

ARLINGTON HEIGHTS SCHOOL DISTRICT 25



THOMAS | GREENBRIER | IVY HILL | OLIVE | PATTON
SOUTH | DRYDEN | WESTGATE | WINDSOR

Comprehensive Annual Financial Report

As of and for the year ended
June 30, 2021

Arlington Heights School District No. 25
Arlington Heights, Illinois

“Together Today to Transform Tomorrow”

COMPREHENSIVE ANNUAL FINANCIAL
REPORT

OF

**ARLINGTON HEIGHTS SCHOOL
DISTRICT 25**

ARLINGTON HEIGHTS, ILLINOIS

As of and for the Year Ended June 30, 2021

Officials Issuing Report

Ms. Stacey Mallek, Assistant Superintendent for Business

Department Issuing Report

Business Office

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

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Embracing Today – Inspiring Tomorrow

PATTON | OLIVE | IVY HILL | GREENBRIER | THOMAS
WINDSOR | WESTGATE | DRYDEN | SOUTH

December 7, 2021

Members of the Community and the Board of Education

Arlington Heights School District 25
1200 S. Dunton Avenue, Arlington Heights, Illinois 60005

Dear Members of the Community and the Board:

The Comprehensive Annual Financial Report of Arlington Heights School District 25, Arlington Heights, Illinois, for the fiscal year ended June 30, 2021, is submitted herewith. Submittal of this report complies with the requirements of the Illinois School Code. Responsibility for both accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data, as presented, is accurate in all material aspects: that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial status have been incorporated within this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter for transmittal and should be read in conjunction with it.

The District is required to undergo an annual single audit as required by the U.S. Office of Management and Budget Uniform Guidance. Information related to this single audit, including the schedule of expenditures of federal awards, findings and recommendations, and independent auditor's report on the internal control structure and compliance with applicable laws and regulations are, included in a separate report.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial and Statistical. The introductory section includes this transmittal letter, the District's organizational chart, a list of principal officials and the ASBO's Certificate of Excellence. The financial section includes the basic financial statements, individual fund financial statements and schedules, as well as the independent auditors' report on the basic financial statements. The statistical section includes a number of tables of unaudited data depicting the financial history of the District for multiple years, demographics and other information.

Stacey Mallek, Assistant Superintendent for Business
1200 South Dunton Avenue | Arlington Heights, IL 60005 | 847-228-2080
smallek@sd25.org | www.sd25.org/business | facebook.com/ahsd25

This report includes all funds of the District. For all of the governmental fund types, the District reports on a modified accrual basis of accounting that is applied to the District’s budget and accounting records. The notes to the financial statements expand upon the modified accrual basis, as well as the District’s accounting policies and procedures. All District funds are included in this report and have been audited by Baker Tilly US, LLP, Certified Public Accountants.

History of the District

Educational roots date back to 1849 in Arlington Heights when the first primitive school building was erected on the northwest corner of Miner Street and Prairie Street [now Evergreen Street]. The district grew in numbers alongside the prideful town of Arlington Heights, and in 1902 the district changed its number from District 10 to District 25. The district continued to add schools as the population demanded them. The town's peak enrollment years were from the late 1950's into the early 1970's. During this time, the District built 14 schools.

The population declined through the 70's and the District needed to close eight schools. In the early 90's, District 25 saw a consistent increase in enrollment, and with that came either rededication, renovation or expansion of all nine schools. Continued increases in enrollment resulted in additions to five schools between 2015 and 2018. There has been a decline in enrollment over the past two years as a result of the COVID-19 pandemic, but it is unclear as to whether this decrease will be permanent or not.

The Reporting Entity and Its Services

The District is an elementary (EC – 8) school district in Wheeling Township, Illinois, which operates as a single district. Made up of seven elementary schools and two middle schools, the District’s total student enrollment for 2020-21 was 5,320. The schools currently operating in the district are as follows:

School	Year Built
Dryden Elementary School	1952
Greenbrier Elementary School	1964
Ivy Hill Elementary School	1966
Olive-Mary Stitt Elementary School	1962
Patton Elementary School	1962
Westgate Elementary School	1962
Windsor Elementary School	1959
South Middle School	1997
Thomas Middle School	1964

Each elementary school hosts students in grades kindergarten through fifth, and each middle school hosts students in grades six through eighth. Additionally, Greenbrier Elementary School runs an early childhood program for students age three to five. The governing body consists of a seven member Board of Education elected from within the District's boundaries for four-year overlapping terms. The District's boundaries consist of approximately 65% of Wheeling Township. Based on the legislative authority codified in *The Illinois School Code*, the Board of Education:

- a. has the corporate power to sue and be sued in all courts
- b. has the power to levy and collect taxes and to issue bonds
- c. can contract for appointed administrators, teachers, and other personnel as well as for goods and services
- d. holds title to all District property, and
- e. appoints the Treasurer who serves as legal custodian of all the District's funds,

The Board of Education entered into an Intergovernmental Agreement with Township High School District 214 on April 11, 1996 to provide the same services previously provided by the Wheeling Township School Trustees and School Treasurer. This agreement is ongoing unless the Board of Education of Arlington Heights School District 25 should elect to withdraw from the agreement.

The primary purpose of the Board of Education is to provide a superior education for a lifetime of learning. The District believes the following:

- all children can learn.
- learning is a lifelong process.
- effective teaching promotes the desire to learn.
- students learn in different ways and at different rates.
- learning is enhanced in a nurturing and collaborative environment.
- that respect for the worth and dignity of each individual is essential.
- the mastery of basic skills and the integration of higher-order thinking skills are essential elements of education.
- education is a responsibility shared among students, teachers, parents, families, support staff, and community members.
- that essential to a quality education is a well-trained, student-centered staff.
- parental involvement is important to student success.
- all students deserve a challenging and comprehensive curriculum that includes fine and applied arts and physical education.
- high expectations influence performance.
- students and all school personnel are expected to demonstrate trustworthiness, respect, individual responsibility, fairness, caring, citizenship, and ethical behavior.
- in a consistent district-wide curriculum delivered in a way that meets the individual needs of students.
- in a safe and secure school environment.
- in continuous improvement through planning processes that involve the students, teachers, parents, support staff, and community members.
- participatory long-term planning promotes the best use of the district's resources.
- effective communication is essential as part of the educational process.

- in providing timely and accurate information to all members of the community.
- the success of the district requires accountability on the part of students, teachers, parents, support staff, administration, and Board of Education.
- intellectual risk-taking results in learning for students and staff.
- promoting a student's positive self-esteem, attitude, and emotional well-being enhances learning.
- technology is an instructional tool that significantly impacts the educational process.
- rapidly changing technologies will challenge the current structure and process of education.
- diversity enriches our schools, community and society.

Economic Conditions

With approximately 74,760 residents, Arlington Heights is a largest community in Chicago's northwest suburban corridor, located only 25 miles from Chicago's business and entertainment resources. An upper middle class community with a median household income of \$102,628, Arlington Heights attracts both middle and upper management executives. The majority of residents are between 18 and 65 years old. Over half the residents age 25 or older have completed four or more years of college. This data is based on the most recent data available (2019). The average single-family home sells for \$451,504. Helping to ensure these high property values are strict building and zoning ordinances as well as a frequently updated comprehensive plan that guides all land development in the Village.

What draws people to Arlington Heights in addition to opportunities for employment, are the excellent services provided by its schools, park district, and library. Many of the District's schools have received the Blue Ribbon Award for Excellence.

The community and all of its resources are committed to careful planning and thoughtful renewal. Economic conditions are quite stable.

Local District Economy

Within the Village of Arlington Heights are six industrial areas and six large shopping centers. The industrial area has more than 300 firms. The shopping centers, in addition to many smaller strip-shopping areas, provide the District residents with ample opportunities to supply their needs.

Redevelopment plans for the Village have led to demolition of some older buildings to make room for new shopping areas and multifamily residential areas. The most current assessed valuation shows approximately 81.2% of the District's valuation to be residential, 18.2% commercial and, 0.6% industrial with minimal farmland and railroad valuations.

For The Future

Since 1989, the District has renovated and added onto schools and has built a middle school. Classrooms were added to Windsor Elementary School during the 1999-2000 fiscal year and to Patton Elementary School for the 2005-2006 fiscal year. The District added two classrooms at Olive-Mary Stitt School and six classrooms at Dryden School for the 2007-2008 school year. Another six classrooms were added to Olive-Mary Stitt and ten classrooms to Ivy Hill schools in 2015-16. Six classrooms at Windsor School and five classrooms at Thomas Middle School were added during the 2016-17 school year, along with new/expanded gymnasiums, additional bathrooms, and expanded common spaces to accommodate continued growth. Another four classrooms were added to Greenbrier School during 2017-18. The District typically engages a consulting demographer, John Kasarda, every other fall to develop enrollment projections. Due to COVID-19, the projections that would've been completed in the fall of 2020 were delayed until 2021. As of the 2018 report, future projected student enrollments based on a kindergarten trend projection model are as follows:

Projected Enrollment (excludes Pre-K)

Grade	22-23	23-24
K	517	524
1	625	638
2	632	636
3	640	641
4	645	645
5	656	646
6	644	653
7	641	650
8	647	639
Total	5647	5672

The District is making a concerted effort to communicate with the residents of Arlington Heights concerning its financial picture. In April of 2005, the community approved a Debt Service Extension Base referendum. This allowed the District to add additional space for educational programs, maintain its facilities and refinance outstanding debt that was being paid from operating funds. As of December 1, 2013, the District paid off all of the debt issued as promised to the taxpayers. During fiscal year 2015-16, the Board issued \$18 million in new debt to fund classroom additions at Ivy Hill and Olive-Mary Stitt Schools. In fiscal year 2016-17, the Board issued another \$31.9 million in debt to fund classroom additions at Thomas and Windsor Schools. A final \$8.2 million was issued in 2017-18 for some life safety projects and the addition at Greenbrier School

Strategic Plan

As a result of a strategic planning process involving representatives of the community and District personnel, the Board of Education adopted the following “Strategic Plan 2021-2025”:

Mission: *Empower an inclusive, diverse community of learners to innovate and thrive as global citizens.*

Motto: *Together today to transform tomorrow!*

Vision: *Cultivate a personalized environment of excellence that prepares every learner, every day, for a better tomorrow by:*

- Building the knowledge, skills, and attitudes of learners to be successful, contributing citizens of a global society
- Developing resilience and perseverance in learners to problem- solve and co-create their learning
- Embracing individuality and modeling empathy in an inclusive environment
- Promoting learner confidence, courage, growth mindset and well-being
- Fostering collaboration, voice and engagement with and among staff, families, and our communities to partner in ensuring each learner’s continuous improvement
- Ensuring equity of resources, access and opportunities for all learners and staff to learn, work, and succeed

Core Values: The following core values will guide our behaviors and actions:

- Compassion and Empathy
- Inclusivity and Diversity
- Equity and Social Justice
- Innovation and Creativity
- Collaboration and Communication
- Resilience and Perseverance

Student Achievement Goal One: Refine and extend instructional practices, programs and services to ensure all learners are academically ready for high school and beyond.

Strategies that need attention to achieve this goal at a higher level

- Refine and expand our continuum of services to better meet the needs of all students and close performance gaps for identified student subgroups.
- Ensure high student engagement and ownership of their learning through hands on, authentic, real life learning opportunities and innovative teaching practices.

Learning Environment Goal Two: Cultivate a healthy climate and culture that creates conditions and supports to meet the needs of all learners.

Strategies that need attention to achieve this goal at a higher level

- Address the growing social, emotional and mental health needs of our students, families, and staff.
- Foster a sense of belonging, mutual understanding and competence to address diversity, equity, social justice, racism and inclusion in our everyday practices.

Family and Community Relationships Goal Three: Strengthen family and community relationships to enhance learning, teaching, and partnerships.

Strategies that need attention to achieve this goal at a higher level

- Improve classroom, school and district connections, collaboration, and communication with our families to enhance external relationships, trust, respect, commitment, engagement and satisfaction.
- Develop effective partnerships with community agencies, higher education and District 214.

High-Quality Staff Goal Four: Attract, develop, and retain diverse, high-quality, innovative employees.

Strategies that need attention to achieve this goal at a higher level

- Improve policies, procedures and practices with our employees to enhance internal relationships, trust, respect, commitment, collaboration, communication and satisfaction.
- Refine and extend data collection, analysis, progress monitoring and reporting to promote continuous improvement at all levels of the system.

Stewardship of Resources Goal Five: Demonstrate stewardship by allocating resources effectively and equitably.

Strategies that need attention to achieve this goal at a higher level

- Address time, space and aging facilities to ensure an optimal learning and teaching environment.
- Explore and develop new financial strategies to respond to the changing nature of school funding and projections to continue to offer equitable, high-quality programs and services to our students and families.

* indicators, measures and targets for each goal and strategy will be developed at a later date to ensure it is a SMART Goal.

This Strategic Plan 2021-2025 was approved April 8, 2021 by the Board of Education.

Financial Overview

As resources become scarcer and more segments of the community vie for their use, planning and sound fiscal policies become even more critical in providing the financial support needed for the District to fulfill its mission. Accordingly, five-year financial projections, Board budget sessions, and quarterly budget updates have been implemented to provide the Board with accurate financial information and the community the opportunity to participate in the discussion process. Although the District's five-year financial projections point toward continued overall financial strength, several key areas of concern are monitored for probable adverse impact on operations. Key areas of concern include property tax refunds, unfunded mandates, utility costs, growing special education and English Language Learners program needs, increasing health care costs, the pension crisis, the State financial condition, and the legislative debate over property tax freezes.

Several key financial indicators reflect positive results in the District's operating funds including proportion of fund balance to revenue, expenditures to revenues ratio, and fund balance as a percentage of next year's expenditures. However, with minimal increases and probable decreases in state and federal funding projected, the dependence upon local property taxes will become a growing challenge for taxing districts, including District 25. Because property tax increases are limited by the Tax Cap law, it remains a priority to keep overall expenditures in line with revenues. Over the past several years, the District has made some positive financial achievement in the areas of energy utilization and tying salaries to the same inflation rate that property tax increases are tied to. District 25 also seeks out other revenue sources. Grants are actively sought, a District foundation has been created, and facilities not projected to be needed have been rented.

Expenditures for 2020-21 were under budget due to a remote/hybrid learning model for the majority of the school year due to the COVID-19 pandemic. Some of this savings is anticipated to continue to cover the cost of capital projects. Prudent use of resources, sound fiscal practices, and a plan for programs and expenditures are essential components of the financial policies.

Relevant Financial Policies

The Illinois School Code requires that public school districts approve an annual budget prior to the last day of the first quarter of the current fiscal year. The Board of Education of each district is further required to make these budgets available for public inspection at least 30 days, followed by a public hearing, prior to their adoption. The approved budgets must be filed with the Illinois State Board of Education within 30 days of their approval. The District budget is posted on the District's website. The Board is authorized by Illinois school law to transfer funds up to 10% within each fund in the budget. The budget may be amended through the last day of the fiscal year subject to the same requirements specified above. Budget planning begins no later than November by presenting a tentative tax levy to the Board of Education. The Certificate of Property Tax Levy must be filed with the Cook County Clerk by the last Tuesday in December. The District annually publishes a statement of affairs regarding the financial position of the District for the previous year by December 1 of each year.

The Board of Education maintains established budget and fund balance policies that outline parameters for the distribution of resources, provisions for safe and operational facilities, compliance with all applicable regulations, and continuous monitoring of efficiencies. Budgetary controls are in place to ensure compliance with legal provisions embodied in the annual budget approved by the Board of Education. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function and activity within an individual fund. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. All outstanding encumbered amounts are cancelled at year-end. Adequate fund balance levels are maintained for operational and financial planning purposes, and a minimum fund balance level of 40-60% of the next year's budget expenditures is a goal of the Board. This level of fund balance represents approximately 6 months of operations plus a contingency. Fund balances are reported as of June 30 each year.

Internal Accounting and Budgetary Control

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 compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable assurance that: (1) the cost of a control should not exceed the benefits likely to be derived; (2) the valuation costs and benefits require estimates and judgments by management.

The School Code of Illinois and the District's adopted policy require an annual audit by certified public accountants. The accounting firm of Baker Tilly US, LLP was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the federal Single Audit Act and related U.S. Office of Management and Budget's Uniform Guidance. The auditors' report on basic financial statements is included in the financial section of this report.

As part of the audit of the District, the District's independent auditor considered the District's internal controls to determine auditing procedures for the purpose of expressing an opinion on the financial statements. The auditor also performed tests of the District's compliance with certain provisions of laws, regulations, contracts and grants. The results of the audit for the fiscal year ended June 30, 2021, are included.

Single Audit. As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

As part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

Budgeting Controls. In addition, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Projected financial plans are adopted for capital outlay funds.

Budgetary control is maintained at line item levels and built up into program and/or cost centers before being combined to form totals by fund. All actual activity compared to budget is reported to the District's management on a regular basis. This report compares each line item account balance to the annual budget with accumulation to the cost center, fund and total District levels. For example, the District maintains an encumbered accounting system as one technique in accomplishing budgetary control. Encumbered amounts lapse at year-end.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound fiscal management.

Property Taxes. Property taxes are the most significant revenue source of the District. The three factors that affect property tax revenues are equalized assessed valuation (EAV); levy extension and property tax rates.

The EAV results from a state multiplier, which is applied to base assessments in an attempt to equalize assessment practices of the County Assessors. The District’s 2020 EAV of \$2,115,432,636 represents a 0.1% increase over the 2019 EAV amount. The EAV increase was mainly a result of new property within the district offset by a decrease in the overall districtwide EAV.

The Board of Education approves a levy in dollars to meet the District’s operating needs for the fiscal year following the levy year. This levy is subject to the Property Tax Extension Limitation Act. This Act limits the increase in the levy extension to the Consumer Price Index or 5%, whichever is less.

Tax rates are determined by dividing the total EAV by the extended levy and are usually expressed as dollars and cents per \$100 of EAV. Extended levies are reduced, if necessary, to stay within the maximum rates established by law or by referendum and/or the limits allowed under the Property Tax Extension Limitation Act. Because levies are determined by a dollar amount, changes in tax rates are inversely proportional to changes in EAV.

