

MARQUARDT SCHOOL DISTRICT NO. 15
GLENDALE HEIGHTS, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT



MARQUARDT
SCHOOL DISTRICT 15

FOR THE FISCAL YEAR ENDED
JUNE 30, 2021

**MARQUARDT SCHOOL DISTRICT NO. 15
GLENDALE HEIGHTS, ILLINOIS**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
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Prepared by:

Dr. Armand Gasbarro
Business Services - Assistant Superintendent of Finance and Operations/CSBO

MARQUARDT SCHOOL DISTRICT NO. 15

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the District including: Principal Officials, Organizational Chart, Letter of Transmittal, and Certificate of Excellence for Association of School Business Officials.

MARQUARDT SCHOOL DISTRICT NO. 15

Principal Officials

June 30, 2021

BOARD OF EDUCATION

Jean Randazzo, President

Jim Vargas, Vice President

Elisabeth Betancourt, Secretary

Karen Camporese, Member

Marcia Reiken, Member

Richard Pugh, Member

Rebecca Giannelli, Member

ADMINISTRATION

Dr. Jerry O'Shea, Superintendent

Dr. Armand Gasbarro, Assistant Superintendent of Finance and Operations/CSBO

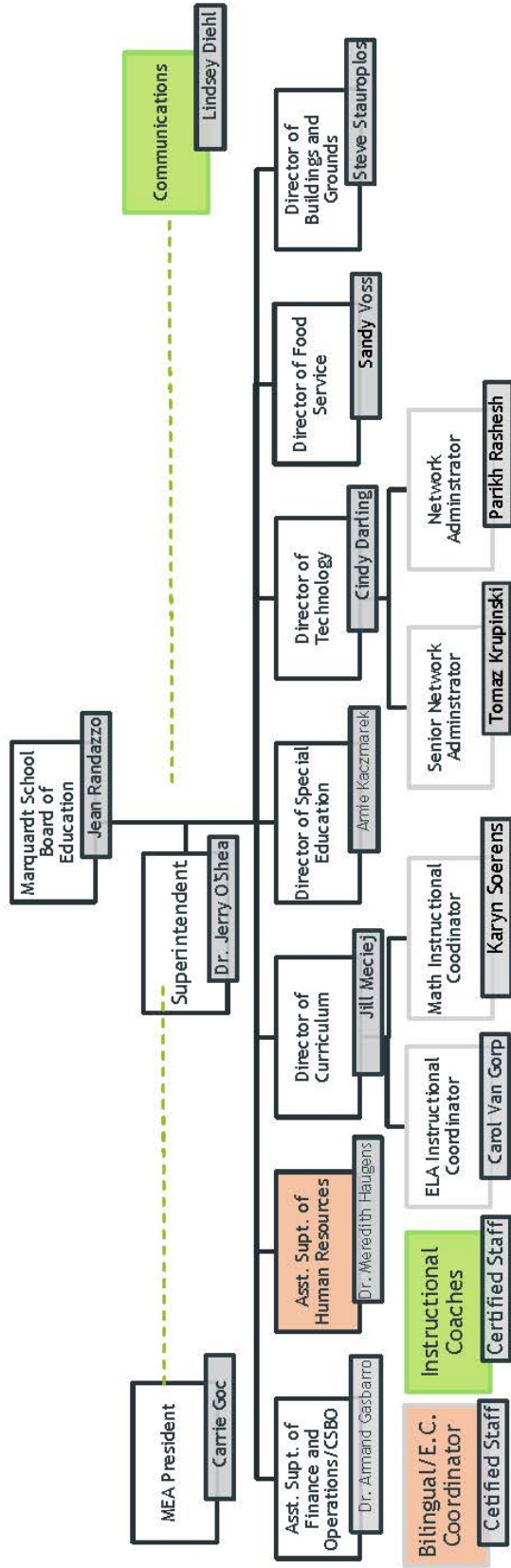
Jill Meciej, Director of Curriculum

Dr. Meredith Haugens, Assistant Superintendent of Human Resources

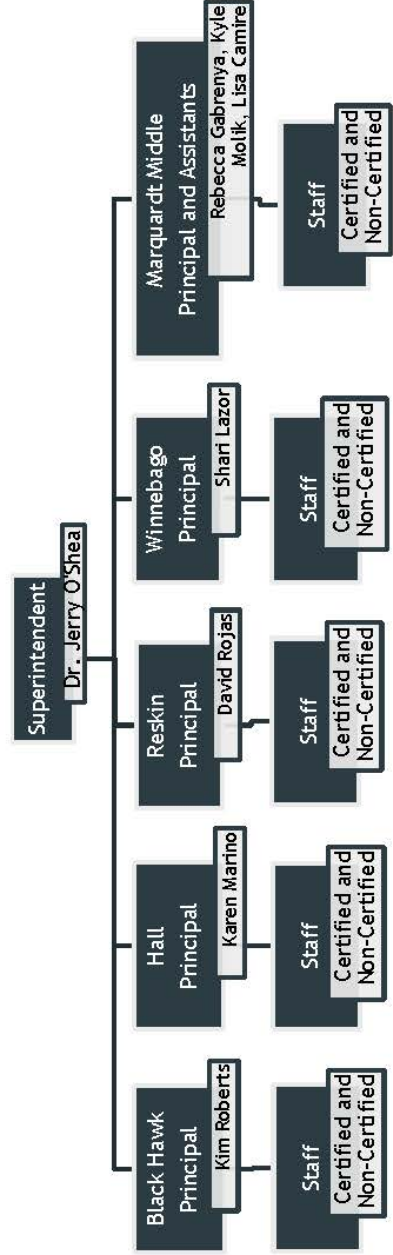
MARQUARDT SCHOOL DISTRICT NO. 15
 Comprehensive Annual Financial Report
 June 30, 2021

ORGANIZATIONAL CHART

Executive Leadership Chart



Administrative Leadership Chart





November 11, 2021

To The Members of the
Board of Education and Citizens
Marquardt School District No. 15
Glendale Heights, IL 60139

The Comprehensive Annual Financial Report of Marquardt School District No. 15, Glendale Heights, Illinois, for the fiscal year ended June 30, 2021 is submitted herewith. The audit was completed and the independent auditor's report by Lauterbach & Amen, LLP is included. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data as presented is: (1) accurate in all material aspects; (2) presented in a manner designed to fairly set forth the financial position and results of financial activity of its various funds; and (3) all necessary disclosures for maximum public understanding of the District's financial status have been incorporated in the report.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial and Statistical. The introductory section includes the table of contents, transmittal letter, the District's organization chart and the list of principal officials. The financial section begins with the Independent Auditor's Report and includes Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the District's financial position and operating results, the Combining and Individual Fund schedules for non-major funds and other schedules that provide detailed information relative to the Basic Financial Statements. The Statistical Section includes a number of tables of unaudited data depicting the financial history of the District, demographics, and the fiscal capacity of the District.

Marquardt School District No. 15 is required to undergo an annual audit of compliance in accordance with the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to this audit of compliance requirements, including the schedule of expenditures of federal awards, findings and recommendations, and reports on the internal control structure and compliance with applicable laws and regulations related to major federal programs, are included in a separate report.

Reporting Entity

Contained in this report are all the funds of the District. The District has determined that no other outside agency meets the criteria to be included within its financial reporting entity; therefore, no other agency has been included as a component unit in the District's financial statements. In addition, the District is not aware of any entity which would exercise such oversight that would result in the District being considered a component of that entity.

General District Information

The District is located in the center of DuPage County, which is in the northeastern part of Illinois located just 25 miles from Chicago. The District serves students in the communities of Glendale Heights, Addison, Bloomingdale, Lombard and Glen Ellyn, Illinois. Because of the excellent transportation available in the eastern portion of the District, this area has slowly changed from a sparsely populated residential area into a commercial distribution center. The District services approximately 2,600 students and has five school buildings along with an Administrative Office and Maintenance facility.

Facilities:

Blackhawk Elementary-constructed 1976, renovated 2021

G Stanley Hall Elementary-constructed 1961, renovated 1975, 2017

Charles G Reskin Elementary-constructed 1964, renovated 1971, 1973

Winnebago Elementary-constructed 1974, renovated 2009, 2018

Marquardt Middle School-constructed 1974, renovated 2005, 2006, 2016, 2021

Economic Condition and Outlook

Legislation passed by the State of Illinois in July of 1991 limits our access to assessed valuation growth. Taxpayer revolts in the collar counties surrounding Chicago, caused by rapidly increasing assessed valuation, induced the Illinois General Assembly to place a cap on local government's ability to access higher valuations. Basically, this tax cap limits revenue increases from local property taxes to the lower of the consumer price index or 5% plus access to partial amounts of new construction.

The District continues to have a good working relationship with its' teaching staff. A new three-year contract was signed on September 10, 2019. Highlights of the contract include salary increases which will keep the teaching staff competitive with local districts and additional cost sharing of health insurance premiums. The District ended the 2020-21 school year with a balanced budget and a total unaudited ending fund balance of \$72,463,517. Our enrollment is projected to stay at a consistent level at approximately 2,600 students.

Future Initiatives

Over the next three years, the district is in the planning stages of a capital improvement/construction project at Marquardt Middle School with the goal of providing the best learning environment for our students and staff. Financially, staff retirements will financially help the district as some of the current staff are higher paid employees and will be replaced by new, lower-salaried teaching and administrative staff.

Financial Management and Control

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is properly recorded to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within this framework. Internal control practices are also integrated into the budgetary management of the District's funds. A budget is prepared for each fund, control is provided by verification of appropriation amounts prior to expenditures, as well as a monthly review of actual account totals compared to budget. Additional control is established through published policies and procedures for all aspects of accounting practices of the District, which includes the recording of receipts and disbursement of funds entrusted to the District.

To ensure sound financial management, proper accounting practices, internal controls and budgetary planning are affirmed by the continual review of the Board of Education. The District is required to adopt an annual budget for all its funds by September 30 of each year. The annual budget serves as a foundation for financial planning and control. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by fund.

The basis of accounting and the various funds utilized by the District are fully described in Note 1 of the financial statements. Additional information of the District's budgetary accounting can also be found in the notes to required supplementary information.

The District prepares its financial statements following GASB 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments."

Management is responsible for preparing a Management Discussion and Analysis of the District. This discussion is located in the basic financial statements, providing an assessment of District finances for fiscal year 2021, with comparisons to 2020, and should be read in conjunction with the transmittal letter.

Relevant Financial Policies

Budget planning begins no later than April. The proposed budget shall be available for public inspection and comment at least 30 days before the budget hearing. Within 30 days of adoption, the budget needs to be filed with the DuPage County Clerk's office and filed electronically with the Illinois State Board of Education (ISBE). Also, the adopted budget shall be posted on the District's website. The Board of Education may amend the budget by following the same procedure as provided for in the original adoption.

The Board of Education shall act on all expenditures, inter-fund loans and transfers.

The District management invests money in accordance with Board policy and state law. See the Notes to the Basic Financial Statements for additional information on cash and investments.

Independent Audit

The School Code of Illinois and the District's adopted policy require an annual audit of the books of accounts, financial records and transactions of all funds of the District. The audit is performed by independent certified public accountants selected by the District's Board of Education. The independent auditor's report has been included in the financial section of this report.

Certificate of Achievement

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report the fiscal year ended June 30, 2021. This was the thirty-six consecutive year that the District has received this prestigious award.

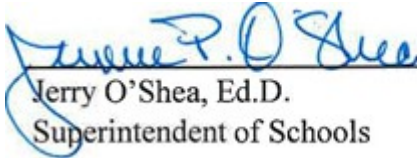
In order to be awarded a Certificate of Excellence, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Excellence is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to conform to the Certificate requirements and we are submitting it to ASBO to determine its eligibility for another certificate.


Closing Statement

It is our belief that this Comprehensive Annual Financial Report will provide the District's management, outside investors, and local citizens with a most meaningful financial presentation. We hope that all readers of this Report will obtain a clear and concise understanding of the District's financial condition as of June 30, 2021. We extend our appreciation to the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a professional and fiscally responsible manner.

Respectfully submitted,



Jerry O'Shea, Ed.D.
Superintendent of Schools



Armand Gasbarro, Ed.D.
Asst. Supt. of Finance &



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

Marquardt School District No.15

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2020.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink that reads 'W. Edward Chabal'.

W. Edward Chabal
President

A handwritten signature in black ink that reads 'David J. Lewis'.

David J. Lewis
Executive Director

FINANCIAL SECTION

This section includes:

Independent Auditors' Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the District's independent auditing firm.



November 11, 2021

Members of the Board of Education
Marquardt School District No. 15
Glendale Heights, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Marquardt School District No. 15, Illinois, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the 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 Marquardt School District No. 15, Illinois, as of June 30, 2021, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis as listed in the table of contents and budgetary information reported in the required supplementary information as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Marquardt School District No. 15, Illinois’, basic financial statements. The introductory section, other supplementary information, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and supplemental schedules are the responsibility of management and were 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 other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 11, 2021, on our consideration of the District’s internal control over financial reporting and on our tests of its compliance with certain provision of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

MARQUARDT SCHOOL DISTRICT NO. 15

Management's Discussion and Analysis

June 30, 2021

The discussion and analysis of Marquardt School District No. 15 (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2021. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

FINANCIAL HIGHLIGHTS

- In total, government-wide net position increased by \$8,602,286.
- General revenues accounted for \$46,319,245 in revenue or 64.1% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$25,937,493 or 35.9% of total revenues of \$72,256,738.
- The District had \$63,654,452 in expenses related to government activities. However, only \$25,937,493 of these expenses were offset by program specific charges and grants.
- Revenues for fiscal year 2021 (FY21), as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances, were \$72,248,676, inclusive of on-behalf payments to the Teacher's Retirement System. Expenditures for FY21 were \$68,476,295, also inclusive on State of Illinois payments to the Teachers Retirement System.
- The Illinois Teacher's Retirement System receives on-behalf pension and post-retirement health insurance programs from the State of Illinois for District 15 certified staff. In FY21, \$16,215,291 was included in the total revenues and expenditures of District 15 representing the State of Illinois contributions.
- Actual revenues received in FY21 for the General Fund, exclusive of the State of Illinois on-behalf payment to the Teachers Retirement System, was \$49,604,299. Actual expenditures exclusive of on-behalf contributions were \$40,674,834 in FY21.
- The District decreased the total outstanding long-term debt by 4.4%. As of June 30, 2021, total outstanding debt was \$35,744,310.
- Beginning fund balance was restated due the implementation of GASB Statement No. 84.

USING THIS ANNUAL REPORT

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

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

The Statement of Net Position reports information on all of the District's assets/deferred outflows and liabilities/deferred inflows, 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 deteriorating. Consideration of other nonfinancial factors, such as changes in the District's property tax base and the condition of the District's infrastructure, is needed to assess the overall health of the District.

MARQUARDT SCHOOL DISTRICT NO. 15

Management's Discussion and Analysis

June 30, 2021

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are governmental funds.

Governmental Funds

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

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

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Capital Projects, both are considered to be major funds. Data from the other five governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

Notes to the Financial Statements

The notes 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 Teacher's Retirement and I.M.R.F employee pension obligations and budgetary comparison schedules for the General Fund and major special revenue funds.

MARQUARDT SCHOOL DISTRICT NO. 15

Management's Discussion and Analysis

June 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, assets/deferred outflows exceeded liabilities/deferred inflows by \$61,811,117.

	Net Position	
	2021	2020
Current/Other Assets	\$ 93,291,319	87,512,015
Capital Assets	59,781,573	58,304,400
Total Assets	153,072,892	145,816,415
Deferred Outflows	2,348,593	2,948,308
Total Assets/Deferred Outflows	155,421,485	148,764,723
Long-Term Debt	60,146,971	67,297,660
Other Liabilities	6,907,355	5,695,058
Total Liabilities	67,054,326	72,992,718
Deferred Inflows	26,556,042	22,641,388
Total Liabilities/Deferred	93,610,368	95,634,106
Net Position		
Net Investment in Capital Assets	23,100,287	20,944,839
Restricted	14,333,728	9,266,917
Unrestricted	24,377,102	22,918,861
Total Net Position	61,811,117	53,130,617

A large portion of the District's net position, \$23,100,287 or 37.4 percent, reflects its net investment in capital assets (for example, land, construction in progress, land improvements, buildings, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$14,333,728 or 23.2 percent, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining 39.4 percent, or \$24,377,102, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

MARQUARDT SCHOOL DISTRICT NO. 15

Management's Discussion and Analysis

June 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

	Change in Net Position	
	2021	2020
Revenues		
Program Revenues		
Charges for Services	\$ 1,873,295	1,541,745
Operating Grants/Contrib.	24,064,198	23,113,057
General Revenues		
Taxes	33,171,458	32,771,255
General State Aid	12,011,435	12,374,689
Other General Revenues	1,136,352	1,873,244
Total Revenues	<u>72,256,738</u>	<u>71,673,990</u>
Expenses		
Instruction	18,451,687	21,761,800
Support Services	22,820,405	21,357,137
Community Services	348,175	8,839
Interest and Fees	1,744,947	1,562,635
Payments to other Districts/Govts.	4,073,947	5,071,100
On-Behalf Retirement	16,215,291	16,768,224
Total Expenses	<u>63,654,452</u>	<u>66,529,735</u>
Change in Net Position	8,602,286	5,144,255
Net Position - Beginning as Restated	<u>53,208,831</u>	<u>47,986,362</u>
Net Position - Ending	<u>61,811,117</u>	<u>53,130,617</u>

Net position of the District's governmental activities increased by 16.2 percent (a restated \$53,208,831 in 2020 compared to \$61,811,117 in 2021). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$24,377,102 at June 30, 2021.

