(4,532,359)</u>
Total Net Position	<u>\$ 121,252,085</u>	<u>\$ 121,017,042</u>

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL TOTALS AS OF JUNE 30, 2022

Functions/ Programs	Expenses Disbursed	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
Instruction	\$ 105,953,304	\$ 4,580,021	\$ 40,284,410	\$ -
Support services	53,143,754	2,833,799	5,238,463	50,000
Community services	187,683	-	-	-
Payments to other districts and gov't units	2,416,067	-	-	-
Interest and other	4,584,795	-	-	-
Unallocated depreciation/amortization*	2,518,793	-	-	-
Total Governmental Activities	<u>\$ 168,804,396</u>	<u>\$ 7,413,820</u>	<u>\$ 45,522,873</u>	<u>\$ 50,000</u>

GENERAL REVENUES

Taxes

Real estate taxes, levied for educational purposes

Real estate taxes, levied for specific purposes

Real estate taxes, levied for debt service

Corporate personal property replacement taxes

Evidence based funding

Investment earnings

Total General Revenues

CHANGES IN NET POSITION

NET POSITION - BEGINNING OF YEAR

NET POSITION - END OF YEAR

* This amount excludes direct depreciation expenses of the various programs.

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

<u>2023</u>	<u>2022</u>
Net (Expense) Revenue and Changes in Net Position	Revenue and Changes in Net Position
\$ (61,088,873)	\$ (59,498,425)
(45,021,492)	(37,328,124)
(187,683)	(115,008)
(2,416,067)	(2,050,916)
(4,584,795)	(6,288,211)
(2,518,793)	(2,433,568)
<u>(115,817,703)</u>	<u>(107,714,252)</u>
58,090,052	56,002,945
14,861,365	14,294,587
11,252,132	11,370,753
1,595,733	1,529,007
29,136,378	27,885,072
1,117,086	(91,701)
<u>116,052,746</u>	<u>110,990,663</u>
235,043	3,276,411
<u>121,017,042</u>	<u>117,740,631</u>
<u>\$ 121,252,085</u>	<u>\$ 121,017,042</u>

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023
WITH COMPARATIVE ACTUAL TOTALS FOR JUNE 30, 2022

	General Fund	Operations and Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund
ASSETS				
Cash and investments	\$ 31,583,328	\$ 10,743,398	\$ 3,342,526	\$ 1,635,696
Receivables (net of allowance for uncollectibles):				
Property taxes	28,559,661	4,430,076	1,119,519	1,489,695
Replacement taxes	251,630	-	-	-
Intergovernmental	2,378,293	-	1,795,520	-
Other	223,538	25,418	-	-
Due from activity funds	12,498	-	-	-
Prepaid items	210,319	1,029,352	198,918	-
Total Assets	\$ 63,219,267	\$ 16,228,244	\$ 6,456,483	\$ 3,125,391
LIABILITIES				
Accounts payable	\$ 2,821,226	\$ 2,063,549	\$ 31,674	\$ 172,510
Salaries and wages payable	7,984,419	11,950	4,111	-
Due to other governments	-	-	-	-
Health insurance payable	2,999,365	76,821	263,864	-
Unearned revenues	257,796	120,350	-	-
Other	-	-	-	-
Total Liabilities	14,062,806	2,272,670	299,649	172,510
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	27,799,498	4,312,239	1,089,741	1,450,069
Total Deferred Inflows of Resources	27,799,498	4,312,239	1,089,741	1,450,069
FUND BALANCES				
Nonspendable	210,319	1,029,352	198,918	-
Restricted	842,451	8,613,983	4,868,175	1,502,812
Committed	4,100,000	-	-	-
Unassigned	16,204,193	-	-	-
Total Fund Balances	21,356,963	9,643,335	5,067,093	1,502,812
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 63,219,267	\$ 16,228,244	\$ 6,456,483	\$ 3,125,391

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

Debt Service Fund	Capital Projects Fund	Fire Prevention and Life Safety Fund	Total	
			2023	2022
\$ 6,928,364	\$ 1,261,095	\$ 30,356	\$ 55,524,763	\$ 60,680,653
5,249,194	-	-	40,848,145	38,708,813
-	-	-	251,630	250,511
-	-	-	4,173,813	3,261,675
-	-	-	248,956	640,606
-	-	-	12,498	16,462
447,337	7,315	-	1,893,241	762,594
<u>\$ 12,624,895</u>	<u>\$ 1,268,410</u>	<u>\$ 30,356</u>	<u>\$ 102,953,046</u>	<u>\$ 104,321,314</u>
\$ -	\$ 624,386	\$ -	\$ 5,713,345	\$ 7,572,406
-	-	-	8,000,480	7,419,778
-	-	-	-	314,414
-	-	-	3,340,050	2,487,781
-	-	-	378,146	725,275
-	-	-	-	146,863
-	624,386	-	17,432,021	18,666,517
5,109,147	-	-	39,760,694	37,773,986
5,109,147	-	-	39,760,694	37,773,986
447,337	7,315	-	1,893,241	762,594
7,068,411	636,709	30,356	23,562,897	25,665,583
-	-	-	4,100,000	4,100,000
-	-	-	16,204,193	17,352,634
7,515,748	644,024	30,356	45,760,331	47,880,811
<u>\$ 12,624,895</u>	<u>\$ 1,268,410</u>	<u>\$ 30,356</u>	<u>\$ 102,953,046</u>	<u>\$ 104,321,314</u>

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2023

Total fund balances - governmental funds		\$ 45,760,331
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Net capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		193,027,493
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the postretirement benefits are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.		
Deferred outflows - pension related	\$ 9,875,869	
Deferred inflows - pension related	<u>(4,528,630)</u>	5,347,239
Deferred inflows of resources related to property taxes, do not relate to current financial resources and are not included in the funds.		(1,087,455)
Long-term liabilities that are not due and payable in the current period, and therefore, are not reported in the funds.		
Interest payable	(1,316,438)	
Leases payable	(218,364)	
Bonds payable	(113,029,119)	
Pension related debt	<u>(13,208,614)</u>	(127,772,535)
Governmental funds report the effects of premiums, discounts, and refundings and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities.		
Deferred amount on refunding	6,704,269	
Premium on bonds	<u>(727,257)</u>	<u>5,977,012</u>
Total net position of governmental activities (Exhibit A)		<u><u>\$ 121,252,085</u></u>

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

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HUNTLEY COMMUNITY SCHOOL DISTRICT 158
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023
WITH SUMMARIZED COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2022

	General Fund	Operations and Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund
REVENUES				
Local sources	\$ 66,787,618	\$ 9,733,637	\$ 2,483,644	\$ 3,321,985
State sources	28,690,910	2,146,243	3,165,162	-
State on-behalf retirement revenues	33,522,586	-	-	-
Federal sources	7,184,350	-	-	-
Total Revenues	136,185,464	11,879,880	5,648,806	3,321,985
EXPENDITURES				
Current				
Instruction	69,170,979	-	-	1,236,111
Support Services	31,988,165	7,808,002	6,782,732	2,016,655
Community Services	176,892	-	-	10,791
Payments to Other Districts and Gov't Units	2,416,067	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Other	-	-	-	-
State on-behalf retirement expenditures	33,522,586	-	-	-
Capital outlay	267,064	2,949,580	383,599	-
Total Expenditures	137,541,753	10,757,582	7,166,331	3,263,557
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,356,289)	1,122,298	(1,517,525)	58,428
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	-	-	-
Leases issued	153,602	-	-	-
Transfers in	-	-	-	-
Transfers out	(75,052)	-	-	-
Payment to escrow agent	-	-	-	-
Total Other Financing Sources (Uses)	78,550	-	-	-
NET CHANGE IN FUND BALANCES	(1,277,739)	1,122,298	(1,517,525)	58,428
FUND BALANCE - BEGINNING OF YEAR	22,634,702	8,521,037	6,584,618	1,444,384
FUND BALANCE - END OF YEAR	\$ 21,356,963	\$ 9,643,335	\$ 5,067,093	\$ 1,502,812

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

Debt Service Fund	Capital Projects Fund	Fire Prevention and Life Safety Fund	Total	
			2023	2022
\$ 11,647,598	\$ 508,328	\$ 6	\$ 94,482,816	\$ 88,316,028
-	-	-	34,002,315	33,583,579
-	-	-	33,522,586	29,904,454
-	-	-	7,184,350	7,921,742
<u>11,647,598</u>	<u>508,328</u>	<u>6</u>	<u>169,192,067</u>	<u>159,725,803</u>
-	-	-	70,407,090	65,489,229
-	742,531	-	49,338,085	45,287,931
-	-	-	187,683	115,008
-	-	-	2,416,067	2,050,916
9,694,092	-	-	9,694,092	9,650,073
2,297,831	-	-	2,297,831	2,171,961
137,472	-	-	137,472	109,267
-	-	-	33,522,586	29,904,454
-	-	-	3,600,243	5,339,893
<u>12,129,395</u>	<u>742,531</u>	<u>-</u>	<u>171,601,149</u>	<u>160,118,732</u>
<u>(481,797)</u>	<u>(234,203)</u>	<u>6</u>	<u>(2,409,082)</u>	<u>(392,929)</u>
11,800,000	-	-	11,800,000	10,455,000
-	-	-	153,602	107,616
547,322	-	-	547,322	764,939
-	(472,270)	-	(547,322)	(764,939)
<u>(11,665,000)</u>	<u>-</u>	<u>-</u>	<u>(11,665,000)</u>	<u>(10,350,000)</u>
<u>682,322</u>	<u>(472,270)</u>	<u>-</u>	<u>288,602</u>	<u>212,616</u>
200,525	(706,473)	6	(2,120,480)	(180,313)
<u>7,315,223</u>	<u>1,350,497</u>	<u>30,350</u>	<u>47,880,811</u>	<u>48,061,124</u>
<u>\$ 7,515,748</u>	<u>\$ 644,024</u>	<u>\$ 30,356</u>	<u>\$ 45,760,331</u>	<u>\$ 47,880,811</u>

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
JUNE 30, 2023

Net Change in Fund Balances - total governmental funds (Exhibit D) \$ (2,120,480)

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. This is the amount by which capital outlays exceeded depreciation/amortization expense in the current period.

Depreciation/amortization expense	\$ (6,857,349)	
Capital outlay over capitalization limits	3,600,243	(3,257,106)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Earned but unavailable taxes	(152,629)
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Bonds and other debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond and other debt principal is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Issuance of bonds	(11,800,000)	
Payment to escrow agent	11,665,000	
Leases issued	(153,602)	
Principal paid on leases	39,092	
Principal paid on bonds	9,655,000	9,405,490

Some amounts reported in the statement of activities do not require the use of current financial resources and therefore are not reported in the governmental funds.

Accrued interest on long-term debt	(195,471)	
Amortization of bond premiums and discounts	829,044	
Amortization of deferred amounts of refunding	(541,373)	
Accretion on capital appreciation bonds	(2,241,691)	
Changes in pension and related deferred outflows and deferred inflows of resources	(1,490,741)	(3,640,232)

Change in net position of governmental activities (Exhibit B)	\$ 235,043
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The accompanying notes to the financial statements are an integral part of this statement.

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Huntley Community School District 158 (the “District”) operates as a public-school system by an elected seven-member Board of Education. The District is organized under the School Code of the State of Illinois, as amended. The District provides education for grades Pre-K through 12. The accounting policies of the District conform to accounting principles generally accepted in the United States of America, as applicable to local governmental units of this type. The following is a summary of the more significant accounting policies of the District.

A. The Reporting Entity

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include or exclude a potential component unit in the reporting entity is made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The definition of a component unit is a legally separate organization for which the District is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete. The District is financially accountable if it appoints a voting majority of the organization’s governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the District. The District also may be financially accountable if an organization is fiscally dependent on the District regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government or (3) a jointly appointed board. There are no component units, as defined by GASB, which are included in the District’s reporting entity. Even though there are local government agencies within the geographic area served by the District, such as the municipality, library and park district, these agencies have been excluded from the report because they are legally separate and the District is not financially accountable for them.

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

B. Basis of Presentation

Government-Wide Financial Statements

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

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

Governmental Fund Financial Statements

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

Separate financial statements are provided for all governmental funds and fiduciary funds even though the fiduciary funds are excluded from the government-wide financial statements.

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus and Basis of Accounting

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

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

On-behalf payments (payments made by a third party for the benefit of the District, such as payments made by the state to the Teachers’ Retirement System {TRS} and the Teachers’ Health Insurance Security Fund {THIS}) have been recognized in the financial statements.