Real Estate tax bills in Cook County, Illinois are payable in two installments, with the second payments falling due and payable after the close of the fiscal year. The first was due in March of 2021 and was fifty-five percent of the 2019 tax bill. The second installment is due in October after the close of the fiscal year and is the difference between the actual 2020 tax extension amount and the amount paid in the spring. The fall collections have historically been late. Tax collections are expected to exceed 98% of the extended levy. Following is a tax rate comparison for 2020 and the preceding two fiscal years.

<u>Fund Type</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
General	2.5817	2.5710	2.8992
Special Revenue	.5414	.4639	.4772
Debt Service	.2090	.2093	.2386
Capital Projects	.0017	.0016	.0016
Total Tax Rate	3.3338	3.2458	3.6166

Independent Audit

The School Code of Illinois and the District’s adopted policy require an annual audit of the financial records of all funds of the District. The audit is done by independent certified public accountants that are selected by the District’s Board of Education. This requirement has been complied with and the independent auditors’ report has been included in this report.

Awards and Achievement

District 25 is proud of its students and teachers who dedicate so much time and effort to representing District 25 and Arlington Heights in the highest ways. Six of the District schools are recognized as **National Blue Ribbon Schools of Excellence** by the U. S. Department of Education as follows: Olive-Mary Stitt, Westgate, Windsor, Greenbrier, Ivy Hill Elementary Schools & Thomas Middle School

The District's Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020 received the Association of School Business Officials (ASBO) International Certificate of Excellence in Financial Reporting, for the twenty-fifth consecutive year. In order to be awarded the ASBO Certificate of Excellence in Financial Reporting, the District published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

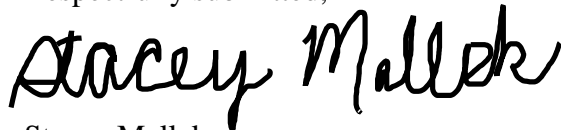
The Certificate of Excellence in Financial Reporting is valid for a period of one year. We believe that our current Comprehensive Annual Financial Report continues to meet the program requirements of the ASBO Certificate of Excellence. We are submitting it to ASBO International for consideration of the award.

Closing Statement

It is our intention that this Comprehensive Annual Financial Report will provide the District's management, outside investors, and interested 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.

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of all the members of the Business Office who assisted in the closing of the District's financial records and the preparation of this report. We would also like to extend our appreciation to the members of the Board of Education for their interest and support in planning and conducting the financial affairs of the District in a responsible and progressive manner.

Respectfully submitted,



Stacey Mallek
Assistant Superintendent for Business/CSBO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Arlington Heights School District 25

**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, reading 'W. Edward Chabal'.

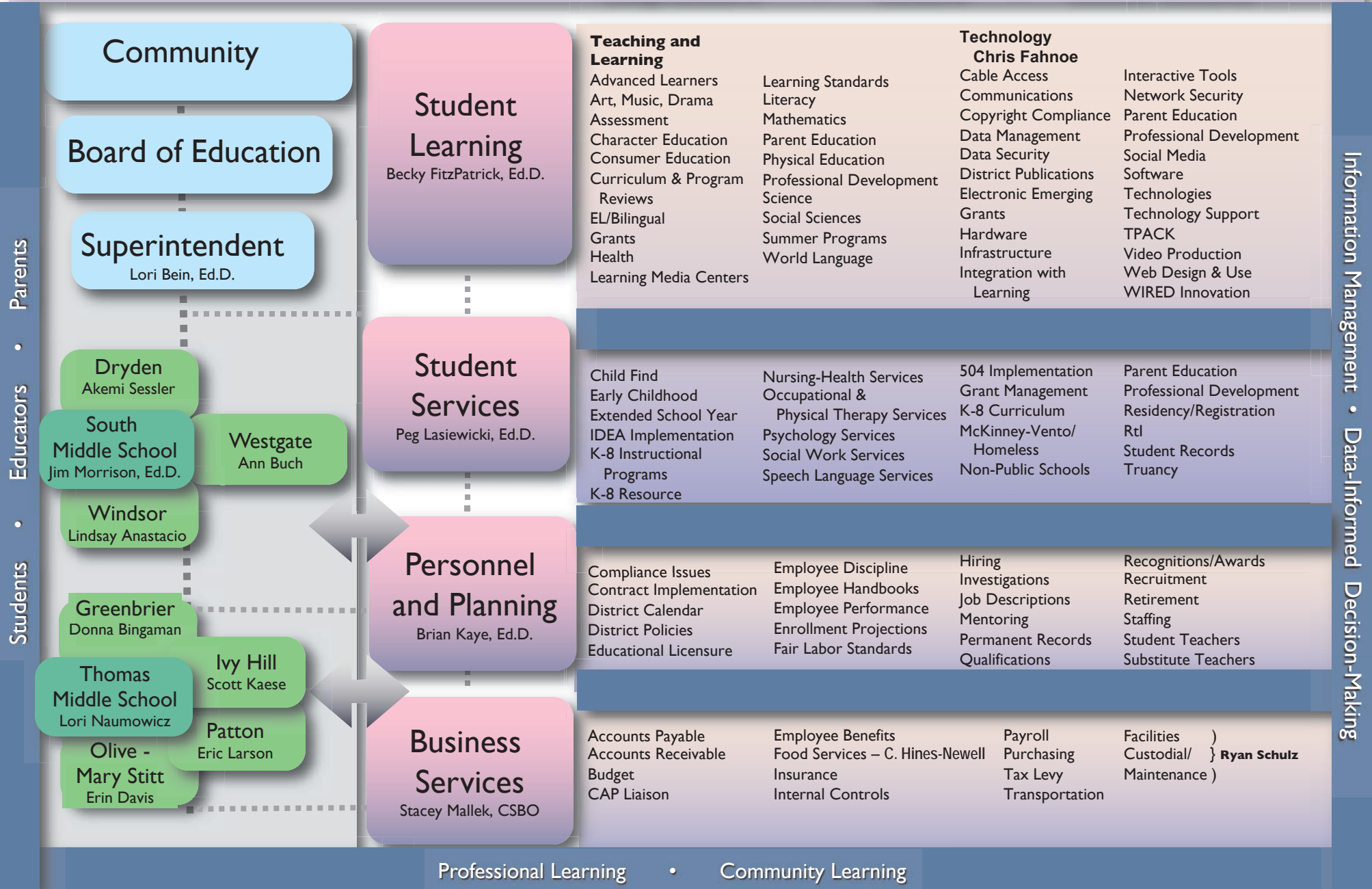
W. Edward Chabal
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director

Organization of Services

Comprehensive • Cohesive • Student-Centered



Information Management • Data-Informed Decision-Making

Professional Learning • Community Learning

Arlington Heights School District 25

1200 S. Dunton Avenue
Arlington Heights, IL 60005

Comprehensive Annual Financial Report Officers and Officials

Fiscal Year Ended June 30, 2021

Board of Education

		<u>Term Expires</u>
Scott Filipek	President	2023
Brian Cerniglia	Vice President	2023
Anisha Ismail Patel	Secretary	2025
Chad Conley	Member	2023
Greg Scapillato	Member	2025
Gina Faso	Member	2025
Rich Olejniczak	Member	2025

Treasurer

James Palmer Comptroller Township High School District 214

District Administration

Dr. Lori Bein	Superintendent
Stacey Mallek	Assistant Superintendent for Business/CSBO
Dr. Brian Kaye	Assistant Superintendent for Personnel & Planning
Dr. Margaret Lasiewicki	Assistant Superintendent for Student Services
Dr Rebecca FitzPatrick	Assistant Superintendent for Student Learning

Principals

Akemi Sessler	Dryden Elementary School
Donna Bingaman	Greenbrier Elementary School
Scott Kaese	Ivy Hill Elementary School
Erin Davis	Olive-Mary Stitt Elementary School
Eric Larson	Patton Elementary School
Ann Buch	Westgate Elementary School
Lindsay Anastacio	Windsor Elementary School
Dr James Morrison	South Middle School
Lori Naumowicz	Thomas Middle School

Independent Auditors' Report

To the Board of Education of
Arlington Heights School District 25

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of Arlington Heights School District 25, Illinois, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Arlington Heights School District 25'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.

Auditors' 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 auditors' 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 over financial reporting relevant to Arlington Heights School District 25'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 Arlington Heights School District 25'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 and each major fund of Arlington Heights School District 25, Illinois, as of June 30, 2021 and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 15, Arlington Heights School District 25 adopted the provisions of GASB Statement No. 84, *Fiduciary Activities*, effective July 1, 2020. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit for the year ended June 30, 2021 was conducted for the purpose of forming opinions on the financial statements that collectively comprise Arlington Heights School District 25's basic financial statements. The accompanying supplementary information for the year ended June 30, 2021 as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2021, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2021.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Arlington Heights School District 25 as of and for the year ended June 30, 2020 (not presented herein), and have issued our report thereon dated December 1, 2020, which contained unmodified opinions on the respective financial statements of governmental activities, each major fund, and the aggregate remaining fund information. The accompanying supplementary information for the year ended June 30, 2020 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2020 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2020.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Arlington Heights School District 25's basic financial statements. The introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has 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 it.

Prior-Year Comparative Information

We have previously audited Arlington Heights School District 25's 2020 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information in our report dated December 1, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 7, 2021 on our consideration of Arlington Heights School District 25's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Arlington Heights School District 25'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 Arlington Heights School District 25's internal control over financial reporting and compliance.

Baker Tilly US, LLP

Oak Brook, Illinois
December 7, 2021

Arlington Heights School District 25

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2021

The discussion and analysis of Arlington Heights School District 25's (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 transmittal letter found in the introductory section and the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- > In total, net position increased by \$0.7. This represents a 1.1% increase from 2020 and is a result of lower than anticipated total salary costs due to the inability to fill all vacant positions related to the COVID pandemic. Additionally, construction projects came in \$1.0 under budget and the District received nearly \$2.7 through the federal Summer Food Service Program.
- > General revenues accounted for \$74.7 in revenue or 62% of all revenues. Program specific revenues in the form of charges for services, fees, grants and contributions accounted for \$43.1 or 38% of total revenues of \$117.8.
- > The District had \$117.1 in expenses related to government activities. However, only \$43.1 of these expenses were offset by program specific charges and grants. General revenues of \$74.7 were adequate to provide for the remaining costs of these programs.
- > The District spent over \$3.4 on capital projects, the majority of which were at Patton School including replacement of all galvanized piping through the building, new LED lighting and air-conditioning of the gymnasium.
- > The District continued to pay down its long-term bond debt retiring \$2.5 in fiscal 2021.
- > The Board of Education authorized the transfer of \$4.4 from the Operations and Maintenance Fund to the Capital Projects Fund to cover the remainder of the costs of the Patton School building addition and other life safety capital projects. Of this, \$0.2 was covered by bond proceeds which were transferred from the General Fund - Working Cash Accounts into the Operations and Maintenance Fund.
- > The District achieved the designation of Financial Recognition status, the highest category of financial strength for the School District Financial Profile, from the Illinois State Board of Education for 2020.

Overview of the Financial Statements

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

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

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

Government-wide financial statements

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

Arlington Heights School District 25

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2021

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

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

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

Fund financial statements

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

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

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

The District maintains 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, Operations and Maintenance Fund, Transportation Fund, IMRF/Social Security Fund, Debt Service Fund, Capital Projects Fund, and Fire Prevention and Safety Fund, all of which are considered to be major funds.

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

Notes to basic financial statements

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

Arlington Heights School District 25

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2021

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension and post employment benefits to its employees.

Government-Wide Financial Analysis

The District's combined net position was higher on June 30, 2021, than it was the year before, increasing 1.1% to \$81.0. The increase in current and other assets in fiscal year 2021 of \$0.2, or 0.0% was due primarily to the increase in student activity cash as a result of GASB 84 implementation. The District's 2021 long-term debt outstanding includes a decrease in bonds payable as well as a decrease of \$3.2 in the net pension liability mainly as a result of increased investment income reported for the IMRF pension system during the year.

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

	<u>2020*</u>	<u>2021</u>
Assets:		
Current and other assets	\$ 103.8	\$ 104.0
Capital assets	<u>128.2</u>	<u>126.3</u>
Total assets	<u>232.0</u>	<u>230.3</u>
Total deferred outflows of resources	<u>3.5</u>	<u>3.3</u>
Liabilities:		
Current liabilities	12.1	12.4
Long-term debt outstanding	<u>100.1</u>	<u>91.2</u>
Total liabilities	<u>112.2</u>	<u>103.6</u>
Total deferred inflows of resources	<u>43.2</u>	<u>49.0</u>
Net position:		
Net investment in capital assets	81.1	82.3
Restricted	7.9	10.6
Unrestricted	<u>(8.9)</u>	<u>(11.9)</u>
Total net position	<u>\$ 80.1</u>	<u>\$ 81.0</u>

* Prior year information has not been updated for the District's implementation of GASB Statement No. 84 in fiscal year 2021.

Revenues in the governmental activities of the District of \$117.8 exceeded expenses by \$0.7. This was attributable primarily to lower than budgeted expenditures as a result of the COVID 19 pandemic and the receipt of significant funds through the Summer Food Service Program.

Arlington Heights School District 25
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2021

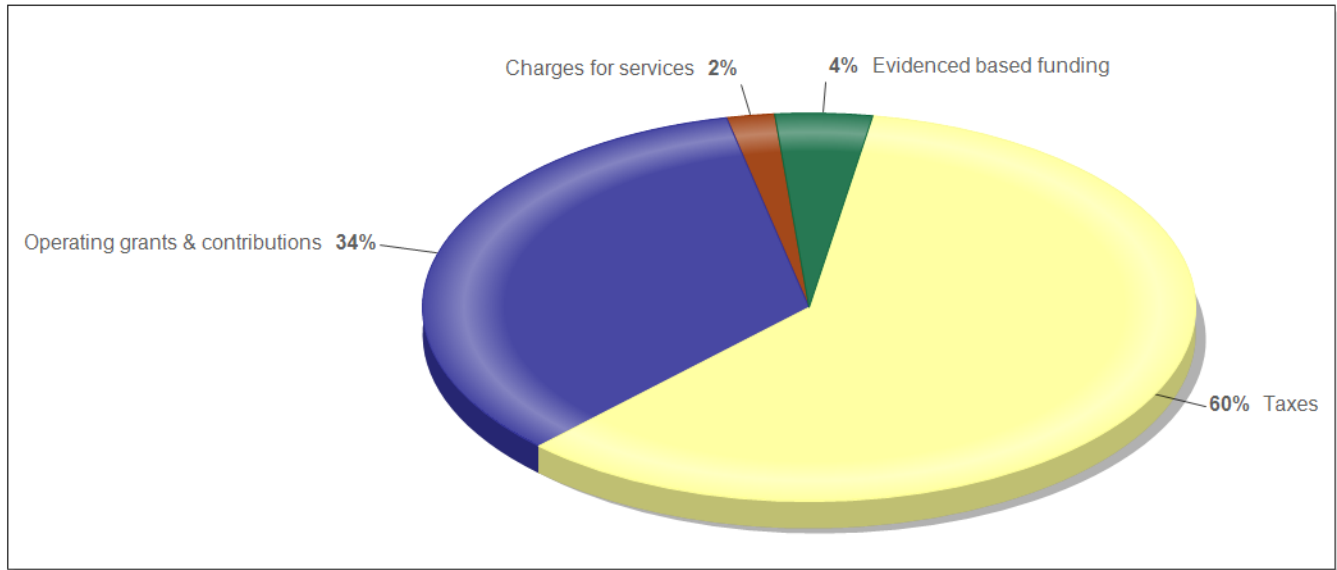
<i>Table 2</i>		
<i>Changes in Net Position</i>		
<i>(in millions of dollars)</i>		
	<u>2020*</u>	<u>2021</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 3.5	\$ 2.3
Operating grants & contributions	38.3	40.6
Capital grants & contributions	0.3	0.2
<i>General revenues:</i>		
Taxes	66.5	69.5
Evidenced based funding	4.8	4.8
Other	1.4	0.4
Total revenues	<u>114.8</u>	<u>117.8</u>
Expenses:		
Instruction	79.8	81.4
Pupil & instructional staff services	11.8	13.4
Administration & business	8.5	8.0
Transportation	2.2	1.8
Operations & maintenance	7.1	6.7
Interest & fees	1.4	1.3
Other	3.3	4.5
Total expenses	<u>114.1</u>	<u>117.1</u>
Increase (decrease) in net position	0.7	0.7
Net position, beginning of year (as restated)	<u>79.4</u>	<u>80.3</u>
Net position, end of year	<u>\$ 80.1</u>	<u>\$ 81.0</u>

* Prior year information has not been updated for the District's implementation of GASB Statement No. 84 in fiscal year 2021.