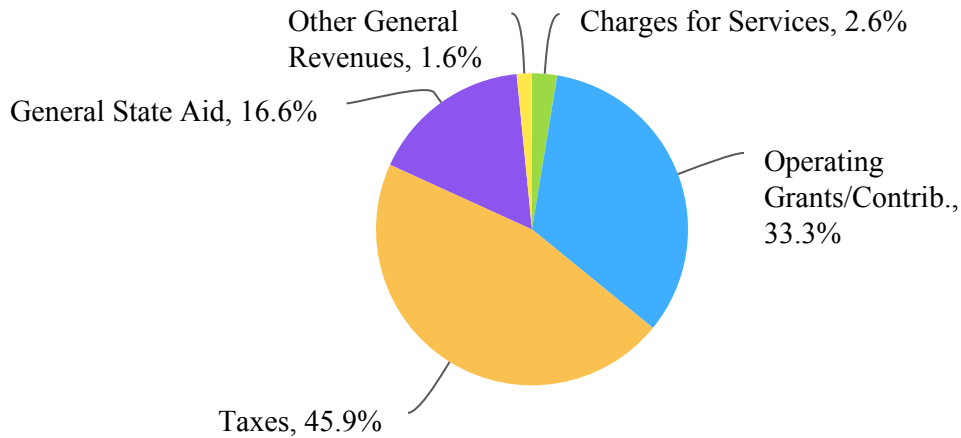
MARQUARDT SCHOOL DISTRICT NO. 15

Management's Discussion and Analysis

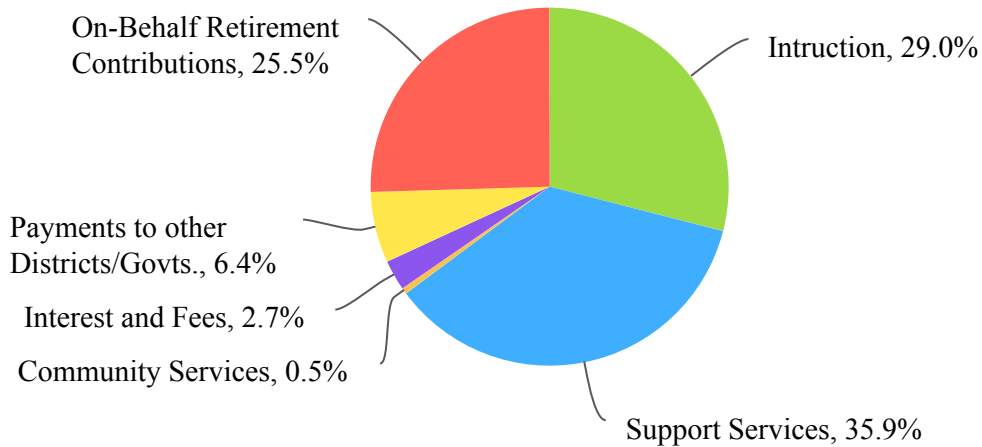
June 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

District-Wide Revenues by Source



District-Wide Expenses by Function



Revenues for governmental activities totaled \$72,256,738, while the cost of all governmental functions totaled \$63,654,452. This results in a surplus of \$8,602,286. In 2020, revenues of \$71,673,990 exceeded expenses of \$66,529,735, resulting in a surplus of \$5,144,255. The surplus in FY21 is due primarily to the \$951,141 increase in operating grants/contributions and the \$3,310,113 decrease in instruction expenses.

MARQUARDT SCHOOL DISTRICT NO. 15

Management's Discussion and Analysis

June 30, 2021

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

The District's governmental funds reported combining ending fund balances of \$73,564,529, which is \$5,004,711, or 7.3 percent, higher than last year's restated total of \$68,559,818. Of the \$73,564,529 total, \$59,199,298, or 80.5 percent, of the fund balance constitutes unassigned fund balance.

The total cost of all the District's programs was \$52,261,004, with the majority, 84.5 percent of expenditures dedicated to instructing and caring for the students and student transportation. The remaining amount of District expenditures was split among district leadership and business services, building operation and non-operational support such as debt service, pension and other payroll taxes, and tort liability and life safety capital improvements.

The General Fund reported an increase to fund balance of \$56,298 despite transfers out of almost \$10,000,000 to the Debt Service and Capital Projects funds. This was due to decreased expenditures in support services and new debt issuance.

The Capital Projects Fund reported an increase of \$5,027,641 for the year due mainly to a transfer in of \$9,000,000 from the General Fund. The District uses capital improvement and replacement schedule for curriculum, facility improvement and technology. Each schedule allows for replacement of instructional materials and equipment as necessary so the District does not experience deferred maintenance or replacement issues.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund is the District's largest budgeted fund and consists of the Educational, Operations and Maintenance, and Working Cash Accounts. The General Fund's budgeted revenues, exclusive of on behalf payments, were more than actual revenues, exclusive of on behalf payments, of \$49,604,299 by \$379,701. While state sources were \$192,435 less than the budgeted amount of \$12,700,000 and the federal sources were under budget by \$1,303,297, while local sources were over budget by \$1,116,031.

Actual expenditures, exclusive of on behalf payments, of \$40,674,834, were less than budgeted expenditures, exclusive of on behalf payments, of \$51,936,000 by \$11,261,166. Instruction and support services were \$6,013,818 and \$3,766,770 less than the budgeted amounts of \$27,700,900 and \$18,332,400, respectively.

MARQUARDT SCHOOL DISTRICT NO. 15

Management's Discussion and Analysis

June 30, 2021

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental and business type activities as of June 30, 2021 was \$59,781,573 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings, and equipment.

	Capital Assets - Net of Depreciation	
	2021	2020
Land	\$ 297,015	297,015
Construction in Progress	3,160,249	—
Land Improvements	753,938	448,815
Buildings	53,958,014	55,548,966
Equipment	1,612,357	2,009,604
Total	<u>59,781,573</u>	<u>58,304,400</u>

This year's major additions included:

Construction in Progress	\$ 3,160,249
Land Improvements	394,429
Buildings	185,330
Equipment	219,155
Total	<u>3,959,163</u>

Additional information on the District's capital assets can be found in Note 3 of this report.

Debt Administration

The District decreased long-term debt by \$1,657,330 during the fiscal year with a total outstanding debt of \$35,744,310. At the end of FY21, the District had a debt limit of \$44,556,742.

	Long-Term Debt Outstanding	
	2021	2020
General Obligation Bonds	\$ 34,665,000	36,480,000
Capital Leases	1,079,310	921,640
	<u>35,744,310</u>	<u>37,401,640</u>

Additional information on the District's long-term debt can be found in Note 3 of this report.

MARQUARDT SCHOOL DISTRICT NO. 15

Management's Discussion and Analysis

June 30, 2021

NEXT YEAR'S BUDGET

The 2021-2022 budget for the General Fund's Educational Account shows a surplus. Revenues and other uses of funds are budgeted to exceed expenditures by \$460,000. Expenditures are budgeted to exceed revenue by \$706,000 in the General Fund's Operations and Maintenance Account. The budget for the Capital Projects Fund intends to spend down the majority of its fund balance on the construction related to the renovation project at Marquardt Middle School and is projected to continue through the 2022-2023 fiscal year.

FACTORS BEARING ON THE DISTRICT'S FUTURE

A three-year negotiated agreement with the District's teaching staff was signed in September, 2019 and will expire in August, 2022. This agreement will advance the District's salary schedule in relationship to surrounding districts, making recruitment of new teachers to replace a large number of retiring teachers possible.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information, contact the Business Office: Dr. Armand Gasbarro, Assistant Superintendent of Finance and Operations/CSBO, 1860 Glen Ellyn Road, Glendale Heights, Illinois 60139.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements
 - Governmental Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

MARQUARDT SCHOOL DISTRICT NO. 15

Statement of Net Position

June 30, 2021

See Following Page

MARQUARDT SCHOOL DISTRICT NO. 15

Statement of Net Position

June 30, 2021

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 75,493,055
Receivables - Net of Allowances	
Property Taxes	16,629,825
Intergovernmental	1,168,439
Total Current Assets	<u>93,291,319</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	3,457,264
Depreciable	86,518,721
Accumulated Depreciation	<u>(30,194,412)</u>
Total Noncurrent Assets	<u>59,781,573</u>
Total Assets	<u>153,072,892</u>
DEFERRED OUTFLOWS OF RESOURCES	
Unamortized Loss on Refunding	123,307
Deferred Items - THIS	1,081,582
Deferred Items - Retiree's Health Plan	484,077
Deferred Items - TRS	309,010
Deferred Items - IMRF	<u>350,617</u>
Total Deferred Outflows of Resources	<u>2,348,593</u>
Total Assets and Deferred Outflows of Resources	<u>155,421,485</u>

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

	Governmental Activities
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 2,401,985
Accrued Payroll	2,723,120
Accrued Interest Payable	31,503
Current Portion of Long-Term Debt	1,750,747
Total Current Liabilities	<u>6,907,355</u>
Noncurrent Liabilities	
Total OPEB Liability - THIS	19,742,133
Total OPEB Liability - Retiree's Health Plan	2,819,908
Net Pension Liability - TRS	1,916,200
Net Pension Liability - IMRF	614,884
General Obligation Bonds - Net	34,695,283
Capital Leases Payable	358,563
Total Noncurrent Liabilities	<u>60,146,971</u>
Total Liabilities	<u>67,054,326</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	14,549,256
Other Deferred Revenues	52,429
Deferred Items - THIS	6,954,859
Deferred Items - Retiree's Health Plan	664,935
Deferred Items - TRS	2,448,004
Deferred Items - IMRF	1,886,559
Total Deferred Inflows of Resources	<u>26,556,042</u>
Total Liabilities and Deferred Inflows of Resources	<u>93,610,368</u>
NET POSITION	
Net Investment in Capital Assets	23,100,287
Restricted	
Student Activities	110,434
Transportation	4,282,466
IMRF	31,366
Social Security/Medicare	1,240,644
Tort Immunity and Judgement	752,917
Debt Service	834,525
Capital Projects	7,081,004
Fire Prevention and Safety	372
Unrestricted	<u>24,377,102</u>
Total Net Position	<u>61,811,117</u>

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

MARQUARDT SCHOOL DISTRICT NO. 15

Statement of Activities

For the Fiscal Year Ended June 30, 2021

	Program Revenues		(Expenses)/	
	Charges	Operating	Revenues	
Expenses	for	Grants/	Governmental	
	Services	Contributions	Activities	
Governmental Activities				
Instruction	\$ 18,451,687	368,367	3,460,629	(14,622,691)
Support Services	22,820,405	1,504,928	2,659,051	(18,656,426)
Community Services	348,175	—	—	(348,175)
Payments to Other Districts/Govts.	4,073,947	—	—	(4,073,947)
State Retirement Contributions	16,215,291	—	16,215,291	—
Interest on Long-Term Debt	1,744,947	—	1,729,227	(15,720)
Total Governmental Activities	63,654,452	1,873,295	24,064,198	(37,716,959)
General Revenues				
Taxes				
Property Taxes				32,965,301
Personal Property Replacement Taxes				206,157
State Aid-Formula Grants				12,011,435
Earnings on Investments				820,935
Other General Revenues				315,417
				<u>46,319,245</u>
Change in Net Position				8,602,286
Net Position - Beginning as Restated				<u>53,208,831</u>
Net Position - Ending				<u><u>61,811,117</u></u>

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

MARQUARDT SCHOOL DISTRICT NO. 15**Balance Sheet - Governmental Funds****June 30, 2021**

	General	Capital Projects	Nonmajor	Totals
ASSETS				
Cash and Investments	\$ 60,081,460	8,545,943	6,865,652	75,493,055
Receivables - Net of Allowances				
Property Taxes	14,818,639	—	1,811,186	16,629,825
Intergovernmental	870,570	—	297,869	1,168,439
Total Assets	<u>75,770,669</u>	<u>8,545,943</u>	<u>8,974,707</u>	<u>93,291,319</u>
LIABILITIES				
Accounts Payable	802,658	1,464,939	134,388	2,401,985
Accrued Payroll	2,641,180	—	81,940	2,723,120
Total Liabilities	<u>3,443,838</u>	<u>1,464,939</u>	<u>216,328</u>	<u>5,125,105</u>
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	12,964,670	—	1,584,586	14,549,256
Other Deferred Revenues	52,429	—	—	52,429
Total Deferred Inflows of Resources	<u>13,017,099</u>	<u>—</u>	<u>1,584,586</u>	<u>14,601,685</u>
Total Liabilities and Deferred Inflows of Resources	<u>16,460,937</u>	<u>1,464,939</u>	<u>1,800,914</u>	<u>19,726,790</u>
FUND BALANCES				
Restricted	110,434	7,081,004	7,173,793	14,365,231
Unassigned	59,199,298	—	—	59,199,298
Total Fund Balances	<u>59,309,732</u>	<u>7,081,004</u>	<u>7,173,793</u>	<u>73,564,529</u>
Total Liabilities and Fund Balances	<u>75,770,669</u>	<u>8,545,943</u>	<u>8,974,707</u>	<u>93,291,319</u>

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

MARQUARDT SCHOOL DISTRICT NO. 15

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities

June 30, 2021

Total Governmental Fund Balances	\$ 73,564,529
Amounts reported for Governmental Activities in the Statement of Net Position are different because:	
Capital assets used in Governmental Activities are not financial resources and therefore, are not reported in the funds.	59,781,573
Deferred Outflows/Inflows of Resources related to the retirement plans not reported in the funds.	
Deferred Items - THIS	(5,873,277)
Deferred Items - Retiree's Health Plan	(180,858)
Deferred Items - TRS	(2,138,994)
Deferred Items - IMRF	(1,535,942)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Total OPEB Liability - THIS	(19,742,133)
Total OPEB Liability - Retiree's Health Plan	(2,819,908)
Net Pension Liability - TRS	(1,916,200)
Net Pension Liability - IMRF	(614,884)
General Obligation Bonds Payable - Net	(35,601,976)
Capital Leases Payable	(1,079,310)
Accrued Interest Payable	(31,503)
Net Position of Governmental Activities	61,811,117

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

MARQUARDT SCHOOL DISTRICT NO. 15

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended June 30, 2021**

	General	Capital Projects	Nonmajor	Totals
Revenues				
Local Sources				
Property Taxes	\$ 29,565,326	—	3,399,975	32,965,301
Personal Property Replacement Taxes	189,328	—	16,829	206,157
Earnings on Investments	743,143	2,321	75,471	820,935
Other Revenue from Local Sources	2,023,234	—	7,354	2,030,588
State Sources	12,507,565	—	1,197,909	13,705,474
Federal Sources	4,575,703	—	1,729,227	6,304,930
On-Behalf Payments - State of Illinois	16,215,291	—	—	16,215,291
Total Revenues	65,819,590	2,321	6,426,765	72,248,676
Expenditures				
Current				
Instruction	21,687,082	—	820,223	22,507,305
Support Services	14,565,630	3,974,680	3,135,813	21,676,123
Community Services	348,175	—	—	348,175
Payments to Other Districts and Govt. Units	4,073,947	—	—	4,073,947
Debt Service				
Principal Retirement	—	—	1,944,622	1,944,622
Interest and Fiscal Charges	—	—	1,710,832	1,710,832
On-Behalf Expenditures	16,215,291	—	—	16,215,291
Total Expenditures	56,890,125	3,974,680	7,611,490	68,476,295
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,929,465	(3,972,359)	(1,184,725)	3,772,381
Other Financing Sources (Uses)				
Disposal of Capital Assets	8,062	—	—	8,062
Debt Issuance	1,077,292	—	8,330,000	9,407,292
Payment to Escrow Agent	—	—	(9,243,307)	(9,243,307)
Premium on Debt Issuance	—	—	1,060,283	1,060,283
Transfers In	—	9,000,000	958,521	9,958,521
Transfers Out	(9,958,521)	—	—	(9,958,521)
	(8,873,167)	9,000,000	1,105,497	1,232,330
Net Change in Fund Balances	56,298	5,027,641	(79,228)	5,004,711
Fund Balances - Beginning as Restated	59,253,434	2,053,363	7,253,021	68,559,818
Fund Balances - Ending	59,309,732	7,081,004	7,173,793	73,564,529

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

MARQUARDT SCHOOL DISTRICT NO. 15

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the
Governmental Funds to the Statement of Activities - Governmental Activities
For the Fiscal Year Ended June 30, 2021**

Net Change in Fund Balances - Total Governmental Funds \$ 5,004,711

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

Governmental Funds report capital outlays as expenditures. However, in the
Statement of Activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense.

Capital Outlays	3,959,163
Depreciation Expense	(2,481,990)

Deferred (Inflows)/Outflows of Resources related to pensions/OPEB are not reported in the
funds.

Change in Deferred Items - THIS	(3,636,517)
Change in Deferred Items - Retiree's Health Plan	(575,221)
Change in Deferred Items - TRS	621,149
Change in Deferred Items - IMRF	(1,397,601)

The issuance of long-term debt provides current financial resources to
Governmental Funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Change in Total OPEB Liability - THIS	3,440,793
Change in Total OPEB Liability - Retiree's Health Plan	415,081
Change in Net Pension Liability - TRS	223,857
Change in Net Pension Liability - IMRF	2,342,622
Issuance of General Obligation Bonds	(8,330,000)
Issuance of Capital Lease Proceeds	(1,077,292)
Retirement of Long-Term Debt	11,064,622
Amortization on Bond Premium	33,256
Amortization on Bond Discount	(75,335)
Issuance of Bond Premium	(1,060,283)
Issuance of Loss on Refunding	123,307
Change in Accrued Interest Payable	7,964

Changes in Net Position of Governmental Activities 8,602,286

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Marquardt School District No. 15 (the “District”) is located in DuPage County, Illinois and operates as a public-school system governed by an elected Board of Education (the Board). The Board maintains final responsibility for all personnel, budgetary, taxing, and debt matters. The District is organized under the School Code of the State of Illinois, as amended.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the District’s accounting policies established under GAAP and used by the District are described below.

REPORTING ENTITY

In determining the financial reporting entity, the District complies with the provisions of GASB Statement No. 61, “The Financial Reporting Omnibus - an Amendment of GASB Statements No. 14 and No. 34” and includes all component units that have a significant operational or financial relationship with the District. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

Government-Wide Statements

The District’s basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District’s major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The District’s operating activities are all considered governmental activities, that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The District’s net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District’s functions (instruction, support services, community services, etc.). The functions are supported by general government revenues (property and personal property replacement taxes, interest income, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function) are normally covered by general revenue (property and personal property replacement taxes, interest income, etc.). This government-wide focus is more on the sustainability of the District as an entity and the change in the District’s net position resulting from the current year’s activities.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the District:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

General Fund is the general operating fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state government aid. The General Fund is a major fund and is comprised of three subfunds, the Educational Account, the Operations and Maintenance Account, and the Working Cash Account.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes, other than those accounted for in the Debt Service Fund, Capital Projects Funds or Fiduciary Funds. The District maintains three nonmajor special revenue funds, the Transportation Fund, the Municipal Retirement/Social Security Fund, and the Tort Immunity Fund.

Debt Service Funds are used to account for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service. The Debt Service Fund is treated as a nonmajor fund.

Capital Projects Funds are used to account for the financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities. The District maintains one major capital projects fund. The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from bond proceeds, tax increment financing district monies, and transfers from other funds. The District maintains one nonmajor capital projects fund, the Fire Prevention and Safety Fund.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded, regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus is used.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The accounting objectives of the “economic resources” measurement focus is the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means that the amount of the transaction can be determined, and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after year-end, except for state aid. State aid payments received after 60 days are being considered as available as historically, state aid collected within 60 days has represented all state aid expected to be collected.