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

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

The funds of the District are described below:

Governmental Funds

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

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

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Capital Projects Fund – The Capital Projects Funds include both the Capital Projects Fund and the Fire Prevention and Life Safety Fund. The Capital Projects Fund accounts for financial resources to be used for the acquisition or construction of major capital projects. The Fire Prevention and Life Safety Fund accounts for financial resources to be used for school construction projects and authorized fire prevention and life safety projects.

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

There are no proprietary fund types.

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

There are no fiduciary fund types.

Major and Non-major Funds

An emphasis is placed on major funds with the governmental and proprietary categories.

A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

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

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

The funds classified as major are as follows:

General Fund – See above for description.

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

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

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

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

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

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Assets, Deferred Inflows/Outflows, Liabilities and Net Position or Equity

Deposits and Investments

Deposits are be cash on hand, cash with financial institutions, savings deposit accounts and non-negotiable certificates of deposit. Investments are negotiable certificates of deposit, government securities and municipal bonds. Investments are stated at fair value. Changes in fair value of investments are included as investment income.

Receivables

In government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends. Major receivable balances are shown on the exhibits. In fund financial statements, material receivables in governmental funds include revenue accruals that are both measurable and available. Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with

Prepays Items

The District's prepaid amounts are accounted for using the consumption method. Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid assets. In addition, the District remitted to the respective bond paying agents, the amounts due on July 1, 2023. These amounts are reflected as prepaid.

Capital Assets

Capital assets, which include land, site improvements, buildings, building improvements, vehicles, equipment, and construction in progress, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 and an estimated useful life of greater than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. Depreciation and amortization of capital assets is provided using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Site improvements	50
Vehicles	5
Equipment	5-30

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

Deferred outflows of resources

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Long-Term Liabilities (including Leases)

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

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

Leases

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

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

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

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

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

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

Deferred inflows of resources

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Property Tax Revenues

The District must file its tax levy ordinance by the last Tuesday in December of each year. The District's 2022 levy ordinance was approved during the December 15, 2022, board meeting. The District's 2021 levy ordinance was approved during the December 16, 2021, board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year. The District's annual property tax levy is subject to two statutory limitations: Individual fund rate ceilings and the Property Tax Extension Limitation Law (PTELL). The tax rate ceilings are applied at the fund level. These ceilings are established by state law subject to change only by the approval of the voters of the District. The PTELL limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELL limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance properties becoming eligible for taxation. The CPI rates applicable to the 2022 and 2021 tax levies were 7.0% and 1.4% respectively.

Property taxes are collected by the Kane and McHenry 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 30 days of the respective installment dates. The 2022 property tax levy is recognized as a receivable in fiscal 2023. The District considers that the first installment of the 2022 levy, for property taxes collected within 30 days after year-end, is to be used to finance operations in fiscal 2023. The District has determined that the second installment of the 2022 levy is to be used to finance operations in fiscal 2024 and has deferred the corresponding revenue under the full accrual basis of accounting.

Property Personal Replacement Taxes

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

Program Revenues

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

Eliminations and Reclassifications

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

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities 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.

Comparative Data

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 2 – NET POSITION / FUND BALANCE REPORTING

Net position is displayed in three components; Net Investment in Capital Assets, Restricted Net Position, and Unrestricted Net Position.

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

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

Unrestricted Net Position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

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

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

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

Restricted – The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the District. Items such as restrictions imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are restricted for those specified purposes. The District has several revenue sources received within different funds that also fall into these categories –

- Student Activities – Revenues and the related expenditures are accounted for in the General Fund: Educational Account. The restricted fund balance as of June 30, 2023 is \$842,451.
- Special Education – Revenues and the related expenditures of this restricted tax levy are accounted for in the General Fund: Educational Account. Expenditures exceeded revenues for this purpose, resulting in no restricted fund balance.
- State Grants – Proceeds from state grants and the related expenditures have been included in the General Fund: Educational Account and Transportation Fund. At June 30, 2023, expenditures exceeded revenues from state grants, resulting in no restricted balance.
- Federal Grants – Proceeds from federal grants and the related expenditures have been included in the General Fund: Educational Account. At June 30, 2023, expenditures exceeded revenues from federal grants, resulting in no restricted balance.
- Social Security – Expenditures and the related expenditures of this restricted tax levy are accounted for in the Municipal Retirement/Social Security Fund. Expenditures disbursed exceeded revenue received, resulting in no restricted balance.

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 2 – NET POSITION / FUND BALANCE REPORTING (Cont'd)

Committed – The committed fund balance refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the school board. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts. The formal action required to modify, rescind, or commit fund balance is by formal resolution of the school board to allocate funds to a specific project. The committed fund balance is for future capital improvements in the General Fund; \$4,100,000.

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

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

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

NOTE 3 – DEPOSITS AND INVESTMENTS

Deposits are be cash on hand, cash with financial institutions, savings deposit accounts and non-negotiable certificates of deposit. Investments are negotiable certificates of deposit, government securities and municipal bonds. Investments are stated at fair value. Changes in fair value of investments are included as investment income. The District has adopted a formal cash and investment management policy. The financial institutions in which accounts are made must be approved by the Board of Education. Separate deposit and investment accounts are not maintained for each fund; instead, the individual funds maintain their balances in one common account, with accounting records being maintained to show the portion of the common account balance attributable to each participating fund.

At June 30, 2023, the carrying amount of the District's deposits and investments totaled \$55,524,763 and bank balances totaled \$56,699,906.

For disclosure purposes, the amounts are classified as follows:

Cash and Investments	Amount	Maturities		
		Less Than Six Months	Six Months to One Year	One Year to Three Years
Cash with Financial Institutions	\$ 8,007,648	\$ 8,007,648	\$ -	\$ -
Savings Deposit Accounts	36,189,531	36,189,531	-	-
Non-negotiable Certificates of Deposits	6,547,150	4,866,000	1,681,150	-
Negotiable Certificates of Deposits	2,622,466	487,106	-	2,135,360
Government Securities	2,424,958	493,583	731,065	1,200,310
Municipal Bonds	908,153	-	398,366	509,787
Total	\$ 56,699,906	\$ 50,043,868	\$ 2,810,581	\$ 3,845,457

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 – DEPOSITS AND INVESTMENTS (Cont'd)

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

At June 30, 2023, the District had the following fair value measurements:

Investment Type	Fair Value	Level 1	Level 2	Level 3
Negotiable Certificates of Deposits	\$ 2,622,466	\$ 487,106	\$ 2,135,360	\$ -
Government Securities	2,424,958	1,224,648	1,200,310	-
Municipal Bonds	908,153	398,366	509,787	-
Total	\$ 5,955,577	\$ 2,110,120	\$ 3,845,457	\$ -

Interest Rate Risk. The District limits its exposure to losses arising from increasing interest rates by limiting the amount of cash held for a period longer than one year. The weighted average for the portfolio maturity was 101.07 days, and the time and dollar weighted average portfolio yield was 4.70%.

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

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

Custodial Risk. Custodial credit risk is the risk that, in the event of the failure of the bank or the counterparty, the District will not be able to recover the value of its deposits that are in the possession of an outside party. The bank balances of \$56,699,606 are as follows:

Depository Account	Bank Balance
FDIC Insured and Collateralized	\$ 48,517,526
Uncollateralized*	8,182,380
Total Deposits	\$ 56,699,906

*These are the ISDLAF funds which are invested in accordance with the Public Treasurer's Investment Pool created under Section 17 of the State Treasurer's Act.

NOTE 4 – ACCOUNTS RECEIVABLE

Accounts receivable of the governmental activities at June 30, 2023, is as follows:

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 – ACCOUNTS RECEIVABLE (Cont'd)

Account	Amount
Property taxes	\$ 40,848,145
Replacement taxes	251,630
Other	248,956
Activities	12,498
Total	\$ 41,361,229

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the District for the year ended June 30, 2023, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated				
Land	\$ 10,899,723	\$ -	\$ -	\$ 10,899,723
Construction in progress	-	728,500	-	728,500
Total	10,899,723	728,500	-	11,628,223
Capital assets being depreciated/amortized				
Site improvements	29,625,403	1,328,655	-	30,954,058
Buildings and improvements	227,280,410	832,163	-	228,112,573
Equipment	6,207,766	238,557	178,455	6,267,868
Vehicles	11,627,624	318,766	-	11,946,390
Right-to-use leased equipment	107,616	153,602	-	261,218
Total	274,848,819	2,871,743	178,455	277,542,107
Less accumulated depreciation/amortization				
Site improvements	6,266,876	605,795	-	6,872,671
Buildings and improvements	70,469,018	4,553,930	-	75,022,948
Equipment	5,200,867	228,505	178,455	5,250,917
Vehicles	7,523,595	1,416,875	-	8,940,470
Right-to-use leased equipment	3,587	52,244	-	55,831
Total	89,463,943	6,857,349	178,455	96,142,837
Total capital assets, being depreciated/ amortized, net	185,384,876	(3,985,606)	-	181,399,270
Total governmental activities capital assets	\$ 196,284,599	\$ (3,257,106)	\$ -	\$ 193,027,493

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

Governmental Activities	Depreciation/ Amortization
Instruction	\$ 2,190,221
Support services	2,148,335
Unallocated	2,518,793
Total	\$ 6,857,349

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 6 – ACCOUNTS PAYABLE

Accounts payable of the governmental activities at June 30, 2023, is as follows:

Account	Amount
Accounts payable	\$ 5,713,345
Salaries and wages payable	8,000,480
Health insurance payable	3,340,050
Total	\$ 17,053,875

NOTE 7 – LEASES PAYABLE

The District has entered into various lease agreements for the acquisition and use of copiers. An initial lease liability was recorded in the amount of \$153,602 for copiers (a), and \$107,616 for copiers (b), totaling \$261,218. As of June 30, 2023, the value of the lease liability was \$130,025 for copiers (a), and \$88,339 for copiers (b), totaling \$218,364. The District is required to make annual principal and interest payments of \$44,132, and \$30,919 for copiers and has an interest rate of 15.89%, and 15.89%, respectively. In addition, the District has an option to purchase the copiers for fair market value at the end of the lease term. The copiers have a five-year estimated useful life. The value of the right-to-use asset as of the end of the current fiscal year was \$122,882 for copiers (a), and \$82,505 for copiers (b), totaling \$205,387, and had accumulated amortization of \$30,721 for copiers (a), and \$25,110 for copiers (b), totaling \$55,831.

The future principal and interest lease payments as of June 30, 2023, were as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 43,425	\$ 31,627	\$ 75,052
2025	50,851	24,201	75,052
2026	59,546	15,506	75,052
2027	64,542	5,356	69,898
Totals	\$ 218,364	\$ 76,690	\$ 295,054

NOTE 8 – LONG-TERM LIABILITIES

The following is a summary of the components of long-term liabilities and related transactions of the District for the year ended June 30, 2023:

Governmental Activities	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Bonds					
General Obligation	\$ 83,555,000	\$ 11,800,000	\$ 1,790,000	\$ 93,565,000	\$ 1,755,000
Capital Appreciation	35,769,327	2,241,691	18,546,899	19,464,119	20,340,000
Leases	103,854	153,602	39,092	218,364	43,425
Subtotal	119,428,181	14,195,293	20,375,991	113,247,483	22,138,425
Unamortized bond premium	1,556,301	-	829,044	727,257	291,883
Pensions	4,886,218	8,370,600	48,204	13,208,614	-
Total	\$ 125,870,700	\$ 22,565,893	\$ 21,253,239	\$ 127,183,354	\$ 22,430,308

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 – LONG-TERM LIABILITIES (Cont'd)

Bonds are direct obligations and pledge the full faith and credit of the District. Leases are payable only from the general revenues of the District. Bonds and leases currently outstanding are as follows:

Purpose	Interest Rates	Face Amount	Carrying Amount
Bonds			
Refunding - 2014	2.000% - 4.000%	\$ 7,080,000	\$ 7,080,000
Refunding - 2016	1.630%	920,000	920,000
Refunding - 2017	3.424% - 4.000%	9,735,000	9,735,000
Refunding - 2018	4.000%	6,130,000	6,130,000
Refunding - 2020	0.455% - 2.940%	47,445,000	47,445,000
Refunding - 2021	1.720%	10,455,000	10,455,000
Refunding - 2022	1.720%	11,800,000	11,800,000
Capital Appreciation - 2004	N/A	20,340,000	19,464,119
Leases			
Copiers	Various	218,364	218,364
Subtotal		<u>114,123,364</u>	<u>113,247,483</u>
Unamortized Bond Premium		-	727,257
Pensions		-	13,208,614
Total		<u><u>\$ 114,123,364</u></u>	<u><u>\$ 127,183,354</u></u>