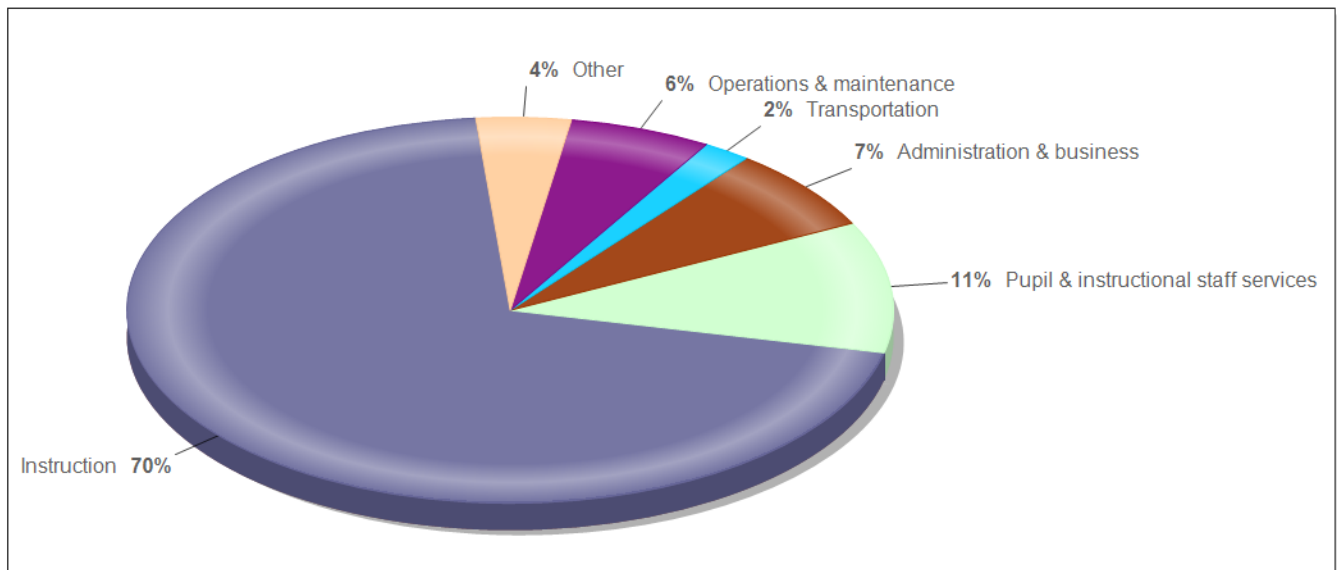
Property taxes accounted for the largest portion of the District's revenues, contributing 59%. Tax revenue increased by 4.5% based on the inflationary increase of 1.9% plus new property and lower refunds. The remainder of revenues came from state, federal grants and other sources. Charges for services were lower in 2021 based on mainly on the District providing food service through the Summer Food Service Program Program rather than charging for school lunch. Additionally, summer school for 2021 was provided using ESSER funds instead of charging tuition, and the District did not offer parents the opportunity to pay for bus transportation if they lived less than one and one-half miles from school to maximize social distancing on the school buses due to COVID-19. Grant revenue increased by \$2.3 mainly due to the federal Summer Food Service Program reimbursement and the ability of the District to feed all students during remote/hybrid learning rather than just those qualifying for the NSLP. The total cost of all the District's programs was \$117.1, mainly related to instructing and caring for the students and student transportation at 82%. Approximately \$34.7 of the total expenses is due to State Retirement Contributions expense. These expenses are 100% offset by State Contributions revenue. Total expenses (excluding the State Retirement contributions) increased from the prior year based mainly on prior year expenses being significantly under budget as a result of COVID-19 and the move to full remote instruction from March 2020 through the end of the 2020-21 school year.

Arlington Heights School District 25
Management's Discussion and Analysis (Unaudited)
As of and for the Year Ended June 30, 2021

District-Wide Revenues by Source



District-Wide Expenses by Function



Financial Analysis of the District's Funds

The District's Governmental Funds balance decreased from \$59.6 to \$58.8 mainly due to increased expenditures after moving back to in person instruction for the 2021/2022 school year.

The fund balance in the General Fund decreased by \$0.8 due to expenditures exceeding revenues by \$0.5 and the transfer of \$0.3 to cover debt service on a capital lease and capital projects being funded through remaining bond proceeds. The budgeted anticipated a \$3.7 deficit, but revenues exceeded the budget by \$1.5 and expenditures were \$1.3 under budget.

Arlington Heights School District 25

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2021

The Operations and Maintenance fund balance decreased \$1.3 during fiscal 2021. Net transfers to the Capital Projects fund of \$4.2 were offset by an operating surplus of \$2.9 based on the Board directed use of reserves to fund a portion of the needed capital improvements.

The Debt Service Fund represents the property taxes received for and debt service payment on the outstanding bond issues. The deficit is a result of the structure of the levy extension to maintain a level debt service tax rate verses the required annual debt service payments.

The fund balance in the Capital Projects fund increased \$0.6 over the year. Transfer of reserves from the Operations and Maintenance fund of \$4.4 were sufficient to cover \$3.8 in capital expenditures in the current year plus the majority of the prior year deficit. Future transfers from other funds will cover the remaining fund balance deficit.

The decrease of \$0.2 in the Fire Prevention and Life Safety Fund is a result of reduced taxes levied for life safety projects based on a limited number of projects to be paid from these funds. The \$0.2 cost of some of the Patton galvanized piping work was paid from life safety funds.

General Fund Budgetary Highlights

The 2020 21 budget was adopted by the Board of Education in September 2020. For 2020 21, the largest category of revenue is local property taxes and reflected a \$2.7 favorable budget position due to higher than anticipated collections of current year taxes and lower refunds of property taxes from prior levy years. The District, like other taxing units of local government across Cook County, continues to lose significant dollars in property tax revenue every year from refunds resulting from assessment valuation challenges brought before the Illinois Property Tax Appeal Board or circuit court, exemption decisions of the Illinois Department of Revenue, or certificates of error issued by local assessing officials. Despite levies that are properly approved and statutorily limited, the district does not receive the full amount of its extension because taxpayers have won or settled these over assessment or exemption cases for prior years. The refunds for prior years are taken out of current collections, leaving the District with less property tax revenue than it is legally entitled to each year. The District recognized refund losses exceeding \$0.6 during the 2020 21 fiscal year.

Overall, the General Fund revenue ended the year with a \$0.8 deficit condition, which was actually favorable to the \$3.7 deficit anticipated in the budget. This was a result of lower tax refunds, reduced expenditures and \$2.7 in revenue from the Summer Food Service Program reimbursement.

Total expenditures for 2020 21 were \$1.3 under budget. This was mainly due to lower than anticipated expenditures as a result of the COVID-19 pandemic, the inability to fill vacant positions, and the remote/hybrid learning model for the majority of the school year.

Arlington Heights School District 25

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2021

Capital Assets and Debt Administration

Capital assets

By the end of 2021, the District had compiled a total investment of \$203.2 (\$126.3 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. Total depreciation expense for the year was \$5.8. More detailed information about capital assets can be found in Note 5 of the basic financial statements.

Table 3				
Capital Assets (net of depreciation)				
(in millions of dollars)				
	<u>2020</u>		<u>2021</u>	
Land	\$	1.1	\$	1.1
Construction in progress		1.1		0.5
Buildings		79.9		75.9
Building improvements		41.8		44.3
Equipment		4.1		4.3
Vehicles		0.2		0.2
Total	\$	<u>128.2</u>	\$	<u>126.3</u>

Long-term debt

The District retired \$3.1 in bonds in 2021. Capital leases and other were increased by \$0.1. At the end of fiscal 2021, the District had a debt margin of \$105.6. More detailed information on long-term debt can be found in Note 6 of the basic financial statements.

Table 4				
Outstanding Long-Term Debt				
(in millions of dollars)				
	<u>2020</u>		<u>2021</u>	
General obligation bonds	\$	47.0	\$	44.0
Net pension liability		8.0		4.8
Net OPEB liability		44.7		42.1
Capital leases and other		0.4		0.3
Total	\$	<u>100.1</u>	\$	<u>91.2</u>

Factors Bearing on the District's Future

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

Property tax growth for the District is limited under the Property Tax Extension Limitation Law. For the 2021 levy, property tax increases will be limited to CPI of 1.4% plus new property growth. The 10 year average CPI is trending downward, from an average of 2.4% a few years ago to an average of 1.8% currently. Limited revenue growth year over year, as well as increased amounts of property tax refunds similar to what happened in fiscal year 2021, will put a strain on future budgets.

A collective bargaining agreement with the Arlington Teachers' Association is in place through August of 2022. The District also has a collective bargaining agreement with the custodial/maintenance union through June 30, 2023. These agreements provide some stability in the District's largest expense.

Arlington Heights School District 25

Management's Discussion and Analysis (Unaudited)

As of and for the Year Ended June 30, 2021

The District had been experiencing an increase in enrollment over the past 10 year, resulting in a series of building additions that increased total classrooms by a count of 32 throughout the District. Over the past two years, enrollment has declined by about 300 students, which is attributed to the COVID-19 pandemic at this point. A demographer has been engaged to developed new enrollment projections in the fall of 2021 to assist the District in future planning for buildings and programs.

Pension obligations for certificated employees, including teachers and administrators, are funded by the state and active members of the Illinois Teachers' Retirement System. The State of Illinois still continues to debate the cost of pensions and the need for funding reforms to address an increasing unfunded liability in the system. Employers are mandated to contribute 0.58% of all creditable earnings to the Teachers' Retirement System. Due to the complexities of the pension system and various funding reform options discussed in the legislature, additional employer contributions may be a future consideration.

Requests for Information

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

Stacey Mallek
Arlington Heights School District 25
1200 South Dunton
Arlington Heights, Illinois 60005

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

STATEMENT OF NET POSITION

AS OF JUNE 30, 2021

	GOVERNMENTAL ACTIVITIES
Assets	
Cash and investments	\$ 69,211,153
Student activity cash and investments	298,326
Receivables (net of allowance for uncollectibles):	
Interest	79,813
Property taxes	32,769,551
Replacement taxes	269,384
Intergovernmental	1,378,877
Prepaid items	50,697
Capital assets:	
Land	1,060,199
Construction in progress	546,052
Capital assets being depreciated, net of accumulated depreciation	<u>124,646,049</u>
Total assets	<u>230,310,101</u>
Deferred outflows of resources	
Deferred outflows related to pensions	2,137,961
Deferred outflows related to OPEB	<u>1,112,427</u>
Total deferred outflows of resources	<u>3,250,388</u>
Liabilities	
Accounts payable	1,929,540
Salaries and wages payable	7,657,652
Payroll deductions payable	19,629
Other current liabilities	1,407,041
Unearned revenue	346,224
Health claims payable	1,005,908
Long-term liabilities:	
Other long-term liabilities - due within one year	2,586,604
Other long-term liabilities - due after one year	<u>88,650,118</u>
Total liabilities	<u>103,602,716</u>
Deferred inflows of resources	
Property taxes levied for a future period	32,769,551
Deferred inflows related to pensions	5,742,354
Deferred inflows related to OPEB	<u>10,494,603</u>
Total deferred inflows of resources	<u>49,006,508</u>
Net position	
Net investment in capital assets	82,285,344
Restricted for:	
Tort immunity	342,671
Operations and maintenance	3,669,469
Student transportation	2,140,421
Retirement benefits	673,612
Debt service	1,038,653
Capital projects	125,493
Food service program	2,616,972
Unrestricted (deficit)	<u>(11,941,370)</u>
Total net position	<u>\$ 80,951,265</u>

See notes to basic financial statements

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2021

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE			NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
Governmental activities					
Instruction:					
Regular programs	\$ 30,074,791	\$ 722,591	\$ 203,535	\$ -	\$ (29,148,665)
Special programs	13,702,941	72,320	2,266,762	-	(11,363,859)
Other instructional programs	2,910,057	18,550	66,884	-	(2,824,623)
Student activities	96,780	187,043	-	-	90,263
State retirement contributions	34,729,204	-	34,729,204	-	-
Support Services:					
Pupils	5,537,583	-	16,673	-	(5,520,910)
Instructional staff	7,861,119	-	60,663	-	(7,800,456)
General administration	1,836,514	-	-	-	(1,836,514)
School administration	3,111,629	-	-	-	(3,111,629)
Business	3,025,382	402,769	2,742,840	50,000	170,227
Transportation	1,783,128	-	541,260	-	(1,241,868)
Operations and maintenance	6,660,384	890,768	-	123,674	(5,645,942)
Central	3,506,786	-	-	-	(3,506,786)
Other supporting services	787,940	-	-	-	(787,940)
Community services	234,141	-	-	-	(234,141)
Interest and fees	1,311,394	-	-	-	(1,311,394)
Total governmental activities	\$ 117,169,773	\$ 2,294,041	\$ 40,627,821	\$ 173,674	(74,074,237)

General revenues:

Taxes:

Real estate taxes, levied for general purposes	53,286,946
Real estate taxes, levied for specific purposes	10,483,621
Real estate taxes, levied for debt service	4,324,691
Personal property replacement taxes	1,439,901
State aid-formula grants	4,811,111
Investment income	349,827
Miscellaneous	20,465
Total general revenues	74,716,562

Change in net position	642,325
Net position, beginning of year (as restated)	80,308,940
Net position, end of year	<u>\$ 80,951,265</u>

See notes to basic financial statements

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GOVERNMENTAL FUNDS

BALANCE SHEET
AS OF JUNE 30, 2021

WITH COMPARATIVE TOTALS AS OF JUNE 30, 2020

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Assets				
Cash and investments	\$ 59,221,700	\$ 4,877,258	\$ 2,426,146	\$ 1,454,513
Student activity cash and investments	298,326	-	-	-
Receivables (net allowance for uncollectibles):				
Interest	67,412	6,250	2,684	1,927
Property taxes	25,656,711	2,898,691	993,753	1,149,057
Replacement taxes	-	269,384	-	-
Intergovernmental	1,244,860	-	134,017	-
Other	-	-	-	-
Loan to capital projects fund	-	-	-	-
Prepaid items	44,145	6,552	-	-
Total assets	<u>\$ 86,533,154</u>	<u>\$ 8,058,135</u>	<u>\$ 3,556,600</u>	<u>\$ 2,605,497</u>
Liabilities				
Accounts payable	\$ 687,873	\$ 250,883	\$ 421,276	\$ -
Salaries and wages payable	7,657,652	-	-	-
Other current liabilities	167,984	1,239,057	-	-
Loan from general fund	-	-	-	-
Payroll deductions payable	19,594	35	-	-
Unearned revenue	345,074	-	1,150	-
Health claims payable	1,005,908	-	-	-
Total liabilities	<u>9,884,085</u>	<u>1,489,975</u>	<u>422,426</u>	<u>-</u>
Deferred inflows of resources				
Property taxes levied for a future period	25,656,711	2,898,691	993,753	1,149,057
Unavailable state and federal aid receivable	90,212	-	-	-
Total deferred inflows of resources	<u>25,746,923</u>	<u>2,898,691</u>	<u>993,753</u>	<u>1,149,057</u>
Fund balance				
Nonspendable	44,145	6,552	-	-
Restricted	2,927,767	3,662,917	2,140,421	1,456,440
Assigned	298,326	-	-	-
Unassigned (deficit)	47,631,908	-	-	-
Total fund balance (deficit)	<u>50,902,146</u>	<u>3,669,469</u>	<u>2,140,421</u>	<u>1,456,440</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 86,533,154</u>	<u>\$ 8,058,135</u>	<u>\$ 3,556,600</u>	<u>\$ 2,605,497</u>

See notes to basic financial statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2021	2020
\$ 1,040,602	\$ 65,607	\$ 125,327	\$ 69,211,153	\$ 69,708,020
-	-	-	298,326	-
1,374	-	166	79,813	291,928
2,054,629	-	16,710	32,769,551	32,055,936
-	-	-	269,384	147,358
-	-	-	1,378,877	1,452,750
-	-	-	-	102,130
-	-	-	-	36,467
-	-	-	50,697	93,998
<u>\$ 3,096,605</u>	<u>\$ 65,607</u>	<u>\$ 142,203</u>	<u>\$ 104,057,801</u>	<u>\$ 103,888,587</u>
\$ 3,323	\$ 566,185	\$ -	\$ 1,929,540	\$ 1,703,231
-	-	-	7,657,652	7,611,006
-	-	-	1,407,041	1,226,277
-	-	-	-	36,467
-	-	-	19,629	14,869
-	-	-	346,224	345,806
-	-	-	1,005,908	1,205,016
<u>3,323</u>	<u>566,185</u>	<u>-</u>	<u>12,365,994</u>	<u>12,142,672</u>
2,054,629	-	16,710	32,769,551	32,055,936
-	-	-	90,212	258,318
<u>2,054,629</u>	<u>-</u>	<u>16,710</u>	<u>32,859,763</u>	<u>32,314,254</u>
-	-	-	50,697	93,998
1,038,653	-	125,493	11,351,691	9,333,576
-	-	-	298,326	-
-	(500,578)	-	47,131,330	50,004,087
<u>1,038,653</u>	<u>(500,578)</u>	<u>125,493</u>	<u>58,832,044</u>	<u>59,431,661</u>
<u>\$ 3,096,605</u>	<u>\$ 65,607</u>	<u>\$ 142,203</u>	<u>\$ 104,057,801</u>	<u>\$ 103,888,587</u>

See notes to basic financial statements

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
 RECONCILIATION OF THE GOVERNMENTAL FUNDS
 BALANCE SHEET TO THE STATEMENT OF NET POSITION
 AS OF JUNE 30, 2021

Total Fund Balances - Governmental Funds \$ 58,832,044

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

Net capital assets used in governmental activities and included in the Statement of Net Position do not require the expenditure of financial resources and, therefore, are not reported in the Governmental Funds Balance Sheet. 126,252,300

Certain revenues receivable by the District and recognized in the Statement of Net Position do not provide current financial resources and are included as deferred inflows of resources in the Governmental Funds Balance Sheet. 90,212

Deferred outflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. 2,137,961

Deferred outflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. 1,112,427

Deferred inflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. (5,742,354)

Deferred inflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. (10,494,603)

Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position.