The state is currently behind on payments to local government agencies, which is a highly unusual circumstance, resulting in current year state aid collections after 60 days of year-end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting- Continued

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 and Teachers' Health Insurance Security Fund) 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. Accordingly, when such funds are received, they are recorded as unearned revenues until earned.

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

For the purpose of the Statement of Net Position, cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with a fiscal agent.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Capital Assets

Capital assets purchased or acquired with an original cost of \$2,500 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Capital Assets - Continued

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the District as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical costs based on replacement costs.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Land Improvements	20 Years
Buildings	40 Years
Equipment	5 - 10 Years

Compensated Absences

Employee vacation and sick leave is recorded when it is paid. Accumulated unpaid employee vacation and sick leave which was earned prior to the current fiscal year but unused at the end of the current fiscal year is not significant. Vacation and sick leave will be paid with future tax collections and therefore has not been reported as a current liability of the governmental funds.

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition/reduction of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Net Position

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

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

Restricted - Consists of net position with constraints placed on the 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 legislations.

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles, except for the General Fund, which does not budget for on-behalf payments from the State of Illinois. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level.

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

- a. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- b. Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c. By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December each year, a tax levy ordinance is filed with the County Clerk to obtain tax revenues.
- d. Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

BUDGETARY INFORMATION - Continued

- e. Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- f. The budget amounts shown in the financial statements are as originally adopted by the Board of Education on September 8, 2020. There were no budget amendments during the year ended June 30, 2021.
- g. All budget appropriations lapse at the end of the fiscal year.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following fund had an excess of actual expenditures over budget as of the date of this report:

Fund	Excess
Debt Service	\$ 156,454

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

Certain district funds maintain their 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.

Under State law, limits are imposed as to investments in commercial paper, corporate bonds, and mutual funds in which the District may invest, as well as the Illinois School District Liquid Asset Fund Plus (ISDLAF+).

The ISDLAF Max is a non-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. It is not registered with the SEC as an investment company. Investments are sold valued at share price, which is the price for which the investment could be sold.

Deposits. At year-end, the carrying amount of the District's deposits totaled \$5,644,581 and the bank balances totaled \$6,523,824.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk

Investments. The District has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)
		Less Than 1
Certificates of Deposit	\$ 4,948,700	4,948,700
ISDLAF Max	64,899,774	64,899,774
Totals	<u>69,848,474</u>	<u>69,848,474</u>

The District has the following recurring fair value measurements as of June 30, 2021:

- Certificates of Deposit of \$4,948,700 are valued using a matrix pricing model (Level 2 inputs)
- ISDLAF Max of \$64,899,774 which is measured at net asset value per share as determined by the pool.

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District's investment policy states that the investment portfolio shall provide sufficient liquidity to pay the District's obligations as they become due. In this regard, the maturity and marketability of investments shall be considered.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The investment policy allows for investments of instruments under Illinois law, such as, securities issued or guaranteed by the United States, interest-bearing accounts of banks and saving and loan associations insured up to \$250,000 by the FDIC, short-term obligations (less than 180 days) of U.S. corporations with assets over \$500,000,000 rated in the three highest classifications by at least two rating agencies, insured accounts of an Illinois credit union chartered under United States or Illinois law, money market mutual funds with portfolios of securities insured or guaranteed by the United States or agreements to repurchase these same types of obligations, and the Illinois Funds or Illinois School District Liquid Asset Fund Plus. At year-end, the District's investment in ISDLAF Max was rated AAA by Standard & Poor's.

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration Risk - Continued

Custodial Credit Risk - Investments. For an investment, this is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring that all investments be secured by private insurance or collateral. At year end, the District investments in ISDLAF Max were not subject to custodial credit risk.

Concentration Risk. This is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy places no limit on the amount the District may invest in any one issuer. At year-end, the District does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

PROPERTY TAXES

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2020 levy resolution was approved during the December 10, 2019 board meeting.

The District's taxes attach as an enforceable lien on property on January 1 and are payable in two installments (on or about June 1 and September 1) subsequent to the year of levy. The District receives significant distributions of tax receipts approximately one month after these due dates.

The District received significant distributions of property taxes in the month following the due dates. Revenue is recognized on the current year's levy in conjunction with the amount budgeted by the Board for the current year with the unrecognized amount being recorded as a deferred inflow of resources.

Based upon collection histories, the District has provided at June 30, 2020, an allowance for uncollectible real property taxes equivalent to .5% of the current levy. All property taxes receivable over one-year-old have been written off.

PERSONAL PROPERTY REPLACEMENT TAXES

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

INTERFUND TRANSFERS

Transfers are used to (1) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND TRANSFERS - Continued

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Capital Projects	Educational Account - General	\$ 9,000,000 (2)
Nonmajor	Educational Account - General	<u>958,521 (1)</u>
		<u><u>9,958,521</u></u>

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 297,015	—	—	297,015
Construction in Progress	—	3,160,249	—	3,160,249
	<u>297,015</u>	<u>3,160,249</u>	<u>—</u>	<u>3,457,264</u>
Depreciable Capital Assets				
Land Improvements	2,268,442	394,429	—	2,662,871
Buildings	75,082,321	185,330	—	75,267,651
Equipment	8,369,044	219,155	—	8,588,199
	<u>85,719,807</u>	<u>798,914</u>	<u>—</u>	<u>86,518,721</u>
Less Accumulated Depreciation				
Land Improvements	1,819,627	89,306	—	1,908,933
Buildings	19,533,355	1,776,282	—	21,309,637
Equipment	6,359,440	616,402	—	6,975,842
	<u>27,712,422</u>	<u>2,481,990</u>	<u>—</u>	<u>30,194,412</u>
Total Net Depreciable Capital Assets	<u>58,007,385</u>	<u>(1,683,076)</u>	<u>—</u>	<u>56,324,309</u>
Total Net Capital Assets	<u><u>58,304,400</u></u>	<u><u>1,477,173</u></u>	<u><u>—</u></u>	<u><u>59,781,573</u></u>

Depreciation expense was charged to governmental activities as follows:

Instructional Staff	\$ 1,337,708
Support Services	<u>1,144,282</u>
	<u><u>2,481,990</u></u>

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

General Obligation Bonds

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General Obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Limited School Bonds of 2013A - Due in annual installment of \$400,000 to \$470,000 plus semi-annual interest at 2.00% to 2.25% through January 1, 2024.*	\$ 1,790,000	—	900,000 *	435,000
General Obligation Limited School Bonds of 2013B - Due in annual installment of \$250,000 to \$1,100,000 plus semi-annual interest at 2.25% to 3.00% through January 1, 2033.*	8,220,000	—	8,220,000 *	—
General Obligation Limited School Bonds of 2016B - Due in annual installments of \$230,000 to \$5,140,000 plus semi-annual interest at 1.66% through December 15, 2041.	26,470,000	—	570,000	25,900,000
General Obligation Limited Tax Refunding School Bonds of 2020 - Due in annual installment of \$415,000 to \$990,000 plus semi-annual interest at 3.00% to 4.00% through January 1, 2033	—	8,330,000	—	8,330,000
	<u>36,480,000</u>	<u>8,330,000</u>	<u>9,245,000</u>	<u>34,665,000</u>

*Refunded by 2020 GO Limited School Bonds

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Defeased Debt

On October 5th, 2020, the District issued \$8,330,000 par value General Obligation Limited Tax Refunding School Bonds of 2020 to refund \$900,000 of the General Obligation Limited School Bonds of 2013A as well as \$8,220,000 of the General Obligation Limited School Bonds of 2013B. The District defeased bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payment of the old bonds. Since the requirements that normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Through this refunding, the District reduced its total debt service by \$9,120,000.

In prior years, the government defeased general obligation and revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payment on the old bonds. Since the requirements which normally satisfy defeasance, have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Defeased bonds of \$435,000 remain outstanding as of the date of this report.

Capital Leases

The District has entered into capital lease agreements as lessee for financing the acquisition of computers and equipment. The individual assets acquired under these leases are below the District's capitalization threshold and are not included in the capital assets. These lease agreements qualify as capital leases for accounting purposes and; therefore, have been recorded at the present value of the future minimum lease payments as of the inception date. The capital leases have been recorded as liabilities of the governmental activities. The future minimum lease payments and the net present value of these minimum lease payments are as follows:

Fiscal Year	Governmental Activities
2022	\$ 752,251
2023	367,244
	<u>1,119,495</u>
Interest Portion	<u>(40,185)</u>
	<u><u>1,079,310</u></u>

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Legal Debt Margin

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. At year-end the legal debt margin is as follows:

Assessed Valuation - 2020	<u>\$ 645,749,886</u>
Legal Debt Limit - 6.9% of Assessed Value	44,556,742
Amount of Debt Applicable to Limit	<u>34,665,000</u>
Legal Debt Margin	<u><u>9,891,742</u></u>

Long-Term Liabilities Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Total OBEB Liability					
THIS	\$ 23,182,926	—	3,440,793	19,742,133	—
Retiree's Health Plan	3,234,989	—	415,081	2,819,908	—
Net Pension Liability					
TRS	2,140,057	—	223,857	1,916,200	—
IMRF	2,957,506	—	2,342,622	614,884	—
General Obligation Bonds	36,480,000	8,330,000	10,145,000	34,665,000	1,030,000
Unamortized Premium	33,256	1,060,283	33,256	1,060,283	—
Unamortized Discount	(75,335)	—	(75,335)	—	—
Capital Leases	921,640	1,077,292	919,622	1,079,310	720,747
	<u>68,875,039</u>	<u>10,467,575</u>	<u>17,444,896</u>	<u>61,897,718</u>	<u>1,750,747</u>

The total OPEB liability for THIS and the Retiree's Health Plan, and the net pension liability for TRS are being liquidated from the General Fund. The net pension liability for IMRF is being liquidated by the Municipal Retirement/Social Security Fund. The general obligation bonds and the capital leases are being paid by the Debt Service Fund.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity are as follows:

Fiscal Year	General Obligation Bonds	
	Principal	Interest
2022	\$ 1,030,000	1,536,521
2023	1,040,000	1,523,871
2024	1,080,000	1,503,671
2025	1,120,000	1,479,971
2026	1,165,000	1,455,371
2027	1,215,000	1,428,671
2028	1,260,000	1,398,971
2029	1,315,000	1,369,821
2030	1,365,000	1,342,971
2031	1,415,000	1,315,671
2032	1,465,000	1,288,296
2033	1,515,000	1,259,871
2034	1,690,000	1,245,021
2035	1,725,000	1,245,021
2036	1,760,000	1,245,021
2037	1,800,000	1,245,021
2038	1,835,000	1,245,021
2039	1,870,000	1,245,021
2040	1,910,000	1,245,021
2041	1,950,000	1,245,021
2042	5,140,000	622,510
Totals	<u>34,665,000</u>	<u>27,486,355</u>

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATION

Net investment in capital assets was comprised of the following as of June 30, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 59,781,573
Plus: Loss on Refunding	123,307
Less: Capital Related Debt	
General Obligation Limited School Bonds of 2013A	(435,000)
General Obligation Limited School Bonds of 2016B	(25,900,000)
General Obligation Limited School Bonds of 2020	(8,330,000)
Unamortized Premium	(1,060,283)
Capital Leases	<u>(1,079,310)</u>
Net Investment in Capital Assets	<u>23,100,287</u>

FUND BALANCE CLASSIFICATIONS

In the governmental fund financial statements, the District considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The District first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Education; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts that are constrained by the Board of Education' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Education itself or b) a body or official to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. The District's highest level of decision-making authority is the Board of Education, who is authorized to assign amounts to a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

Minimum Fund Balance Policy. The District's fund balance policy states that the District shall maintain fund balances adequate to ensure the District's ability to maintain levels of service and pay its obligations in a prompt manner in spite of unforeseen events or unexpected expenses.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Capital Projects	Nonmajor	Totals
Fund Balances				
Restricted				
Student Activities	\$ 110,434	—	—	110,434
Transportation	—	—	4,282,466	4,282,466
IMRF	—	—	31,366	31,366
Social Security/Medicare	—	—	1,240,644	1,240,644
Tort Immunity and Judgement	—	—	752,917	752,917
Debt Service	—	—	866,028	866,028
Capital Projects	—	7,081,004	—	7,081,004
Fire Prevention and Safety	—	—	372	372
	<u>110,434</u>	<u>7,081,004</u>	<u>7,173,793</u>	<u>14,365,231</u>
Unassigned	<u>59,199,298</u>	—	—	<u>59,199,298</u>
Total Fund Balances	<u>59,309,732</u>	<u>7,081,004</u>	<u>7,173,793</u>	<u>73,564,529</u>

Net Position/Fund Balance Restatement

Beginning net position/fund balance was restated due the implementation of GASB Statement No. 84. The following is a summary of the net position/fund balance as originally reported and as restated:

Net Position/Fund Balance	As Reported	As Restated	Increase
Governmental Activities	\$ 53,130,617	53,208,831	78,214
General	59,175,220	59,253,434	78,214
Educational Account - General	46,722,907	46,801,121	78,214

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION

JOINT AGREEMENTS

The District is a member of the North Suburban Special Education District (NSSSED), a joint agreement that provides certain special education services to residents of many school districts. The District believes that because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, these are not included as component units of the District.

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: the Educational Benefit Cooperative (EBC) for health benefit claims and the Collective Liability Insurance Cooperative (CLIC) for property damage, injury claims, and worker's compensation claims. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that the pools will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pools. Settled claims has not exceeded coverage for the past three years.

Complete financial statements for CLIC can be obtained from its Treasurer, 624 Kenilworth, Grayslake, Illinois 60030.

The District continues to carry commercial insurance for all other risks of loss, including torts and professional liability insurance. Settled claims have not exceeded commercial insurance coverage for the past three fiscal years.

JOINT VENTURE

Cooperative Association for Special Education (C.A.S.E.)

The District and six other districts within DuPage County have entered into a joint agreement to provide special education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the policy board.

Complete financial statements for C.A.S.E. can be obtained from the Administrative Offices at 22 W 600 Butterfield Road, Glen Ellyn, Illinois 60137.

COMMITMENT

The District has entered into contractual commitments related to construction of a performing arts center and other projects. As of June 30, 2021, remaining commitments under those contracts are approximately \$8.8 million.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

CONTINGENT LIABILITIES

Litigation

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

State and Federal Contingencies

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

Financial Impact from COVID-19

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the District's operations and financial position cannot be determined.

OTHER POST-EMPLOYMENT BENEFITS

Teachers' Health Insurance Security Fund

Plan Description

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the City of Chicago. THIS health coverage includes provisions for medical, prescription drug, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits. Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Beginning February 1, 2015, annuitants who were enrolled in Medicare Parts A and B may be eligible to enroll in Medicare Advantage Plans.

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

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

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Teachers' Health Insurance Security Fund - Continued

Plan Description - Continued

On Behalf Contributions to THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 1.24 percent of pay during the year ended June 30, 2021. State of Illinois contributions were \$230,957, and the District recognized revenues and expenditures of this amount during the year. State contributions intended to match active member contributions during the years ended June 30, 2020 was 1.24 percent of pay and State contributions on behalf of District employees were \$255,294.

Employer Contributions to THIS Fund. The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.92 percent during the year ended June 30, 2021. For the year ended June 30, 2021 the District paid \$171,355 to the THIS Fund, which was 100 percent of the required contribution. The employer THIS Fund contribution was 0.92 percent during the year ended June 30, 2020. For the year ended June 30, 2020 the District paid \$171,863 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/ABC-List.asp>. The current reports are listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

Actuarial Assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2019, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation:	2.50%
Salary Increases:	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Investment Rate of Return:	0%, net of OPEB plan investment expense, including inflation, for all plan years.
Healthcare Cost Trend Rates:	Actual trend used for fiscal year 2020. For fiscal years on and after 2021, trend starts at 8.25% for non-Medicare cost and Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.25%. There is no additional trend rate adjustment due to the repeal of the Excise Tax.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Teachers' Health Insurance Security Fund - Continued

Plan Description - Continued

Actuarial Assumptions - Continued. Mortality rates for retirement and beneficiary annuitants were based on the RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. For disabled annuitant, mortality rates were based on the RP-2014 Disabled Annuitant table. Mortality rates for pre-retirement were based on the RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2017.

Single Discount Rate

Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

Since the THIS fund is financed on a pay-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index described above. The discount rates are 3.13 percent as of June 30, 2019, and 2.45 percent as of June 30, 2020.

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

The following presents the District's proportionate share of the collective net OPEB liability, as well as what the District's proportionate share of the collective net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease (3.45%)	Current Discount Rate (2.45%)	1% Increase (1.45%)
Employer's Proportionate Share of the OPEB Liability	\$ 23,727,167	19,742,133	19,742,066

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Teachers' Health Insurance Security Fund - Continued

Sensitivity of the Employer's Proportionate Share of the Collective Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the District's proportionate share of the collective net OPEB liability, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower. The key trend rates are 8.25% in 2021 decreasing to an ultimate trend rate of 4.25% in 2037.

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Employer's Proportionate Share of the OPEB Liability	\$ 15,878,634	19,742,133	24,964,697

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

At June 30, 2021, the District reported a liability for its proportionate share of the net OPEB liability that reflected a reduction for State OPEB support provided to the District. The collective net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the collective net OPEB liability was determined by an actuarial valuation as of that date. The District's proportion of the collective net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of the District, actuarially determined. At June 30, 2020, the District's proportion was 0.073841 percent, which was a decrease of 0.009920 from its proportion measured as of June 30, 2018. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follow:

Employer's Proportionate Share of the Net OPEB Liability	\$ 19,742,133
Shate's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>29,476,409</u>
Total	<u><u>49,218,542</u></u>

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Teachers' Health Insurance Security Fund - Continued

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - Continued

For the year ending June 30, 2021, the District recognized OPEB revenue and expense of \$230,957 for support provided by the State. For the year ending June 30, 2021, the District recognized OPEB expense of \$367,079. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ —	(524,528)	(524,528)
Net Difference Between Projected and Actual Earnings on Pension Investments	6,685	(3,256,440)	(3,249,755)
Changes of Assumptions	—	(562)	(562)
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	903,542	(3,173,329)	(2,269,787)
Total Pension Expense to be Recognized in Future Periods	910,227	(6,954,859)	(6,044,632)
Employer Contributions Subsequent to the Measurement Date	171,355	—	171,355
Totals	<u>1,081,582</u>	<u>(6,954,859)</u>	<u>(5,873,277)</u>

\$171,355 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (1,220,674)
2023	(1,220,590)
2024	(1,220,414)
2025	(944,038)
2026	(527,600)
Thereafter	<u>(911,316)</u>
Total	<u>(6,044,632)</u>

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree's Health Plan

General Information about the OPEB Plan

Plan Description. The District's defined benefit OPEB plan, Retiree's Health Plan (RHP), provides OPEB for all permanent full-time employees of the District. RHP is a single-employer defined benefit OPEB plan administered by the District. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the District Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RHP provides healthcare coverage for retirees and their dependents. The retiree and their dependent are responsible for paying the entire active monthly premium. At age 65, Medicare becomes the primary insurance.