As of June 30, 2023, the annual debt service cash flow requirements to service bonds and leases are as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 22,138,425	\$ 2,583,947	\$ 24,722,372
2025	2,805,851	2,476,878.00	5,282,729
2026	3,639,546	2,436,701.00	6,076,247
2027	6,679,542	2,309,567.00	8,989,109
2028	8,025,000	2,126,639.00	10,151,639
2029	8,220,000	1,925,859.00	10,145,859
2030	8,305,000	1,780,997.00	10,085,997
2031	8,465,000	1,619,799.00	10,084,799
2032	8,665,000	1,421,717.00	10,086,717
2033	8,885,000	1,201,625.00	10,086,625
2034	9,115,000	967,063.00	10,082,063
2035	9,425,000	659,404.00	10,084,404
2036	9,755,000	329,198.00	10,084,198
Totals	<u><u>\$ 114,123,364</u></u>	<u><u>\$ 21,839,394</u></u>	<u><u>\$ 135,962,758</u></u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 13.8% of the most recent available equalized assessed valuation of the District. For the tax levy year 2022 (fiscal year 2022), the valuations were:

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 – LONG-TERM LIABILITIES (Cont’d)

McHenry County		\$ 1,344,878,487
Kane County		335,884,745
Total equalized assessed valuation		1,680,763,232
Statutory Limitation		13.8%
Statutory Debt Limit, based on 2022 assessed valuation		\$ 231,945,326
Debt applicable:		
Refunding Bonds - 2014	\$	7,080,000
Refunding Bonds - 2016		920,000
Refunding Bonds - 2017		9,735,000
Refunding Bonds - 2018		6,130,000
Refunding Bonds - 2020		47,445,000
Refunding Bonds - 2021		10,455,000
Refunding Bonds - 2022		11,800,000
Capital Appreciation Bonds - 2004		3,641,064
Leases - Copiers		218,364
Total applicable debt		\$ 97,424,428
Legal Debt Margin		\$ 134,520,898

There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2023, the District followed all significant bond covenants.

Advance Refunding

In 2023, the District issued \$11,800,000 in General Obligation Refunding Bonds with an interest rate of 1.920%. The proceeds were used to advance refund \$897,432 of outstanding 2003 Capital Appreciation Bonds and \$9,784,468 of outstanding 2003A Capital Appreciation Bonds; totaling \$10,681,900. The net proceeds of \$11,665,000 were deposited with an escrow agent to provide funds for the future debt service payment on the bonds. As a result, the 2003 Capital Appreciation Bonds and 2003A Capital Appreciation Bonds are considered defeased and the liability for those bonds have been removed from the statement of net position. The reacquisition price exceeded the net carrying amount of the old debt by \$983,100. This amount is reported as a deferred outflow of resources and amortized over the remaining life of the refunding debt. The District refunded the Capital Appreciation Bonds to reduce its total debt service payments and obtained an economic loss (difference between the present values of the debt service payments on the old and new debt) of \$(58,276).

Defeasance of Debt: The District has defeased general obligation and capital appreciation bonds by placing the proceeds of the new bonds in an irrevocable trust account to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District’s financial statements. At June 30, 2023, \$65,379,768 of defeased bonds remains outstanding, which includes bonds refunded during the current fiscal year.

NOTE 9 – INTERFUND TRANSFERS

At June 30, 2023, the District made the following interfund transfers:

- The District made interfund transfers from the General Fund to the Debt Service Fund in the amount of \$75,052 for lease payments.
- The District made interfund transfers from the Capital Projects Fund to the Debt Service Fund in the amount of \$472,270 for bond payments.

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 – RETIREMENT FUND COMMITMENTS

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

General Information about the Pension Plan

Plan Description

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

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

Benefits Provided

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

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

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

Public Act 100-0023, enacted in 2017, creates an optional Tier III hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 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 Tier 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.

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 – RETIREMENT FUND COMMITMENTS (Cont'd)

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, 2022, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-Behalf Contributions to TRS

The State of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2023, state of Illinois contributions recognized by the employer were based on the State's proportionate share of the collective net pension liability associated with the employer, and the employer recognized revenue and expenditures of \$32,965,292 in pension contributions from the State of Illinois.

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2023, were \$358,546, and are deferred because they were paid after the June 30, 2022 measurement date.

Federal and Special Trust Fund Contributions

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

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

For the year ended June 30, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling \$146,748 were paid from federal and special trust funds that required employer contributions of \$15,394. These contributions are deferred because they were paid after the June 30, 2022 measurement date.

Employer Retirement Contributions

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

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

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

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 – RETIREMENT FUND COMMITMENTS (Cont’d)

Employer's proportionate share of the net pension liability	\$ 4,838,014
State's proportionate share of the net pension liability associated with the employer	<u>419,665,648</u>
Total	<u><u>\$ 424,503,662</u></u>

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2022, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2022, the employer's proportion was 0.006 percent and at June 30, 2021, the employer's proportion was 0.006 percent.

For the year ended June 30, 2023, the employer recognized pension expense of \$32,965,292 and revenue of \$33,131,885 for support provided by the state. At June 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred amounts to be recognized in pension expense in future periods</i>		
Differences between expected and actual experience	\$ 9,724	\$ 26,675
Changes of assumptions	22,308	9,237
Changes in proportion and differences between employer contributions and proportionate share of contributions	17,380	517,129
Net difference between projected and actual earnings on pension plan investments	<u>4,426</u>	<u>-</u>
Total deferred amounts to be recognized in pension expense in future periods	<u>53,838</u>	<u>553,041</u>
<i>Pension contributions made subsequent to the measurement date</i>	<u>373,940</u>	<u>-</u>
Total	<u><u>\$ 427,778</u></u>	<u><u>\$ 553,041</u></u>

\$373,940 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred (inflows) of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2024	\$ (136,365)
2025	(149,484)
2026	(156,193)
2027	(24,760)
2028	<u>(32,402)</u>
Total	<u><u>\$ (499,204)</u></u>

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 – RETIREMENT FUND COMMITMENTS (Cont’d)

Actuarial Assumptions

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

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

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

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

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

Discount Rate

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 10 – RETIREMENT FUND COMMITMENTS (Cont’d)

Based on those assumptions, TRS’s fiduciary net position at June 30, 2022, was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I’s liability is partially-funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer’s proportionate share of the net pension liability	\$ 5,916,934	\$ 4,838,014	\$ 3,943,337

TRS Fiduciary Net Position

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

B. Illinois Municipal Retirement Fund (IMRF)

IMRF Plan Description

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

Benefits Provided

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

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 10 – RETIREMENT FUND COMMITMENTS (Cont’d)

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

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

Employees Covered by Benefit Terms

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

December 31,	<u>2022</u>
Retirees and Beneficiaries currently receiving benefits	487
Inactive Plan Members entitled to but not yet receiving benefits	700
Active Plan Members	<u>446</u>
Total	<u><u>1633</u></u>

Contributions

As set by statute, the employer’s Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer’s annual required contribution rate for calendar year 2022 was 9.41%. For the fiscal year ended June 30, 2023, the employer contributed \$1,345,497 to the plan. The employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The employer’s net pension liability was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2022:

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 – RETIREMENT FUND COMMITMENTS (Cont’d)

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

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

Single Discount Rate

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

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

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 4.05% and the resulting single discount rate is 7.25%.

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 – RETIREMENT FUND COMMITMENTS (Cont'd)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A) - (B)
Balances at December 31, 2021	\$ 50,967,519	\$ 52,546,767	\$ (1,579,248)
Changes for the year			
Service Cost	1,455,040	-	1,455,040
Interest on the Total Pension Liability	3,679,252	-	3,679,252
Differences Between Expected and Actual Experience	1,040,895	-	1,040,895
Contributions - Employer	-	1,359,630	(1,359,630)
Contributions - Employees	-	653,750	(653,750)
Net Investment Income	-	(5,975,022)	5,975,022
Benefits Payments and Refunds	(1,893,483)	(1,893,483)	-
Other	-	186,981	(186,981)
Net Changes	4,281,704	(5,668,144)	9,949,848
Balances at December 31, 2022	\$ 55,249,223	\$ 46,878,623	\$ 8,370,600

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

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

	1% Decrease (6.25%)	Current Single Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 15,511,129	\$ 8,370,600	\$ 2,668,885

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

For the year ended June 30, 2023, the employer recognized pension expense of \$1,657,334. At June 30, 2023, the employer reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 – RETIREMENT FUND COMMITMENTS (Cont'd)

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
<i>Deferred amounts to be recognized in pension expense in future periods</i>		
Differences between expected and actual experience	\$ 933,334	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	7,836,630	3,975,589
Total deferred amounts to be recognized in pension expense in future periods	8,769,964	3,975,589
<i>Pension contributions made subsequent to the measurement date</i>		
	678,127	-
Total	\$ 9,448,091	\$ 3,975,589

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

Year Ending December 31	Net Deferred Outflows (Inflows) of Resources
2023	\$ 729,253
2024	942,466
2025	1,163,497
2026	1,959,159
2027	-
Thereafter	-
Total	\$ 4,794,375

C. Aggregate Pension Amounts

For the Year Ended June 30, 2023, aggregate pension amounts are as follows:

	TRS	IMRF	Total
Deferred Outflows of Resources	\$ 427,778	\$ 9,448,091	\$ 9,875,869
Net Pension Liability	4,838,014	8,370,600	13,208,614
Deferred Inflows of Resources	553,041	3,975,589	4,528,630
Pension Expense/(Revenue), Net of State Support	(166,593)	1,657,334	1,490,741

D. Social Security/Medicare

Employees not qualifying for coverage under the Illinois Teacher's 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.

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Teacher Health Insurance Security (THIS) Fund

Plan Description

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

Benefits Provided

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

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

Contributions

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

On-Behalf Contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the employer. State contributions are intended to match contributions to the THIS Fund from active members which were 0.90 percent of pay during the year ended June 30, 2023. State of Illinois contributions were \$557,294 and the employer recognized revenue and expenditures of this amount during the year.

Employer Contributions to the THIS Fund

The employer also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2023. For the year ended June 30, 2023, the employer paid \$414,875 to the THIS Fund, which was 100 percent of the required contribution.

Further information on the THIS Fund

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: <https://www.auditor.illinois.gov/Audit-Reports>.

NOTE 12 – SELF INSURANCE PLAN

The District is self-insured for health insurance coverage with Blue Cross Blue Shield being the third-party administrator. At June 30, 2023, the District has an estimated liability for claims incurred but not reported in the amount of \$3,340,050. This represents, based upon its experience, a three-month reserve. The liability was recorded in the General Fund; \$2,999,365, Operations and Maintenance Fund; \$76,821 and Transportation Fund; \$263,864, totaling \$3,340,050.

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 – COMMITTED FUND BALANCE

At June 30, 2023, the District has \$4,100,000 currently on deposit within the General Fund as committed for future capital improvements of the District.

NOTE 14 – COMMON BANK ACCOUNT

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

NOTE 15 – RISK MANAGEMENT

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

NOTE 16 – SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date but before the financial statements are issued or available to be issued. There are two types of subsequent events: recognized (events that relate to conditions present at the balance sheet date) and non-recognized (events or conditions that did not exist at the balance sheet date but arose after that date).

In October of fiscal year 2024, the District finalized another phase of the District's debt restructuring plan. In fiscal year 2023, the District finalized and accepted the lowest bid for the purchase of \$12,470,000 of Series 2023 General Obligation Refunding Bonds with PNC Bank to advance refund the 2004 Capital Appreciation Bonds. The Bonds were purchased pursuant to the provisions of a Forward Bond Purchase Agreement, locking in the rate and terms of the Bonds. The Bonds were issued on the Closing Date of October 6, 2023. The Bonds bear a "lock" interest rate of 3.88 percent and mature in February 2027, with varying principal payments from February 2025 to February 2027.