Balances at June 30, 2021 are:

Bonds payable	\$ (40,250,000)	
Unamortized bond premium	(3,716,956)	
Net OPEB liability	(42,116,840)	
Net pension liability	(4,806,976)	
Capital leases	(116,810)	
Compensated absences	(229,140)	
	(91,236,722)	(91,236,722)

Net Position of Governmental Activities \$ 80,951,265

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020

	GENERAL FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Revenues				
Property taxes	\$ 53,667,110	\$ 5,802,678	\$ 2,067,697	\$ 2,198,861
Corporate personal property replacement taxes	-	1,419,901	-	20,000
State aid	24,011,993	-	541,260	-
Federal aid	5,339,094	-	-	-
Investment income	280,625	38,212	14,194	7,913
Student activities	187,043	-	-	-
Other	1,051,985	1,010,034	21,406	66
Total revenues	<u>84,537,850</u>	<u>8,270,825</u>	<u>2,644,557</u>	<u>2,226,840</u>
Expenditures				
Current:				
Instruction:				
Regular programs	26,403,783	-	-	273,322
Special programs	10,682,444	-	-	638,041
Other instructional programs	2,943,625	-	-	43,086
Student activities	96,780	-	-	-
State retirement contributions	19,014,513	-	-	-
Support services:				
Pupils	5,416,867	-	-	150,951
Instructional staff	7,339,715	-	-	266,238
General administration	1,744,123	-	-	41,612
School administration	3,363,700	-	-	137,361
Business	2,743,472	-	-	165,516
Transportation	-	-	1,778,458	11,160
Operations and maintenance	-	4,892,935	-	413,051
Central	1,804,879	-	-	75,874
Other supporting services	279,938	328,617	-	5,310
Community services	199,494	-	-	34,536
Payments to other districts and gov't units	2,710,193	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	306,887	151,499	17,862	-
Total expenditures	<u>85,050,413</u>	<u>5,373,051</u>	<u>1,796,320</u>	<u>2,256,058</u>
Excess (deficiency) of revenues over expenditures	<u>(512,563)</u>	<u>2,897,774</u>	<u>848,237</u>	<u>(29,218)</u>
Other Financing Sources (Uses)				
Transfers in	-	210,141	-	-
Transfers (out)	(250,018)	(4,364,242)	-	-
Capital lease value	-	-	-	-
Total other financing Sources (Uses)	<u>(250,018)</u>	<u>(4,154,101)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(762,581)	(1,256,327)	848,237	(29,218)
Fund balance (deficit), beginning of year (as restated)	<u>51,664,727</u>	<u>4,925,796</u>	<u>1,292,184</u>	<u>1,485,658</u>
Fund balance (deficit), end of year	<u>\$ 50,902,146</u>	<u>\$ 3,669,469</u>	<u>\$ 2,140,421</u>	<u>\$ 1,456,440</u>

See notes to basic financial statements

DEBT SERVICE FUND	CAPITAL PROJECTS FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2021	2020
\$ 4,324,691	\$ -	\$ 34,221	\$ 68,095,258	\$ 65,423,968
-	-	-	1,439,901	1,033,450
-	50,000	-	24,603,253	23,440,197
-	-	-	5,339,094	3,238,486
7,783	-	1,100	349,827	1,372,811
-	-	-	187,043	-
-	43,972	-	2,127,463	3,543,530
<u>4,332,474</u>	<u>93,972</u>	<u>35,321</u>	<u>102,141,839</u>	<u>98,052,442</u>
-	-	-	26,677,105	25,930,765
-	-	-	11,320,485	10,521,195
-	-	-	2,986,711	2,828,091
-	-	-	96,780	-
-	-	-	19,014,513	18,178,621
-	-	-	5,567,818	4,997,064
-	-	-	7,605,953	6,180,068
-	-	-	1,785,735	1,707,786
-	-	-	3,501,061	3,445,198
-	-	-	2,908,988	2,621,910
-	-	-	1,789,618	2,189,924
-	737,148	-	6,043,134	6,242,260
-	-	-	1,880,753	1,476,206
-	-	-	613,865	290,545
-	-	-	234,030	634,655
-	-	-	2,710,193	2,259,928
2,495,427	-	-	2,495,427	2,403,661
1,923,938	-	-	1,923,938	2,017,603
-	3,117,164	200,000	3,793,412	3,544,518
<u>4,419,365</u>	<u>3,854,312</u>	<u>200,000</u>	<u>102,949,519</u>	<u>97,469,998</u>
<u>(86,891)</u>	<u>(3,760,340)</u>	<u>(164,679)</u>	<u>(807,680)</u>	<u>582,444</u>
39,877	4,364,242	-	4,614,260	3,323,170
-	-	-	(4,614,260)	(3,323,170)
-	-	-	-	184,212
<u>39,877</u>	<u>4,364,242</u>	<u>-</u>	<u>-</u>	<u>184,212</u>
(47,014)	603,902	(164,679)	(807,680)	766,656
<u>1,085,667</u>	<u>(1,104,480)</u>	<u>290,172</u>	<u>59,639,724</u>	<u>58,665,005</u>
<u>\$ 1,038,653</u>	<u>\$ (500,578)</u>	<u>\$ 125,493</u>	<u>\$ 58,832,044</u>	<u>\$ 59,431,661</u>

See notes to basic financial statements

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

Net Change in Fund Balances - Total Governmental Funds \$ (807,680)

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

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeds current year net capital outlay in the current period. (1,911,391)

The net effect of various miscellaneous transactions involving capital assets (sale, disposal, transfer, etc.) is to decrease net position. (14,642)

Certain revenues included in the Statement of Activities do not provide current financial resources and, therefore, are included as deferred inflows of resources in the fund statements: (168,106)

The issuance of long-term debt (bonds, capital leases, etc.) provides current financial resources to the governmental funds, while its principal repayment consumes current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. This is the amount of current year principal repayments. 2,495,427

Governmental funds report the effects of premiums, discounts and similar items when the debt is issued. However, these amounts are deferred and amortized in the Statement of Activities. This is the amount of the current year, net effect of these differences. 612,544

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

Compensated absences	\$	19,116	
Net OPEB liability		2,537,750	
Deferred outflows related to OPEB		(180,379)	
Deferred inflows related to OPEB		(2,942,993)	
State on-behalf contribution revenue		15,714,691	
State on-behalf contribution expense		(15,714,691)	
Net pension liability		3,201,288	
Deferred outflows related to pensions		(70,037)	
Deferred inflows related to pensions		(2,128,572)	
		436,173	436,173

Change in Net Position of Governmental Activities \$ 642,325

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Arlington Heights School District 25 (the “District”) operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to the accounting principles generally accepted in the United States of America, as applicable to local governmental units of this type. The following is a summary of the more significant accounting policies of the District:

Reporting Entity

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

Basis of Presentation

Government-wide Financial Statements

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

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

Governmental Funds Financial Statements

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

Separate financial statements are provided for all governmental funds.

Measurement Focus and Basis of Accounting

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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

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

Major Governmental Funds

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

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

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

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

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

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

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

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

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

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

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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

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

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

All Financial Statements

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

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity

Deposits and Investments

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

Receivables and Payables

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

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2020 levy resolution was approved during the December 10, 2020 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

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

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The CPI rates applicable to the 2020 and 2019 tax levies were 2.3% and 1.9%, respectively.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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

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

The 2020 property tax levy is recognized as a receivable in fiscal 2021, net of estimated uncollectible amounts approximating 2% and less amounts already received. The District considers that the first installment of the 2020 levy is to be used to finance operations in fiscal 2021. The District has determined that the second installment of the 2020 levy is to be used to finance operations in fiscal 2022 and has included the corresponding receivable as a deferred inflow of resources.

Personal Property Replacement Taxes

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

Prepaid Items

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

Capital Assets

Capital assets, which include land, construction in progress, buildings, building improvements, equipment, and vehicles, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$500 and an estimated useful life of more than 1 year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

<i>Assets</i>	<i>Years</i>
Buildings	50
Building improvements	20-50
Vehicles	8
Machinery & Equipment	5-20

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

Deferred Outflows of Resources

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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

Compensated Absences

Employees who work a twelve month year are entitled to be compensated for vacation time. Vacations are usually taken within the fiscal year. A limit of 10 days may be carried over into the next year. Maintenance employees are awarded vacation time on July 1 in the year following the year in which they earned the vacation time.

All certified employees receive a specified number of sick days per year depending on the years of service, in accordance with the agreement between the Board of Education and the Arlington Teachers' Association. Unused sick leave days accumulate to a maximum of 340 days. Employees are not compensated for accumulated sick days upon retirement.

Educational support personnel receive 15 sick days per year, which accumulate to a maximum of 255 days. The District does not reimburse employees for unused sick days remaining upon termination of employment.

Long-Term Obligations

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

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

Deferred Inflows of Resources

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

Equity Classifications

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

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

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

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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

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

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

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

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

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

Assigned - includes general fund amounts constrained for a specific purpose by the Board of Education or by an official that has been delegated authority to assign amounts. The Board of Education has declared that the Superintendent or the Assistant Superintendent for Business may assign amounts for a specific purpose. The Board of Education may also take official action to assign amounts. Additionally, all remaining positive spendable amounts in governmental funds, other than the General Fund, that are neither restricted nor committed are considered assigned. Assignments may take place after the end of the reporting period.

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

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended in the General Fund is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance. In all other funds (Special Revenue, Debt Service, Capital Projects), assigned fund balance will be spent first, followed by committed fund balance, and then restricted fund balance.

The assigned fund balances are for purpose of the respective funds as described above in the Major Governmental Funds section.

Governmental fund balances reported on the fund financial statements at June 30, 2021 are as follows:

The nonspendable fund balances in the General Fund is comprised of \$44,145 for prepaid items. The restricted fund balance in the General Fund is comprised of \$310,795 for tort immunity and \$2,616,972 for the operation of the District's food service program. The assigned fund balance in the General Fund of \$298,326 is for student activity programs. The nonspendable fund balances in the Operations & Maintenance Fund is comprised of \$6,552 for prepaid items. The remaining restricted fund balances are for the purpose of the respective funds as described above in the Major Governmental Funds section.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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

Comparative Data

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2020, from which such summarized information was derived.

Eliminations and Reclassifications

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Excess of Expenditures over Budget

For the year ended June 30, 2021, expenditures exceeded budget in the General Fund (Tort Immunity & Judgment Accounts) by \$12,873. These excesses were offset by available fund balances.

Deficit Fund Equity

The Capital Projects Fund had a deficit fund balance of \$500,578 as of June 30, 2021. District management expects to fund this deficit through the transfer of funds from the Operations and Maintenance Fund that will be made within the next year.

NOTE 3 - DEPOSITS AND INVESTMENTS

Cash & Investments under the custody of the Township Treasury

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

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 3 - DEPOSITS AND INVESTMENTS - (CONTINUED)

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

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

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

The weighted average maturity of all investments exposed to interest rate risk held by the Treasury was 2.32 years at June 30, 2021. The Treasurer also holds money market type investments, certificates of deposits and other deposits with financial institutions. As of June 30, 2021, the fair value of all cash investments held by the Treasury was \$406,430,844 and the fair value of the District's proportionate share of the pool was \$69,065,345.

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

Cash & Investments in the custody of the District

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

	<u>Carrying Value</u>	<u>Bank Balance</u>
Deposits with financial institutions	\$ 443,934	\$ 431,641
Total	<u>\$ 443,934</u>	<u>\$ 431,641</u>

The District maintains \$200 in petty cash.

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2021, the bank balance of the District's deposit with financial institutions totaled \$431,641; of this amount, \$181,641 was uncollateralized and uninsured.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 4 - INTERFUND TRANSFERS

During the year, the Board transferred \$210,141 of funds through a partial abatement of the General Fund (Working Cash Accounts) to the Operations and Maintenance Fund to fund construction projects.

Also, during the year, the Board transferred \$39,877 from the General Fund (Educational Accounts) to the Debt Service Fund for the payment of principal and interest on outstanding capital leases.

Additionally, during the year, the Board transferred \$4,364,242 from the Operations and Maintenance Fund to the Capital Projects Fund for various projects throughout the year.

State law allows for the above transfers.

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the District for the year ended June 30, 2021, was as follows:

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<i>Capital assets not being depreciated:</i>				
Land	\$ 1,060,199	\$ -	\$ -	\$ 1,060,199
Construction in progress	<u>1,139,677</u>	<u>2,862,434</u>	<u>3,456,059</u>	<u>546,052</u>
Total capital assets not being depreciated	<u>2,199,876</u>	<u>2,862,434</u>	<u>3,456,059</u>	<u>1,606,251</u>
<i>Capital assets being depreciated:</i>				
Buildings	136,065,959	-	-	136,065,959
Building improvements	48,825,546	4,003,990	-	52,829,536
Equipment	13,227,101	434,031	1,495,323	12,165,809
Vehicles	<u>484,771</u>	<u>30,678</u>	-	<u>515,449</u>
Total capital assets being depreciated	<u>198,603,377</u>	<u>4,468,699</u>	<u>1,495,323</u>	<u>201,576,753</u>
<i>Less Accumulated Depreciation for:</i>				
Buildings	56,196,506	3,964,413	-	60,160,919
Building improvements	7,023,399	1,547,641	-	8,571,040
Equipment	9,099,083	236,721	1,480,681	7,855,123
Vehicles	<u>305,932</u>	<u>37,690</u>	-	<u>343,622</u>
Total accumulated depreciation	<u>72,624,920</u>	<u>5,786,465</u>	<u>1,480,681</u>	<u>76,930,704</u>
Net capital assets being depreciated	<u>125,978,457</u>	<u>(1,317,766)</u>	<u>14,642</u>	<u>124,646,049</u>
Net governmental activities capital assets	<u>\$ 128,178,333</u>	<u>\$ 1,544,668</u>	<u>\$ 3,470,701</u>	<u>\$ 126,252,300</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 5 - CAPITAL ASSETS - (CONTINUED)

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

<i>Governmental Activities</i>	<i>Depreciation</i>
Regular programs	\$ 4,166,255
Operations and maintenance	810,105
Central	636,511
Other supporting services	<u>173,594</u>
Total depreciation expense - governmental activities	<u>\$ 5,786,465</u>

NOTE 6 - LONG TERM LIABILITIES

Changes in General Long-term Liabilities. The following is the long-term liability activity for the District for the year ended June 30, 2021:

	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>	<i>Due Within One Year</i>
General obligation bonds	\$ 42,710,000	\$ -	\$ 2,460,000	\$ 40,250,000	\$ 2,550,000
Unamortized premium	<u>4,329,500</u>	<u>-</u>	<u>612,544</u>	<u>3,716,956</u>	<u>-</u>
Total bonds payable	47,039,500	-	3,072,544	43,966,956	2,550,000
Capital leases	152,237	-	35,427	116,810	36,604
Net pension liability	8,008,264	237,147	3,438,435	4,806,976	-
Net OPEB liability	44,654,590	68,426	2,606,176	42,116,840	-
Compensated absences	<u>248,256</u>	<u>327,957</u>	<u>347,073</u>	<u>229,140</u>	<u>-</u>
Total long-term liabilities - governmental activities	<u>\$ 100,102,847</u>	<u>\$ 633,530</u>	<u>\$ 9,499,655</u>	<u>\$ 91,236,722</u>	<u>\$ 2,586,604</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 6 - LONG TERM LIABILITIES - (CONTINUED)

The obligations for the compensated absences and other-post retirement benefits will be repaid from the General Fund. The obligation for the net pension liability will be paid from the General Fund and the Municipal Retirement / Social Security Fund.

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

Purpose	Interest Rates	Original Indebtedness	Carrying Amount
Series 2015 GO Limited School Bonds dated July 29, 2015 are due in annual installments through December 15, 2022	2.00% - 4.00%	\$ 9,050,000	\$ 2,805,000
Series 2016 GO Limited School Bonds dated March 16, 2016 are due in annual installments through December 15, 2022	1.54% - 5.00%	7,725,000	2,420,000
Series 2017 GO Limited School Bonds dated February 16, 2017 are due in annual installments through December 15, 2033	3.75% - 5.00%	27,650,000	27,650,000
Series 2018 GO Limited Tax School Bonds dated February 8, 2018 are due in annual installments through December 15, 2031	4.00%	<u>7,375,000</u>	<u>7,375,000</u>
Total		<u>\$ 51,800,000</u>	<u>\$ 40,250,000</u>

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

	Principal	Interest	Total
2022	\$ 2,550,000	\$ 1,817,512	\$ 4,367,512
2023	2,675,000	1,707,737	4,382,737
2024	2,645,000	1,589,337	4,234,337
2025	2,775,000	1,473,381	4,248,381
2026	2,880,000	1,352,350	4,232,350
2027 - 2031	16,570,000	4,534,650	21,104,650
2032 - 2034	<u>10,155,000</u>	<u>750,700</u>	<u>10,905,700</u>
Total	<u>\$ 40,250,000</u>	<u>\$ 13,225,667</u>	<u>\$ 53,475,667</u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2021, the statutory debt limit for the District was \$145,964,852, providing a debt margin of \$105,598,042.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 6 - LONG TERM LIABILITIES - (CONTINUED)

Capital Leases. The District has entered into a lease agreement as lessee for financing the acquisition of \$184,212 of copy machines. The leases require monthly installment payments of 48 consecutive months. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, the obligations have been recorded at the present value of the future minimum lease payments as of the inception date. The obligations for the capital leases will be repaid from the Debt Service Fund and funded by transfers from the General Fund. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2021, are as follows:

	Amount
2022	\$ 39,878
2023	39,877
2024	39,878
2025	<u>3,324</u>
Total minimum lease payments	122,957
Less: amount representing interest	<u>(6,147)</u>
Present value of minimum lease payments	<u><u>\$ 116,810</u></u>

NOTE 7 - RISK MANAGEMENT

The District is exposed to various risks of loss related to employee 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: SSCIP and IPR. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that each will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pools. There have been no significant reductions in insurance coverage from coverage in any of the past three fiscal years. There were no settlements in excess of the insurance coverage in any of the past three fiscal years.

The District is self-insured for medical coverage that is provided to District personnel. A third party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third party administrator for payment of employee health claims and administration fees. The District's liability will not exceed \$105,000 per employee or 125 percent of the expected claims in the aggregate, as provided by stop-loss provisions incorporated in the plan.

At June 30, 2021, total unpaid claims, including an estimate of claims that have been incurred but not reported to the administrative agent, totaled \$1,005,908. The estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other nonincremental costs to the claims liability. For the two years ended June 30, 2020 and June 30, 2021, changes in the liability reported in the General Fund for unpaid claims are summarized as follows:

	Claims Payable Beginning of Year	Current Year Claims and Changes in Estimates	Claims Payments	Claims Payable End of Year
Fiscal Year 2020	<u>\$ 1,123,413</u>	<u>\$ 6,732,282</u>	<u>\$ 6,650,679</u>	<u>\$ 1,205,016</u>
Fiscal Year 2021	<u>\$ 1,205,016</u>	<u>\$ 7,612,149</u>	<u>\$ 7,811,257</u>	<u>\$ 1,005,908</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 8 - JOINT AGREEMENTS

The District is a member of the Northwest Suburban Special Education Organization, 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.

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS

Teachers' Health Insurance Security

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

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General: <http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>. The current reports are listed under "Central Management Services."

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

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% of pay during the year ended June 30, 2021. State of Illinois contributions of \$1,161,036 were recognized as revenues and expenditures by the District during the year in the General Fund based on the current financial resources measurement basis. On the economic resources measurement basis, the District recognizes revenues and expenses of \$1,161,036 in Governmental Activities equal to the proportion of the State of Illinois's OPEB expense associated with the employer.

Contributions. The District also makes contributions to THIS Fund. The District's THIS Fund contribution was 0.92% during the year ended June 30, 2021. The percentage of employer required contributions in the future will not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. For the year ended June 30, 2021, the District paid \$372,338 to the THIS Fund, respectively, which was 100 percent of the required contribution for the year.