Plan Membership. As of June 30, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	13
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>307</u>
Total	<u><u>320</u></u>

Total OPEB Liability

The District's total OPEB liability was measured as of June 30, 2021, and was determined by an actuarial valuation as of June 30, 2021.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary Increases	2.50%
Discount Rate	2.18%
Healthcare Cost Trend Rates	7.50% for 2021, decreasing to an ultimate rate of 4.00% for 2075 and later years
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree's Health Plan - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued. The discount rate was based the measurement date of the S&P Municipal Bond 20 Year High Grade Rate Index as published by S&P Dow Jones Indices.

The mortality projection assumption is based off of PubT-2010 employee mortality projected five years past the valuation date using Scale MP-2020.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at June 30, 2020	<u>\$ 3,234,989</u>
Changes for the Year:	
Service Cost	177,307
Interest on the Total OPEB Liability	89,176
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	(94,972)
Changes of Assumptions or Other Inputs	(466,166)
Benefit Payments	<u>(120,426)</u>
Net Changes	<u>(415,081)</u>
Balance at June 30, 2021	<u><u>2,819,908</u></u>

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree's Health Plan - Continued

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

The discount rate used to measure the total pension liability was 2.18%, while the prior valuation used 2.66%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.18%)	Current Discount Rate (2.18%)	1% Increase (3.18%)
Total OPEB Liability	\$ 3,084,867	2,819,908	2,575,139

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using variable Healthcare Trend Rates, as well as what the total OPEB liability would be if it were calculated using variable Healthcare Trend Rates that are one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 2,477,366	2,819,908	3,224,314

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree's Health Plan - Continued

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

For the year ended June 30, 2021, the District recognized OPEB expense of \$280,566. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 85,144	(245,386)	(160,242)
Change in Assumptions	398,933	(419,549)	(20,616)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	<u>484,077</u>	<u>(664,935)</u>	<u>(180,858)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources
2022	\$ 14,083
2023	14,083
2024	14,083
2025	5,659
2026	(9,304)
Thereafter	<u>(219,462)</u>
Total	<u>(180,858)</u>

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS

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

Teachers' Retirement System (TRS)

Plan Descriptions, Provisions and Funding Policies

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can only be made by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for TRS's administration. TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/cafrs/fy2020>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling 888-678-3675, option 2.

Benefits Provided

TRS provides retirement, disability, and death benefits. Tier 1 members have TRS or reciprocal system service prior to January 1, 2011. Tier 1 members qualify for retirement benefits at age 62 with five years of service, at age 60 with 10 years, or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last 10 years of creditable service and at 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. Disability and death benefits are also provided.

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

Essentially all Tier 1 retirees receive an annual 3 percent increase in the current retirement beginning January 1 following the attainment of age 61 or on January 1 following the members' first anniversary in retirement, whichever is later. Tier 2 annual increases will be the lesser of 3 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 members' first anniversary in retirement, whichever is later.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Benefits Provided - Continued

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

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contributions rates are specified by the pension code. The active member contribution rate for the year ended June 30, 2020, 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, 2021, 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 \$15,984,334 in pension contributions from the State. For the year ended June 30, 2020, the employer recognized revenue and expenditures of \$16,536,582 in pension contributions from the State.

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, 2021 were \$108,028 and are deferred because they were paid after the June 30, 2020 measurement date. Contributions for the year ended June 30, 2020 were \$108,349.

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

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

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Contributions - Continued

Federal and Special Trust Fund Contributions - Continued. For the fiscal year ended June 30, 2021, the employer pension contribution was 9.41 percent of salaries paid from federal and special trust funds. For the fiscal year ended June 30, 2020, the employer pension contribution was 10.66 percent of salaries paid from those funds. For the fiscal year ended June 30, 2021, salaries totaling \$609,191 were paid from federal and special trust funds that required employer contributions of \$63,417, which was equal to the District's actual contributions. The June 30, 2021 contributions are deferred because they were paid after the June 30, 2020 measurement date.

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

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2021, the employer paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent, \$16,662 for salary increases in excess of 3 percent and \$0 for sick leave days granted in excess of the normal annual allotment. For the year ended June 30, 2020, the District paid \$3,433 to TRS for employer contributions due on salary increases in excess of 6 percent and made no payments 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, 2020, 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:

Employer's Proportionate Share of the Net Pension Liability	\$ 1,916,200
State's Proportionate Share of the Net Pension Liability Associated with the Employer	<u>150,086,720</u>
Total	<u><u>152,002,920</u></u>

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019, and rolled forward to June 30, 2020. 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, 2020, relative to the contributions of all participating TRS employers and the state during that period.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

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

At June 30, 2020, the employer's proportion was 0.0022 percent, which was a decrease of 0.0004 percent from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the employer recognized pension expense of \$15,984,334 and revenue of \$15,984,334 for support provided by the state. At June 30, 2021, the employer reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ 18,570	(511)	18,059
Net Difference Between Projected and Actual Earnings on Pension Investments	57,215	—	57,215
Changes of Assumptions	7,852	(20,105)	(12,253)
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	53,928	(2,427,388)	(2,373,460)
Total Pension Expense to be Recognized in Future Periods	137,565	(2,448,004)	(2,310,439)
Employer Contributions Subsequent to the Measurement Date	171,445	—	171,445
Totals	309,010	(2,448,004)	(2,138,994)

\$171,445 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, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (883,372)
2023	(895,214)
2024	(449,255)
2025	(56,962)
2026	(25,636)
Thereafter	—
Total	(2,310,439)

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Actuarial Assumptions

The total pension liability in the June 30, 2020 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, 2020 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2017. In the June 30, 2019 actuarial valuation, mortality rates were also based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2014.

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:

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Actuarial Assumptions - Continued

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Large Cap	16.5%	6.1%
U.S. Small/Mid Cap	2.3%	7.2%
International Equities Developed	12.2%	7.0%
Emerging Market Equities	3.0%	9.4%
U.S. Bonds Core	7.0%	2.2%
U.S. Bonds High Yield	2.5%	4.1%
International Debt Developed	3.1%	1.5%
Emerging International Debt	3.2%	4.5%
Real Estate	16.0%	5.7%
Real Return	5.2%	6.3%
Absolute Return	10.0%	4.3%
Private Equity	15.0%	10.5%
Infrastructure	4.0%	6.2%
Total	<u>100.0%</u>	

Discount Rate

At June 30, 2020, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2019 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2020 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

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 one percentage-point lower or one percentage-point higher than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
	6.00%	7.00%	8.00%
Employer's Proportionate Share of the OPEB Liability	\$ 2,325,918	1,916,200	1,578,884

TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2020 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a defined benefit agent 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 Comprehensive Annual 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.

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

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

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

Plan Membership. As of December 31, 2020, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	136
Inactive Plan Members Entitled to but not yet Receiving Benefits	172
Active Plan Members	<u>118</u>
Total	<u><u>426</u></u>

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Contributions. As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the fiscal year ended June 30, 2021, the District's contribution was 25.40% of covered payroll.

Net Pension Liability. The District's net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2020, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.25%
Inflation	2.25%

For nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

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

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	1.30%
Domestic Equities	37.00%	5.00%
International Equities	18.00%	6.00%
Real Estate	9.00%	6.20%
Blended	7.00%	2.85% - 6.95%
Cash and Cash Equivalents	1.00%	0.70%

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 3,280,374	614,884	(1,560,616)

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	\$ 21,939,162	18,981,656	2,957,506
Changes for the Year:			
Service Cost	420,688	—	420,688
Interest on the Total Pension Liability	1,565,366	—	1,565,366
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(176,972)	—	(176,972)
Changes of Assumptions	(206,592)	—	(206,592)
Contributions - Employer	—	1,052,165	(1,052,165)
Contributions - Employees	—	183,607	(183,607)
Net Investment Income	—	2,746,069	(2,746,069)
Benefit Payments, Including Refunds of Employee Contributions	(1,116,507)	(1,116,507)	—
Other (Net Transfer)	—	(36,729)	36,729
Net Changes	485,983	2,828,605	(2,342,622)
Balances at December 31, 2019	22,425,145	21,810,261	614,884

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

For the year ended June 30, 2021, the District recognized pension expense of \$128,602. At June 30, 2021, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

MARQUARDT SCHOOL DISTRICT NO. 15

Notes to the Financial Statements

June 30, 2021

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ 60,025	(103,861)	(43,836)
Changes of Assumptions	—	(121,245)	(121,245)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(1,661,453)	(1,661,453)
Total Pension Expense to be Recognized in Future Periods	60,025	(1,886,559)	(1,826,534)
Pension Contributions Made Subsequent to the Measurement Date	290,592	—	290,592
Total Deferred Amounts Related to IMRF	<u>350,617</u>	<u>(1,886,559)</u>	<u>(1,535,942)</u>

\$290,592 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, 2022. 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:

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (624,585)
2023	(269,953)
2024	(658,613)
2025	(273,383)
2026	—
Thereafter	—
Total	<u>(1,826,534)</u>

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule Employer Contributions
Teacher's Health Insurance Security Fund
- Schedule of Employer's Proportionate Share of the Collective Net OPEB Liability
Teacher's Health Insurance Security Fund
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree's Health Plan
- Schedule of Employer's Proportionate Share of the Net Pension Liability and Employer Contributions
Teachers' Retirement System
- Schedule Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedule
General Fund

Notes to the Required Supplementary Information

Budgetary information - budgets are adopted on a basis consistent with generally accepted accounting principles.

MARQUARDT SCHOOL DISTRICT NO. 15

**Teacher's Health Insurance Security Fund
Schedule of Employer Contributions
June 30, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2018	\$ 161,345	\$ 161,274	\$ (71)	\$ 19,207,724	0.84%
2019	189,411	189,411	—	20,588,187	0.92%
2020	171,863	171,863	—	18,680,761	0.92%
2021	171,355	171,355	—	18,625,590	0.92%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

MARQUARDT SCHOOL DISTRICT NO. 15

**Teacher's Health Insurance Security Fund
Schedule of Employer Contributions - Continued
June 30, 2021**

Notes to the Schedule of Employer Contributions

Valuation Date	6/30/2019
Measurement Date	6/30/2020
Sponsor's Fiscal Year End	6/30/2021

Methods and Assumptions Used to Determine Actuarial Liability and Contributions:

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB Liability
Contribution Policy	Benefits are financed on a pay-as-you-go basis. Contribution rates are defined by statute. For fiscal year end June 30, 2020, contribution rates are 1.24% of pay for active members, 0.92% of pay for school districts, and 1.24% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.
Asset Valuation Method	Market Value
Investment Rate of Return	0%, net of OPEB plan investment expense, including inflation, for all plan years.
Inflation	2.50%
Salary Increases	Depends on service and ranges from 9.50% at 1 year of service to 4.00% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2018 actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. Disabled Annuitants: RP-2014 Disabled Annuitant Table. Pre-Retirement: RP-2014 White Collar Table. All tables reflect future mortality improvements using Projection Scale MP-2017.
Healthcare Cost Trend Rates	Actual trend used for fiscal year 2020. For fiscal years on and after 2021, trend starts at 8.25% for non-Medicare cost and Medicare costs, respectively, and gradually decreases to an ultimate trend of 4.25%. There is no additional trend rate adjustment due to the repeal of the Excise Tax.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

MARQUARDT SCHOOL DISTRICT NO. 15

Teacher's Health Insurance Security Fund

Schedule of the Employer's Proportionate Share of the Collective Net OPEB Liability

June 30, 2021

	<u>6/30/2018</u>	<u>6/30/2019</u>	<u>6/30/2020</u>	<u>6/30/2021</u>
Employer's Proportion of the Net OPEB Liability	0.0835%	0.0856%	0.0838%	0.0738%
Employer's Proportionate Share of the Net OPEB Liability	\$ 21,657,085	22,564,775	23,182,926	19,742,133
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>28,441,134</u>	<u>27,349,240</u>	<u>29,614,372</u>	<u>29,476,409</u>
Total	<u>50,098,219</u>	<u>49,914,015</u>	<u>52,797,298</u>	<u>49,218,542</u>
Employer's Covered Payroll	\$ 19,207,724	20,588,187	18,680,761	18,625,590
Employer's Proportionate Share of the Net OPEB Liability as a % of its Covered Payroll	112.75%	109.60%	124.10%	105.99%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	(0.23%)	(0.07%)	0.25%	0.70%

Notes:

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

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

MARQUARDT SCHOOL DISTRICT NO. 15

Retiree's Health Plan

Schedule of Changes in the Employer's Total OPEB Liability

June 30, 2021

	6/30/2018	6/30/2019	6/30/2020	6/30/2021
Total OPEB Liability				
Service Cost	\$ 144,869	147,766	168,901	177,307
Interest	45,791	99,248	88,253	89,176
Changes in Benefit Terms	—	—	—	—
Differences Between Expected and Actual				
Experience	(90,903)	(164,957)	39,943	(94,972)
Change of Assumptions or Other Inputs	—	590,361	—	(466,166)
Benefit Payments	(36,365)	(38,729)	(112,024)	(120,426)
Other	—	—	—	—
Net Change in Total OPEB Liability	63,392	633,689	185,073	(415,081)
Total OPEB Liability - Beginning	2,352,835	2,416,227	3,049,916	3,234,989
Total OPEB Liability - Ending	2,416,227	3,049,916	3,234,989	2,819,908
Covered-Employee Payroll	\$ 22,642,542	19,179,629	19,659,120	21,881,323
Total OPEB Liability as a				
Percentage of Covered-Employee Payroll	10.67 %	15.90%	16.46%	12.89%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2018 through 2021.

MARQUARDT SCHOOL DISTRICT NO. 15

Teachers' Retirement System

**Schedule of the Employer's Proportionate Share of the Net Pension Liability and Employer Contributions
June 30, 2021**

See Following Page

MARQUARDT SCHOOL DISTRICT NO. 15

Teachers' Retirement System

**Schedule of the Employer's Proportionate Share of the Net Pension Liability and Employer Contributions
June 30, 2021**

	6/30/2015	6/30/2016
Employer's Proportion of the Net Pension Liability	0.0069%	0.0109%
Employer's Proportionate Share of the Net Pension Liability	\$ 4,211,140	6,151,816
State's Proportionate Share of the Net Pension Liability Associated with the Employer	113,209,309	118,050,785
Total	117,420,449	124,202,601
Employer's Covered Payroll	\$ 18,352,796	18,231,672
Employer's Proportionate Share of the Net Pension Liability as a % of its Covered-Employee Payroll	22.95%	33.74%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	43.00%	41.50%
Contractually-Required Contribution	\$ 329,048	340,340
Contributions in Relation to the Contractually Required Contribution	\$ 330,498	355,795
Contribution Deficiency (Excess)	\$ (1,450)	(15,455)
Employer's Covered Payroll	\$ 18,231,672	18,491,867
Contributions as a % of Covered Payroll	1.80%	1.84%

Notes:

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

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

6/30/2017	6/30/2018	6/30/2019	6/30/2020	6/30/2020
0.0087%	0.0091%	0.0028%	0.0026%	0.0022%
6,898,928	6,944,800	2,208,878	2,140,057	1,916,200
146,734,671	142,172,782	151,317,413	152,305,525	150,086,720
153,633,599	149,117,582	153,526,291	154,445,582	152,002,920
18,491,897	19,207,724	20,588,187	18,680,777	18,625,590
37.31%	36.16%	10.73%	11.46%	10.29%
36.40%	39.30%	40.00%	39.60%	37.80%
379,556	188,906	186,650	192,937	171,445
390,028	198,954	186,691	193,111	171,447
(10,472)	(10,048)	(41)	(174)	(2)
18,491,897	19,207,724	71,161,619	18,680,777	18,625,590
2.05%	0.98%	0.26%	1.03%	0.92%

MARQUARDT SCHOOL DISTRICT NO. 15

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions
June 30, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 405,209	\$ 761,810	\$ 356,601	\$ 3,228,755	23.59%
2016	475,328	439,288	(36,040)	3,246,774	13.53%
2017	461,079	461,079	—	3,451,191	13.36%
2018	443,594	443,391	(203)	3,401,795	13.03%
2019	496,035	496,035	—	3,975,139	12.48%
2020	494,573	501,302	6,729	4,032,599	12.43%
2021	1,073,623	1,073,623	—	4,226,842	25.40%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	23 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

MARQUARDT SCHOOL DISTRICT NO. 15

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability

June 30, 2021

See Following Page

MARQUARDT SCHOOL DISTRICT NO. 15

**Illinois Municipal Retirement Fund
Schedule of Changes in the Employer's Net Pension Liability
June 30, 2021**

	<u>12/31/2014</u>
Total Pension Liability	
Service Cost	\$ 386,628
Interest	1,122,880
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	(15,818)
Change of Assumptions	658,769
Benefit Payments, Including Refunds of Member Contributions	<u>(715,078)</u>
Net Change in Total Pension Liability	1,437,381
Total Pension Liability - Beginning	<u>15,175,990</u>
Total Pension Liability - Ending	<u><u>16,613,371</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 761,810
Contributions - Members	146,044
Net Investment Income	808,813
Benefit Payments, Including Refunds of Member Contributions	(715,078)
Other (Net Transfer)	<u>32,127</u>
Net Change in Plan Fiduciary Net Position	1,033,716
Plan Net Position - Beginning	<u>13,162,840</u>
Plan Net Position - Ending	<u><u>14,196,556</u></u>
Employer's Net Pension Liability	<u><u>\$ 2,416,815</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	85.45%
Covered Payroll	\$ 3,228,755
Employer's Net Pension Liability as a Percentage of Covered Payroll	74.85%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020
372,265	365,245	395,259	357,072	415,566	420,688
1,225,218	1,295,097	1,396,732	1,380,839	1,477,407	1,565,366
—	—	—	—	—	—
174,142	561,743	(444,331)	668,459	415,409	(176,972)
41,338	(111,800)	(584,578)	570,309	—	(206,592)
(795,321)	(859,570)	(912,539)	(999,239)	(1,078,931)	(1,116,507)
1,017,642	1,250,715	(149,457)	1,977,440	1,229,451	485,983
16,613,371	17,631,013	18,881,728	18,732,271	20,709,711	21,939,162
17,631,013	18,881,728	18,732,271	20,709,711	21,939,162	22,425,145
439,288	461,079	443,391	513,317	461,594	1,052,165
153,008	158,136	153,012	175,811	188,771	183,607
70,475	979,139	2,725,972	(985,080)	3,090,063	2,746,069
(795,321)	(859,570)	(912,539)	(999,239)	(1,078,931)	(1,116,507)
321,769	10,196	(307,056)	273,852	103,963	(36,729)
189,219	748,980	2,102,780	(1,021,339)	2,765,460	2,828,605
14,196,556	14,385,775	15,134,755	17,237,535	16,216,196	18,981,656
14,385,775	15,134,755	17,237,535	16,216,196	18,981,656	21,810,261
3,245,238	3,746,973	1,494,736	4,493,515	2,957,506	614,884
81.59%	80.16%	92.02%	78.30%	86.52%	97.26%
3,246,774	3,451,191	3,401,795	3,791,114	4,079,503	4,085,520
99.95%	108.57%	43.94%	118.53%	72.50%	15.05%