REQUIRED SUPPLEMENTARY INFORMATION

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HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (TRS)
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,*	<u>2023</u>	<u>2022</u>	<u>2021</u>
Employer's proportion of the net pension liability	0.0058%	0.0063%	0.0064%
Employer's proportionate share of the net pension liability	\$ 4,838,014	\$ 4,886,218	\$ 5,484,428
State's proportionate share of the net pension liability associated with the employer	<u>419,665,648</u>	<u>409,516,964</u>	<u>429,568,922</u>
Total	<u>\$ 424,503,662</u>	<u>\$ 414,403,182</u>	<u>\$ 435,053,350</u>
Employer's covered-employee payroll	\$ 59,049,794	\$ 56,116,867	\$ 53,563,355
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	8.19%	8.71%	10.24%
Plan fiduciary net position as a percentage of the total pension liability	42.80%	45.10%	37.80%

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

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

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.0066%	0.0068%	0.0066%	0.0067%	0.0070%	0.0070%
\$ 5,339,537	\$ 5,329,049	\$ 5,006,356	\$ 5,276,232	\$ 4,597,776	\$ 4,141,967
<u>380,008,988</u>	<u>365,062,209</u>	<u>345,471,486</u>	<u>354,285,738</u>	<u>274,522,945</u>	<u>249,445,893</u>
<u>\$ 385,348,525</u>	<u>\$ 370,391,258</u>	<u>\$ 350,477,842</u>	<u>\$ 359,561,970</u>	<u>\$ 279,120,721</u>	<u>\$ 253,587,860</u>
\$ 51,404,866	\$ 48,982,514	\$ 46,699,602	\$ 44,700,876	\$ 42,330,871	\$ 40,433,888
10.39%	10.88%	10.72%	11.80%	10.86%	10.24%
39.60%	40.00%	39.30%	36.40%	41.50%	43.00%

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS (TRS)
 MOST RECENT FISCAL YEARS

Fiscal year ending June 30,	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually-required contribution	\$ 374,539	\$ 342,489	\$ 332,813
Contributions in relation to the contractually-required contribution	<u>373,940</u>	<u>309,226</u>	<u>332,813</u>
Contribution deficiency (excess)	<u>\$ 599</u>	<u>\$ 33,263</u>	<u>\$ -</u>
Employer's covered-employee payroll	\$ 61,921,606	\$ 59,049,794	\$ 56,116,867
Contributions as a percentage of covered-employee payroll	0.60%	0.52%	0.59%

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

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 313,300	\$ 298,148	\$ 284,184	\$ 271,093	\$ 259,265	\$ 245,519
<u>313,301</u>	<u>298,148</u>	<u>284,184</u>	<u>271,093</u>	<u>259,265</u>	<u>245,711</u>
<u>\$ (1)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (192)</u>
\$ 53,563,355	\$ 51,404,866	\$ 48,982,514	\$ 46,699,602	\$ 44,700,876	\$ 42,330,871
0.58%	0.58%	0.58%	0.58%	0.58%	0.58%

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)
MOST RECENT CALENDAR YEARS

Calendar year ending December 31,	2022	2021	2020
Total pension liability			
Service cost	\$ 1,455,040	\$ 1,222,934	\$ 1,492,522
Interest on the total pension liability	3,679,252	3,331,928	3,175,329
Difference between expected and actual experience	1,040,895	1,880,887	(441,987)
Changes of assumptions	-	-	(425,466)
Benefit payments and refunds	<u>(1,893,483)</u>	<u>(1,628,785)</u>	<u>(1,382,457)</u>
Net change in pension liability	4,281,704	4,806,964	2,417,941
Total pension liability - beginning	<u>50,967,519</u>	<u>46,160,555</u>	<u>43,742,614</u>
Total pension liability - ending (A)	<u>\$ 55,249,223</u>	<u>\$ 50,967,519</u>	<u>\$ 46,160,555</u>
Plan fiduciary net position			
Contributions - employer	\$ 1,359,630	\$ 1,490,795	\$ 1,318,567
Contributions - employees	653,750	646,913	593,955
Net investment income	(5,975,022)	7,248,940	5,295,491
Benefit payments and refunds	(1,893,483)	(1,628,785)	(1,382,457)
Other	<u>186,981</u>	<u>(137,710)</u>	<u>587,010</u>
Net change in plan fiduciary net position	(5,668,144)	7,620,153	6,412,566
Plan fiduciary net position - beginning	<u>52,546,767</u>	<u>44,926,614</u>	<u>38,514,048</u>
Plan fiduciary net position - ending (B)	<u>\$ 46,878,623</u>	<u>\$ 52,546,767</u>	<u>\$ 44,926,614</u>
Net pension liability/(asset) - ending (A) - (B)	<u>\$ 8,370,600</u>	<u>\$ (1,579,248)</u>	<u>\$ 1,233,941</u>
Plan fiduciary net position as a percentage of total pension liability	84.85%	103.10%	97.33%
Covered valuation payroll	\$ 14,446,005	\$ 14,258,463	\$ 12,854,215
Net pension liability as a percentage of covered valuation payroll	57.94%	-11.08%	9.60%

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

2019	2018	2017	2016	2015	2014
\$ 1,404,191	\$ 1,300,846	\$ 1,351,336	\$ 1,287,426	\$ 1,246,029	\$ 1,251,595
2,745,312	2,317,126	2,198,717	1,989,530	1,806,322	1,541,716
3,081,104	3,356,917	7,448	291,709	40,294	317,511
-	1,233,460	(896,665)	(84,588)	39,027	984,475
(1,304,540)	(1,272,794)	(840,810)	(754,784)	(586,873)	(477,688)
5,926,067	6,935,555	1,820,026	2,729,293	2,544,799	3,617,609
37,816,547	30,880,992	29,060,966	26,331,673	23,786,874	20,169,265
<u>\$ 43,742,614</u>	<u>\$ 37,816,547</u>	<u>\$ 30,880,992</u>	<u>\$ 29,060,966</u>	<u>\$ 26,331,673</u>	<u>\$ 23,786,874</u>
\$ 1,131,554	\$ 1,248,751	\$ 1,214,205	\$ 1,163,247	\$ 1,081,695	\$ 1,007,765
609,114	581,208	552,285	531,504	493,769	471,736
5,318,137	(1,211,913)	4,052,329	1,502,086	109,856	1,202,858
(1,304,540)	(1,272,794)	(840,810)	(754,784)	(586,873)	(477,688)
2,492,261	1,995,298	(368,948)	110,947	(810,413)	54,135
8,246,526	1,340,550	4,609,061	2,553,000	288,034	2,258,806
30,267,522	28,926,972	24,317,911	21,764,911	21,476,877	19,218,071
<u>\$ 38,514,048</u>	<u>\$ 30,267,522</u>	<u>\$ 28,926,972</u>	<u>\$ 24,317,911</u>	<u>\$ 21,764,911</u>	<u>\$ 21,476,877</u>
<u>\$ 5,228,566</u>	<u>\$ 7,549,025</u>	<u>\$ 1,954,020</u>	<u>\$ 4,743,055</u>	<u>\$ 4,566,762</u>	<u>\$ 2,309,997</u>
88.05%	80.04%	93.67%	83.68%	82.66%	90.29%
\$ 13,481,221	\$ 12,900,330	\$ 12,250,353	\$ 11,751,400	\$ 10,915,861	\$ 10,465,426
38.78%	58.52%	15.95%	40.36%	41.84%	22.07%

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 REQUIRED SUPPLEMENTARY INFORMATION
 MULTIYEAR SCHEDULE OF CONTRIBUTIONS
 ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)
 MOST RECENT CALENDAR YEARS

Calendar Year Ending December 31	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2022	\$ 1,359,369	\$ 1,359,630	\$ (261)	\$ 14,446,005	9.41%
2021	1,490,009	1,490,795	(786)	14,258,463	10.46%
2020	1,304,703	1,318,567	(13,864)	12,854,215	10.26%
2019	1,131,074	1,131,554	(480)	13,481,221	8.39%
2018	1,248,752	1,248,751	1	12,900,330	9.68%
2017	1,207,885	1,214,205	(6,320)	12,250,353	9.91%
2016	1,163,389	1,163,247	142	11,751,400	9.90%
2015	1,081,762	1,081,695	67	10,915,861	9.91%
2014	1,007,820	1,007,765	55	10,465,426	9.63%

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

Valuation Date

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

Methods and Assumptions Used to Determine 2022 Contribution Rates

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

Other Information:

Notes There were no benefit changes during the year.

*Based on Valuation Assumptions used in the December 31, 2021 actuarial valuation.

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

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
GENERAL FUND
COMBINING BALANCE SHEET
JUNE 30, 2023
WITH COMPARATIVE ACTUAL TOTALS FOR JUNE 30, 2022

	Educational Account	Working Cash Account	Total	
			2023	2022
ASSETS				
Cash and investments	\$ 25,623,025	\$ 5,960,303	\$ 31,583,328	\$ 32,798,527
Receivables (net of allowance for uncollectibles):				
Property taxes	28,344,424	215,237	28,559,661	26,713,101
Replacement taxes	251,630	-	251,630	250,511
Intergovernmental	2,378,293	-	2,378,293	1,512,971
Other	223,538	-	223,538	395,423
Due from activity funds	12,498	-	12,498	16,462
Prepaid items	210,319	-	210,319	304,152
Total Assets	\$ 57,043,727	\$ 6,175,540	\$ 63,219,267	\$ 61,991,147
LIABILITIES				
Accounts payable	\$ 2,821,226	\$ -	\$ 2,821,226	\$ 2,961,096
Salaries and wages payable	7,984,419	-	7,984,419	7,404,054
Health insurance payable	2,999,365	-	2,999,365	2,234,027
Unearned revenues	257,796	-	257,796	689,275
Total Liabilities	14,062,806	-	14,062,806	13,288,452
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	27,589,986	209,512	27,799,498	26,067,993
Total Deferred Inflows of Resources	27,589,986	209,512	27,799,498	26,067,993
FUND BALANCES				
Nonspendable	210,319	-	210,319	304,152
Restricted	842,451	-	842,451	859,576
Committed	4,100,000	-	4,100,000	4,100,000
Unassigned	10,238,165	5,966,028	16,204,193	17,370,974
Total Fund Balances	15,390,935	5,966,028	21,356,963	22,634,702
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 57,043,727	\$ 6,175,540	\$ 63,219,267	\$ 61,991,147

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
GENERAL FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2023
WITH SUMMARIZED COMPARATIVE ACTUAL TOTALS FOR THE YEAR ENDED JUNE 30, 2022

	2023			Total	2022
	Original and Final Budget	Educational Account	Working Cash Account		
<u>Revenues</u>					
Local sources	\$ 66,501,953	\$ 66,330,031	\$ 457,587	\$ 66,787,618	\$ 61,589,045
State sources	28,662,267	28,690,910	-	28,690,910	27,563,291
State on-behalf revenues	-	33,522,586	-	33,522,586	29,904,454
Federal sources	8,009,340	7,184,350	-	7,184,350	7,921,742
Total Revenues Received	103,173,560	135,727,877	457,587	136,185,464	126,978,532
<u>Expenditures</u>					
<u>Current</u>					
Instruction	68,535,644	69,170,979	-	69,170,979	64,286,069
Support services	30,190,371	31,988,165	-	31,988,165	30,193,462
Community services	135,398	176,892	-	176,892	104,155
Payments to other districts and gov't units	2,290,000	2,416,067	-	2,416,067	2,050,916
State on-behalf expenditures	-	33,522,586	-	33,522,586	29,904,454
Capital outlay	77,000	267,064	-	267,064	330,284
Total Expenditures Disbursed	101,228,413	137,541,753	-	137,541,753	126,869,340
<u>Excess (Deficiency) of Revenues Over (Under) Expenditures</u>	<u>1,945,147</u>	<u>(1,813,876)</u>	<u>457,587</u>	<u>(1,356,289)</u>	<u>109,192</u>
<u>Other Financing Sources (Uses)</u>					
Leases issued	-	153,602	-	153,602	107,616
Transfers out	-	(75,052)	-	(75,052)	(53,076)
Total Other Financing Sources (Uses)	-	78,550	-	78,550	54,540
Net Change in Fund Balances	\$ 1,945,147	(1,735,326)	457,587	(1,277,739)	163,732
<u>Fund Balance - Beginning of Year</u>		<u>17,126,261</u>	<u>5,508,441</u>	<u>22,634,702</u>	<u>22,470,970</u>
<u>Fund Balance - End of Year</u>		<u>\$ 15,390,935</u>	<u>\$ 5,966,028</u>	<u>\$ 21,356,963</u>	<u>\$ 22,634,702</u>