THIS Fiduciary Net Position. Detailed information about the THIS Fund's fiduciary net position as of June 30, 2020 is available in the separately issued THIS Annual Financial Report.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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

Net OPEB Liability. At June 30, 2021, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for the state's retiree insurance support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the collection net OPEB liability	\$ 41,460,044
State's proportionate share of the collective net OPEB liability associated with the District	<u>56,167,069</u>
Total	<u>\$ 97,627,113</u>

The net OPEB liability was measured as of June 30, 2020, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2019 rolled forward to June 30, 2020. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2020, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2020 and 2019, the District's proportion was 0.155072% and 0.158888%, respectively.

Actuarial Assumptions. The net OPEB liability in the June 30, 2020 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	4.00% to 9.50%
Investment Rate of Return	0.00%
Healthcare Cost Trend Rates - Initial	Medicare and Non-Medicare - 8.25%
Healthcare Cost Trend Rates - Ultimate	4.25%
Fiscal Year the Ultimate Rate is Reached	2037

Mortality rates were based on the RP-2014 White Collar Annuitant Mortality Table, adjusted for TRS experience. For disabled annuitants, mortality rates were based on the RP-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, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2017.

Discount Rate. At June 30, 2020, the discount rate used to measure the total OPEB liability was a blended rate of 2.45%, which was a change from the June 30, 2019 rate of 3.13%. Since THIS is financed on a pay-as-you-go basis, the discount rate is based on the 20-year general obligation bond index.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate. The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.45%) or 1-percentage-point higher (3.45%) than the current discount rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Net OPEB Liability	\$ <u>49,832,120</u>	\$ <u>41,460,044</u>	\$ <u>34,831,753</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (initial rate of 7.25% decreasing to an ultimate rate of 3.25%) for Medicare and non-Medicare coverage or 1-percentage-point higher (initial rate of 9.25% decreasing to an ultimate rate of 5.25%) for Medicare and non-Medicare coverage than the current healthcare cost trend rate:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Net OPEB Liability	\$ 33,348,524	\$ 41,460,044	\$ 52,431,197

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 \$947,359 and on-behalf revenue and expense of \$1,161,036 for support provided by the state. At June 30, 2021, the District's deferred outflows of resources and deferred inflows of resources related to OPEBs were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 1,101,550
Changes in Assumptions	14,039	6,838,783
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	-	1,180
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	480,231	2,470,105
District Contributions Subsequent to the Measurement Date	<u>372,338</u>	<u>-</u>
Total	<u>\$ 866,608</u>	<u>\$ 10,411,618</u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net OPEB liability for the year ending June 30, 2022. The remaining amounts reported as deferred outflows and inflows of resources related to OPEB \$(9,917,348) will be recognized in OPEB expense as follows in these reporting years:

	Year Ending June 30,	Amount
2022		\$ (1,353,115)
2023		(1,353,115)
2024		(1,353,115)
2025		(1,353,115)
2026		(1,352,820)
Thereafter		<u>(3,152,068)</u>
Total		<u>\$ (9,917,348)</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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

District OPEB Plan

Plan Description. The District administers a single-employer defined benefit healthcare plan ("the District OPEB Plan"). The District does not allow retirees and/or their spouses to access the District's group health insurance plan during retirement, except under two specific laws: the Consolidated Omnibus Budget Reconciliation Act (COBRA) or Public Act 86-1444. In accordance with federal COBRA legislation, the District must allow a covered employee to continue his or her health insurance for a minimum 18 months after employment ends. Public Act 86-1444 amends the Illinois Insurance Code to require Illinois Municipal Retirement Fund (IMRF) employees who offer health insurance to their active employees to offer the same health insurance to retirees at the same premium rate for active employees. If a retiree elects to leave the Retirees' Health Plan, he/she may not return to the plan in a future year.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), retirees contribute the same premium amount as active employees plus 2% COBRA administration fee. Under Public Act 86-1444, retirees are responsible to contribute the full premium toward the cost of their insurance. There is not an additional administrative charge allowed under this act. Retirees may also access dental and life insurance benefits on a "direct pay" basis. Currently, the District contributes 87.9 percent to the postemployment benefits for retirees.

The District OPEB Plan does not issue a publicly available financial report.

Contributions and Benefits Provided. Contribution requirements are established through the specific laws allowing retirees access to benefits. For the year ended 2021, the District contributed \$89,943 to the plan through the implicit rate subsidy. Plan members receiving benefits contribute 100 percent and 100 percent of their premium costs for a family plan and a single plan, respectively.

Employees Covered by Benefit Terms. At June 30, 2021, the actuarial valuation date, the following employees were covered by the benefit terms:

Retired Plan Members	19
Active Employees Not Yet Eligible	-
Active Employees Fully Eligible	<u>180</u>
Total	<u><u>199</u></u>

Total OPEB Liability. The District's total OPEB liability of \$656,796 was measured as of June 30, 2021, and was determined by an actuarial valuation as of that date.

Inflation	2.50%
Election at Retirement	20.00%
Discount Rate	2.18%
Healthcare Cost Trend Rate - Initial PPO & HMO Illinois Plans	6.50%
Healthcare Cost Trend Rate - Initial Blue Advantage HMO Plan	4.50%
Healthcare Cost Trend Rate - Initial High Deductible PPO Plan	6.00%
Healthcare Cost Trend Rate - Ultimate	4.50%
Fiscal Year the Ultimate Rate is Reached	2035

The discount rate was based on the S&P Municipal Bond 20-Year High-Grade Index as of June 30, 2021.

Mortality rates were based on RP-2014 mortality tables.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of the assumptions about future events.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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

Changes in Total OPEB Liability. The District's changes in total OPEB liability for the year ended June 30, 2021 was as follows:

	Total OPEB Liability
Balance at June 30, 2020	\$ 678,313
Service Cost	34,546
Interest	16,847
Changes in Assumptions and Other Inputs	17,033
Benefit Payments	<u>(89,943)</u>
Net Changes	<u>(21,517)</u>
Balance at June 30, 2021	<u>\$ 656,796</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.18%) or 1-percentage-point higher (3.18%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	<u>\$ 694,157</u>	<u>\$ 656,796</u>	<u>\$ 622,004</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability	<u>\$ 609,949</u>	<u>\$ 656,796</u>	<u>\$ 710,171</u>

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 \$100,524. The District reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 144,085	\$ 33,554
Assumption Changes	<u>101,734</u>	<u>49,431</u>
Total	<u>\$ 245,819</u>	<u>\$ 82,985</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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

The amounts reported as deferred outflows and inflows of resources related to OPEB (\$162,834) will be recognized in OPEB expense as follows:

	<u>Year Ending June 30,</u>	<u>Amount</u>
2022		\$ 49,131
2023		49,131
2024		49,131
2025		13,094
2026		1,054
Thereafter		<u>1,293</u>
Total		<u>\$ 162,834</u>

NOTE 10 - RETIREMENT SYSTEMS

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

Teachers' Retirement System

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

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/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 the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2 percent of final average salary up to a maximum of 75 percent with 34 years of service.

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

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

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2020 was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the District, is submitted to TRS by the District.

On Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2021, State of Illinois contributions recognized by the District were based on the state's proportionate share of with the pension expense associated with the District, and the District recognized revenue and expenses of \$33,568,168 in governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$18,512,666 in the General Fund based on the current financial resources measurement basis.

2.2 Formula Contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2021, were \$234,735, and are deferred because they were paid after the June 30, 2020 measurement date.

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

For the year ended June 30, 2021, the District pension contribution was 10.41 percent of salaries paid from federal and special trust funds. Contributions for the year ended June 30, 2021, were \$34,982, which was equal to the District's required contribution. These contributions are deferred because they were paid after the June 30, 2020 measurement date.

Salary increases over 6 percent. The District is also 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. For the year ended June 30, 2021, the District paid \$18,255 to TRS for employer contributions due on salary increases in excess of 6 percent.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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.

Net Pension Liability. At June 30, 2021, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The state’s support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the collective net pension liability	\$ 4,024,148
State's proportionate share of the collective net pension liability associated with the District	<u>315,192,140</u>
Total	<u>\$ 319,216,288</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 District’s proportion of the net pension liability was based on the District’s share of contributions to TRS for the measurement year ended June 30, 2020, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2020 and 2019, the District’s proportion was 0.00466756 percent and 0.00500162 percent, respectively.

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

Actuarial Assumptions. The assumptions used to measure the total pension liability in the June 30, 2020 actuarial valuation included (a) 7.00% investment rate of return net of pension plan investment expense, including inflation, (b) projected salary increases varies by amount of service credit, and (c) inflation of 2.50%.

Mortality. Mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are used on a fully-generational basis using projection table MP-2017. The assumptions were based on the results of an experience study dated September 18, 2018.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

<i>Asset Class</i>	<i>Target Allocation</i>	<i>Long-Term Expected Real Rate of Return</i>
U.S. equities large cap	16.50 %	6.10 %
U.S. equities small/mid cap	2.30 %	7.20 %
International equities developed	12.20 %	7.00 %
Emerging market equities	3.00 %	9.40 %
U.S. bonds core	7.00 %	2.20 %
U.S. bonds high yield	2.50 %	4.10 %
International debt developed	3.10 %	1.50 %
Emerging international debt	3.20 %	4.50 %
Real estate	16.00 %	5.70 %
Private debt	5.20 %	6.30 %
Hedge funds (absolute return)	10.00 %	4.30 %
Private equity	15.00 %	10.50 %
Infrastructure	4.00 %	6.20 %

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

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the collective net pension liability	\$ 4,884,582	\$ 4,024,148	\$ 3,315,761

Pension Expense and 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 \$235,047 and on-behalf revenue of \$33,568,168 for support provided by the state. At June 30, 2021, the District's deferred outflows of resources and deferred inflows of resources related to pensions were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 38,999	\$ 1,074
Net difference between projected and actual earnings on pension plan investments	120,155	-
Assumption changes	16,489	42,223
Changes in proportion and differences between District contributions and proportionate share of contributions	65,344	1,354,493
District contributions subsequent to the measurement date	<u>269,717</u>	<u>-</u>
Total	<u>\$ 510,704</u>	<u>\$ 1,397,790</u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability for the year ending June 30, 2022. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$(1,156,803)) will be recognized in pension expense as follows:

	Year Ending June 30,	Amount
2022		\$ (410,953)
2023		(449,724)
2024		(235,797)
2025		(39,675)
2026		<u>(20,654)</u>
Total		<u>\$ (1,156,803)</u>

Illinois Municipal Retirement Fund

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

For *Regular Tier 1*, pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under *Regular Tier 1*, the pension is increased by 3% of the original amount on January 1 every year after retirement. For *Regular Tier 2*, pension benefits vest after ten years of service. Participating members who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under *Regular Tier 2*, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of 3% of the original pension amount, or 1/2 of the increase in the Consumer Price Index of the original pension amount. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Plan Membership. At December 31, 2020, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	322
Inactive, non-retired members	305
Active members	<u>262</u>
Total	<u><u>889</u></u>

Contributions. As set by statute, District employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's actuarially determined contribution rate for calendar year 2020 was 11.99 percent of annual covered payroll. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability/(Asset). The net pension liability/(asset) was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

Actuarial Assumptions. The assumptions used to measure the total pension liability in the December 31, 2020 annual actuarial valuation included (a) 7.25% investment rate of return, (b) projected salary increases from 2.85% to 13.75%, and (c) price inflation of 2.25%. The retirement age is based on experience-based table of rates that are specific to the type of eligibility condition. The tables were last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.

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

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

Asset Class	Target Allocation	Projected Returns/Risk	
		One Year Arithmetic	Ten Year Geometric
Equities	37.00 %	6.35 %	5.00 %
International equities	18.00 %	7.65 %	6.00 %
Fixed income	28.00 %	1.40 %	1.30 %
Real estate	9.00 %	7.10 %	6.20 %
Alternatives	7.00 %		
Private equity		10.35 %	6.95 %
Hedge funds		N/A	N/A
Commodities		3.90 %	2.85 %
Cash equivalents	1.00 %	0.70 %	0.70 %

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

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

	1% Decrease	Current Discount Rate	1% Increase
Total pension liability	\$ 58,226,701	\$ 52,672,869	\$ 48,157,892
Plan fiduciary net position	<u>51,890,041</u>	<u>51,890,041</u>	<u>51,890,041</u>
Net pension liability/(asset)	<u>\$ 6,336,660</u>	<u>\$ 782,828</u>	<u>\$ (3,732,149)</u>

Changes in Net Pension Liability/(Asset). The District's changes in net pension liability/(asset) for the calendar year ended December 31, 2020 was as follows:

	Increase (Decrease)		Net Pension Liability/ (Asset)
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	(a) - (b)
Balances at December 31, 2019	\$ 50,383,606	\$ 46,432,060	\$ 3,951,546
Service cost	837,511	-	837,511
Interest on total pension liability	3,577,522	-	3,577,522
Differences between expected and actual experience of the total pension liability	1,225,134	-	1,225,134
Change of assumptions	(436,455)	-	(436,455)
Benefit payments, including refunds of employee contributions	(2,914,449)	(2,914,449)	-
Contributions - employer	-	973,463	(973,463)
Contributions - employee	-	365,677	(365,677)
Net investment income	-	6,688,762	(6,688,762)
Other (net transfer)	-	344,528	(344,528)
Balances at December 31, 2020	<u>\$ 52,672,869</u>	<u>\$ 51,890,041</u>	<u>\$ 782,828</u>

Pension Expense and 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 \$91,837. The District's deferred outflows and inflows of resources related to pension were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 986,697	\$ -
Assumption changes	-	270,307
Net difference between projected and actual earnings on pension plan investments	-	4,074,257
Contributions subsequent to the measurement date	<u>640,560</u>	<u>-</u>
Total	<u>\$ 1,627,257</u>	<u>\$ 4,344,564</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 10 - RETIREMENT SYSTEMS - (CONTINUED)

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability/(asset) for the year ending June 30, 2022. The remaining amounts reported as deferred outflows and inflows of resources related to pensions (\$(3,357,867)) will be recognized in pension expense as follows:

<i>Year Ending June 30,</i>	<i>Amount</i>
2022	\$ (757,689)
2023	(302,371)
2024	(1,624,398)
2025	<u>(673,409)</u>
Total	<u>\$ (3,357,867)</u>

NOTE 11 - OPERATING LEASES

The District leases space at two schools to tenants under noncancelable operating leases that expire between March 2028 and June 2028. 98% of one school is leased, with an associated cost of \$6,015,961 and related accumulated depreciation of \$3,285,708. 93% of another school is leased, with an associated cost of \$4,560,172 and related accumulated depreciation of \$2,249,094. At June 30, 2021, minimum future rentals are as follows:

	<i>Amount</i>
2022	\$ 780,211
2023	780,211
2024	780,211
2025	780,211
2026	780,211
2027 - 2028	<u>1,560,422</u>
Total	<u>\$ 5,461,477</u>

NOTE 12 - CONSTRUCTION COMMITMENTS

As of June 30, 2021, the District is committed to approximately \$1,338,448 in expenditures in the upcoming years for various construction projects. These expenditures will be paid through the available fund balances and building bonds already issued.

NOTE 13 - STATE AND FEDERAL AID CONTINGENCIES

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

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

NOTE 14 - EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT-PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 87, *Leases*, GASB Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*, GASB Statement No. 91, *Conduit Debt Obligations*, GASB Statement No. 93, *Replacement of Interbank Offered Rates*, GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, and GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*.

The statements listed above through Statement No. 93 had their required effective dates postponed by one year with the issuance of Statement No. 95, *Postponement of Effective Dates of Certain Authoritative Guidance*, with the exception of Statement No. 87, which was postponed by one and a half years.

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

NOTE 15 - CHANGES IN ACCOUNTING PRINCIPLES

In January 2017, the Governmental Accounting Standards Board issued statement No. 84 - *Fiduciary Activities*. This Statement improves guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes. This standard was implemented July 1, 2020.

NOTE 16 - RESTATEMENT

Net position and beginning fund balances have been restated due to the implementation of GASB Statement No. 84 - *Fiduciary Activities*. The restatement is necessary to present student activity amounts within the governmental activities and governmental funds.