MARQUARDT SCHOOL DISTRICT NO. 15

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2021**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Local Sources				
Property Taxes	\$ 28,475,000	28,475,000	29,565,326	1,090,326
Personal Property Replacement Taxes	100,000	100,000	189,328	89,328
Earnings on Investments	455,000	455,000	743,143	288,143
Other	2,375,000	2,375,000	2,023,234	(351,766)
State Sources	12,700,000	12,700,000	12,507,565	(192,435)
Federal Sources	5,879,000	5,879,000	4,575,703	(1,303,297)
On-Behalf Payments - State of Illinois	—	—	16,215,291	16,215,291
Total Revenues	49,984,000	49,984,000	65,819,590	15,835,590
Expenditures				
Current				
Instruction	27,700,900	27,700,900	21,687,082	6,013,818
Support Services	18,332,400	18,332,400	14,565,630	3,766,770
Community Services	407,700	407,700	348,175	59,525
Payments to Other Districts and Government Units	5,495,000	5,495,000	4,073,947	1,421,053
On Behalf Payments	—	—	16,215,291	(16,215,291)
Total Expenditures	51,936,000	51,936,000	56,890,125	(4,954,125)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,952,000)	(1,952,000)	8,929,465	10,881,465
Other Financing Sources (Uses)				
Capital Lease Proceeds	—	—	8,062	8,062
Debt Issuance	1,102,000	1,102,000	1,077,292	(24,708)
Transfers Out	(9,960,000)	(9,960,000)	(9,958,521)	1,479
	(8,858,000)	(8,858,000)	(8,873,167)	(15,167)
Net Change in Fund Balances	(10,810,000)	(10,810,000)	56,298	10,866,298
Fund Balances - Beginning as Restated			59,253,434	
Fund Balances - Ending			59,309,732	

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Statements - General Fund
- Budgetary Comparison Schedules - General Fund Accounts
- Budgetary Comparison Schedule - Major Governmental Fund
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Consolidated Year-End Financial Report

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. The General Fund includes the Educational, Operations and Maintenance, and Working Cash Accounts.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that are legally restricted to expenditure for specified purposes.

Transportation Fund

The Transportation Fund is used to account 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

The Municipal Retirement/Social Security Fund is used to account 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.

Tort Immunity Fund

The Tort Immunity Fund is used to account for the operations of the District's insurance and risk management activities. Financing is provided by a specific annual levy.

DEBT SERVICE FUND

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

INDIVIDUAL FUND DESCRIPTIONS

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities.

Capital Projects Fund

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from bond proceeds, tax increment financing district monies, and transfers from other funds.

Fire Prevention and Safety Fund

The Fire Prevention and Safety Fund is used to account for State-approved life safety projects financed through serial bond issues or local property taxes levied specifically for such purposes.

MARQUARDT SCHOOL DISTRICT NO. 15

**General Fund - by Accounts
Combining Balance Sheet
For the Fiscal Year Ended June 30, 2021**

	Educational Account	Operations and Maintenance	Working Cash	Totals
ASSETS				
Cash and Investments	\$ 47,284,091	4,648,264	8,149,105	60,081,460
Receivables - Net of Allowances				
Property Taxes	13,347,154	1,318,933	152,552	14,818,639
Intergovernmental	870,570	—	—	870,570
Total Assets	<u>61,501,815</u>	<u>5,967,197</u>	<u>8,301,657</u>	<u>75,770,669</u>
LIABILITIES				
Accounts Payable	514,113	288,545	—	802,658
Accrued Payroll	2,641,180	—	—	2,641,180
Total Liabilities	<u>3,155,293</u>	<u>288,545</u>	<u>—</u>	<u>3,443,838</u>
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	11,677,283	1,153,921	133,466	12,964,670
Other Deferred Revenues	52,429	—	—	52,429
Total Deferred Inflows of Resources	<u>11,729,712</u>	<u>1,153,921</u>	<u>133,466</u>	<u>13,017,099</u>
Total Liabilities and Deferred Inflows of Resources	<u>14,885,005</u>	<u>1,442,466</u>	<u>133,466</u>	<u>16,460,937</u>
FUND BALANCES				
Restricted	110,434	—	—	110,434
Unassigned	46,506,376	4,524,731	8,168,191	59,199,298
Total Fund Balances	<u>46,616,810</u>	<u>4,524,731</u>	<u>8,168,191</u>	<u>59,309,732</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>61,501,815</u>	<u>5,967,197</u>	<u>8,301,657</u>	<u>75,770,669</u>

MARQUARDT SCHOOL DISTRICT NO. 15

General Fund - By Accounts

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

For the Fiscal Year Ended June 30, 2021

	Education	Operations and Maintenance	Working Cash	Totals
Revenues				
Local Sources				
Property Taxes	\$ 26,512,079	2,746,739	306,508	29,565,326
Personal Property Replacement Taxes	—	189,328	—	189,328
Earnings on Investments	683,837	19,602	39,704	743,143
Other	1,973,750	49,484	—	2,023,234
State Sources	12,507,565	—	—	12,507,565
Federal Sources	4,575,703	—	—	4,575,703
Total Direct Revenues	46,252,934	3,005,153	346,212	49,604,299
On-Behalf Payments - State of Illinois	16,215,291	—	—	16,215,291
Total Revenues	62,468,225	3,005,153	346,212	65,819,590
Expenditures				
Current				
Instruction	21,687,082	—	—	21,687,082
Support Services	11,771,971	2,793,659	—	14,565,630
Community Services	31,078	317,097	—	348,175
Payments to Other Districts and Government Units	4,073,947	—	—	4,073,947
Total Direct Expenditures	37,564,078	3,110,756	—	40,674,834
On-Behalf Expenditures	16,215,291	—	—	16,215,291
Total Expenditures	53,779,369	3,110,756	—	56,890,125
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,688,856	(105,603)	346,212	8,929,465
Other Financing Sources (Uses)				
Capital Lease Proceeds	8,062	—	—	8,062
Debt Issuance	1,077,292	—	—	1,077,292
Transfers Out	(9,958,521)	—	—	(9,958,521)
	(8,873,167)	—	—	(8,873,167)
Net Change in Fund Balance	(184,311)	(105,603)	346,212	56,298
Fund Balances - Beginning as Restated	46,801,121	4,630,334	7,821,979	59,253,434
Fund Balances - Ending	46,616,810	4,524,731	8,168,191	59,309,732

MARQUARDT SCHOOL DISTRICT NO. 15

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Taxes				
General Levy	\$ 23,260,000	23,260,000	24,159,510	899,510
Special Education Levy	2,250,000	2,250,000	2,352,569	102,569
Tuition	185,000	185,000.00	331,511	146,511
Earnings on Investments	350,000	350,000	683,837	333,837
Food Service	1,655,000	1,655,000	828,438	(826,562)
District/School Activity Income	—	—	36,028	36,028
Textbooks	25,000	25,000	35,956	10,956
Rentals	25,000	25,000	33,478	8,478
Contributions and Donations				
from Private Sources	10,000	10,000	—	(10,000)
Refund of Prior Years' Expenditures	50,000	50,000	633,108	583,108
Other Local Revenues	100,000	100,000	75,231	(24,769)
Total Local Sources	<u>27,910,000</u>	<u>27,910,000</u>	<u>29,169,666</u>	<u>1,259,666</u>
State Sources				
General State Aid	12,500,000	12,500,000	12,011,435	(488,565)
Special Education				
Private Facility Tuition	125,000	125,000	337,152	212,152
State Free Lunch and Breakfast	75,000	75,000	8,916	(66,084)
Other State Revenues	—	—	150,062	150,062
Total State Sources	<u>12,700,000</u>	<u>12,700,000</u>	<u>12,507,565</u>	<u>(192,435)</u>
Federal Sources				
Food Service - National Lunch Program	1,625,000	1,625,000	1,365,725	(259,275)
Title I	1,100,000	1,100,000	904,734	(195,266)
Title IV - Safe and Drug Free School	50,000	50,000	75,780	25,780
Federal - Special Education				
Preschool Flow-Through	110,000	110,000	32,557	(77,443)
IDEA Flow-Through	—	—	637,499	637,499
IDEA Room and Board	750,000	750,000	79,787	(670,213)
Title III - Immigrant Education Program	—	—	6,922	6,922
Title III - English Language Acquisition	100,000	100,000	43,542	(56,458)
Title II - Teacher Quality	100,000	100,000	86,501	(13,499)

MARQUARDT SCHOOL DISTRICT NO. 15

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues - Continued				
Federal Sources - Continued				
Medicaid Matching Funds				
Administrative Outreach	\$ 100,000	100,000	191,876	91,876
Fee-For-Service Program	1,097,000	1,097,000	1,150,780	53,780
Other Revenues from Federal Sources	847,000	847,000	—	(847,000)
Total Federal Sources	5,879,000	5,879,000	4,575,703	(1,303,297)
Total Direct Revenues	46,489,000	46,489,000	46,252,934	(236,066)
On-Behalf Payments	—	—	16,215,291	16,215,291
Total Revenues	46,489,000	46,489,000	62,468,225	15,979,225
Expenditures				
Instruction				
Regular Programs				
Salaries	11,933,000	11,933,000	10,714,323	1,218,677
Employee Benefits	2,423,900	2,423,900	2,176,668	247,232
Purchased Services	20,500	20,500	8,307	12,193
Supplies and Materials	2,166,400	2,166,400	1,057,469	1,108,931
Capital Outlay	125,000	125,000	133,415	(8,415)
Non-Capital Equipment	200,000	200,000	102,575	97,425
	16,868,800	16,868,800	14,192,757	2,676,043
Pre-K Programs				
Salaries	166,500	166,500	162,459	4,041
Employee Benefits	35,000	35,000	20,672	14,328
Purchased Services	300	300	—	300
Supplies and Materials	40,000	40,000	3,269	36,731
	241,800	241,800	186,400	55,400

MARQUARDT SCHOOL DISTRICT NO. 15

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Instruction - Continued				
Special Education Programs				
Salaries	\$ 1,760,500	1,760,500	1,512,567	247,933
Employee Benefits	452,350	452,350	317,947	134,403
Purchased Services	30,500	30,500	14,010	16,490
Supplies and Materials	141,000	141,000	66,129	74,871
Capital Outlay	5,000	5,000	—	5,000
Non-Capital Equipment	15,000	15,000	—	15,000
	2,404,350	2,404,350	1,910,653	493,697
Special Education Programs Pre-K				
Salaries	112,000	112,000	107,823	4,177
Employee Benefits	22,200	22,200	19,412	2,788
Supplies and Materials	2,000	2,000	1,903	97
	136,200	136,200	129,138	7,062
Remedial and Supplemental Programs K-12				
Salaries	1,367,000	1,367,000	1,356,249	10,751
Employee Benefits	380,500	380,500	280,818	99,682
Supplies and Materials	67,000	67,000	66,677	323
	1,814,500	1,814,500	1,703,744	110,756
Interscholastic Programs				
Salaries	499,750	499,750	308,856	190,894
Employee Benefits	58,000	58,000	(9,404)	67,404
Purchased Services	19,500	19,500	5,451	14,049
Supplies and Materials	16,000	16,000	11,074	4,926
Other Objects	1,500	1,500	170	1,330
Non-Capital Equipment	5,000	5,000	—	5,000
	599,750	599,750	316,147	283,603
Summer School Program				
Supplies and Materials	50,000	50,000	(634)	50,634

MARQUARDT SCHOOL DISTRICT NO. 15

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Instruction - Continued				
Gifted Programs				
Salaries	\$ 322,000	322,000	311,563	10,437
Employee Benefits	27,500	27,500	14,180	13,320
Purchased Services	3,600	3,600	—	3,600
Supplies and Materials	55,500	55,500	17,961	37,539
	<u>408,600</u>	<u>408,600</u>	<u>343,704</u>	<u>64,896</u>
Bilingual Programs				
Salaries	1,458,000	1,458,000	1,412,547	45,453
Employee Benefits	318,600	318,600	287,674	30,926
Purchased Services	300	300	—	300
Supplies and Materials	100,000	100,000	1,364	98,636
	<u>1,876,900</u>	<u>1,876,900</u>	<u>1,701,585</u>	<u>175,315</u>
Special Education Programs K-12 - Private Tuition				
Other Objects	1,650,000	1,650,000	1,199,345	450,655
Student Activity Fund				
Other Objects	1,650,000	1,650,000	4,243	1,645,757
	<u>27,700,900</u>	<u>27,700,900</u>	<u>21,687,082</u>	<u>6,013,818</u>
Support Services				
Pupils				
Attendance and Social Work Services				
Salaries	242,000	242,000	236,065	5,935
Employee Benefits	46,800	46,800	45,632	1,168
Purchased Services	200	200	—	200
Supplies and Materials	500	500	—	500
	<u>289,500</u>	<u>289,500</u>	<u>281,697</u>	<u>7,803</u>
Health Services				
Salaries	298,500	298,500	339,253	(40,753)
Employee Benefits	93,500	93,500	81,600	11,900
Purchased Services	5,500	5,500	699	4,801
Supplies and Materials	21,000	21,000	13,819	7,181

MARQUARDT SCHOOL DISTRICT NO. 15

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Pupils - Continued				
Health Services - Continued				
Capital Outlay	\$ 10,000	10,000	—	10,000
Non-Capitalized Equipment	10,000	10,000	—	10,000
	<u>438,500</u>	<u>438,500</u>	<u>435,371</u>	<u>3,129</u>
Psychological Services				
Salaries	187,000	187,000	185,484	1,516
Employee Benefits	49,500	49,500	42,213	7,287
Purchased Services	10,500	10,500	13,085	(2,585)
Supplies and Materials	5,000	5,000	1,996	3,004
	<u>252,000</u>	<u>252,000</u>	<u>242,778</u>	<u>9,222</u>
Speech Pathology and Audiology Services				
Salaries	125,000	125,000	122,389	2,611
Employee Benefits	20,900	20,900	19,637	1,263
Purchased Services	5,200	5,200	3,465	1,735
Supplies and Materials	5,000	5,000	4,669	331
	<u>156,100</u>	<u>156,100</u>	<u>150,160</u>	<u>5,940</u>
Total Pupils	<u>1,136,100</u>	<u>1,136,100</u>	<u>1,110,006</u>	<u>26,094</u>
Instructional Staff				
Improvement of Instructional Services				
Salaries	822,000	822,000	672,314	149,686
Employee Benefits	116,800	116,800	69,761	47,039
Purchased Services	744,000	744,000	329,336	414,664
Supplies and Materials	71,500	71,500	2,414	69,086
Other Objects	1,500	1,500	69	1,431
	<u>1,755,800</u>	<u>1,755,800</u>	<u>1,073,894</u>	<u>681,906</u>
Educational Media Services				
Salaries	1,148,000	1,148,000	1,107,361	40,639
Employee Benefits	329,000	329,000	293,281	35,719
Purchased Services	323,000	323,000	150,841	172,159
Supplies and Materials	777,000	777,000	646,682	130,318
Capital Outlay	800,000	800,000	—	800,000
Other Objects	500	500	54,453	(53,953)

MARQUARDT SCHOOL DISTRICT NO. 15

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Instructional Staff - Continued				
Educational Media Services - Continued				
Non-Capital Equipment	\$ 1,954,000	1,954,000	1,642,065	311,935
	5,331,500	5,331,500	3,894,683	1,436,817
Total Instructional Staff	7,087,300	7,087,300	4,968,577	2,118,723
General Administration				
Board of Education Services				
Salaries	14,500	14,500	11,750	2,750
Employee Benefits	80,600	80,600	86,663	(6,063)
Purchased Services	407,500	407,500	322,936	84,564
Supplies and Materials	8,500	8,500	370	8,130
Other Objects	35,000	35,000	26,804	8,196
	546,100	546,100	448,523	97,577
Executive Administration Services				
Salaries	375,000	375,000	320,020	54,980
Employee Benefits	98,800	98,800	104,549	(5,749)
Purchased Services	6,500	6,500	4,500	2,000
Supplies and Materials	3,000	3,000	1,192	1,808
Other	3,500	3,500	860	2,640
	486,800	486,800	431,121	55,679
Total General Administration	1,032,900	1,032,900	879,644	153,256
School Administration				
Office of the Principal Services				
Salaries	1,310,000	1,310,000	1,305,375	4,625
Employee Benefits	528,500	528,500	499,445	29,055
Purchased Services	20,400	20,400	9,763	10,637
Supplies and Materials	19,000	19,000	14,418	4,582
Other Objects	4,900	4,900	3,163	1,737
Total School Administration	1,882,800	1,882,800	1,832,164	50,636

MARQUARDT SCHOOL DISTRICT NO. 15

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Business				
Direction of Business Support Services				
Salaries	\$ 165,000	165,000	161,631	3,369
Employee Benefits	41,400	41,400	40,256	1,144
Purchased Services	2,000	2,000	2,018	(18)
Supplies and Materials	500	500	92	408
Other Objects	1,500	1,500	2,944	(1,444)
	<u>210,400</u>	<u>210,400</u>	<u>206,941</u>	<u>3,459</u>
Fiscal Services				
Salaries	118,000	118,000	115,174	2,826
Employee Benefits	48,500	48,500	47,841	659
Purchased Services	35,500	35,500	28,357	7,143
Supplies and Materials	1,500	1,500	239	1,261
Other Objects	4,500	4,500	2,294	2,206
	<u>208,000</u>	<u>208,000</u>	<u>193,905</u>	<u>14,095</u>
Food Services				
Salaries	1,188,500	1,188,500	974,425	214,075
Employee Benefits	409,600	409,600	416,526	(6,926)
Purchased Services	50,000	50,000	29,825	20,175
Supplies and Materials	1,425,000	1,425,000	739,849	685,151
Capital Outlay	5,000	5,000	—	5,000
Other Objects	5,000	5,000	3,130	1,870
Non-Capitalized Equipment	10,000	10,000	4,520	5,480
	<u>3,093,100</u>	<u>3,093,100</u>	<u>2,168,275</u>	<u>924,825</u>
Internal Services				
Salaries	13,000	13,000	3,039	9,961
	<u>13,000</u>	<u>13,000</u>	<u>3,039</u>	<u>9,961</u>
Total Business	<u>3,524,500</u>	<u>3,524,500</u>	<u>2,572,160</u>	<u>952,340</u>