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 OPERATIONS AND MAINTENANCE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2023
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Revenues</u>			
Local Sources			
General levy	\$ 9,052,505	\$ 9,098,396	\$ 8,817,066
Interest income	115,163	192,906	9,825
Rentals	240,000	221,138	188,939
Refund of prior years' expenditures	-	1,551	2,793
Other	40,000	219,646	49,474
Total Local Sources	<u>9,447,668</u>	<u>9,733,637</u>	<u>9,068,097</u>
State Sources			
Evidence based funding formula	2,096,243	2,096,243	2,000,000
School maintenance grant	-	50,000	50,000
Total State Sources	<u>2,096,243</u>	<u>2,146,243</u>	<u>2,050,000</u>
<u>Total Revenues</u>	<u>11,543,911</u>	<u>11,879,880</u>	<u>11,118,097</u>
<u>Expenditures</u>			
Support Services			
Operation and Maintenance of Plant Services			
Salaries	1,528,535	1,443,238	1,384,905
Employee benefits	255,432	303,661	217,755
Purchased services	4,824,780	4,588,806	4,483,268
Supplies and materials	2,200,843	1,463,860	1,828,934
Capital outlay	2,538,966	2,869,718	2,194,005
Other objects	3,000	3,820	6,008
Non-capitalized equipment	-	4,617	-
Total	<u>11,351,556</u>	<u>10,677,720</u>	<u>10,114,875</u>
Pupil Transportation Services			
Capital outlay	-	79,862	-
Total	<u>-</u>	<u>79,862</u>	<u>-</u>
Total Support Services	<u>11,351,556</u>	<u>10,757,582</u>	<u>10,114,875</u>
<u>Total Expenditures</u>	<u>11,351,556</u>	<u>10,757,582</u>	<u>10,114,875</u>
<u>Net Change in Fund Balances</u>	<u>\$ 192,355</u>	1,122,298	1,003,222
<u>Fund Balance - Beginning of Year</u>		<u>8,521,037</u>	<u>7,517,815</u>
<u>Fund Balance - End of Year</u>		<u>\$ 9,643,335</u>	<u>\$ 8,521,037</u>

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
TRANSPORTATION FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Revenues</u>			
Local Sources			
General levy	\$ 2,287,602	\$ 2,299,210	\$ 2,228,158
Regular transportation fees	67,657	467	-
Summer school transportation fees	2,043	5,005	-
Interest income	65,092	98,766	3,268
Other	-	80,196	8,048
Total Local Sources	<u>2,422,394</u>	<u>2,483,644</u>	<u>2,239,474</u>
State Sources			
Transportation - regular and vocational	2,011,930	1,974,472	1,577,642
Transportation - special education	1,203,381	1,190,690	1,386,785
Other	-	-	1,005,861
Total State Sources	<u>3,215,311</u>	<u>3,165,162</u>	<u>3,970,288</u>
<u>Total Revenues</u>	<u>5,637,705</u>	<u>5,648,806</u>	<u>6,209,762</u>
<u>Expenditures</u>			
Support Services			
Pupil Transportation Services			
Salaries	3,037,132	2,638,444	2,554,670
Employee benefits	1,706,325	1,971,062	846,928
Purchased services	864,247	1,426,478	845,052
Supplies and materials	885,000	740,612	845,709
Capital outlay	1,000,000	383,599	2,815,604
Other objects	6,219	6,136	12,951
Total	<u>7,498,923</u>	<u>7,166,331</u>	<u>7,920,914</u>
Total Support Services	<u>7,498,923</u>	<u>7,166,331</u>	<u>7,920,914</u>
<u>Total Expenditures</u>	<u>7,498,923</u>	<u>7,166,331</u>	<u>7,920,914</u>
<u>Net Change in Fund Balances</u>	<u>\$ (1,861,218)</u>	<u>\$ (1,517,525)</u>	<u>\$ (1,711,152)</u>
<u>Fund Balance - Beginning of Year</u>		<u>6,584,618</u>	<u>8,295,770</u>
<u>Fund Balance - End of Year</u>		<u>\$ 5,067,093</u>	<u>\$ 6,584,618</u>

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Revenues</u>			
Local Sources			
Municipal retirement levy	\$ 1,056,178	\$ 1,378,618	\$ 852,684
Social security/Medicare levy	1,987,903	1,680,939	2,112,220
Corporate personal property replacement taxes	164,450	156,843	202,890
Interest income	40,057	105,585	3,461
Total Local Sources	<u>3,248,588</u>	<u>3,321,985</u>	<u>3,171,255</u>
<u>Total Revenues</u>	<u>3,248,588</u>	<u>3,321,985</u>	<u>3,171,255</u>
<u>Expenditures</u>			
Instruction			
Regular programs	549,334	564,987	545,981
Pre-K programs	92,689	94,416	103,513
Special education programs	516,442	506,994	489,771
CTE programs	7,017	10,742	9,954
Interscholastic programs	135,660	27,283	27,355
Summer school programs	4,390	978	1,733
Gifted programs	2,419	-	-
Driver's education programs	1,878	2,221	2,197
Bilingual programs	11,055	28,490	22,656
Total Instruction	<u>1,320,884</u>	<u>1,236,111</u>	<u>1,203,160</u>
Support Services			
Attendance and social work services	35,036	37,129	41,422
Guidance services	13,080	15,817	13,939
Health services	199,282	292,059	288,464
Psychological services	11,935	9,093	7,347
Speech pathology and audiology services	38,316	24,488	32,870
Other support services - pupils	49,038	32,950	100,469
Improvement of instruction services	195	46,572	36,483
Educational media services	95,897	153,914	149,099
Executive administration services	52,934	79,374	96,472
Office of the principal services	223,032	184,034	185,014
Other support services - school administration	-	-	536
Direction of business support services	32,564	33,801	50,489
Fiscal services	80,019	78,043	87,290
Operation and maintenance of plant service	233,577	238,388	254,807
Pupil transportation services	581,819	420,201	321,669
Food services	151,473	139,761	157,888

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Expenditures (Cont'd)</u>			
Support Services (Cont'd)			
Information services	\$ 7,548	\$ 7,198	\$ 7,291
Staff services	42,257	42,445	47,225
Data processing services	103,538	181,388	189,515
	<u>1,951,540</u>	<u>2,016,655</u>	<u>2,068,289</u>
Total Support Services			
Community Services	-	10,791	10,853
	<u>3,272,424</u>	<u>3,263,557</u>	<u>3,282,302</u>
<u>Total Expenditures</u>			
Net Change in Fund Balances	<u>\$ (23,836)</u>	58,428	(111,047)
Fund Balance - Beginning of Year		1,444,384	1,555,431
Fund Balance - End of Year		<u>\$ 1,502,812</u>	<u>\$ 1,444,384</u>

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

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

Changes of Assumptions

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

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

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

NOTE 2 – BUDGETS AND BUDGETARY ACCOUNTING

The budget for all Governmental Fund types is prepared on the accrual basis of accounting which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with the Illinois Compiled Statutes. The original and final budget was passed on September 1, 2022.

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

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

EXPENDITURES IN EXCESS OF BUDGET

For the year ended June 30, 2023, expenditures exceeded budget in the General Fund by \$36,313,340, driven by unbudgeted on-behalf expenditures of \$33,522,586 (on-behalf is the payment by the State to the Teachers’ Retirement System (TRS) and the Teachers’ Health Insurance Security (THIS) fund discussed elsewhere in this audit report). The on-behalf expenditures are monies over which the District has no control and never sees on its books. In fact, the State does not always make this contribution, or make it on time. This contribution by the State must be shown in the audit, but it should be kept in mind that to get a true picture of the District’s financial position, this contribution must be discounted. In addition, the expenditures exceeded budget in the Debt Service Fund by \$529,207, due to GASB 87 copier lease payments and bond refunding issuance costs; and the Capital Projects Fund by \$558. The over expenditures in these funds were covered by the District’s existing fund balances.

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SUPPLEMENTARY INFORMATION

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HUNTLEY COMMUNITY SCHOOL DISTRICT 158

EDUCATIONAL ACCOUNT

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

FOR THE YEAR ENDED JUNE 30, 2023

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

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Revenues</u>			
Local Sources			
General levy	\$ 53,316,164	\$ 53,726,564	\$ 51,994,015
Special education levy	4,446,408	4,468,952	4,330,760
Corporate personal property replacement taxes	972,550	1,438,890	1,326,117
Tuition	336,982	85,859	66,747
Interest income	160,227	253,151	(97,313)
Gain (loss) on sale of investments	-	-	(27,200)
Sales to pupils - lunch	2,255,704	2,251,652	825,075
Sales to pupils - other	237,701	-	-
Sales to adults	141,042	4,342	3,220
Other food service	40,747	27,375	31,374
Admissions	70,060	57,569	71,110
Other district/school activity revenue	323,553	329,609	274,623
Student activities	2,000,000	1,753,346	1,520,725
Rentals - regular textbooks	1,350,367	1,466,948	438,167
Rentals	25,000	-	115
Contributions and donations	150,000	6,313	89,502
Refund of prior years' expenditures	2,047	18,416	72,199
Drivers' education fees	32,577	29,450	30,850
Other	186,000	411,595	209,855
Total Local Sources	<u>66,047,129</u>	<u>66,330,031</u>	<u>61,159,941</u>
State Sources			
Evidence based funding formula	27,019,402	27,040,135	25,885,072
Special education - private facility tuition	1,227,533	1,222,892	1,182,412
Special education - orphanage - individual	21,621	59,984	65,945
Special education - orphanage - summer	340	4,419	-
CTE - secondary program improvement (CTEI)	34,058	34,058	34,058
State free lunch and breakfast	5,030	2,563	67,829
Driver education	62,250	34,506	34,270
Early childhood - block grant	284,915	284,915	284,915
Other	7,118	7,438	8,790
Total State Sources	<u>28,662,267</u>	<u>28,690,910</u>	<u>27,563,291</u>
Federal sources			
National school lunch program	714,661	1,126,836	3,488,960
School breakfast program	5,803	29,049	246,942
Summer food service program	-	-	22,449
Food service - commodities	-	258,900	303,283

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Revenues (Cont'd)</u>			
Federal sources (Cont'd)			
Title I - low income	\$ 180,696	\$ 206,429	\$ 212,475
Title IVA - student support and academic enrichment	12,766	15,000	15,719
Federal - special education - preschool - flow-through	-	9,292	5,448
Federal - special education - IDEA - flow-through	1,509,922	1,371,704	1,307,675
Federal - special education - IDEA - room and board	81,728	-	-
CTE - perkins - title III E - tech. prep.	38,361	38,361	33,938
Title III - language inst. program (LIPLEP)	45,475	80,239	51,760
Title II - teacher quality	95,185	120,642	101,386
Medicaid matching funds - administrative outreach	150,000	165,671	126,425
Medicaid matching funds - fee-for-service program	625,000	490,282	823,246
Other	4,549,743	3,271,945	1,182,036
Total Federal Sources	8,009,340	7,184,350	7,921,742
State On-behalf Revenue	-	33,522,586	29,904,454
<u>Total Revenues</u>	<u>102,718,736</u>	<u>135,727,877</u>	<u>126,549,428</u>
<u>Expenditures</u>			
Instruction			
Regular Programs			
Salaries	35,287,638	33,192,617	31,816,841
Employee benefits	8,878,355	8,860,111	8,697,674
Purchased services	1,237,103	2,591,821	1,102,287
Supplies and materials	2,699,349	1,795,787	2,206,300
Capital outlay	-	18,906	7,823
Other objects	2,295	1,400	100
Non-capitalized equipment	34,949	19,407	110,781
Total	48,139,689	46,480,049	43,941,806
Pre-K Programs			
Salaries	1,237,453	1,290,961	1,343,207
Employee benefits	224,137	301,109	234,220
Purchased services	23,522	20,282	19,086
Supplies and materials	51,336	25,868	37,120
Non-capitalized equipment	-	17,882	-
Total	1,536,448	1,656,102	1,633,633

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Expenditures (Cont'd)</u>			
<u>Instruction (Cont'd)</u>			
Special Education Programs			
Salaries	\$ 9,162,914	\$ 9,633,286	\$ 9,125,174
Employee benefits	1,564,478	2,281,843	1,763,702
Purchased services	423,393	241,986	200,471
Supplies and materials	127,406	53,490	112,229
Non-capitalized equipment	100,000	73,083	16,448
Total	11,378,191	12,283,688	11,218,024
Special Education Programs - Pre-K			
Purchased services	595	900	595
Supplies and materials	3,789	3,806	3,831
Total	4,384	4,706	4,426
CTE Programs			
Salaries	682,761	724,948	647,734
Employee benefits	90,414	157,714	121,094
Purchased services	72,306	63,565	52,972
Supplies and materials	54,867	39,393	30,312
Capital outlay	-	7,100	30,964
Non-capitalized equipment	17,056	26,919	10,894
Total	917,404	1,019,639	893,970
Interscholastic Programs			
Salaries	1,667,092	2,164,817	2,082,511
Employee benefits	66,987	104,757	80,301
Purchased services	189,431	248,411	169,346
Supplies and materials	184,241	162,481	175,819
Capital outlay	-	-	19,486
Other objects	15,394	50,903	20,237
Total	2,123,145	2,731,369	2,547,700
Summer School Programs			
Salaries	410,009	435,779	410,379
Employee benefits	18,559	548	923
Supplies and materials	59,091	27,996	58,199
Total	487,659	464,323	469,501