	Governmental Activities
Net position as previously reported, June 30, 2020	\$ 80,100,877
Adjustment to record student activity net position as of June 30, 2020	<u>208,063</u>
Net position as restated, June 30, 2020	<u>\$ 80,308,940</u>
<hr/>	
	General Fund
Fund balance as previously reported, June 30, 2020	\$ 51,456,664
Adjustment to record student activity fund balances as of June 30, 2020	<u>208,063</u>
Fund balance as restated, June 30, 2020	<u>\$ 51,664,727</u>

Comparative total columns of the previous year have not been restated to reflect these changes.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE DISTRICT'S NET PENSION LIABILITY
AND RELATED RATIOS
Seven Most Recent Fiscal Years

	<u>2021</u>	<u>2020</u>
Total pension liability		
Service cost	\$ 837,511	\$ 826,609
Interest	3,577,522	3,418,240
Differences between expected and actual experience	1,225,134	840,609
Changes of assumptions	(436,455)	-
Benefit payments, including refunds of member contributions	<u>(2,914,449)</u>	<u>(2,873,366)</u>
Net change in total pension liability	2,289,263	2,212,092
Total pension liability - beginning	<u>50,383,606</u>	<u>48,171,514</u>
Total pension liability - ending (a)	<u>\$ 52,672,869</u>	<u>\$ 50,383,606</u>
Plan fiduciary net position		
Employer contributions	\$ 973,463	\$ 813,477
Employee contributions	365,677	367,632
Net investment income	6,688,762	7,616,869
Benefit payments, including refunds of member contributions	(2,914,449)	(2,873,366)
Other (net transfer)	<u>344,528</u>	<u>372,955</u>
Net change in plan fiduciary net position	5,457,981	6,297,567
Plan fiduciary net position - beginning	<u>46,432,060</u>	<u>40,134,493</u>
Plan fiduciary net position - ending (b)	<u>\$ 51,890,041</u>	<u>\$ 46,432,060</u>
Employer's net pension liability - ending (a) - (b)	<u>\$ 782,828</u>	<u>\$ 3,951,546</u>
Plan fiduciary net position as a percentage of the total pension liability	98.51%	92.16%
Covered payroll	\$ 8,117,039	\$ 7,992,929
Employer's net pension liability as a percentage of covered payroll	9.64%	49.44%

Notes to Schedule:

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

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

2019	2018	2017	2016	2015
\$ 777,672	\$ 848,202	\$ 866,048	\$ 869,695	\$ 915,435
3,324,644	3,251,677	3,120,202	2,969,300	2,690,242
193,364	711,424	(35,527)	265,732	347,151
1,190,789	(1,388,230)	(194,112)	94,426	1,806,494
<u>(2,509,401)</u>	<u>(2,320,450)</u>	<u>(2,115,056)</u>	<u>(2,021,132)</u>	<u>(1,798,506)</u>
2,977,068	1,102,623	1,641,555	2,178,021	3,960,816
<u>45,194,446</u>	<u>44,091,823</u>	<u>42,450,268</u>	<u>40,272,247</u>	<u>36,311,431</u>
<u>\$ 48,171,514</u>	<u>\$ 45,194,446</u>	<u>\$ 44,091,823</u>	<u>\$ 42,450,268</u>	<u>\$ 40,272,247</u>
\$ 912,384	\$ 919,875	\$ 943,309	\$ 896,167	\$ 916,975
351,229	365,413	348,069	348,858	346,070
(2,448,992)	6,780,945	2,489,530	180,413	2,091,460
(2,509,401)	(2,320,450)	(2,115,056)	(2,021,132)	(1,798,506)
<u>543,908</u>	<u>(743,786)</u>	<u>384,179</u>	<u>358,469</u>	<u>360,607</u>
(3,150,872)	5,001,997	2,050,031	(237,225)	1,916,606
<u>43,285,365</u>	<u>38,283,368</u>	<u>36,233,337</u>	<u>36,470,562</u>	<u>34,553,956</u>
<u>\$ 40,134,493</u>	<u>\$ 43,285,365</u>	<u>\$ 38,283,368</u>	<u>\$ 36,233,337</u>	<u>\$ 36,470,562</u>
<u>\$ 8,037,021</u>	<u>\$ 1,909,081</u>	<u>\$ 5,808,455</u>	<u>\$ 6,216,931</u>	<u>\$ 3,801,685</u>
83.32%	95.78%	86.83%	85.35%	90.56%
\$ 7,804,690	\$ 7,779,557	\$ 7,734,843	\$ 7,633,456	\$ 7,603,446
102.98%	24.54%	75.09%	81.44%	50.00%

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF DISTRICT CONTRIBUTIONS
 Seven Most Recent Fiscal Years

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially determined contribution	\$ 973,233	\$ 805,687	\$ 898,320	\$ 908,652
Contributions in relation to the actuarially determined contribution	<u>(973,463)</u>	<u>(813,477)</u>	<u>(912,384)</u>	<u>(919,875)</u>
Contribution deficiency (excess)	<u>\$ (230)</u>	<u>\$ (7,790)</u>	<u>\$ (14,064)</u>	<u>\$ (11,223)</u>
Covered payroll	\$ 8,543,585	\$ 8,084,313	\$ 7,898,512	\$ 7,761,190
Contributions as a percentage of covered payroll	11.39%	10.06%	11.55%	11.85%
		<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution		\$ 931,275	\$ 896,168	\$ 909,982
Contributions in relation to the actuarially determined contribution		<u>(943,309)</u>	<u>(896,167)</u>	<u>(916,975)</u>
Contribution deficiency (excess)		<u>\$ (12,034)</u>	<u>\$ 1</u>	<u>\$ (6,993)</u>
Covered payroll		\$ 7,786,891	\$ 7,668,982	\$ 7,628,042
Contributions as a percentage of covered payroll		12.11%	11.69%	12.02%

Notes to Schedule:

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

Valuation date:

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

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	23 years
Asset valuation method	5-Year Smoothed Market, 20% corridor
Inflation	2.50%
Salary increases	3.35% to 14.25%, including inflation
Investment rate of return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	RP-2014 Employee Mortality Table, adjusted to match current IMRF experience

Other information:

There were no benefit changes during the year.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
TEACHERS' RETIREMENT SYSTEM
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE COLLECTIVE NET PENSION LIABILITY AND SCHEDULE OF DISTRICT CONTRIBUTIONS
Seven Most Recent Fiscal Years

	<u>2021</u>	<u>2020</u>	<u>2019</u>
District's proportion of the net pension liability	0.00466756%	0.00500162%	0.00539633%
District's proportionate share of the net pension liability	\$ 4,024,148	\$ 4,056,718	\$ 4,206,158
State's proportionate share of the net pension liability	<u>315,192,140</u>	<u>288,712,211</u>	<u>288,139,465</u>
Total net pension liability	<u>\$ 319,216,288</u>	<u>\$ 292,768,929</u>	<u>\$ 292,345,623</u>
Covered payroll	\$ 39,230,881	\$ 39,053,759	\$ 38,650,229
District's proportionate share of the net pension liability as a percentage of covered payroll	10.26%	10.39%	10.88%
Plan fiduciary net position as a percentage of the total pension liability	37.80%	39.60%	40.00%
Contractually required contribution	\$ 269,744	\$ 251,182	\$ 251,898
Contributions in relation to the contractually required contribution	<u>(269,717)</u>	<u>(251,149)</u>	<u>(251,898)</u>
Contribution deficiency (excess)	<u>\$ 27</u>	<u>\$ 33</u>	<u>\$ -</u>
Covered payroll	\$ 40,471,528	\$ 39,230,881	\$ 39,053,759
Contributions as a percentage of covered payroll	0.6664%	0.6402%	0.6450%

Notes to Schedule:

The District implemented GASB 68 in 2015. Information for fiscal years prior to 2015 is not applicable.

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

Key Assumptions:

Long-term expected rate of return	7.00%	7.00%	7.00%
Municipal bond index	2.21%	3.50%	3.87%
Single equivalent discount rate	7.00%	7.00%	7.00%
Inflation rate	2.50%	2.50%	2.50%
Projected salary increases	4.00% to 9.50% varying by service	4.00% to 9.50% varying by service	4.00% to 9.50% varying by service

See notes to required supplementary information

2018	2017	2016	2015
0.00829924%	0.00824193%	0.00610587%	0.00687866%
\$ 6,340,469	\$ 6,505,851	\$ 3,999,957	\$ 4,186,232
<u>282,083,553</u>	<u>299,296,918</u>	<u>236,860,466</u>	<u>219,714,441</u>
<u>\$ 288,424,022</u>	<u>\$ 305,802,769</u>	<u>\$ 240,860,423</u>	<u>\$ 223,900,673</u>
\$ 38,097,188	\$ 37,706,879	\$ 36,479,215	\$ 35,506,329
16.64%	17.25%	10.97%	11.79%
39.30%	36.40%	41.50%	43.00%
\$ 259,360	\$ 341,892	\$ 319,213	\$ 213,361
<u>(259,360)</u>	<u>(341,892)</u>	<u>(319,213)</u>	<u>(213,361)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 38,650,229	\$ 38,097,188	\$ 37,706,879	\$ 36,479,215
0.6710%	0.8974%	0.8466%	0.5849%
7.00%	7.00%	7.50%	7.50%
3.58%	2.85%	3.73%	N/A
7.00%	6.83%	7.47%	7.50%
2.50%	2.50%	3.00%	3.00%
3.25% to 9.25%	3.25% to 9.25%	3.75% to 9.75%	5.75%
varying by service	varying by service	varying by service	

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
DISTRICT OPEB PLAN
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY
AND RELATED RATIOS
Four Most Recent Fiscal Years

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability				
Service cost	\$ 34,546	\$ 37,149	\$ 31,522	\$ 31,085
Interest	16,847	18,825	25,357	13,185
Differences between expected and actual experience	-	(48,901)	-	320,147
Changes of assumptions	17,033	36,634	20,444	(27,819)
Benefit payments, including refunds of member contributions	(89,943)	(87,284)	(63,463)	(68,512)
Other changes	-	3,527	(33,558)	68,446
Net change in total OPEB liability	<u>(21,517)</u>	<u>(40,050)</u>	<u>(19,698)</u>	<u>336,532</u>
Total OPEB liability - beginning	<u>678,313</u>	<u>718,363</u>	<u>738,061</u>	<u>401,529</u>
Total OPEB liability - ending	<u>\$ 656,796</u>	<u>\$ 678,313</u>	<u>\$ 718,363</u>	<u>\$ 738,061</u>
Covered payroll	\$ -	\$ -	\$ -	\$ -
District's total OPEB liability as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%

Notes to Schedule:

The District implemented GASB Statement No. 75 in fiscal year 2018. Information prior to fiscal year 2018 is not available.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
TEACHERS' HEALTH INSURANCE SECURITY FUND
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE COLLECTIVE NET OPEB LIABILITY AND SCHEDULE OF DISTRICT CONTRIBUTIONS
Four Most Recent Fiscal Years

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net OPEB liability	0.155072%	0.158888%	0.163041%	0.165642%
District's proportionate share of the net OPEB liability	\$ 41,460,044	\$ 43,976,277	\$ 42,951,839	\$ 42,983,376
State's proportionate share of the net OPEB liability	<u>56,167,069</u>	<u>59,549,490</u>	<u>57,675,057</u>	<u>56,447,853</u>
Total net OPEB liability	<u>\$ 97,627,113</u>	<u>\$ 103,525,767</u>	<u>\$ 100,626,896</u>	<u>\$ 99,431,229</u>
Covered payroll	\$ 39,230,881	\$ 39,053,759	\$ 38,650,229	\$ 38,097,188
District's proportionate share of the net OPEB liability as a percentage of covered payroll	105.68%	112.60%	111.13%	112.83%
Plan fiduciary net position as a percentage of the total pension liability	0.70%	0.25%	-0.07%	-0.17%
Contractually required contribution	\$ 372,338	\$ 360,924	\$ 359,296	\$ 340,122
Contributions in relation to the contractually required contribution	<u>(372,338)</u>	<u>(360,924)</u>	<u>(359,296)</u>	<u>(340,122)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Contributions as a percentage of covered payroll	0.9491%	0.9242%	0.9296%	0.8928%

Notes to Schedule:

The District implemented GASB 75 in fiscal year 2018. Information for fiscal years prior to 2018 is not applicable.

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

Key Assumptions:

Long-term expected rate of return	0.00%	0.00%	0.00%	0.00%
Municipal bond index	2.45%	3.13%	3.62%	3.56%
Single equivalent discount rate	2.45%	3.13%	3.62%	3.56%
Inflation rate	2.50%	2.50%	2.75%	2.75%
Healthcare cost trend rates - initial	Medicare and Non-Medicare - 8.25%	Medicare - 9.00% Non-Medicare - 8.00%	Medicare - 9.00% Non-Medicare - 8.00%	Medicare - 9.00% Non-Medicare - 8.00%
Healthcare cost trend rates - ultimate	4.25%	4.50%	4.50%	4.50%
Mortality	RP-2014 Tables	RP-2014 Tables	RP-2014 Tables	RP-2014 Tables