MARQUARDT SCHOOL DISTRICT NO. 15

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Central				
Information Services				
Salaries	\$ 66,000	66,000	68,426	(2,426)
Employee Benefits	24,600	24,600	23,942	658
Purchased Services	11,000	11,000	2,039	8,961
Supplies and Materials	25,000	25,000	15,337	9,663
	<u>126,600</u>	<u>126,600</u>	<u>109,744</u>	<u>16,856</u>
Staff Services				
Salaries	241,000	241,000	247,281	(6,281)
Employee Benefits	51,500	51,500	46,778	4,722
Purchased Services	3,200	3,200	1,400	1,800
Supplies and Materials	3,000	3,000	1,595	1,405
Other Objects	1,500	1,500	2,622	(1,122)
	<u>300,200</u>	<u>300,200</u>	<u>299,676</u>	<u>524</u>
Total Central	<u>426,800</u>	<u>426,800</u>	<u>409,420</u>	<u>17,380</u>
Total Support Services	<u>15,090,400</u>	<u>15,090,400</u>	<u>11,771,971</u>	<u>3,318,429</u>
Community Services				
Purchased Services	9,000	9,000	4,366	4,634
Supplies and Materials	23,700	23,700	26,712	(3,012)
Total Community Services	<u>32,700</u>	<u>32,700</u>	<u>31,078</u>	<u>1,622</u>
Payments to Other Districts and Governmental Units				
Payments for Community College Programs				
Purchased Services	15,000	15,000	—	15,000
Other Payments to In-State Govt. Units				
Other Objects	<u>5,480,000</u>	<u>5,480,000</u>	<u>4,073,947</u>	<u>1,406,053</u>
Total Direct Expenditures	<u>48,319,000</u>	<u>48,319,000</u>	<u>37,564,078</u>	<u>10,754,922</u>

MARQUARDT SCHOOL DISTRICT NO. 15

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
On Behalf Payments	\$ —	—	16,215,291	(16,215,291)
Total Expenditures	48,319,000	48,319,000	53,779,369	(5,460,369)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,830,000)	(1,830,000)	8,688,856	10,518,856
Other Financing Sources (Uses)				
Capital Lease Proceeds	—	—	8,062	8,062
Debt Issuance	1,102,000	1,102,000	1,077,292	(24,708)
Transfers Out	(9,960,000)	(9,960,000)	(9,958,521)	1,479
	(8,858,000)	(8,858,000)	(8,873,167)	(15,167)
Net Change in Fund Balance	<u>(10,688,000)</u>	<u>(10,688,000)</u>	(184,311)	<u>10,503,689</u>
Fund Balance - Beginning as Restated			<u>46,801,121</u>	
Fund Balance - Ending			<u>46,616,810</u>	

MARQUARDT SCHOOL DISTRICT NO. 15

Operations and Maintenance Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Taxes				
General Levy	\$ 2,675,000	2,675,000	2,746,739	71,739
Personal Property Replacement Taxes	100,000	100,000	189,328	89,328
Earnings on Investments	45,000	45,000	19,602	(25,398)
Rentals	8,000	8,000	8,064	64
Contributions and Donations from Private Sources	10,000	10,000	900	(9,100)
Other Revenue from Local Sources	325,000	325,000	40,520	(284,480)
	<u>3,163,000</u>	<u>3,163,000</u>	<u>3,005,153</u>	<u>(157,847)</u>
State Sources				
Other Restricted Funds From State Sources	50,000	50,000	—	(50,000)
	<u>3,213,000</u>	<u>3,213,000</u>	<u>3,005,153</u>	<u>(207,847)</u>
Support Services				
Business				
Operation and Maintenance of Plant Services				
Salaries	1,134,000	1,134,000	1,024,536	109,464
Employee Benefits	417,300	417,300	372,319	44,981
Purchased Services	1,140,500	1,140,500	913,030	227,470
Supplies and Materials	480,000	480,000	435,330	44,670
Capital Outlay	20,000	20,000	33,000	(13,000)
Other Objects	200	200	—	200
Non-Capitalized Equipment	50,000	50,000	15,444	34,556
Total Support Services	<u>3,242,000</u>	<u>3,242,000</u>	<u>2,793,659</u>	<u>448,341</u>
Community Services				
Supplies and Materials	375,000	375,000	317,097	57,903
	<u>3,617,000</u>	<u>3,617,000</u>	<u>3,110,756</u>	<u>506,244</u>
Net Change in Fund Balance	<u>(404,000)</u>	<u>(404,000)</u>	(105,603)	<u>298,397</u>
Fund Balance - Beginning			<u>4,630,334</u>	
Fund Balance - Ending			<u>4,524,731</u>	

MARQUARDT SCHOOL DISTRICT NO. 15

**Working Cash Account - General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2021**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Local Sources				
Taxes				
General Levy	\$ 290,000	290,000	306,508	16,508
Earnings on Investments	60,000	60,000	39,704	(20,296)
Total Revenues	<u>350,000</u>	<u>350,000</u>	<u>346,212</u>	<u>(3,788)</u>
Expenditures	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net Change in Fund Balance	<u>350,000</u>	<u>350,000</u>	<u>346,212</u>	<u>(3,788)</u>
Fund Balance - Beginning			<u>7,821,979</u>	
Fund Balance - Ending			<u>8,168,191</u>	

MARQUARDT SCHOOL DISTRICT NO. 15

Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Earnings on Investments	\$ 40,000	40,000	2,321	(37,679)
Expenditures				
Support Services				
Business				
Facilities Acquisition and and Construction Services				
Purchased Services	300,000	300,000	174,757	125,243
Capital Outlay	4,700,000	4,700,000	3,799,923	900,077
Total Expenditures	5,000,000	5,000,000	3,974,680	1,025,320
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,960,000)	(4,960,000)	(3,972,359)	987,641
Other Financing Sources				
Transfers In	9,000,000	9,000,000	9,000,000	—
Net Change in Fund Balance	<u>4,040,000</u>	<u>4,040,000</u>	5,027,641	<u>987,641</u>
Fund Balance - Beginning			<u>2,053,363</u>	
Fund Balance - Ending			<u><u>7,081,004</u></u>	

MARQUARDT SCHOOL DISTRICT NO. 15

Nonmajor Governmental Funds

Combining Balance Sheet

June 30, 2021

See Following Page

MARQUARDT SCHOOL DISTRICT NO. 15

**Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2021**

	<u>Transportation</u>
ASSETS	
Cash and Investments	\$ 4,017,413
Receivables - Net of Allowances	
Property Taxes	811,854
Intergovernmental	<u>297,869</u>
Total Assets	<u><u>5,127,136</u></u>
LIABILITIES	
Accounts Payable	134,388
Accrued Payroll	<u>—</u>
Total Liabilities	134,388
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>710,282</u>
Total Liabilities and Deferred Inflows of Resources	844,670
FUND BALANCES	
Restricted	<u>4,282,466</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>5,127,136</u></u>

<u>Special Revenue</u>			<u>Capital Projects</u>		
Municipal Retirement/ Social Security	Tort Immunity	Debt Service	Fire Prevention and Safety		Totals
1,322,208	752,257	773,402	372		6,865,652
253,705	5,272	740,355	—		1,811,186
—	—	—	—		297,869
1,575,913	757,529	1,513,757	372		8,974,707
—	—	—	—		134,388
81,940	—	—	—		81,940
81,940	—	—	—		216,328
221,963	4,612	647,729	—		1,584,586
303,903	4,612	647,729	—		1,800,914
1,272,010	752,917	866,028	372		7,173,793
1,575,913	757,529	1,513,757	372		8,974,707

MARQUARDT SCHOOL DISTRICT NO. 15

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2021

	<u>Transportation</u>
Revenues	
Local Sources	
Property Taxes	\$ 1,588,559
Personal Property Replacement Taxes	—
Earnings on Investments	32,430
Other Local Revenues	7,354
State Sources	1,197,909
Federal Sources	—
Total Revenues	<u>2,826,252</u>
Expenditures	
Current	
Instruction	—
Support Services	1,952,188
Debt Service	
Principal Retirement	—
Interest and Fiscal Charges	—
Total Expenditures	<u>1,952,188</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>874,064</u>
Other Financing Sources (Uses)	
Debt Issuance	—
Payment to Escrow Agent	—
Premium on Debt Issuance	—
Transfers In	—
	<u>—</u>
Net Change in Fund Balances	874,064
Fund Balances - Beginning	<u>3,408,402</u>
Fund Balances - Ending	<u><u>4,282,466</u></u>

Special Revenue		Capital Projects			
Municipal Retirement/ Social Security	Tort Immunity	Debt Service	Fire Prevention and Safety		Totals
322,337	19,928	1,469,151	—		3,399,975
16,829	—	—	—		16,829
33,698	9,053	290	—		75,471
—	—	—	—		7,354
—	—	—	—		1,197,909
—	—	1,729,227	—		1,729,227
372,864	28,981	3,198,668	—		6,426,765
820,223	—	—	—		820,223
855,481	328,144	—	—		3,135,813
—	—	1,944,622	—		1,944,622
—	—	1,710,832	—		1,710,832
1,675,704	328,144	3,655,454	—		7,611,490
(1,302,840)	(299,163)	(456,786)	—		(1,184,725)
—	—	8,330,000	—		8,330,000
—	—	(9,243,307)	—		(9,243,307)
—	—	1,060,283	—		1,060,283
—	—	958,521	—		958,521
—	—	1,105,497.0	—		1,105,497.0
(1,302,840)	(299,163)	648,711	—		(79,228)
2,574,850	1,052,080	217,317	372		7,253,021
1,272,010	752,917	866,028	372		7,173,793

MARQUARDT SCHOOL DISTRICT NO. 15

**Transportation - Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2021**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Taxes				
General Levy	\$ 1,540,000	1,540,000	1,588,559	48,559
Transportation Fees	50,000	50,000	7,354	(42,646)
Earnings on Investments	25,000	25,000	32,430	7,430
Total Local Sources	<u>1,615,000</u>	<u>1,615,000</u>	<u>1,628,343</u>	<u>13,343</u>
State Sources				
Transportation - Regular/Vocational	350,000	350,000	489,181	139,181
Transportation - Special Education	475,000	475,000	708,728	233,728
Total State Sources	<u>825,000</u>	<u>825,000</u>	<u>1,197,909</u>	<u>372,909</u>
Total Revenues	<u>2,440,000</u>	<u>2,440,000</u>	<u>2,826,252</u>	<u>386,252</u>
Expenditures				
Support Services				
Business				
Pupil Transport Services				
Salaries	18,000	18,000	17,959	41
Employee Benefits	6,200	6,200	4,472	1,728
Purchased Services	4,195,500	4,195,500	1,929,757	2,265,743
Total Expenditures	<u>4,219,700</u>	<u>4,219,700</u>	<u>1,952,188</u>	<u>2,267,512</u>
Net Change in Fund Balance	<u>(1,779,700)</u>	<u>(1,779,700)</u>	874,064	<u>2,653,764</u>
Fund Balance - Beginning			<u>3,408,402</u>	
Fund Balance - Ending			<u>4,282,466</u>	

MARQUARDT SCHOOL DISTRICT NO. 15

Municipal Retirement/Social Security - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Taxes				
General Levy	\$ 111,000	111,000	122,428	11,428
Social Security/Medicare Levy	181,000	181,000	199,909	18,909
Personal Property Replacement Taxes	10,000	10,000	16,829	6,829
Earnings on Investments	40,000	40,000	33,698	(6,302)
Total Revenues	342,000	342,000	372,864	30,864
Expenditures				
Instruction				
Regular Programs	675,100	675,100	662,572	12,528
Pre-K Programs	13,000	13,000	2,356	10,644
Special Education Programs	125,500	125,500	104,419	21,081
Special Education Programs Pre-K	4,000	4,000	1,563	2,437
Remedial and Supplemental Programs K-12	21,000	21,000	19,700	1,300
Interscholastic Programs	8,100	8,100	4,460	3,640
Gifted Programs	5,000	5,000	4,537	463
Bilingual Programs	25,000	25,000	20,616	4,384
Total Instruction	876,700	876,700	820,223	56,477
Support Services				
Pupil				
Attendance and Social Work Services	4,000	4,000	3,429	571
Health Services	38,000	38,000	44,769	(6,769)
Psychological Services	13,000	13,000	11,802	1,198
Speech Pathology and Audiology Services	3,000	3,000	1,781	1,219
Total Pupil	58,000	58,000	61,781	(3,781)
Instructional Staff				
Improvement of Instruction Services	25,000	25,000	21,104	3,896
Educational Media Services	181,000	181,000	184,801	(3,801)
Total Instructional Staff	206,000	206,000	205,905	95

MARQUARDT SCHOOL DISTRICT NO. 15

Municipal Retirement/Social Security - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
General Administration				
Board of Education Services	3,100	3,100	2,036	1,064
Executive Administration Services	28,000	28,000	22,242	5,758
Total General Administration	<u>31,100</u>	<u>31,100</u>	<u>24,278</u>	<u>6,822</u>
School Administration				
Office of the Principal Services	93,000	93,000	88,464	4,536
Business				
Direction of Business Support Services	4,000	4,000	2,427	1,573
Fiscal Services	26,000	26,000	24,279	1,721
Operations and Maintenance of				
Plant Services	234,000	234,000	213,198	20,802
Pupil Transportation Services	700	700	270	430
Food Services	214,500	214,500	206,367	8,133
Internal Services	4,000	4,000	639	3,361
Total Business	<u>483,200</u>	<u>483,200</u>	<u>447,180</u>	<u>36,020</u>
Central				
Information Services	16,000	16,000	14,558	1,442
Staff Services	17,000	17,000	13,315	3,685
Total Central	<u>33,000</u>	<u>33,000</u>	<u>27,873</u>	<u>5,127</u>
Total Support Services	<u>904,300</u>	<u>904,300</u>	<u>855,481</u>	<u>48,819</u>
Total Expenditures	<u>1,781,000</u>	<u>1,781,000</u>	<u>1,675,704</u>	<u>105,296</u>
Net Change in Fund Balance	<u>(1,439,000)</u>	<u>(1,439,000)</u>	<u>(1,302,840)</u>	<u>136,160</u>
Fund Balance - Beginning			<u>2,574,850</u>	
Fund Balance - Ending			<u>1,272,010</u>	

MARQUARDT SCHOOL DISTRICT NO. 15

**Tort Immunity - Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2021**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Taxes				
General Levy	\$ 30,000	30,000	19,928	(10,072)
Earnings on Investments	10,000	10,000	9,053	(947)
Total Revenues	<u>40,000</u>	<u>40,000</u>	<u>28,981</u>	<u>(11,019)</u>
Expenditures				
Support Services				
General Administration				
Workers' Compensation Payments				
Purchased Services	114,000	114,000	92,968	21,032
Unemployment Insurance Payments				
Purchased Services	25,000	25,000	41,130	(16,130)
Insurance Payments				
Purchased Services	135,000	135,000	157,913	(22,913)
Educational, Inspectional, Supervisory Related to Loss Prevention				
Purchased Services	40,000	40,000	7,505	32,495
Business				
Operations and Maintenance of Plant Services				
Purchased Services	15,000	15,000	28,628	(13,628)
Total Expenditures	<u>329,000</u>	<u>329,000</u>	<u>328,144</u>	<u>856</u>
Net Change in Fund Balance	<u>(289,000)</u>	<u>(289,000)</u>	(299,163)	<u>(10,163)</u>
Fund Balance - Beginning			<u>1,052,080</u>	
Fund Balance - Ending			<u><u>752,917</u></u>	

MARQUARDT SCHOOL DISTRICT NO. 15

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Taxes				
General Levy	\$ 1,400,000	1,400,000	1,469,151	69,151
Earnings on Investments	10,000	10,000	290	(9,710)
Total Local Sources	1,410,000	1,410,000	1,469,441	59,441
Federal Sources				
Qualified School Construction				
Bond Reimbursement	1,140,000	1,140,000	1,729,227	589,227
Total Revenues	2,550,000	2,550,000	3,198,668	648,668
Expenditures				
Debt Service				
Principal Retirement	1,945,000	1,945,000	1,944,622	378
Interest and Fiscal Charges	1,554,000	1,554,000	1,710,832	(156,832)
Total Expenditures	3,499,000	3,499,000	3,655,454	(156,454)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(949,000)	(949,000)	(456,786)	492,214
Other Financing Sources (Uses)				
Transfers In	960,000	960,000	958,521	(1,479)
Payment to Escrow Agent	—	—	(9,243,307)	(9,243,307)
Debt Issuance	—	—	8,330,000	8,330,000
Premium on Debt Issuance	—	—	1,060,283	1,060,283
	960,000	960,000	1,105,497	145,497
Net Change in Fund Balance	11,000	11,000	648,711	637,711
Fund Balance - Beginning			217,317	
Fund Balance - Ending			866,028	

MARQUARDT SCHOOL DISTRICT NO. 15

**Consolidated Year-End Financial Report
June 30, 2021**

CSFA #	Program Name	State	Federal	Other	Totals
478-00-0251	Medical Assistance Program	\$ —	49,882	—	49,882
586-18-0406	School Breakfast Program	—	6,375	—	6,375
586-18-0407	National School Lunch Program	—	10,144	—	10,144
586-18-0428	English Language Acquisition State	—	43,542	—	43,542
586-44-0414	Title I Grants to Local Educational	—	833,058	—	833,058
586-44-1082	Title I - School Improvement and Accountability	—	71,676	—	71,676
586-44-1588	Title IVA Student Support and Academic Enrichment	—	75,780	—	75,780
586-47-0430	Improving Teacher Quality State	—	86,501	—	86,501
586-57-0420	Federal - Special Education Pre-School Flow Through	—	23,244	—	23,244
586-64-0417	Federal - Special Education IDEA Flow Through	—	637,499	—	637,499
586-18-0428	Title III - Immigrant Education Program	—	6,922	—	6,922
586-18-2330	Non-Cash Commodity Value	—	88,682	—	88,682
586-84-1531	After School Grant	84,094	—	—	84,094
586-18-0410	Summer Food Service Program	—	1,176,887	—	1,176,887
	Other Grant Programs and Activities	—	766,573	314,299	1,080,872
	All Other Costs Not Allocated	—	—	59,379,294	59,379,294
	Totals	84,094	3,876,765	59,693,593	63,654,452