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Expenditures (Cont'd)</u>			
Instruction (Cont'd)			
Gifted Programs			
Salaries	\$ 79,624	\$ -	\$ -
Employee benefits	44,886	46,649	35,515
Purchased services	1,933	1,933	1,622
Total	126,443	48,582	37,137
Driver's Education Programs			
Salaries	185,061	155,680	150,375
Employee benefits	13,737	25,248	20,108
Purchased services	4,798	2,484	4,875
Supplies and materials	10,600	5,520	7,099
Capital outlay	20,000	-	33,005
Total	234,196	188,932	215,462
Bilingual Programs			
Salaries	1,404,430	2,088,772	1,609,927
Employee benefits	125,048	309,419	219,189
Purchased services	4,032	13,789	2,676
Supplies and materials	74,575	118,804	81,511
Total	1,608,085	2,530,784	1,913,303
Student Activities			
Other objects	2,000,000	1,788,811	1,502,385
Total	2,000,000	1,788,811	1,502,385
Total Instruction	68,555,644	69,196,985	64,377,347
Support Services			
Attendance and Social Work Services			
Salaries	1,683,273	1,543,567	1,610,991
Employee benefits	221,374	354,226	285,054
Purchased services	6,883	6,883	5,776
Supplies and materials	6,500	1,936	2,012
Total	1,918,030	1,906,612	1,903,833

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Expenditures (Cont'd)</u>			
<u>Support Services (Cont'd)</u>			
Guidance Services			
Salaries	\$ 1,034,416	\$ 1,147,337	\$ 967,952
Employee benefits	129,567	226,908	172,432
Purchased services	79,786	85,096	4,016
Supplies and materials	5,800	1,305	3,869
Total	1,249,569	1,460,646	1,148,269
Health Services			
Salaries	1,762,599	2,043,375	1,956,806
Employee benefits	259,467	284,422	223,341
Purchased services	288,741	39,874	45,800
Supplies and materials	33,197	13,242	48,047
Non-capitalized equipment	-	3,850	-
Total	2,344,004	2,384,763	2,273,994
Psychological Services			
Salaries	831,616	677,816	533,722
Employee benefits	129,804	188,025	138,215
Purchased services	14,684	50,559	176,660
Supplies and materials	10,000	6,882	894
Total	986,104	923,282	849,491
Speech Pathology and Audiology Services			
Salaries	1,545,856	1,510,883	1,428,885
Employee benefits	198,377	315,670	246,422
Purchased services	13,522	180,924	19,632
Supplies and materials	10,000	18,585	9,925
Other objects	2,500	-	-
Non-capitalized equipment	-	812	1,340
Total	1,770,255	2,026,874	1,706,204

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Expenditures (Cont'd)</u>			
Support Services (Cont'd)			
Other Support Services - Pupils			
Salaries	\$ 546,370	\$ 696,205	\$ 879,758
Employee benefits	7,082	-	-
Purchased services	15,212	29,112	6,195
Supplies and materials	4,000	6,547	5,995
Total	572,664	731,864	891,948
Improvement of Instruction Services			
Salaries	2,745,076	2,721,990	2,636,551
Employee benefits	154,496	346,689	276,166
Purchased services	1,502,118	1,449,102	1,261,708
Supplies and materials	266,773	344,957	283,644
Other objects	13,000	9,482	16,427
Total	4,681,463	4,872,220	4,474,496
Educational Media Services			
Salaries	1,031,511	975,249	911,757
Employee benefits	211,705	238,424	182,923
Purchased services	11,738	8,404	7,125
Supplies and materials	127,018	107,123	87,737
Total	1,381,972	1,329,200	1,189,542
Assessment and Testing			
Purchased services	75,000	148,257	63,377
Supplies and materials	-	3,200	-
Total	75,000	151,457	63,377
Board of Education Services			
Salaries	110,000	110,000	5,000
Employee benefits	165,000	134,378	136,608
Purchased services	603,315	620,860	661,972
Supplies and materials	9,026	5,966	5,596
Other objects	60,320	38,190	20,419
Total	947,661	909,394	829,595

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Expenditures (Cont'd)</u>			
Support Services (Cont'd)			
Executive Administration Services			
Salaries	\$ 801,660	\$ 948,161	\$ 913,179
Employee benefits	159,773	173,281	149,975
Purchased services	71,586	57,805	28,858
Supplies and materials	25,772	9,015	5,263
Other objects	6,296	17,409	6,165
Total	1,065,087	1,205,671	1,103,440
Office of the Principal Services			
Salaries	3,883,090	4,165,684	3,938,022
Employee benefits	1,075,829	1,202,339	942,394
Purchased services	29,353	28,518	21,834
Supplies and materials	244,637	261,539	269,664
Other objects	6,692	6,381	7,128
Total	5,239,601	5,664,461	5,179,042
Other Support Services - School Administration			
Employee benefits	-	-	3,338
Total	-	-	3,338
Direction of Business Support Services			
Salaries	206,273	204,920	201,961
Employee benefits	34,038	36,145	29,530
Purchased services	1,033	1,033	867
Total	241,344	242,098	232,358
Fiscal Services			
Salaries	476,761	489,076	427,937
Employee benefits	92,780	112,831	86,720
Purchased services	517,332	464,724	397,565
Supplies and materials	30,000	133,322	10,253
Other objects	4,500	6,548	1,211
Total	1,121,373	1,206,501	923,686

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
EDUCATIONAL ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Expenditures (Cont'd)</u>			
<u>Support Services (Cont'd)</u>			
Operation and Maintenance of Plant Services			
Purchased services	\$ 125,000	\$ 159,647	\$ 80,655
Supplies and materials	145,000	19,589	160,309
Capital outlay	47,000	19,600	21,751
Total	317,000	198,836	262,715
Pupil Transportation Services			
Purchased services	-	-	1,685
Supplies and materials	1,726	1,547	-
Total	1,726	1,547	1,685
Food Services			
Salaries	994,977	880,906	852,424
Employee benefits	233,211	264,348	202,154
Purchased services	127,065	203,608	208,719
Supplies and materials	1,193,283	1,624,191	1,787,782
Capital outlay	10,000	67,856	109,639
Other objects	4,077	7,817	9,317
Non-capitalized equipment	19,447	1,646	2,502
Total	2,582,060	3,050,372	3,172,537
Information Services			
Salaries	45,995	45,774	43,567
Employee benefits	16,312	18,180	13,840
Purchased services	71,880	61,326	53,672
Supplies and materials	3,000	508	6,020
Total	137,187	125,788	117,099
Staff Services			
Salaries	359,714	407,695	380,470
Employee benefits	116,201	123,593	98,941
Purchased services	57,363	41,957	10,531
Supplies and materials	15,931	13,980	14,893
Other objects	993	7,945	1,530
Total	550,202	595,170	506,365

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Expenditures (Cont'd)</u>			
Support Services (Cont'd)			
Data Processing Services			
Salaries	\$ 948,171	\$ 1,097,831	\$ 1,005,938
Employee benefits	115,368	133,006	102,631
Purchased services	694,469	768,259	840,671
Supplies and materials	1,219,945	1,077,050	1,515,119
Other objects	1,496	1,680	3,190
Total	<u>2,979,449</u>	<u>3,077,826</u>	<u>3,467,549</u>
Other Support Services			
Purchased services	75,161	6,541	20,319
Supplies and materials	10,459	4,498	3,970
Capital outlay	-	153,602	107,616
Total	<u>85,620</u>	<u>164,641</u>	<u>131,905</u>
Total Support Services	<u>30,247,371</u>	<u>32,229,223</u>	<u>30,432,468</u>
Community Services			
Salaries	83,000	84,838	81,316
Purchased services	27,398	87,605	18,677
Supplies and materials	25,000	4,449	4,162
Total Community Services	<u>135,398</u>	<u>176,892</u>	<u>104,155</u>
Payments to Other Districts and Gov't Units			
Payments for Special Education Programs			
Purchased services	10,000	9,877	34,498
Other objects	25,000	-	-
Total	<u>35,000</u>	<u>9,877</u>	<u>34,498</u>
Payments for Regular Programs - Tuition			
Other objects	<u>40,000</u>	<u>30,250</u>	<u>23,001</u>
Total	<u>40,000</u>	<u>30,250</u>	<u>23,001</u>

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
EDUCATIONAL ACCOUNT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Expenditures (Cont'd)</u>			
Payments to Other Districts and Gov't Units (Cont'd)			
Payments for Special Education Programs - Tuition			
Other objects	\$ 2,215,000	\$ 2,375,940	\$ 1,993,417
Total	2,215,000	2,375,940	1,993,417
Total Payments to Other Districts and Gov't Units	2,290,000	2,416,067	2,050,916
State On-behalf Expenditure	-	33,522,586	29,904,454
<u>Total Expenditures</u>	101,228,413	137,541,753	126,869,340
<u>Excess (Deficiency) of Revenues Over (Under) Expenditures</u>	1,490,323	(1,813,876)	(319,912)
<u>Other Financing Sources (Uses)</u>			
Leases issued	-	153,602	107,616
Transfers out	-	(75,052)	(53,076)
Total Other Financing Sources (Uses)	-	78,550	54,540
<u>Net Change in Fund Balances</u>	\$ 1,490,323	(1,735,326)	(265,372)
<u>Fund Balance - Beginning of Year</u>		17,126,261	17,391,633
<u>Fund Balance - End of Year</u>		\$ 15,390,935	\$ 17,126,261

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 WORKING CASH ACCOUNT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2023
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Revenues</u>			
Local Sources			
General levy	\$ 439,803	\$ 442,039	\$ 428,363
Interest income	15,021	15,548	741
Total Local Sources	<u>454,824</u>	<u>457,587</u>	<u>429,104</u>
<u>Total Revenues</u>	<u>454,824</u>	<u>457,587</u>	<u>429,104</u>
<u>Expenditures</u>			
<u>Total Expenditures</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Net Change in Fund Balances</u>	<u>\$ 454,824</u>	<u>457,587</u>	<u>429,104</u>
<u>Fund Balance - Beginning of Year</u>		<u>5,508,441</u>	<u>5,079,337</u>
<u>Fund Balance - End of Year</u>		<u>\$ 5,966,028</u>	<u>\$ 5,508,441</u>

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Revenues</u>			
<u>Local Sources</u>			
General levy	\$ 11,412,251	\$ 11,261,459	\$ 11,446,985
Interest income	89,119	386,139	12,416
 Total Local Sources	 11,501,370	 11,647,598	 11,459,401
 <u>Total Revenues</u>	 11,501,370	 11,647,598	 11,459,401
 <u>Expenditures</u>			
<u>Debt service</u>			
Interest	2,898,000	2,297,831	2,171,961
Principal	8,702,188	9,694,092	9,650,073
Other	-	137,472	109,267
 Total Debt Service	 11,600,188	 12,129,395	 11,931,301
 <u>Total Expenditures</u>	 11,600,188	 12,129,395	 11,931,301
 <u>(Deficiency) of Revenues (Under) Expenditures</u>	 (98,818)	 (481,797)	 (471,900)
 <u>Other Financing Sources (Uses)</u>			
Bonds issued	-	11,800,000	10,455,000
Transfers in	-	547,322	764,939
Payment to escrow agent	-	(11,665,000)	(10,350,000)
 Total Other Financing Sources (Uses)	 -	 682,322	 869,939
 <u>Net Change in Fund Balances</u>	 \$ (98,818)	 200,525	 398,039
 <u>Fund Balance - Beginning of Year</u>		 7,315,223	 6,917,184
 <u>Fund Balance - End of Year</u>		 \$ 7,515,748	 \$ 7,315,223

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2023
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	2023		2022
	Original and Final Budget	Actual	Actual
<u>Revenues</u>			
Local Sources			
Interest income	\$ 15,021	\$ 64,985	\$ 3,098
Contributions and donations	350,000	443,343	785,655
Total Local Sources	365,021	508,328	788,753
<u>Total Revenues</u>	365,021	508,328	788,753
<u>Expenditures</u>			
Support Services			
Facilities Acquisition and Construction Services			
Supplies and materials	741,973	742,531	-
Total	741,973	742,531	-
Total Support Services	741,973	742,531	-
<u>Total Expenditures</u>	741,973	742,531	-
<u>Excess (Deficiency) of Revenues Over (Under) Expenditures</u>	(376,952)	(234,203)	788,753
<u>Other Financing (Uses)</u>			
Transfers out	(510,687)	(472,270)	(711,863)
<u>Total Other Financing (Uses)</u>	(510,687)	(472,270)	(711,863)
<u>Net Change in Fund Balances</u>	\$ (887,639)	(706,473)	76,890
<u>Fund Balance - Beginning of Year</u>		1,350,497	1,273,607
<u>Fund Balance - End of Year</u>		\$ 644,024	\$ 1,350,497