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2021

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Revenues				
Local sources				
General levy	\$ 53,009,044	\$ 52,376,859	\$ (632,185)	\$ 51,242,938
Tort immunity levy	115,696	380,164	264,468	227,939
Special education levy	925,403	910,087	(15,316)	866,417
Regular tuition from pupils or parents (in state)	-	12,771	12,771	2,214
Summer school tuition from pupils or parents (in state)	77,000	18,550	(58,450)	250
Special education tuition from pupils or parents	120,000	72,320	(47,680)	91,243
Investment income	247,500	280,625	33,125	1,150,146
Sales to pupils - lunch	230,000	-	(230,000)	502,768
Sales to pupils - other	113,000	-	(113,000)	234,651
Sales to adults	6,040	-	(6,040)	7,525
Other food service	217,000	402,769	185,769	922,317
Fees	44,100	40,680	(3,420)	48,559
Other pupil activity revenue	46,500	46,320	(180)	47,040
Student activities	515,000	187,043	(327,957)	-
Rentals - regular textbook	285,700	286,004	304	299,426
Refund of prior years' expenditures	-	(1,832)	(1,832)	15,451
Other	141,632	174,403	32,771	110,091
Total local sources	<u>56,093,615</u>	<u>55,186,763</u>	<u>(906,852)</u>	<u>55,768,975</u>
State sources				
Evidence based funding	4,811,110	4,811,111	1	4,811,111
Special education - private facility tuition	43,699	161,310	117,611	175,419
Special education - orphanage - individual	-	16,014	16,014	-
State free lunch & breakfast	3,500	911	(2,589)	2,193
Other restricted revenue from state sources	4,000	8,134	4,134	-
Total state sources	<u>4,862,309</u>	<u>4,997,480</u>	<u>135,171</u>	<u>4,988,723</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Federal sources				
National school lunch program	\$ 100,000	\$ -	\$ (100,000)	\$ 208,558
School breakfast program	1,000	-	(1,000)	995
Summer food service admin/program	800,000	2,674,245	1,874,245	936,305
Food service - other	-	302,622	302,622	-
Title I - Low income	222,100	219,765	(2,335)	237,923
Title IV - Safe & drug free schools - formula	19,708	16,673	(3,035)	12,616
Federal - special education - preschool flow-through	41,942	44,105	2,163	51,844
Federal - special education - IDEA - flow-through/low incident	1,387,059	1,544,411	157,352	1,158,271
Federal - special education - IDEA - room & board	-	88,386	88,386	122,899
Title III - English language acquisition	65,900	87,189	21,289	20,791
Title II - Teacher quality	97,640	60,663	(36,977)	69,552
Medicaid matching funds - administrative outreach	50,000	55,398	5,398	136,989
Medicaid matching funds - fee-for-service program	50,000	47,161	(2,839)	101,204
Other restricted revenue from federal sources	<u>200,439</u>	<u>198,476</u>	<u>(1,963)</u>	<u>162,858</u>
Total federal sources	<u>3,035,788</u>	<u>5,339,094</u>	<u>2,303,306</u>	<u>3,220,805</u>
Total revenues	<u>63,991,712</u>	<u>65,523,337</u>	<u>1,531,625</u>	<u>63,978,503</u>
Expenditures				
Instruction				
Regular programs				
Salaries	22,648,095	21,984,048	664,047	21,823,306
Employee benefits	3,253,300	3,163,405	89,895	2,506,905
Purchased services	222,523	173,993	48,530	193,763
Supplies and materials	1,350,579	1,047,112	303,467	1,034,585
Capital outlay	56,600	6,926	49,674	7,375
Other objects	6,260	1,653	4,607	4,080
Termination benefits	<u>30,000</u>	<u>33,572</u>	<u>(3,572)</u>	<u>88,621</u>
Total	<u>27,567,357</u>	<u>26,410,709</u>	<u>1,156,648</u>	<u>25,658,635</u>
Pre-K programs				
Supplies and materials	-	-	-	26
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>26</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Special education programs				
Salaries	\$ 6,936,980	\$ 6,345,897	\$ 591,083	\$ 6,261,152
Employee benefits	1,573,000	1,553,747	19,253	1,478,101
Purchased services	38,600	151,946	(113,346)	14,237
Supplies and materials	143,127	129,884	13,243	117,326
Capital outlay	<u>9,000</u>	<u>4,791</u>	<u>4,209</u>	<u>5,232</u>
Total	<u>8,700,707</u>	<u>8,186,265</u>	<u>514,442</u>	<u>7,876,048</u>
Special education programs Pre-K				
Salaries	874,005	775,934	98,071	714,462
Employee benefits	103,800	100,142	3,658	90,494
Purchased services	4,300	-	4,300	214
Supplies and materials	<u>9,500</u>	<u>7,521</u>	<u>1,979</u>	<u>2,728</u>
Total	<u>991,605</u>	<u>883,597</u>	<u>108,008</u>	<u>807,898</u>
Remedial and supplemental programs K - 12				
Salaries	1,004,239	1,102,961	(98,722)	807,428
Employee benefits	128,723	142,488	(13,765)	89,418
Supplies and materials	<u>865</u>	<u>-</u>	<u>865</u>	<u>-</u>
Total	<u>1,133,827</u>	<u>1,245,449</u>	<u>(111,622)</u>	<u>896,846</u>
Interscholastic programs				
Salaries	164,680	98,919	65,761	146,927
Employee benefits	2,900	1,359	1,541	2,055
Purchased services	12,806	2,557	10,249	9,092
Supplies and materials	5,000	-	5,000	6,635
Capital outlay	-	-	-	8,590
Other objects	<u>8,045</u>	<u>6,758</u>	<u>1,287</u>	<u>3,197</u>
Total	<u>193,431</u>	<u>109,593</u>	<u>83,838</u>	<u>176,496</u>
Summer school programs				
Salaries	200,000	124,671	75,329	69,898
Employee benefits	2,100	8,281	(6,181)	3,224
Purchased services	6,000	1,342	4,658	7,043
Supplies and materials	<u>10,000</u>	<u>66,332</u>	<u>(56,332)</u>	<u>4,833</u>
Total	<u>218,100</u>	<u>200,626</u>	<u>17,474</u>	<u>84,998</u>
Gifted programs				
Salaries	774,460	773,167	1,293	773,500
Employee benefits	101,400	102,391	(991)	95,560
Supplies and materials	<u>1,538</u>	<u>635</u>	<u>903</u>	<u>675</u>
Total	<u>877,398</u>	<u>876,193</u>	<u>1,205</u>	<u>869,735</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Bilingual programs				
Salaries	\$ 1,442,525	\$ 1,393,470	\$ 49,055	\$ 1,338,684
Employee benefits	274,900	292,693	(17,793)	273,311
Purchased services	15,000	1,104	13,896	6,501
Supplies and materials	<u>20,350</u>	<u>69,946</u>	<u>(49,596)</u>	<u>47,779</u>
Total	<u>1,752,775</u>	<u>1,757,213</u>	<u>(4,438)</u>	<u>1,666,275</u>
Special education programs K -12 - private tuition				
Other objects	<u>479,500</u>	<u>371,924</u>	<u>107,576</u>	<u>391,464</u>
Total	<u>479,500</u>	<u>371,924</u>	<u>107,576</u>	<u>391,464</u>
Student activities				
Other objects	<u>512,000</u>	<u>96,780</u>	<u>415,220</u>	<u>-</u>
Total	<u>512,000</u>	<u>96,780</u>	<u>415,220</u>	<u>-</u>
Total instruction	<u>42,426,700</u>	<u>40,138,349</u>	<u>2,288,351</u>	<u>38,428,421</u>
Support services				
Pupils				
Attendance and social work services				
Salaries	1,434,050	1,263,286	170,764	1,222,380
Employee benefits	166,800	171,686	(4,886)	144,275
Purchased services	11,646	159,294	(147,648)	11,249
Supplies and materials	<u>4,000</u>	<u>1,645</u>	<u>2,355</u>	<u>652</u>
Total	<u>1,616,496</u>	<u>1,595,911</u>	<u>20,585</u>	<u>1,378,556</u>
Health services				
Salaries	654,740	553,703	101,037	508,280
Employee benefits	144,400	162,043	(17,643)	124,363
Purchased services	6,500	1,039	5,461	1,933
Supplies and materials	14,000	8,293	5,707	9,302
Capital outlay	<u>26,000</u>	<u>11,446</u>	<u>14,554</u>	<u>11,933</u>
Total	<u>845,640</u>	<u>736,524</u>	<u>109,116</u>	<u>655,811</u>
Psychological services				
Salaries	706,050	615,086	90,964	618,242
Employee benefits	57,800	92,602	(34,802)	68,473
Purchased services	11,100	95,442	(84,342)	32,922
Supplies and materials	<u>7,000</u>	<u>8,715</u>	<u>(1,715)</u>	<u>14,347</u>
Total	<u>781,950</u>	<u>811,845</u>	<u>(29,895)</u>	<u>733,984</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Speech pathology and audiology services				
Salaries	\$ 1,468,670	\$ 1,410,544	\$ 58,126	\$ 1,367,871
Employee benefits	234,920	238,777	(3,857)	224,819
Purchased services	27,375	101,541	(74,166)	45,427
Supplies and materials	<u>8,800</u>	<u>7,903</u>	<u>897</u>	<u>3,439</u>
Total	<u>1,739,765</u>	<u>1,758,765</u>	<u>(19,000)</u>	<u>1,641,556</u>
Other support services - pupils				
Salaries	461,360	477,826	(16,466)	432,890
Employee benefits	4,700	3,890	810	4,095
Purchased services	15,000	5,745	9,255	(91)
Supplies and materials	<u>30,123</u>	<u>37,807</u>	<u>(7,684)</u>	<u>19,301</u>
Total	<u>511,183</u>	<u>525,268</u>	<u>(14,085)</u>	<u>456,195</u>
Total pupils	<u>5,495,034</u>	<u>5,428,313</u>	<u>66,721</u>	<u>4,866,102</u>
Instructional staff				
Improvement of instructional services				
Salaries	2,010,366	2,406,980	(396,614)	1,911,185
Employee benefits	309,200	310,582	(1,382)	308,092
Purchased services	200,056	67,092	132,964	164,031
Supplies and materials	91,504	78,743	12,761	66,646
Capital outlay	2,500	1,301	1,199	4,259
Other objects	<u>3,000</u>	<u>1,934</u>	<u>1,066</u>	<u>1,629</u>
Total	<u>2,616,626</u>	<u>2,866,632</u>	<u>(250,006)</u>	<u>2,455,842</u>
Educational media services				
Salaries	1,795,550	1,886,477	(90,927)	1,739,601
Employee benefits	358,700	395,250	(36,550)	349,013
Purchased services	386,910	269,838	117,072	276,475
Supplies and materials	1,265,424	1,653,362	(387,938)	933,861
Capital outlay	<u>633,194</u>	<u>275,733</u>	<u>357,461</u>	<u>503,279</u>
Total	<u>4,439,778</u>	<u>4,480,660</u>	<u>(40,882)</u>	<u>3,802,229</u>
Assessment and testing				
Salaries	85,215	79,662	5,553	87,219
Employee benefits	26,300	25,703	597	25,664
Purchased services	1,400	619	781	848
Supplies and materials	<u>144,925</u>	<u>163,473</u>	<u>(18,548)</u>	<u>115,357</u>
Total	<u>257,840</u>	<u>269,457</u>	<u>(11,617)</u>	<u>229,088</u>
Total instructional staff	<u>7,314,244</u>	<u>7,616,749</u>	<u>(302,505)</u>	<u>6,487,159</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
General administration				
Board of education services				
Salaries	\$ 2,000	\$ 2,000	\$ -	\$ 2,000
Purchased services	195,155	228,533	(33,378)	216,923
Supplies and materials	1,000	767	233	103
Other objects	<u>14,740</u>	<u>14,352</u>	<u>388</u>	<u>14,677</u>
Total	<u>212,895</u>	<u>245,652</u>	<u>(32,757)</u>	<u>233,703</u>
Executive administration services				
Salaries	305,930	314,456	(8,526)	299,202
Employee benefits	52,300	55,049	(2,749)	50,459
Purchased services	15,200	5,287	9,913	14,787
Supplies and materials	3,250	3,477	(227)	3,143
Other objects	<u>5,225</u>	<u>2,566</u>	<u>2,659</u>	<u>3,327</u>
Total	<u>381,905</u>	<u>380,835</u>	<u>1,070</u>	<u>370,918</u>
Special area administration services				
Salaries	609,030	588,649	20,381	601,733
Employee benefits	134,500	126,905	7,595	127,233
Purchased services	19,180	3,772	15,408	11,501
Supplies and materials	1,500	1,590	(90)	1,406
Capital outlay	1,500	-	1,500	1,791
Other objects	<u>800</u>	<u>-</u>	<u>800</u>	<u>-</u>
Total	<u>766,510</u>	<u>720,916</u>	<u>45,594</u>	<u>743,664</u>
Tort immunity services				
Purchased services	395,000	388,220	6,780	317,802
Other objects	<u>-</u>	<u>8,500</u>	<u>(8,500)</u>	<u>5,240</u>
Total	<u>395,000</u>	<u>396,720</u>	<u>(1,720)</u>	<u>323,042</u>
Total general administration	<u>1,756,310</u>	<u>1,744,123</u>	<u>12,187</u>	<u>1,671,327</u>
School administration				
Office of the principal services				
Salaries	2,671,370	2,660,978	10,392	2,642,397
Employee benefits	637,200	641,940	(4,740)	619,471
Purchased services	29,370	21,619	7,751	23,092
Supplies and materials	45,563	39,163	6,400	28,271
Capital outlay	<u>-</u>	<u>6,690</u>	<u>(6,690)</u>	<u>-</u>
Total	<u>3,383,503</u>	<u>3,370,390</u>	<u>13,113</u>	<u>3,313,231</u>
Total school administration	<u>3,383,503</u>	<u>3,370,390</u>	<u>13,113</u>	<u>3,313,231</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Business				
Direction of business support services				
Salaries	\$ 247,480	\$ 247,483	\$ (3)	\$ 239,380
Employee benefits	53,400	55,924	(2,524)	51,083
Purchased services	3,450	42	3,408	3,197
Other objects	1,100	1,110	(10)	1,110
Total	<u>305,430</u>	<u>304,559</u>	<u>871</u>	<u>294,770</u>
Fiscal services				
Salaries	219,500	186,870	32,630	220,399
Employee benefits	31,000	30,881	119	35,109
Purchased services	179,620	141,644	37,976	136,444
Supplies and materials	63,070	51,351	11,719	47,608
Capital outlay	4,000	-	4,000	4,552
Total	<u>497,190</u>	<u>410,746</u>	<u>86,444</u>	<u>444,112</u>
Food services				
Salaries	885,940	662,413	223,527	665,480
Employee benefits	86,300	83,072	3,228	79,694
Purchased services	36,375	27,519	8,856	28,968
Supplies and materials	711,500	1,230,864	(519,364)	910,529
Capital outlay	35,000	-	35,000	69,251
Total	<u>1,755,115</u>	<u>2,003,868</u>	<u>(248,753)</u>	<u>1,753,922</u>
Internal services				
Purchased services	61,220	24,299	36,921	33,747
Supplies and materials	10,000	-	10,000	8,844
Total	<u>71,220</u>	<u>24,299</u>	<u>46,921</u>	<u>42,591</u>
Total business	<u>2,628,955</u>	<u>2,743,472</u>	<u>(114,517)</u>	<u>2,535,395</u>
Central				
Information services				
Salaries	90,170	90,174	(4)	87,125
Employee benefits	10,500	10,365	135	9,920
Purchased services	17,900	18,059	(159)	8,991
Supplies and materials	500	307	193	580
Total	<u>119,070</u>	<u>118,905</u>	<u>165</u>	<u>106,616</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Staff services				
Salaries	\$ 1,226,470	\$ 1,415,577	\$ (189,107)	\$ 1,074,748
Employee benefits	119,400	139,388	(19,988)	90,888
Purchased services	134,350	52,421	81,929	67,586
Supplies and materials	79,600	76,081	3,519	67,306
Capital outlay	500	-	500	-
Other objects	<u>12,710</u>	<u>2,507</u>	<u>10,203</u>	<u>1,695</u>
Total	<u>1,573,030</u>	<u>1,685,974</u>	<u>(112,944)</u>	<u>1,302,223</u>
Total central	<u>1,692,100</u>	<u>1,804,879</u>	<u>(112,779)</u>	<u>1,408,839</u>
Other supporting services				
Salaries	-	69,421	(69,421)	-
Supplies and materials	<u>240,000</u>	<u>210,517</u>	<u>29,483</u>	<u>6,000</u>
Total	<u>240,000</u>	<u>279,938</u>	<u>(39,938)</u>	<u>6,000</u>
Total support services	<u>22,510,146</u>	<u>22,987,864</u>	<u>(477,718)</u>	<u>20,288,053</u>
Community services				
Salaries	79,420	183,015	(103,595)	346,128
Employee benefits	15,600	15,553	47	19,098
Purchased services	1,100	-	1,100	-
Supplies and materials	<u>38,129</u>	<u>926</u>	<u>37,203</u>	<u>195,692</u>
Total community services	<u>134,249</u>	<u>199,494</u>	<u>(65,245)</u>	<u>560,918</u>
Payments to other districts and governmental units				
Payments for special education programs				
Purchased services	-	216,671	(216,671)	-
Other objects	<u>284,235</u>	<u>402,608</u>	<u>(118,373)</u>	<u>321,184</u>
Total	<u>284,235</u>	<u>619,279</u>	<u>(335,044)</u>	<u>321,184</u>
Payments for special education programs - tuition				
Other objects	<u>1,917,295</u>	<u>2,090,914</u>	<u>(173,619)</u>	<u>1,938,744</u>
Total	<u>1,917,295</u>	<u>2,090,914</u>	<u>(173,619)</u>	<u>1,938,744</u>
Total payments to other districts and governmental units	<u>2,201,530</u>	<u>2,710,193</u>	<u>(508,663)</u>	<u>2,259,928</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Provision for contingencies	\$ 100,000	\$ -	\$ 100,000	\$ -
Total expenditures	<u>67,372,625</u>	<u>66,035,900</u>	<u>1,336,725</u>	<u>61,537,320</u>
Excess (deficiency) of revenues over expenditures	<u>(3,380,913)</u>	<u>(512,563)</u>	<u>2,868,350</u>	<u>2,441,183</u>
Other financing sources (uses)				
Capital lease value	-	-	-	184,212
Permanent transfer from working cash accounts - abatement	(250,000)	(210,141)	39,859	(684,496)
Transfer for principal on capital leases	(35,427)	(35,427)	-	(38,661)
Transfer for interest on capital leases	<u>(4,450)</u>	<u>(4,450)</u>	<u>-</u>	<u>(4,615)</u>
Total other financing sources (uses)	<u>(289,877)</u>	<u>(250,018)</u>	<u>39,859</u>	<u>(543,560)</u>
Net change in fund balance	<u>\$ (3,670,790)</u>	(762,581)	<u>\$ 2,908,209</u>	1,897,623
Fund balance, beginning of year (as restated)		<u>51,664,727</u>		<u>49,559,041</u>
Fund balance, end of year		<u>\$ 50,902,146</u>		<u>\$ 51,456,664</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
OPERATIONS AND MAINTENANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Revenues				
Local sources				
General levy	\$ 5,954,783	\$ 5,802,678	\$ (152,105)	\$ 5,365,758
Corporate personal property replacement taxes	837,756	1,419,901	582,145	1,013,450
Investment income	23,300	38,212	14,912	134,501
Rentals	916,890	890,768	(26,122)	1,068,564
Impact fees from municipal or county governments	-	3,175	3,175	-
Refund of prior years' expenditures	-	-	-	24,823
Other local fees	10,000	1,855	(8,145)	10,232
Other	<u>112,000</u>	<u>114,236</u>	<u>2,236</u>	<u>29,428</u>
Total local sources	<u>7,854,729</u>	<u>8,270,825</u>	<u>416,096</u>	<u>7,646,756</u>
Total revenues	<u>7,854,729</u>	<u>8,270,825</u>	<u>416,096</u>	<u>7,646,756</u>
Expenditures				
Support services				
Business				
Facilities acquisition and construction service				
Purchased services	-	-	-	2,000
Total	-	-	-	2,000
Operation and maintenance of plant services				
Salaries	2,512,790	2,244,427	268,363	2,322,765
Employee benefits	465,650	468,420	(2,770)	422,574
Purchased services	1,205,100	889,539	315,561	952,016
Supplies and materials	1,419,260	1,279,272	139,988	965,581
Capital outlay	201,750	151,499	50,251	143,673
Termination benefits	-	11,277	(11,277)	42,707
Total	<u>5,804,550</u>	<u>5,044,434</u>	<u>760,116</u>	<u>4,849,316</u>
Total business	<u>5,804,550</u>	<u>5,044,434</u>	<u>760,116</u>	<u>4,851,316</u>
Other supporting services				
Purchased services	-	328,617	(328,617)	284,545
Total	-	328,617	(328,617)	284,545
Total support services	<u>5,804,550</u>	<u>5,373,051</u>	<u>431,499</u>	<u>5,135,861</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
OPERATIONS AND MAINTENANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Community services				
Purchased services	\$ -	\$ -	\$ -	\$ 15,148
Total community services	-	-	-	15,148
Total expenditures	<u>5,804,550</u>	<u>5,373,051</u>	<u>431,499</u>	<u>5,151,009</u>
Excess (deficiency) of revenues over expenditures	<u>2,050,179</u>	<u>2,897,774</u>	<u>847,595</u>	<u>2,495,747</u>
Other Financing Sources (Uses)				
Permanent transfer from working cash accounts - abatement	250,000	210,141	(39,859)	684,496
Transfer to capital projects fund	<u>(5,461,242)</u>	<u>(4,364,242)</u>	<u>1,097,000</u>	<u>(2,595,398)</u>
Total other financing sources (uses)	<u>(5,211,242)</u>	<u>(4,154,101)</u>	<u>1,057,141</u>	<u>(1,910,902)</u>
Net change in fund balance	<u>\$ (3,161,063)</u>	<u>(1,256,327)</u>	<u>\$ 1,904,736</u>	584,845
Fund balance, beginning of year		<u>4,925,796</u>		<u>4,340,951</u>
Fund balance, end of year		<u>\$ 3,669,469</u>		<u>\$ 4,925,796</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
TRANSPORTATION FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues				
Local sources				
General levy	\$ 2,622,149	\$ 2,067,697	\$ (554,452)	\$ 1,626,848
Regular transportation fees from pupils or parents	-	(960)	(960)	13,061
Regular transportation fees from private sources	70,000	-	(70,000)	41,589
Regular transportation fees from co-curricular activities (in state)	33,600	-	(33,600)	32,144
Investment income	4,700	14,194	9,494	22,154
Refund of prior years' expenditures	-	20,016	20,016	-
Other	-	2,350	2,350	5,248
Total local sources	<u>2,730,449</u>	<u>2,103,297</u>	<u>(627,152)</u>	<u>1,741,044</u>
State sources				
Transportation - regular/vocational	50,000	19,403	(30,597)	70,481
Transportation - special education	<u>409,636</u>	<u>521,857</u>	<u>112,221</u>	<u>202,372</u>
Total state sources	<u>459,636</u>	<u>541,260</u>	<u>81,624</u>	<u>272,853</u>
Federal sources				
Title III - English language acquisition	<u>20,000</u>	-	(20,000)	17,681
Total federal sources	<u>20,000</u>	-	(20,000)	17,681
Total revenues	<u>3,210,085</u>	<u>2,644,557</u>	<u>(565,528)</u>	<u>2,031,578</u>
Expenditures				
Support Services				
Business				
Pupil transportation services				
Salaries	55,700	57,499	(1,799)	53,782
Employee benefits	7,400	7,189	211	13,773
Purchased services	2,651,500	1,629,229	1,022,271	2,021,525
Supplies and materials	92,500	84,541	7,959	91,581
Capital outlay	-	17,862	(17,862)	-
Total	<u>2,807,100</u>	<u>1,796,320</u>	<u>1,010,780</u>	<u>2,180,661</u>
Total business	<u>2,807,100</u>	<u>1,796,320</u>	<u>1,010,780</u>	<u>2,180,661</u>
Total support services	<u>2,807,100</u>	<u>1,796,320</u>	<u>1,010,780</u>	<u>2,180,661</u>
Total expenditures	<u>2,807,100</u>	<u>1,796,320</u>	<u>1,010,780</u>	<u>2,180,661</u>
Net change in fund balance	<u>\$ 402,985</u>	848,237	<u>\$ 445,252</u>	(149,083)
Fund balance, beginning of year		<u>1,292,184</u>		<u>1,441,267</u>
Fund balance, end of year		<u>\$ 2,140,421</u>		<u>\$ 1,292,184</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues				
Local sources				
General levy	\$ 1,212,274	\$ 1,085,000	\$ (127,274)	\$ 906,384
Social security/Medicare only levy	1,136,325	1,113,861	(22,464)	894,452
Corporate personal property replacement taxes	20,000	20,000	-	20,000
Investment income	6,800	7,913	1,113	32,628
Refund of prior years' expenditures	-	66	66	147
Total local sources	<u>2,375,399</u>	<u>2,226,840</u>	<u>(148,559)</u>	<u>1,853,611</u>
Total revenues	<u>2,375,399</u>	<u>2,226,840</u>	<u>(148,559)</u>	<u>1,853,611</u>
Expenditures				
Instruction				
Regular programs	305,890	273,322	32,568	279,505
Pre-K programs	12,190	-	12,190	-
Special education programs	659,070	603,211	55,859	525,618
Special education programs Pre-K	50,100	22,475	27,625	19,494
Remedial and supplemental programs K - 12	14,610	12,355	2,255	9,059
Interscholastic programs	2,730	2,480	250	3,339
Summer school programs	13,970	6,065	7,905	2,185
Gifted programs	11,270	9,182	2,088	9,337
Bilingual programs	<u>37,140</u>	<u>25,359</u>	<u>11,781</u>	<u>24,290</u>
Total instruction	<u>1,106,970</u>	<u>954,449</u>	<u>152,521</u>	<u>872,827</u>
Support services				
Pupils				
Attendance and social work services	21,580	14,019	7,561	13,704
Health services	98,500	74,803	23,697	74,436
Psychological services	22,980	20,176	2,804	18,729
Speech pathology and audiology services	21,340	17,391	3,949	16,947
Other support services - pupils	<u>29,040</u>	<u>24,562</u>	<u>4,478</u>	<u>19,079</u>
Total pupils	<u>193,440</u>	<u>150,951</u>	<u>42,489</u>	<u>142,895</u>
Instructional staff				
Improvement of instructional staff	46,520	78,027	(31,507)	41,493
Educational media services	190,900	186,412	4,488	157,789
Assessment and testing	<u>1,240</u>	<u>1,799</u>	<u>(559)</u>	<u>1,165</u>
Total instructional staff	<u>238,660</u>	<u>266,238</u>	<u>(27,578)</u>	<u>200,447</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
General administration				
Board of education services	\$ 410	\$ 314	\$ 96	\$ 295
Executive administration services	17,390	15,521	1,869	14,289
Special area administration services	<u>26,640</u>	<u>25,777</u>	<u>863</u>	<u>23,666</u>
Total general administration	<u>44,440</u>	<u>41,612</u>	<u>2,828</u>	<u>38,250</u>
School administration				
Office of the principal services	<u>152,320</u>	<u>137,361</u>	<u>14,959</u>	<u>131,967</u>
Total school administration	<u>152,320</u>	<u>137,361</u>	<u>14,959</u>	<u>131,967</u>
Business				
Direction of business support services	13,590	12,596	994	11,687
Fiscal services	41,060	34,294	6,766	38,718
Operations and maintenance of plant services	461,640	413,051	48,589	403,793
Pupil transportation services	11,070	11,160	(90)	9,263
Food services	<u>151,020</u>	<u>118,626</u>	<u>32,394</u>	<u>109,913</u>
Total business	<u>678,380</u>	<u>589,727</u>	<u>88,653</u>	<u>573,374</u>
Central				
Information services	17,920	17,651	269	16,209
Staff services	<u>56,880</u>	<u>58,223</u>	<u>(1,343)</u>	<u>51,158</u>
Total central	<u>74,800</u>	<u>75,874</u>	<u>(1,074)</u>	<u>67,367</u>
Other supporting services				
Total support services	<u>-</u>	<u>5,310</u>	<u>(5,310)</u>	<u>-</u>
Community services				
Total expenditures	<u>15,790</u>	<u>34,536</u>	<u>(18,746)</u>	<u>58,589</u>
Total expenditures	<u>2,504,800</u>	<u>2,256,058</u>	<u>248,742</u>	<u>2,085,716</u>
Net change in fund balance	<u>\$ (129,401)</u>	(29,218)	<u>\$ 100,183</u>	(232,105)
Fund balance, beginning of year		<u>1,485,658</u>		<u>1,717,763</u>
Fund balance, end of year		<u>\$ 1,456,440</u>		<u>\$ 1,485,658</u>