SUPPLEMENTAL SCHEDULES

MARQUARDT SCHOOL DISTRICT NO. 15

Long-Term Debt Requirements

General Obligation Limited School Bonds of 2013A

June 30, 2021

Date of Issue	February 21, 2013
Date of Maturity	January 1, 2024
Authorized Issue	\$4,715,000
Interest Rates	2.00% - 2.25%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 435,000	4,350	439,350

MARQUARDT SCHOOL DISTRICT NO. 15

Long-Term Debt Requirements

General Obligation Limited School Bonds of 2016B

June 30, 2021

Date of Issue	December 15 2016
Date of Maturity	December 15, 2041
Authorized Issue	\$26,700,000
Interest Rate	1.66%
Interest Dates	December 15 and June 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 595,000	1,245,021	1,840,021
2023	625,000	1,245,021	1,870,021
2024	485,000	1,245,021	1,730,021
2025	530,000	1,245,021	1,775,021
2026	525,000	1,245,021	1,770,021
2027	520,000	1,245,021	1,765,021
2028	470,000	1,245,021	1,715,021
2029	425,000	1,245,021	1,670,021
2030	465,000	1,245,021	1,710,021
2031	495,000	1,245,021	1,740,021
2032	560,000	1,245,021	1,805,021
2033	525,000	1,245,021	1,770,021
2034	1,690,000	1,245,021	2,935,021
2035	1,725,000	1,245,021	2,970,021
2036	1,760,000	1,245,021	3,005,021
2037	1,800,000	1,245,021	3,045,021
2038	1,835,000	1,245,021	3,080,021
2039	1,870,000	1,245,021	3,115,021
2040	1,910,000	1,245,021	3,155,021
2041	1,950,000	1,245,021	3,195,021
2042	5,140,000	622,510	5,762,510
	<u>25,900,000</u>	<u>25,522,930</u>	<u>51,422,930</u>

MARQUARDT SCHOOL DISTRICT NO. 15

Long-Term Debt Requirements

General Obligation Limited Tax Refunding School Bonds of 2020

June 30, 2021

Date of Issue	October 5, 2020
Date of Maturity	January 1, 2033
Authorized Issue	\$8,330,000
Interest Rates	3.00% - 4.00%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ —	287,150	287,150
2023	415,000	278,850	693,850
2024	595,000	258,650	853,650
2025	590,000	234,950	824,950
2026	640,000	210,350	850,350
2027	695,000	183,650	878,650
2028	790,000	153,950	943,950
2029	890,000	124,800	1,014,800
2030	900,000	97,950	997,950
2031	920,000	70,650	990,650
2032	905,000	43,275	948,275
2033	990,000	14,850	1,004,850
	<u>8,330,000</u>	<u>1,959,075</u>	<u>10,289,075</u>

STATISTICAL SECTION
(Unaudited)

This part of the comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

MARQUARDT SCHOOL DISTRICT NO. 15

**Net Position by Component - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

See Following Page

MARQUARDT SCHOOL DISTRICT NO. 15

Net Position by Component - Last Ten Fiscal Years*
June 30, 2021 (Unaudited)

	2012	2013	2014
Governmental Activities			
Net Investment in Capital Assets	\$ 16,081,604	17,182,480	16,906,671
Restricted	3,296,988	4,363,511	5,336,471
Unrestricted	32,069,699	30,950,546	32,472,726
	<hr/>		
Total Governmental Activities Net Position	51,448,291	52,496,537	54,715,868

Data Source: District's financial records

*Accrual Basis of Accounting

**GASB 75 was implemented in 2018

2015	2016	2017	2018**	2019	2020	2021
16,906,671	15,415,088	17,774,296	22,831,672	19,523,564	20,944,839	23,100,287
12,839,081	16,516,764	29,590,391	17,967,147	11,387,155	9,266,917	14,333,728
23,978,320	26,545,447	15,232,847	1,279,488	17,075,643	22,918,861	24,377,102
53,724,072	58,477,299	62,597,534	42,078,307	47,986,362	53,130,617	61,811,117

MARQUARDT SCHOOL DISTRICT NO. 15

Changes in Net Position - Last Ten Fiscal Years*
June 30, 2021 (Unaudited)

	2011	2012	2013
Expenses			
Instructional Services			
Regular Programs	\$ 18,391,138	19,424,848	22,223,871
Special Programs	5,598,046	6,997,018	7,368,010
Other Programs	534,875	513,151	599,205
Supporting Services			
Students	617,257	681,819	705,825
Instructional Staff	3,726,713	4,253,022	4,399,350
District Administration	1,278,507	1,336,882	1,397,341
School Administration	1,488,886	1,553,629	1,576,079
Business	282,097	292,762	327,543
Operation and Maintenance of Facilities	2,436,983	2,707,892	2,820,253
Transportation	1,176,586	1,260,135	1,405,464
Food Service	2,176,905	2,610,587	2,692,188
Facility Acquisition	—	—	—
Staff	101,133	108,488	103,181
Other Programs	48,904	408,001	94,387
Community	17,516	11,641	2,280
Payments to Other Districts/Govts.	—	—	—
Interest on Long-Term Liabilities	298,936	277,520	531,908
Total Governmental Activities Expenses	<u>38,174,482</u>	<u>42,437,395</u>	<u>46,246,885</u>
Program Revenues			
Charges for Services			
Instruction	424,376	459,893	525,345
Transportation	4,404	7,311	12,967
Food Services	1,116,065	1,680,076	1,590,544
Operating Grants/Contributions	7,790,466	8,491,420	9,990,483
Capital Grants/Contributions	50,000	—	—
Total Program Revenues	<u>9,385,311</u>	<u>10,638,700</u>	<u>12,119,339</u>
Net Expense	<u>(28,789,171)</u>	<u>(31,798,695)</u>	<u>(34,127,546)</u>
General Revenues and Other Changes in Net Position			
Property Taxes			
General Purposes	25,407,150	24,454,247	23,823,274
Transportation	1,021,291	1,256,020	3,493,984
Retirement	998,784	1,515,862	1,666,409
Debt Service	1,181,775	805,573	1,302,136
Federal and State Aid not Restricted to			
Specific Purposes	3,215,341	4,257,977	5,261,619
Earnings on Investments	59,622	47,859	50,407
Other Revenue	684,012	611,238	749,048
Total Governmental Activities	<u>32,567,975</u>	<u>32,948,776</u>	<u>36,346,877</u>
Changes in Net Position	<u>3,778,804</u>	<u>1,150,081</u>	<u>2,219,331</u>

Data Source: District's financial records

*Accrual Basis of Accounting

2015	2016	2017	2018	2019	2020	2021
24,330,582	24,972,579	30,151,283	31,013,101	31,092,257	30,530,972	30,408,048
8,297,942	8,729,525	9,863,308	10,167,211	7,637,423	7,999,052	7,490,082
582,936	583,821	594,292	655,054	—	—	—
656,027	715,542	907,232	1,012,191	928,686	931,683	1,110,006
4,542,019	4,670,341	5,642,502	4,898,252	5,101,587	5,895,830	5,845,277
1,278,139	1,325,206	1,319,749	1,459,629	1,809,726	1,837,896	1,783,944
1,634,009	1,727,380	1,709,998	2,192,867	1,663,642	1,123,211	1,207,788
336,235	398,238	427,689	556,850	380,074	395,538	400,846
2,998,283	3,172,216	2,939,249	3,226,116	3,131,659	5,805,715	5,025,567
1,492,026	1,474,323	1,812,221	2,281,165	2,426,215	2,134,572	1,952,188
2,735,780	2,760,614	3,026,617	3,007,318	2,820,616	2,820,969	2,171,314
—	—	—	24,299	—	—	—
125,683	323,004	397,611	539,944	401,547	411,723	409,420
—	—	—	—	—	—	—
1,786	1,934	1,666	22,002	6,117	8,839	31,078
—	—	—	—	2,572,933	5,071,100	4,073,947
347,563	341,509	1,629,353	1,584,485	1,589,332	1,562,635	1,744,947
49,359,010	51,196,232	60,422,770	62,640,484	61,561,814	66,529,735	63,654,452
274,940	240,805	137,012	173,864	134,697	194,333	368,367
14,191	36,333	59,689	26,551	—	68,287	7,354
1,674,732	1,718,623	1,900,876	1,672,296	2,132,437	1,279,125	1,497,574
13,651,754	13,825,333	19,513,337	20,095,759	20,927,923	23,113,057	24,064,198
—	—	—	—	—	—	—
15,615,617	15,821,094	21,610,914	21,968,470	23,195,057	24,654,802	25,937,493
(33,743,393)	(35,375,138)	(38,811,856)	(40,672,014)	(38,366,757)	(41,874,933)	(37,716,959)
21,963,759	21,883,574	22,440,211	24,809,563	28,520,220	28,527,930	29,585,254
5,988,236	6,672,275	6,695,933	4,083,024	1,812,931	1,634,963	1,588,559
1,379,258	1,382,499	1,396,284	1,186,112	934,948	461,772	322,337
1,672,176	1,320,198	1,337,028	1,364,462	1,391,611	1,984,057	1,469,151
6,999,888	8,096,392	8,794,509	9,783,495	10,095,704	12,374,689	12,011,435
57,552	127,856	380,208	906,026	758,152	1,242,927	820,935
1,047,423	645,571	1,887,918	1,488,489	761,246	792,850	521,574
39,108,292	40,128,365	42,932,091	43,621,171	44,274,812	47,019,188	46,319,245
5,364,899	4,753,227	4,120,235	2,949,157	5,908,055	5,144,255	8,602,286

MARQUARDT SCHOOL DISTRICT NO. 15

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
June 30, 2021 (Unaudited)

	2012	2013	2014
General Fund			
Restricted	\$ 175,056	511,254	—
Unassigned	32,320,074	31,291,138	32,875,761
Total General Fund	<u>32,495,130</u>	<u>31,802,392</u>	<u>32,875,761</u>
All Other Governmental Funds			
Restricted	<u>3,019,997</u>	<u>10,577,880</u>	<u>10,479,629</u>
Total Governmental Funds	<u><u>35,515,127</u></u>	<u><u>42,380,272</u></u>	<u><u>43,355,390</u></u>

Data Source: District's financial records

*Modified Accrual Basis of Accounting

2015	2016	2017	2018	2019	2020	2021
—	—	—	—	—	—	110,434
37,418,680	39,228,198	45,760,617	47,249,056	52,756,143	59,175,220	59,199,298
37,418,680	39,228,198	45,760,617	47,249,056	52,756,143	59,175,220	59,309,732
12,839,081	16,516,764	29,590,391	17,967,147	11,411,178	9,306,384	14,254,797
50,257,761	55,744,962	75,351,008	65,216,203	64,167,321	68,481,604	73,564,529

MARQUARDT SCHOOL DISTRICT NO. 15

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years*
June 30, 2021 (Unaudited)

	2012	2013	2014
Revenues			
Taxes	\$ 28,752,544	28,179,969	29,981,966
Earnings on Investments	59,622	47,859	504,070
Other Local Sources	2,059,792	2,606,270	2,661,660
Total Local Sources	30,871,958	30,834,098	33,147,696
State Sources (1)	8,777,400	10,695,268	13,267,021
Federal Sources - Restricted Grants	2,307,075	2,058,210	1,988,298
Total Revenues	41,956,433	43,587,576	48,403,015
Expenditures			
Regular Programs	13,700,278	13,833,466	14,907,499
Special Programs	3,821,954	4,482,504	5,305,559
Total Instruction	17,522,232	18,315,970	20,213,058
Supporting Services			
Pupils	598,300	662,478	687,152
Instructional Staff	3,510,977	4,064,454	4,120,251
General/School Administration (1)	6,646,883	7,610,943	9,418,968
Business	6,008,063	6,780,472	7,142,404
Central	101,133	108,488	103,181
Total Supporting Services	16,865,356	19,226,835	21,471,956
Community Services	17,516	11,641	2,280
Payments to Other Districts and Gov.	2,185,861	2,939,474	2,621,992
Capital Outlay	1,786,312	2,946,533	2,176,888
Debt Service			
Principal	860,000	8,900,000	935,000
Interest and Fees	296,204	587,078	358,024
Total Expenditures	39,533,481	52,927,531	47,779,198
Excess of Revenues Over			
(Under) Expenditures	2,422,952	(9,339,955)	623,817
Other Financing Sources (Uses)			
Net Issuance from Borrowing	—	20,911,805	288,100
Transfers Out	—	(2,000,000)	(2,000,000)
Transfers In	—	2,000,000	2,000,000
Payment to Refunding Bond Escrow Agent	—	(4,706,705)	—
Miscellaneous	—	(63,201)	63,201
	—	16,141,899	351,301
Net Change in Fund Balances	2,422,952	6,801,944	975,118
Debt Service as a Percentage of			
Noncapital Expenditures	3.06%	18.98%	2.84%

Data Source: District's financial records

(1) Includes effect of on-behalf payments required by GASB Statement No. 24

*Modified Accrual Basis of Accounting

2015	2016	2017	2018	2019	2020	2021
31,165,674	31,405,846	32,030,760	31,578,642	33,378,165	32,176,075	33,171,458
57,552	127,856	380,208	906,026	758,152	1,242,927	820,935
2,704,767	2,526,614	3,800,513	3,191,326	2,858,251	2,072,845	2,030,588
33,927,993	34,060,316	36,211,481	35,675,994	36,994,568	35,491,847	36,022,981
18,090,044	19,410,497	25,005,979	25,617,814	26,650,326	31,109,607	29,920,765
2,705,872	2,512,866	3,305,595	4,275,933	4,420,155	4,431,234	6,304,930
54,723,909	55,983,679	64,523,055	65,569,741	68,065,049	71,032,688	72,248,676
14,150,289	14,246,345	14,769,218	15,647,212	15,699,668	13,762,748	14,379,157
5,695,253	5,845,510	7,092,431	6,965,443	7,637,423	8,490,031	8,128,148
19,845,542	20,091,855	21,861,649	22,612,655	23,337,091	22,252,779	22,507,305
640,578	689,034	864,097	991,398	982,252	931,683	1,110,006
4,202,035	4,217,463	5,145,588	4,282,212	5,281,651	5,521,130	4,968,577
12,144,995	12,643,815	17,305,497	16,947,828	19,032,837	27,146,222	28,831,251
7,427,023	7,463,874	7,652,703	8,757,239	6,738,617	3,216,507	2,572,160
128,125	308,076	368,010	410,494	424,147	411,723	409,420
24,542,756	25,322,262	31,335,895	31,389,171	32,459,504	37,227,265	37,891,414
1,786	1,934	1,666	22,002	6,117	8,839	348,175
3,419,849	3,396,439	3,141,846	3,686,144	2,572,933	5,071,100	4,073,947
487,317	619,845	13,890,171	15,363,527	8,115,119	—	—
1,049,349	1,207,604	21,394,216	1,690,757	1,673,604	1,763,262	1,944,622
350,082	344,028	1,631,872	1,587,004	1,567,828	1,549,710	1,710,832
49,696,681	50,983,967	93,257,315	76,351,260	69,732,196	67,872,955	68,476,295
5,027,228	4,999,712	(28,734,260)	(10,781,519)	(1,667,147)	3,159,733	3,772,381
1,875,143	432,404	48,320,356	626,814	594,187	1,108,428	10,467,575
(3,500,000)	(2,739,443)	(17,075,361)	(5,205,272)	(763,651)	(807,259)	(9,958,521)
3,500,000	2,739,443	17,075,361	5,205,272	763,651	807,259	9,958,521
—	—	—	—	—	—	(9,243,307)
—	55,085	19,950	19,900	24,078	46,122	8,062
1,875,143	487,489	48,340,306	646,714	618,265	1,154,550	1,232,330
6,902,371	5,487,201	19,606,046	(10,134,805)	(1,048,882)	4,314,283	5,004,711
2.84%	3.08%	29.01%	5.37%	24.43%	10.51%	8.79%

MARQUARDT SCHOOL DISTRICT NO. 15

**Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

Tax Levy Year	Residential Property	Farm	Commercial Property	Industrial Property
2011	\$ 359,501,267	\$ 7,764	\$ 102,628,535	\$ 161,525,320
2012	309,252,243	6,844	93,563,889	140,844,102
2013	274,381,066	7,354	83,331,581	132,800,180
2014	267,023,428	8,044	83,958,251	129,636,090
2015	266,767,702	8,634	84,431,851	132,499,240
2016	287,605,376	9,330	89,833,021	139,710,910
2017	311,366,145	10,070	92,352,311	143,885,320
2018	337,462,463	11,020	95,364,421	149,886,420
2019	369,349,165	11,940	103,846,613	158,828,800
2020	376,935,827	12,930	116,045,101	152,559,300

Note: Property in DuPage County is reassessed once every four years on average. The county assesses property at approximately 33 1/3% of actual value. Estimated actual value is calculated by dividing assessed value by this percentage. Tax rates are per \$100 of assessed value.

Data Source: DuPage County Levy, Rate, and Extension Reports for the years 2011 to 2020.

Railroad	Total Taxable Assessed Value	Percent Increase (Decrease)	Total Direct Tax Rate	Estimated Actual Taxable Value
\$ 110,301	\$ 623,773,187	(8.50%)	4.6478	\$ 1,871,319,561
134,993	543,802,071	(12.82%)	5.3654	1,631,406,213
143,193	490,663,374	(9.77%)	6.3883	1,471,990,122
193,704	480,819,517	(2.01%)	6.4924	1,442,458,551
210,353	483,917,780	0.64%	6.5132	1,451,753,340
257,538	517,416,175	6.92%	6.1419	1,552,248,525
208,983	547,822,829	5.88%	5.9351	1,643,468,487
189,369	582,913,693	6.41%	5.7235	1,748,741,079
180,503	632,217,021	8.46%	5.0253	1,896,651,063
196,728	645,749,886	2.14%	5.0472	1,937,249,658

MARQUARDT SCHOOL DISTRICT NO. 15

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
June 30, 2021 (Unaudited)**

	2011	2012	2013
Rates Extended			
Educational	3.3621	3.4884	3.5000
Tort Immunity	0.0297	0.1666	0.0720
Operations and Maintenance	0.5302	0.5482	0.5493
Special Education	0.1093	0.3987	0.3995
Transportation	0.1874	0.2647	1.1102
Illinois Municipal Retirement	0.0874	0.1666	0.1190
Debt Service	0.1905	0.0879	0.4239
Social Security	0.1030	0.1945	0.1645
Working Cash	0.0482	0.0498	0.0499
Total Direct Tax Rate	4.6478	5.3654	6.3883
Taxing District			
County of DuPage	0.1422	0.1547	0.1644
County Health Department	0.0351	0.0382	0.0396
Forest Preserve District	0.1414	0.1542	0.1657
Bloomingdale Township	0.0846	0.0952	0.1060
Bloomingdale Township Road District	0.0886	0.1031	0.1147
Village of Glendale Heights	0.9918	1.1368	1.2675
Glenside Fire District	0.8442	0.9722	1.0817
Glenside Library District	0.4183	0.4908	0.6070
High School District No. 87	2.0199	2.2868	2.4877
Community College District No. 502	0.2495	0.2681	0.2956
DuPage Airport Authority	0.0169	0.0168	0.0178
Total Direct & Overlapping Tax Rate	5.0325	5.7169	6.3477
Total Rate	9.6803	11.0823	12.7360

Note: The totals depicted reflect typical tax rates for individual taxpayers within the District. By showing all other overlapping rates, we would have materially distorted the true picture of tax burden within the District.