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 FIRE PREVENTION AND LIFE SAFETY FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2023
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	<u>2023</u>		<u>2022</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Actual</u>
<u>Revenues</u>			
<u>Local Sources</u>			
Interest income	\$ 300	\$ 6	\$ 3
Total Local Sources	<u>300</u>	<u>6</u>	<u>3</u>
<u>Total Revenues</u>	<u>300</u>	<u>6</u>	<u>3</u>
<u>Expenditures</u>			
<u>Total Expenditures</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Net Change in Fund Balances</u>	<u>\$ 300</u>	6	3
<u>Fund Balance - Beginning of Year</u>		<u>30,350</u>	<u>30,347</u>
<u>Fund Balance - End of Year</u>		<u>\$ 30,356</u>	<u>\$ 30,350</u>

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 DEBT SERVICE SCHEDULE - 2004 CAPITAL APPRECIATION SCHOOL BUILDING BONDS
 JUNE 30, 2023

<u>YEAR ENDING JUNE 30,</u>	<u>ORIGINAL PRINCIPAL</u>	<u>ACCRETION TO DATE</u>	<u>CURRENTLY PAYABLE</u>	<u>FUTURE ACCRETION</u>	<u>TOTAL</u>
2024	\$ 3,641,064	\$ 15,823,055	\$ 19,464,119	\$ 875,881	\$ 20,340,000
TOTAL	<u>\$ 3,641,064</u>	<u>\$ 15,823,055</u>	<u>\$ 19,464,119</u>	<u>\$ 875,881</u>	<u>\$ 20,340,000</u>

Amount of Original Issue \$25,000,000
 Date of Issue December 1, 2004
 Paying Agent LaSalle
 Principal Payment Date January 1
 Interest Payment Date January 1
 Interest Rates None

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 DEBT SERVICE SCHEDULE - 2014 GENERAL OBLIGATION REFUNDING BONDS
 JUNE 30, 2023

<u>YEAR ENDING JUNE 30,</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2024	\$ -	\$ 283,200	\$ 283,200
2025	-	283,200	283,200
2026	2,365,000	283,200	2,648,200
2027	2,460,000	188,600	2,648,600
2028	2,255,000	90,200	2,345,200
TOTAL	<u>\$ 7,080,000</u>	<u>\$ 1,128,400</u>	<u>\$ 8,208,400</u>

Amount of Original Issue \$9,120,000
 Date of Issue December 1, 2014
 Paying Agent UMB
 Principal Payment Date January 1
 Interest Payment Date January 1 and July 1
 Interest Rates 2.000% to 4.000%

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 DEBT SERVICE SCHEDULE - 2016 GENERAL OBLIGATION REFUNDING BONDS
 JUNE 30, 2023

<u>YEAR ENDING JUNE 30,</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2024	\$ 460,000	\$ 14,996	\$ 474,996
2025	460,000	7,498	467,498
TOTAL	<u>\$ 920,000</u>	<u>\$ 22,494</u>	<u>\$ 942,494</u>

Amount of Original Issue \$5,225,000
 Date of Issue March 1, 2016
 Paying Agent J.P. Morgan
 Principal Payment Date January 1
 Interest Payment Date January 1 and July 1
 Interest Rates 1.630%

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 DEBT SERVICE SCHEDULE - 2017 GENERAL OBLIGATION REFUNDING BONDS
 JUNE 30, 2023

<u>YEAR ENDING JUNE 30,</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2024	\$ -	\$ 366,275	\$ 366,275
2025	-	366,275	366,275
2026	-	366,275	366,275
2027	-	366,275	366,275
2028	-	366,275	366,275
2029	-	366,275	366,275
2030	-	366,275	366,275
2031	-	366,275	366,275
2032	-	366,275	366,275
2033	-	366,275	366,275
2034	2,930,000	366,275	3,296,275
2035	2,805,000	265,950	3,070,950
2036	4,000,000	160,000	4,160,000
TOTAL	\$ 9,735,000	\$ 4,454,975	\$ 14,189,975

Amount of Original Issue \$9,735,000
 Date of Issue December 7, 2017
 Paying Agent UMB
 Principal Payment Date January 1
 Interest Payment Date January 1 and July 1
 Interest Rates 3.424% to 4.000%

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 DEBT SERVICE SCHEDULE - 2018 GENERAL OBLIGATION REFUNDING BONDS
 JUNE 30, 2023

<u>YEAR ENDING JUNE 30,</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2024	\$ -	\$ 245,200	\$ 245,200
2025	-	245,200	245,200
2026	-	245,200	245,200
2027	-	245,200	245,200
2028	-	245,200	245,200
2029	-	245,200	245,200
2030	-	245,200	245,200
2031	-	245,200	245,200
2032	-	245,200	245,200
2033	-	245,200	245,200
2034	3,005,000	245,200	3,250,200
2035	3,125,000	125,000	3,250,000
TOTAL	\$ 6,130,000	\$ 2,822,200	\$ 8,952,200

Amount of Original Issue \$6,130,000
 Date of Issue October 23, 2018
 Paying Agent UMB
 Principal Payment Date January 1
 Interest Payment Date January 1 and July 1
 Interest Rates 4.000%

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
DEBT SERVICE SCHEDULE - 2020 GENERAL OBLIGATION REFUNDING BONDS
JUNE 30, 2023

<u>YEAR ENDING JUNE 30,</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2024	\$ 1,295,000	\$ 1,155,708	\$ 2,450,708
2025	2,295,000	1,144,118	3,439,118
2026	205,000	1,120,134	1,325,134
2027	195,000	1,117,142	1,312,142
2028	255,000	1,114,002	1,369,002
2029	385,000	1,109,310	1,494,310
2030	4,370,000	1,101,840	5,471,840
2031	8,465,000	1,008,324	9,473,324
2032	8,665,000	810,242	9,475,242
2033	8,885,000	590,150	9,475,150
2034	3,180,000	355,588	3,535,588
2035	3,495,000	268,454	3,763,454
2036	5,755,000	169,198	5,924,198
TOTAL	<u>\$ 47,445,000</u>	<u>\$ 11,064,210</u>	<u>\$ 58,509,210</u>

Amount of Original Issue	\$51,020,000
Date of Issue	October 28, 2020
Paying Agent	UMB
Principal Payment Date	February 15
Interest Payment Date	February 15 and August 15
Interest Rates	0.455% to 2.940%

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 DEBT SERVICE SCHEDULE - 2021 GENERAL OBLIGATION REFUNDING BONDS
 JUNE 30, 2023

<u>YEAR ENDING JUNE 30,</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2024	\$ -	\$ 179,826	\$ 179,826
2025	-	179,826	179,826
2026	-	179,826	179,826
2027	-	179,826	179,826
2028	-	179,826	179,826
2029	6,520,000	179,826	6,699,826
2030	3,935,000	67,682	4,002,682
TOTAL	\$ 10,455,000	\$ 1,146,638	\$ 11,601,638

Amount of Original Issue \$10,455,000
 Date of Issue October 5, 2021
 Paying Agent UMB
 Principal Payment Date February 15
 Interest Payment Date February 15 and August 15
 Interest Rates 1.720%

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 DEBT SERVICE SCHEDULE - 2022 GENERAL OBLIGATION REFUNDING BONDS
 JUNE 30, 2023

<u>YEAR ENDING JUNE 30,</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2024	\$ -	\$ 307,115	\$ 307,115
2025	-	226,560	226,560
2026	1,010,000	226,560	1,236,560
2027	3,960,000	207,168	4,167,168
2028	5,515,000	131,136	5,646,136
2029	1,315,000	25,248	1,340,248
TOTAL	<u>\$ 11,800,000</u>	<u>\$ 1,123,787</u>	<u>\$ 12,923,787</u>

Amount of Original Issue \$11,800,000
 Date of Issue October 7, 2022
 Paying Agent UMB
 Principal Payment Date February 15
 Interest Payment Date February 15 and August 15
 Interest Rates 1.920%

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
 STUDENT ACTIVITIES (INCLUDED IN EDUCATIONAL ACCOUNT)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE YEAR ENDED JUNE 30, 2023

	BEGINNING BALANCE	REVENUES	EXPENDITURES	ENDING BALANCE
District In and Out	\$ 1,949	\$ 12,637	\$ 14,586	\$ -
Interest/Service Charge	64,263	11,515	695	75,083
District Pepsi Account	10,037	480	3,635	6,882
Activity Food Service	3,726	(1,641)	708	1,377
District Recycling	5,125	-	-	5,125
Huntley Hootenanny	-	3,992	1,492	2,500
Foundation Grants	2,565	-	2,565	-
Schaffenegger Memorial	18,581	-	1,000	17,581
Gifted Program	2,500	-	2,500	-
Mackeben Art	3,650	1,640	2,394	2,896
Mackeben Field Trips	4,817	-	1,695	3,122
Mackeben Library	5,230	11,839	11,878	5,191
Mackeben Market Day	526	(526)	-	-
Mackeben In and Out	3,443	1,036	4,117	362
Heineman LRC	682	154	757	79
Heineman Snow Hawks	2,241	18,245	17,577	2,909
Heineman Yearbook	1,115	1,918	1,476	1,557
Heineman PBIS	1,672	274	795	1,151
Heineman Chorus/Band	5,739	25,389	27,023	4,105
Heineman Wrestling	36	162	116	82
Heineman Cheerleading	913	995	1,549	359
Heineman Track	819	356	386	789
Heineman Charitable Contributions	1,197	1,188	1,159	1,226
Heineman Cross Country	154	105	-	259
Heineman Volleyball	95	1,047	1,032	110
Heineman PE	1,705	21,912	5,759	17,858
Heineman Student Council	906	1,535	559	1,882
Heineman Poms	170	1,034	232	972
Heineman Girls Basketball	22	831	827	26
Heineman Outdoor Activity	6,700	23,726	22,187	8,239
Heineman Athletics	1,254	1,958	2,474	738
Heineman Boys Basketball	1,473	876	876	1,473
Heineman Ecology Club	-	300	265	35
Heineman Computer Lab	743	-	-	743
Heineman Art Club	743	80	-	823
Heineman Engineering Club	23	-	-	23
Heineman In and Out	1,598	2,403	3,472	529
Heineman Foods Club	1,309	515	514	1,310
Heineman 6th Grade Team 1	55	262	-	317
Heineman 6th Grade Team 2	55	262	62	255
Heineman 7th Grade Team 1	2,771	2,148	3,958	961
Heineman 7th Grade Team 2	187	262	75	374

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
STUDENT ACTIVITIES (INCLUDED IN EDUCATIONAL ACCOUNT)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2023

	BEGINNING BALANCE	REVENUES	EXPENDITURES	ENDING BALANCE
Heineman 8th Grade Trips	\$ 4,637	\$ 7,335	\$ 7,975	\$ 3,997
Heineman 8th Grade Team 1	85	1,271	1,008	348
Heineman 8th Grade Team 2	1,592	1,384	1,325	1,651
Conley School Store	1,142	(87)	108	947
Conley Pop	177	21	113	85
Conley Recycling	107	-	-	107
Conley PBIS	2	-	-	2
Conley Band	285	3,280	1,794	1,771
Conley Jean Fund	19	-	-	19
Conley Disc Golf Club	95	751	846	-
Conley Field Trips	1,263	2,613	3,647	229
Conley Library	4,244	17,318	12,597	8,965
Conley Art	2,585	1,511	1,373	2,723
Conley Yearbook	1,653	-	250	1,403
Conley In and Out	2,951	9,577	11,838	690
LIGHT Program	1,507	-	-	1,507
MS Orchestra (District-wide)	552	-	-	552
Preschool	2,935	1,539	719	3,755
Chesak Pop	11	113	39	85
Chesak Recycle	171	-	162	9
Chesak Art	4,673	2,739	735	6,677
Chesak Music	4,110	68	953	3,225
Chesak Library	13,947	19,836	17,582	16,201
Chesak Dine & Share	797	-	218	579
Chesak In and Out	3,395	18,587	18,072	3,910
Leggee School Store	9,416	4,238	7,440	6,214
Leggee Pop	190	273	160	303
Leggee Recycle	16	-	-	16
Leggee Art	4,034	2,513	1,447	5,100
Leggee Chorus/Band	-	2,120	47	2,073
Leggee Fundraisers	8	257	-	265
Leggee Donations & Grants	2,441	400	560	2,281
Leggee Music	416	37	453	-
Leggee Field Trips	988	-	-	988
Leggee Library	15	18,759	13,228	5,546
Leggee Recreation	1,012	5,738	5,562	1,188
Leggee Yearbook	223	1,315	-	1,538
Leggee In and Out	1,389	49	1,348	90
Marlowe LRC	530	31	340	221
Marlowe Pop	2,778	1,868	4,248	398
Marlowe Fundraiser Funds	404	-	-	404
Marlowe Yearbook	5,597	2,492	4,212	3,877