* Tax rates represent the dollars paid for each hundred dollars of assessed value.

Data Source: DuPage County Clerk's office

2014	2015	2016	2017	2018	2019	2020
3.5000	3.5000	3.3185	4.1804	4.0844	3.7052	3.6814
0.0724	0.0715	0.0676	0.0535	0.0462	0.0047	0.0016
0.5412	0.5379	0.5208	0.5309	0.4781	0.4427	0.4003
0.3936	0.3912	0.3858	0.3738	0.3523	0.3478	0.3695
1.3721	1.4029	1.2726	0.3204	0.3271	0.2372	0.2464
0.1034	0.1021	0.0965	0.0624	0.0503	0.0060	0.0293
0.2744	0.2749	0.2582	0.2497	0.2382	0.2243	0.2247
0.1861	0.1838	0.1736	0.1157	0.1007	0.0099	0.0477
0.0492	0.0489	0.0483	0.0483	0.0462	0.0475	0.0463
6.4924	6.5132	6.1419	5.9351	5.7235	5.0253	5.0472
0.1646	0.1571	0.1484	0.1749	0.1343	0.1655	0.1301
0.0411	0.0400	0.0364	—	0.0330	—	0.0308
0.1691	0.1622	0.1514	0.1306	0.1278	0.1242	0.1205
0.1069	0.0911	0.0833	0.0984	0.0910	0.0868	0.0691
0.1205	0.1180	0.1112	0.1056	0.0966	0.0946	0.0852
1.3899	1.3995	1.3086	1.2891	1.1956	1.0681	1.0411
1.1904	1.2087	1.1434	0.9975	0.9433	0.8512	0.8429
0.6398	0.6504	0.6125	0.5857	0.5243	0.4512	0.4496
2.5824	2.5173	2.4030	2.3402	2.2834	2.2296	2.2255
0.2975	0.2786	0.2626	0.2431	0.2317	0.2112	0.2114
0.0196	0.0188	0.0176	0.0166	0.0146	0.0141	0.0148
6.7218	6.6417	6.2784	5.9817	5.6756	5.2965	5.2210
13.2142	13.1549	12.4203	11.9168	11.3991	10.3218	10.2682

MARQUARDT SCHOOL DISTRICT NO. 15

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
June 30, 2021 (Unaudited)**

Taxpayer	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total District Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Assessed Value
Stonegate GH LLC	\$ 16,807,800	1	2.60%			
Larry Rubin	8,473,340	2	1.31%	\$ 5,264,060	4	0.97%
Pampered Chef	7,687,090	3	1.19%	9,350,510	1	1.72%
Cabot IV IL 1M09 LLC	7,400,740	4	1.15%			
Prologis	7,311,900	5	1.13%			
BRE Alpha Industrial Property	6,639,680	6	1.03%			
Columbia IL 1210/1150/1100 Swift	6,140,220	7	0.95%	4,594,800	8	0.84%
MCP 350 Rohwling LLC	5,707,710	8	0.88%			
NOW Health Group Inc.	4,863,040	9	0.75%			
Deer Glen at Bloomingdale	4,232,010	10	0.66%			
880 S. Rohlwing Rd. LLC				6,891,110	2	1.27%
Equities Assoc Corp. LLC				5,994,160	3	1.10%
ADV Glenoaks Hospital				5,179,040	5	0.95%
WPI Rohlwing Rd. LLC				5,035,340	6	0.93%
Realty Assoc Fund 8 LP				4,726,440	7	0.87%
AMB Prop. RE Co.				4,293,240	9	0.79%
DeVry				4,104,930	10	0.75%
	<u>75,263,530</u>		<u>11.66%</u>	<u>55,433,630</u>		<u>10.19%</u>

Data Source: Office of the County Clerk office, Department of Tax Extension and DuPage County Tax Assessor's Office.

MARQUARDT SCHOOL DISTRICT NO. 15

**Property Tax Levies and Collections - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percent of Levy		Amount	Percentage of Levy
2012	2011	\$ 28,991,730	\$ 13,943,019	48.09%	\$ 14,567,272	\$ 28,510,291	98.34%
2013	2012	29,177,155	13,116,776	44.96%	14,960,464	28,077,240	96.23%
2014	2013	31,345,048	15,332,230	48.91%	15,772,264	31,104,494	99.23%
2015	2014	31,216,726	15,139,914	48.50%	15,837,884	30,977,798	99.23%
2016	2015	31,518,533	15,692,373	49.79%	15,659,851	31,352,224	99.47%
2017	2016	31,779,184	15,941,357	50.16%	15,636,861	31,578,218	99.37%
2018	2017	32,513,832	16,509,702	50.78%	15,812,287	32,321,989	99.41%
2019	2018	33,363,065	16,664,684	49.95%	15,504,962	32,169,646	96.42%
2020	2019	31,770,802	16,659,749	52.44%	15,022,230	31,681,979	99.72%
2021	2020	32,592,289	15,799,502	48.48%	—	15,799,502	48.48%

Note: The District's ability to increase property tax levels is limited by the Property Tax Extension Limitation Act passed by the Illinois legislature in 1994. The legislation limits the levy increase to the lesser of the increase in consumer price index or five percent of existing property values.

Data Source: DuPage County Levy, Rate, and Extension Reports for 2011-2020.

Tax rates represent the dollars paid for each hundred dollars of assessed value.

MARQUARDT SCHOOL DISTRICT NO. 15**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

Fiscal Year	General Obligation Bonds	Capital Leases	Total Primary Government	Percentage of Personal Income (1)	Outstanding Debt Per Capita (1)
2012	\$ 6,345,000	\$ —	\$ 6,345,000	0.75%	\$ 184.21
2013	13,870,000	—	13,870,000	1.61%	401.62
2014	13,223,100	—	13,223,100	1.58%	381.95
2015	13,874,900	173,994	14,048,894	1.62%	406.86
2016	12,901,100	372,594	13,273,694	1.61%	385.47
2017	39,406,300	793,534	40,199,834	4.98%	1,177.22
2018	38,395,000	740,891	39,135,891	4.79%	1,149.10
2019	37,420,440	596,474	38,016,914	4.33%	1,120.52
2020	35,725,283	1,079,310	36,804,593	4.16%	1,111.33
2021	35,725,283	1,079,310	36,804,593	3.87%	1,103.55

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

Data Source: District Records

MARQUARDT SCHOOL DISTRICT NO. 15

**Ratio of General Obligation Bonded Debt Outstanding - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

Fiscal Year	General Obligation Bonds	Amount Available for Debt Service	Total	Percentage Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2012	6,345,000	\$ 583,489	\$ 5,761,511	\$ 0.31%	\$ 167.27
2013	13,870,000	227,255	13,642,745	0.84%	395.04
2014	13,223,100	246,854	12,976,246	0.88%	374.82
2015	13,874,900	638,099	13,236,801	0.92%	383.34
2016	12,901,100	646,557	12,254,543	0.84%	355.87
2017	39,406,300	735,049	38,671,251	2.49%	1,132.46
2018	38,395,000	675,031	37,719,969	2.30%	1,107.52
2019	37,420,440	722,625	36,697,815	2.10%	1,081.64
2020	36,437,921	177,850	36,260,071	1.91%	1,078.62
2021	35,725,283	834,525	34,890,758	1.80%	1,046.17

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

Data Source: District Records

MARQUARDT SCHOOL DISTRICT NO. 15

**Schedule of Direct and Overlapping Governmental Activities Debt
June 30, 2021 (Unaudited)**

Governmental Unit	Gross Debt	Percentage of Debt Applicable to District	District's Share of Debt
District	\$ 36,804,593	100.00%	\$ 36,804,593
Overlapping Debt			
County			
DuPage County	25,025,000	1.50%	375,375
DuPage County Forest Preserve District	75,815,000	1.50%	1,137,225
DuPage Water Commission	—	1.58%	—
Villages			
Addison	26,825,000	12.26%	3,288,745
Bloomingtondale	14,495,000	16.36%	2,371,382
Glendale Heights	21,830,000	36.28%	7,919,924
Park Districts			
Addison	6,652,000	12.23%	813,540
Bloomingtondale	10,625,260	14.41%	1,531,100
Glen Ellyn	2,391,000	0.04%	956
Lombard	3,291,630	0.40%	13,167
School Districts			
High School District 87	44,375,000	10.48%	4,650,500
Community College District 502	106,415,000	1.34%	1,425,961
Fire Districts			
Bloomingtondale	2,580,000	23.46%	605,268
Total Overlapping Debt	340,319,890		24,133,143
Totals	377,124,483		60,937,736

Note: Direct general obligation bonded debt only. Does not include alternate revenue source bonds or bonds payable from Motor Fuel Tax, Illinois Bond Fund Tax, or Public Housing Commission loans.

Data Source: DuPage County Clerk's office, Department of Tax Extension

MARQUARDT SCHOOL DISTRICT NO. 15

**Schedule of Legal Debt Margin - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

See Following Page

MARQUARDT SCHOOL DISTRICT NO. 15

**Schedule of Legal Debt Margin - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

	2012	2013	2014
Assessed Valuation	\$ 623,773,188	543,802,072	490,663,377
Legal Debt Limit (6.9% of Equalized Assessed Valuation)	43,040,350	37,522,343	33,855,773
General Bonded Debt Outstanding General Obligation Bonds/Debt Certificates	6,345,000	13,870,000	13,223,100
Legal Debt Margin	36,695,350	23,652,343	20,632,673
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	14.74%	36.96%	39.06%

Data Source: District's financial records and tax levy information.

Note: According to Illinois Compiled Statutes, the District's general obligation debt shall not exceed 6.9% of equalized assessed valuation.

* The Taxable General Obligation Limited Tax School Bonds, Series 2016B and 2016C - Pursuant to the School Code, bonds issued to pay claims against the District (which were the 2016A Debt Certificates), and working cash bonds may be issued in excess of the District's statutory debt limit. The 2016B bonds were both working cash bonds and funding bonds, and the 2016C Bonds were funding bonds.

2015	2016	2017*	2018*	2019	2020	2021
480,819,522	483,917,783	517,416,174	547,822,826	582,913,693	632,217,021	645,749,886
33,176,547	33,390,327	35,701,716	37,799,775	40,221,045	43,622,974	44,556,742
13,874,900	12,901,100	39,406,300	38,395,000	37,460,000	36,480,000	34,665,000
19,301,647	20,489,227	(3,704,584)	(595,225)	2,761,045	7,142,974	9,891,742
41.82%	38.64%	110.38%	101.57%	93.14%	83.63%	77.80%

MARQUARDT SCHOOL DISTRICT NO. 15**Demographic and Economic Statistics - Last Ten Calendar Years
June 30, 2021 (Unaudited)**

Calendar Year	Population	Personal Income	Per Capita Income	Unemployment Rate
2011	34,445	848,931,470	24,646	9.1%
2012	34,535	862,753,370	24,982	8.7%
2013	34,620	836,384,580	24,159	8.5%
2014	34,530	869,292,750	25,175	6.5%
2015	34,435	824,063,985	23,931	5.5%
2016	34,148	807,256,090	23,640	5.4%
2017	34,058	817,698,522	24,009	4.5%
2018	33,928	878,050,000	25,881	3.4%
2019	33,617	897,910,070	26,710	3.2%
2020	33,351	950,236,692	28,492	9.3%

Data Source: Population and Per capita personal income - US Census Bureau for the Village of Glendale Heights, as the majority of the District's students live in Glendale Heights. Unemployment rate - Illinois Department of Employment Security.

MARQUARDT SCHOOL DISTRICT NO. 15

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
June 30, 2021 (Unaudited)**

Employer	2021			2012		
	Employees	Rank	Percentage of Total District Employment	Employees	Rank	Percentage of Total District Employment
College of DuPage	2,600	1	N/A	2,600	1	N/A
UPS and Package Lab	1,400	2	N/A	1,410	2	N/A
Spraying Systems Co.	1,000	3	N/A	500	8	N/A
The Pampered Chef Ltd.	950	4	N/A	950	3	N/A
NOW Health Group, Inc.	650	5	N/A	550	4	N/A
Partstown	600	6	N/A			
Waste Management	500	7	N/A			
Acosta Sales and Marketing	500	8	N/A	500	7	N/A
Cornelius	450	9	N/A	500	5	N/A
Associated Integrated Supply	400	10	N/A			
Indian Lakes				500	6	N/A
M & R Printing Equipment Inc.				425	9	N/A
Assisted Material Handling				350	10	N/A
	<u>9,050</u>		<u>N/A</u>	<u>8,285</u>		<u>N/A</u>

Note: Since the District serves parts of Addison, Bloomingdale, Glendale Heights and Lombard, principal employers in those villages are listed.

Data Source: Illinois Manufacturers and Services Directory, 2021 and 2012.

N/A - Data is not available

MARQUARDT SCHOOL DISTRICT NO. 15**Employees by Function - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

Function	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Regular Instruction	160	154	151	151	157	167	167	167	167	163
Special Education Instruction	12	12	13	13	13	13	13	16	16	16
Interscholastic Programs	3	3	3	3	3	3	3	3	3	3
Gifted Programs	2	2	2	2	2	2	2	2	2	6
Bilingual Programs	12	11	11	12	12	17	19	17	17	17
Attendance & Social Work	1	1	1	1	1	3	3	3	3	3
Health	5	5	5	5	5	5	5	5	6	6
Psychological	1	1	1	1	1	2	2	2	2	2
Speech Pathology & Audiology	1	1	1	1	1	1	1	1	1	1
Educational Media	8	8	8	8	8	8	8	8	7	7
Executive Administration	3	3	4	4	4	4	4	4	4	4
Office of the Principal	19	19	19	19	19	19	20	19	20	20
Direction of Business Support	1	1	1	1	1	1	1	1	1	1
Fiscal Services	1	1	1	1	1	1	1	1	1	1
Operation & Maintenance of Plant	18	18	18	18	18	18	19	18	18	18
Direction of Central Support	3	3	3	3	3	4	4	4	4	5
Staff Services	31	38	38	38	38	38	38	38	38	38
Data Processing	8	8	8	8	9	9	9	9	10	10
Total	289	289	288	289	296	315	319	318	320	321

Data Source: District personnel and employment records.

MARQUARDT SCHOOL DISTRICT NO. 15

**Operating Indicators by Function/Program - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

See Following Page

MARQUARDT SCHOOL DISTRICT NO. 15**Operating Indicators by Function/Program - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

Fiscal Year	Expenditures	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio	Student Attendance Percentage
2012	\$ 39,533,481	2,680	\$ 14,751	7.82%	194	14	94.9%
2013	52,927,531	2,635	20,086	36.17%	188	14	94.5%
2014	47,779,198	2,603	18,355	(8.62%)	186	14	94.9%
2015	49,696,681	2,565	19,375	5.56%	187	14	94.4%
2016	50,983,967	2,513	20,288	4.71%	187	13	94.8%
2017	93,257,315	2,557	36,471	79.77%	211	12	94.4%
2018	76,351,260	2,418	31,576	(13.42%)	220	11	94.4%
2019	69,732,196	2,450	28,462	(9.86%)	213	12	93.8%
2020	51,104,731	2,572	19,654	(30.95%)	218	12	94.0%
2021	52,261,004	2,550	20,422	3.91%	204	13	91.0%

Data Source: District personnel and employment records.

MARQUARDT SCHOOL DISTRICT NO. 15

**School Building Information - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

See Following Page

MARQUARDT SCHOOL DISTRICT NO. 15**School Building Information - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

Function/Program	2012	2013	2014
Marquardt Middle School (1974)			
Square Feet	82,038	85,638	85,638
Capacity (Students)	928	928	928
Enrollment	550	567	561
Blackhawk Elementary School (1976)			
Square Feet	46,205	46,205	46,205
Capacity (Students)	696	696	696
Enrollment	532	532	545
Lawrence J Golden 6th Grade Center (1970)			
Square Feet	31,770	31,770	31,770
Capacity (Students)	464	464	464
Enrollment	295	280	255
G.Stanley Hall Elementary School (1961)			
Square Feet	39,089	39,089	39,089
Capacity (Students)	638	638	638
Enrollment	394	407	404
Charles Reskin Elementary School (1964)			
Square Feet	53,653	53,653	53,653
Capacity (Students)	812	812	812
Enrollment	525	482	463
Winnebago Elementary School (1973)			
Square Feet	37,993	43,700	43,700
Capacity (Students)	638	638	638
Enrollment	384	367	375
Administration Building (2006)			
Square Feet	21,928	21,928	21,928
Maintenance Building (1076)			
Square Feet	4,500	4,500	4,500
Storage Shed (2014)			
Square Feet	—	—	1,800
Facilities Service Building (2014)			
Square Feet	—	—	9,264

Data Source: District building records

2015	2016	2017	2018	2019	2020	2021
85,638	85,638	85,638	118,638	118,638	118,638	118,638
928	928	928	928	928	928	928
507	517	592	522	853	805	856
46,205	46,205	46,205	46,205	46,205	46,205	46,205
696	696	696	696	696	696	696
535	506	501	490	461	474	400
31,770	31,770	31,770	31,770	31,770	31,770	31,770
464	464	464	464	464	464	464
287	286	291	284	—	—	—
39,089	39,089	39,089	71,089	71,089	71,089	71,089
638	638	638	750	750	750	750
412	399	379	339	353	421	420
53,653	53,653	53,653	53,653	53,653	53,653	53,653
812	812	812	812	812	812	812
456	449	443	429	383	392	410
43,700	43,700	43,700	75,700	75,700	75,700	75,700
638	638	638	750	750	750	750
368	356	351	354	400	480	464
21,928	21,928	21,928	21,928	21,928	21,928	21,928
4,500	4,500	4,500	4,500	4,500	4,500	4,500
1,800	1,800	1,800	1,800	1,800	1,800	1,800
9,264	9,264	9,264	9,264	9,264	9,264	9,264