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
STUDENT ACTIVITIES (INCLUDED IN EDUCATIONAL ACCOUNT)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2023

	<u>BEGINNING BALANCE</u>	<u>REVENUES</u>	<u>EXPENDITURES</u>	<u>ENDING BALANCE</u>
Marlowe School Store	\$ 5,145	\$ 2,217	\$ 802	\$ 6,560
Marlowe Student Council	167	643	414	396
Marlowe Chorus/Band	12,924	71,386	60,818	23,492
Marlowe Wrestling	807	620	1,262	165
Marlowe Cheerleading	1,815	3,359	1,955	3,219
Marlowe Track	85	166	-	251
Marlowe Spanish Club	162	-	-	162
Marlowe Cross Country	15	-	8	7
Marlowe Volleyball	2,711	1,805	563	3,953
Marlowe Philanthropy	6,464	-	-	6,464
Marlowe Academic Club	2	40	-	42
Marlowe Play	46	-	40	6
Marlowe Service Club	1,397	-	186	1,211
Marlowe Girls Basketball	1,353	370	1,575	148
Marlowe Outdoor Activity	12,897	37,340	41,628	8,609
Marlowe Athletics	3,320	-	723	2,597
Marlowe Boys Basketball	14,835	5,046	1,284	18,597
Marlowe Snow Stangs	315	24,626	24,941	-
Marlowe Tech Lab	129	-	5	124
Marlowe Art Class	3,692	270	2,786	1,176
Marlowe PE	2,370	8,814	4,401	6,783
Marlowe Ecology	1,156	272	1,428	-
Marlowe Poms	9,415	1,051	7,992	2,474
Marlowe Musical	399	1,428	864	963
Marlowe In & Out	784	(12)	444	328
Marlowe Foods Club	99	193	292	-
Marlowe 6th grade	53	90	-	143
Marlowe 7th grade	103	-	26	77
Marlowe 8th grade	4,226	16,018	18,765	1,479
HS Leos Club	367	1,306	1,322	351
HS Art	295	-	-	295
HS Yearbook	498	1,241	392	1,347
HS Student Council	49,141	169,681	169,091	49,731
HS Chorus	489	-	21	468
HS Pop	902	2,432	2,562	772
HS Math Club	354	800	146	1,008
HS Girls Golf	4,721	4,777	6,199	3,299
HS Drama Club	1,094	9,480	10,229	345
HS Pom Poms	14,776	77,453	92,226	3
Ski Club	3,799	40,865	39,111	5,553
HS World Languages Club	770	-	101	669
HS Boys Track	6,718	26,168	26,319	6,567

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
STUDENT ACTIVITIES (INCLUDED IN EDUCATIONAL ACCOUNT)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2023

	BEGINNING BALANCE	REVENUES	EXPENDITURES	ENDING BALANCE
HS Dean Activity	\$ 24,481	\$ 8,946	\$ 20,100	\$ 13,327
HS HOSA Medical Club	2,316	2,959	2,536	2,739
HS NHS	4,936	1,995	4,552	2,379
HS Co-Op (VICA)	10,698	-	2,958	7,740
HS Musical	585	1,135	1,241	479
HS Athletic Varsity	11,304	78,295	78,111	11,488
HS Girl Volleyball	9,821	37,956	44,740	3,037
HS Boys Golf	2,137	8,925	9,096	1,966
HS Softball	7,677	10,122	12,128	5,671
HS Baseball	4,446	19,394	19,722	4,118
HS Girls Basketball	3,149	33,565	32,441	4,273
HS Boys Basketball	4,878	39,860	37,117	7,621
HS Cheerleading	19,822	98,480	94,038	24,264
HS Wrestling	15,800	19,055	21,022	13,833
HS Cross Country	1,928	3,643	3,333	2,238
HS FBLA	14,364	623	6,135	8,852
HS Speech	2,299	150	161	2,288
HS Academic Team	5	600	297	308
HS Journalism	7,641	54,872	59,532	2,981
HS Soccer	62,960	46,528	36,478	73,010
HS Field Trips	396	1,697	1,083	1,010
HS Football	11,834	149,067	148,754	12,147
HS Special Olympics	445	-	-	445
HS In and Out	1,956	32,206	32,911	1,251
HS Tech and Ind Arts	2,752	14,214	15,613	1,353
HS PE	32,597	40,138	40,261	32,474
HS Girls Track	11,636	25,055	29,064	7,627
HS Blooms Courtyard	541	-	-	541
HS Tennis	210	3,992	3,838	364
HS Media Center	1,727	21	21	1,727
HS Buddies Club	3,020	920	2,312	1,628
HS Robotics Club	6,767	9,795	12,649	3,913
HS Assessments	30,220	62,481	67,601	25,100
HS Community Service Club	2,795	674	681	2,788
HS Custom Designs	2,390	10	428	1,972
HS Orchesis Club	2,725	2,930	2,776	2,879
HS Recycling	1,051	777	1,284	544
HS Art Club	422	294	250	466
HS Boys Lacrosse	2,117	(868)	376	873
HS Marching Band	25,423	48,683	66,706	7,400
HS Culinary Club	235	-	167	68
HS Fashion Club	407	259	180	486

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
STUDENT ACTIVITIES (INCLUDED IN EDUCATIONAL ACCOUNT)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2023

	BEGINNING BALANCE	REVENUES	EXPENDITURES	ENDING BALANCE
HS Social Studies Trips	\$ 3,868	\$ 7,618	\$ 8,283	\$ 3,203
HS PBIS Raider Way	2,533	355	280	2,608
HS Girls Bowling	367	4,872	4,698	541
HS Swimming	1,131	10,701	11,309	523
HS Fishing Club	371	3,560	3,930	1
HS Science Club	3,271	-	48	3,223
HS Psychology Club	1,657	-	-	1,657
HS Horticulture Club	3,092	254	155	3,191
HS Orchestra	-	2,841	1,716	1,125
HS Medical Academy	220	3,540	2,510	1,250
HS SES Coffee Cart	715	-	-	715
HS Girls Lacrosse	9,429	13,994	9,131	14,292
HS Autos Club	186	3,465	2,041	1,610
HS Boys Volleyball	1,061	3,177	3,770	468
HS Life Skills	761	180	590	351
HS Job Skills	2,942	-	2,053	889
HS Chess Team	329	1,640	1,123	846
HS Boys Bowling	168	835	800	203
HS incubator Pgm	29,486	6,000	475	35,011
HS Senior Class Gift	8,743	-	-	8,743
Martin School Store	4,700	1,764	1,778	4,686
Martin Pop	326	126	56	396
Martin Art	9,549	1,983	4,552	6,980
Martin Band	724	4,153	3,519	1,358
Martin Field Trips	4,275	5,621	6,771	3,125
Martin Library	10,293	21,412	18,273	13,432
Martin Fundraising	6,173	5,883	3,418	8,638
Martin Yearbook	4,255	16	-	4,271
Martin In and Out	387	3,108	3,124	371
Grand Total	<u>\$ 877,916</u>	<u>\$ 1,753,346</u>	<u>\$ 1,788,811</u>	<u>\$ 842,451</u>

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OPERATING AND NON-OPERATING
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2022

	OPERATING FUNDS				
	General Fund		Operations and Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund
	Educational Account	Working Cash Account			
<u>Revenues</u>					
Property taxes	\$ 58,195,516	\$ 442,039	\$ 9,098,396	\$ 2,299,210	\$ 3,059,557
Corporate personal property replacement taxes	1,438,890	-	-	-	156,843
Interest income and gain (loss) on investments	253,151	15,548	192,906	98,766	105,585
Other local sources	6,442,474	-	442,335	85,668	-
State sources	28,690,910	-	2,146,243	3,165,162	-
Federal sources	7,184,350	-	-	-	-
State On-behalf revenue	33,522,586	-	-	-	-
Total Revenues	135,727,877	457,587	11,879,880	5,648,806	3,321,985
<u>Expenditures</u>					
<u>Current</u>					
Instruction	69,170,979	-	-	-	1,236,111
Support Services	31,988,165	-	7,808,002	6,782,732	2,016,655
Community Services	176,892	-	-	-	10,791
Payments to Other Districts and Gov't Units	2,416,067	-	-	-	-
<u>Debt Service</u>					
Principal	-	-	-	-	-
Interest and other	-	-	-	-	-
Capital outlay	267,064	-	2,949,580	383,599	-
State On-behalf expenditure	33,522,586	-	-	-	-
Total Expenditures	137,541,753	-	10,757,582	7,166,331	3,263,557
<u>Excess (Deficiency) of Revenues Over (Under) Expenditures</u>	<u>(1,813,876)</u>	<u>457,587</u>	<u>1,122,298</u>	<u>(1,517,525)</u>	<u>58,428</u>
<u>Other Financing Sources (Uses)</u>					
Bonds issued	-	-	-	-	-
Leases issued	153,602	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	(75,052)	-	-	-	-
Payment to escrow agent	-	-	-	-	-
Total Other Financing Sources (Uses)	78,550	-	-	-	-

NON-OPERATING FUNDS					
Total Operating Funds	Debt Service Fund	Capital Projects Fund	Fire Prevention and Life Safety Fund	Total	
				2023	2022
\$ 73,094,718	\$ 11,261,459	\$ -	\$ -	\$ 84,356,177	\$ 82,210,251
1,595,733	-	-	-	1,595,733	1,529,007
665,956	386,139	64,985	6	1,117,086	(91,701)
6,970,477	-	443,343	-	7,413,820	4,668,471
34,002,315	-	-	-	34,002,315	33,583,579
7,184,350	-	-	-	7,184,350	7,921,742
33,522,586	-	-	-	33,522,586	29,904,454
<u>157,036,135</u>	<u>11,647,598</u>	<u>508,328</u>	<u>6</u>	<u>169,192,067</u>	<u>159,725,803</u>
70,407,090	-	-	-	70,407,090	65,489,229
48,595,554	-	742,531	-	49,338,085	45,287,931
187,683	-	-	-	187,683	115,008
2,416,067	-	-	-	2,416,067	2,050,916
-	9,694,092	-	-	9,694,092	9,650,073
-	2,435,303	-	-	2,435,303	2,281,228
3,600,243	-	-	-	3,600,243	5,339,893
33,522,586	-	-	-	33,522,586	29,904,454
<u>158,729,223</u>	<u>12,129,395</u>	<u>742,531</u>	<u>-</u>	<u>171,601,149</u>	<u>160,118,732</u>
<u>(1,693,088)</u>	<u>(481,797)</u>	<u>(234,203)</u>	<u>6</u>	<u>(2,409,082)</u>	<u>(392,929)</u>
-	11,800,000	-	-	11,800,000	10,455,000
153,602	-	-	-	153,602	107,616
-	547,322	-	-	547,322	764,939
(75,052)	-	(472,270)	-	(547,322)	(764,939)
-	(11,665,000)	-	-	(11,665,000)	(10,350,000)
<u>78,550</u>	<u>682,322</u>	<u>(472,270)</u>	<u>-</u>	<u>288,602</u>	<u>212,616</u>

(Continued)

HUNTLEY COMMUNITY SCHOOL DISTRICT 158
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OPERATING AND NON-OPERATING
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2022

	OPERATING FUNDS				
	General Fund		Operations and Maintenance Fund	Transportation Fund	Municipal Retirement/ Social Security Fund
	Educational Account	Working Cash Account			
<u>Net Change in Fund Balances</u>	\$ (1,735,326)	\$ 457,587	\$ 1,122,298	\$ (1,517,525)	\$ 58,428
<u>Fund Balance - Beginning of Year</u>	17,126,261	5,508,441	8,521,037	6,584,618	1,444,384
<u>Fund Balance - End of Year</u>	\$ 15,390,935	\$ 5,966,028	\$ 9,643,335	\$ 5,067,093	\$ 1,502,812

NON-OPERATING FUNDS					
Total Operating Funds	Debt Service Fund	Capital Projects Fund	Fire Prevention and Life Safety Fund	Total	
				2023	2022
\$ (1,614,538)	\$ 200,525	\$ (706,473)	\$ 6	\$ (2,120,480)	\$ (180,313)
39,184,741	7,315,223	1,350,497	30,350	47,880,811	48,061,124
<u>\$ 37,570,203</u>	<u>\$ 7,515,748</u>	<u>\$ 644,024</u>	<u>\$ 30,356</u>	<u>\$ 45,760,331</u>	<u>\$ 47,880,811</u>

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