See notes to required supplementary information

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

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

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

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

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

Budget Reconciliations

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

	<i>Revenues</i>	<i>Expenditures</i>
General Fund Budgetary Basis	\$ 65,523,337	\$ 66,035,900
To adjust for on-behalf payments received	19,014,513	-
To adjust for on-behalf payments made	-	19,014,513
General Fund GAAP Basis	<u>\$ 84,537,850</u>	<u>\$ 85,050,413</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues				
Local sources				
General levy	\$ 4,421,254	\$ 4,324,691	\$ (96,563)	\$ 4,262,483
Investment income	<u>5,700</u>	<u>7,783</u>	<u>2,083</u>	<u>27,695</u>
Total local sources	<u>4,426,954</u>	<u>4,332,474</u>	<u>(94,480)</u>	<u>4,290,178</u>
Total revenues	<u>4,426,954</u>	<u>4,332,474</u>	<u>(94,480)</u>	<u>4,290,178</u>
Expenditures				
Debt services				
Payments on long term debt				
Interest on long term debt	1,918,062	1,922,513	(4,451)	2,016,178
Principal payments on long term debt	<u>2,460,000</u>	<u>2,495,427</u>	<u>(35,427)</u>	<u>2,403,661</u>
Total	<u>4,378,062</u>	<u>4,417,940</u>	<u>(39,878)</u>	<u>4,419,839</u>
Other debt service				
Other objects	<u>41,302</u>	<u>1,425</u>	<u>39,877</u>	<u>1,425</u>
Total	<u>41,302</u>	<u>1,425</u>	<u>39,877</u>	<u>1,425</u>
Total debt services	<u>4,419,364</u>	<u>4,419,365</u>	<u>(1)</u>	<u>4,421,264</u>
Total expenditures	<u>4,419,364</u>	<u>4,419,365</u>	<u>(1)</u>	<u>4,421,264</u>
Excess (deficiency) of revenues over expenditures	<u>7,590</u>	<u>(86,891)</u>	<u>(94,481)</u>	<u>(131,086)</u>
Other financing sources (uses)				
Transfer for principal on capital leases	35,427	35,427	-	38,661
Transfer for interest on capital leases	<u>4,450</u>	<u>4,450</u>	<u>-</u>	<u>4,615</u>
Total other financing sources (uses)	<u>39,877</u>	<u>39,877</u>	<u>-</u>	<u>43,276</u>
Net change in fund balance	<u>\$ 47,467</u>	<u>(47,014)</u>	<u>\$ (94,481)</u>	<u>(87,810)</u>
Fund balance, beginning of year		<u>1,085,667</u>		<u>1,173,477</u>
Fund balance, end of year		<u>\$ 1,038,653</u>		<u>\$ 1,085,667</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Revenues				
Local sources				
Refund of prior years' expenditures	\$ -	\$ -	\$ -	\$ 9,257
Other	<u>19,667</u>	<u>43,972</u>	<u>24,305</u>	<u>27,502</u>
Total local sources	<u>19,667</u>	<u>43,972</u>	<u>24,305</u>	<u>36,759</u>
State sources				
School infrastructure - maintenance projects	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>-</u>
Total state sources	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>-</u>
Total revenues	<u>69,667</u>	<u>93,972</u>	<u>24,305</u>	<u>36,759</u>
Expenditures				
Support services				
Business				
Facilities acquisition and construction service				
Purchased services	899,100	733,986	165,114	1,043,917
Supplies and materials	64,000	3,162	60,838	25,678
Capital outlay	<u>4,466,527</u>	<u>3,117,164</u>	<u>1,349,363</u>	<u>2,632,513</u>
Total	<u>5,429,627</u>	<u>3,854,312</u>	<u>1,575,315</u>	<u>3,702,108</u>
Total business	<u>5,429,627</u>	<u>3,854,312</u>	<u>1,575,315</u>	<u>3,702,108</u>
Total support services	<u>5,429,627</u>	<u>3,854,312</u>	<u>1,575,315</u>	<u>3,702,108</u>
Total expenditures	<u>5,429,627</u>	<u>3,854,312</u>	<u>1,575,315</u>	<u>3,702,108</u>
Excess (deficiency) of revenues over expenditures	<u>(5,359,960)</u>	<u>(3,760,340)</u>	<u>1,599,620</u>	<u>(3,665,349)</u>
Other financing sources (uses)				
Transfer to capital projects fund	<u>5,461,242</u>	<u>4,364,242</u>	<u>(1,097,000)</u>	<u>2,595,398</u>
Total other financing sources (uses)	<u>5,461,242</u>	<u>4,364,242</u>	<u>(1,097,000)</u>	<u>2,595,398</u>
Net change in fund balance	<u>\$ 101,282</u>	603,902	<u>\$ 502,620</u>	(1,069,951)
Fund balance (deficit), beginning of year		(1,104,480)		(34,529)
Fund balance (deficit), end of year		<u>\$ (500,578)</u>		<u>\$ (1,104,480)</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
FIRE PREVENTION AND LIFE SAFETY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues				
Local sources				
General levy	\$ 33,942	\$ 34,221	\$ 279	\$ 30,749
Investment income	<u>1,500</u>	<u>1,100</u>	<u>(400)</u>	<u>5,687</u>
Total local sources	<u>35,442</u>	<u>35,321</u>	<u>(121)</u>	<u>36,436</u>
Total revenues	<u>35,442</u>	<u>35,321</u>	<u>(121)</u>	<u>36,436</u>
Expenditures				
Support services				
Business				
Facilities acquisition and construction service				
Purchased services	-	-	-	61,229
Capital outlay	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>152,070</u>
Total	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>213,299</u>
Total business	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>213,299</u>
Total support services	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>213,299</u>
Total expenditures	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>213,299</u>
Net change in fund balance	<u>\$ (164,558)</u>	(164,679)	<u>\$ (121)</u>	(176,863)
Fund balance, beginning of year		<u>290,172</u>		<u>467,035</u>
Fund balance, end of year		<u>\$ 125,493</u>		<u>\$ 290,172</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

GENERAL FUND

COMBINING BALANCE SHEET

AS OF JUNE 30, 2021

	EDUCATIONAL ACCOUNTS	TORT IMMUNITY AND JUDGMENT ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Assets				
Cash and investments	\$ 51,215,447	\$ 310,384	\$ 7,695,869	\$ 59,221,700
Student activity cash and investments	298,326	-	-	298,326
Receivables (net allowance for uncollectibles):				
Interest	56,804	411	10,197	67,412
Property taxes	25,376,573	280,138	-	25,656,711
Intergovernmental	1,244,860	-	-	1,244,860
Prepaid items	<u>12,269</u>	<u>31,876</u>	<u>-</u>	<u>44,145</u>
Total assets	<u>\$ 78,204,279</u>	<u>\$ 622,809</u>	<u>\$ 7,706,066</u>	<u>\$ 86,533,154</u>
Liabilities, deferred inflows of resources, and fund balance				
Liabilities				
Accounts payable	\$ 687,873	\$ -	\$ -	\$ 687,873
Salaries and wages payable	7,657,652	-	-	7,657,652
Other current liabilities	167,984	-	-	167,984
Payroll deductions payable	19,594	-	-	19,594
Unearned revenue	345,074	-	-	345,074
Health claims payable	<u>1,005,908</u>	<u>-</u>	<u>-</u>	<u>1,005,908</u>
Total liabilities	<u>9,884,085</u>	<u>-</u>	<u>-</u>	<u>9,884,085</u>
Deferred inflows of resources				
Property taxes levied for a future period	25,376,573	280,138	-	25,656,711
Unavailable state and federal aid receivable	<u>90,212</u>	<u>-</u>	<u>-</u>	<u>90,212</u>
Total deferred inflows of resources	<u>25,466,785</u>	<u>280,138</u>	<u>-</u>	<u>25,746,923</u>
Fund balance				
Nonspendable	12,269	31,876	-	44,145
Restricted	2,616,972	310,795	-	2,927,767
Assigned	298,326	-	-	298,326
Unassigned	<u>39,925,842</u>	<u>-</u>	<u>7,706,066</u>	<u>47,631,908</u>
Total fund balance	<u>42,853,409</u>	<u>342,671</u>	<u>7,706,066</u>	<u>50,902,146</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 78,204,279</u>	<u>\$ 622,809</u>	<u>\$ 7,706,066</u>	<u>\$ 86,533,154</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

GENERAL FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2021

	EDUCATIONAL ACCOUNTS	TORT IMMUNITY AND JUDGMENT ACCOUNTS	WORKING CASH ACCOUNTS	TOTAL
Revenues				
Property taxes	\$ 53,286,946	\$ 380,164	\$ -	\$ 53,667,110
State aid	24,011,993	-	-	24,011,993
Federal aid	5,339,094	-	-	5,339,094
Investment income	250,422	(64)	30,267	280,625
Student activities	187,043	-	-	187,043
Other	<u>1,011,330</u>	<u>40,655</u>	<u>-</u>	<u>1,051,985</u>
Total revenues	<u>84,086,828</u>	<u>420,755</u>	<u>30,267</u>	<u>84,537,850</u>
Expenditures				
Current:				
Instruction:				
Regular programs	26,403,783	-	-	26,403,783
Special programs	10,682,444	-	-	10,682,444
Other instructional programs	2,943,625	-	-	2,943,625
Student activities	96,780	-	-	96,780
State retirement contributions	19,014,513	-	-	19,014,513
Support Services:				
Pupils	5,416,867	-	-	5,416,867
Instructional staff	7,339,715	-	-	7,339,715
General administration	1,376,250	367,873	-	1,744,123
School administration	3,363,700	-	-	3,363,700
Business	2,743,472	-	-	2,743,472
Central	1,804,879	-	-	1,804,879
Other supporting services	279,938	-	-	279,938
Community services	199,494	-	-	199,494
Payments to other districts and gov't units	2,710,193	-	-	2,710,193
Capital outlay	<u>306,887</u>	<u>-</u>	<u>-</u>	<u>306,887</u>
Total expenditures	<u>84,682,540</u>	<u>367,873</u>	<u>-</u>	<u>85,050,413</u>
Excess (deficiency) of revenues over expenditures	<u>(595,712)</u>	<u>52,882</u>	<u>30,267</u>	<u>(512,563)</u>
Other financing Sources (Uses)				
Transfers (out)	<u>(39,877)</u>	<u>-</u>	<u>(210,141)</u>	<u>(250,018)</u>
Total other financing Sources (Uses)	<u>(39,877)</u>	<u>-</u>	<u>(210,141)</u>	<u>(250,018)</u>
Net change in fund balance	(635,589)	52,882	(179,874)	(762,581)
Fund balance, beginning of year (as restated)	<u>43,488,998</u>	<u>289,789</u>	<u>7,885,940</u>	<u>51,664,727</u>
Fund balance, end of year	<u>\$ 42,853,409</u>	<u>\$ 342,671</u>	<u>\$ 7,706,066</u>	<u>\$ 50,902,146</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues				
Local sources				
General levy	\$ 53,009,044	\$ 52,376,859	\$ (632,185)	\$ 51,242,938
Special education levy	925,403	910,087	(15,316)	866,417
Regular tuition from pupils or parents (in state)	-	12,771	12,771	2,214
Summer school tuition from pupils or parents (in state)	77,000	18,550	(58,450)	250
Special education tuition from pupils or parents	120,000	72,320	(47,680)	91,243
Investment income	206,600	250,422	43,822	989,332
Sales to pupils - lunch	230,000	-	(230,000)	502,768
Sales to pupils - other	113,000	-	(113,000)	234,651
Sales to adults	6,040	-	(6,040)	7,525
Other food service	217,000	402,769	185,769	922,317
Fees	44,100	40,680	(3,420)	48,559
Other pupil activity revenue	46,500	46,320	(180)	47,040
Student activities	515,000	187,043	(327,957)	-
Rentals - regular textbook	285,700	286,004	304	299,426
Refund of prior years' expenditures	-	(1,832)	(1,832)	(4,778)
Other	141,632	133,748	(7,884)	110,091
Total local sources	<u>55,937,019</u>	<u>54,735,741</u>	<u>(1,201,278)</u>	<u>55,359,993</u>
State sources				
Evidence based funding	4,811,110	4,811,111	1	4,811,111
Special education - private facility tuition	43,699	161,310	117,611	175,419
Special education - orphanage - individual	-	16,014	16,014	-
State free lunch & breakfast	3,500	911	(2,589)	2,193
Other restricted revenue from state sources	4,000	8,134	4,134	-
Total state sources	<u>4,862,309</u>	<u>4,997,480</u>	<u>135,171</u>	<u>4,988,723</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Federal sources				
National school lunch program	\$ 100,000	\$ -	\$ (100,000)	\$ 208,558
School breakfast program	1,000	-	(1,000)	995
Summer food service admin/program	800,000	2,674,245	1,874,245	936,305
Food service - other	-	302,622	302,622	-
Title I - Low income	222,100	219,765	(2,335)	237,923
Title IV - Safe & drug free schools - formula	19,708	16,673	(3,035)	12,616
Federal - special education - preschool flow-through	41,942	44,105	2,163	51,844
Federal - special education - IDEA - flow-through/low incident	1,387,059	1,544,411	157,352	1,158,271
Federal - special education - IDEA - room & board	-	88,386	88,386	122,899
Title III - English language acquisition	65,900	87,189	21,289	20,791
Title II - Teacher quality	97,640	60,663	(36,977)	69,552
Medicaid matching funds - administrative outreach	50,000	55,398	5,398	136,989
Medicaid matching funds - fee-for-service program	50,000	47,161	(2,839)	101,204
Other restricted revenue from federal sources	<u>200,439</u>	<u>198,476</u>	<u>(1,963)</u>	<u>162,858</u>
Total federal sources	<u>3,035,788</u>	<u>5,339,094</u>	<u>2,303,306</u>	<u>3,220,805</u>
Total revenues	<u>63,835,116</u>	<u>65,072,315</u>	<u>1,237,199</u>	<u>63,569,521</u>
Expenditures				
Instruction				
Regular programs				
Salaries	22,648,095	21,984,048	664,047	21,823,306
Employee benefits	3,253,300	3,163,405	89,895	2,506,905
Purchased services	222,523	173,993	48,530	193,763
Supplies and materials	1,350,579	1,047,112	303,467	1,034,585
Capital outlay	56,600	6,926	49,674	7,375
Other objects	6,260	1,653	4,607	4,080
Termination benefits	<u>30,000</u>	<u>33,572</u>	<u>(3,572)</u>	<u>88,621</u>
Total	<u>27,567,357</u>	<u>26,410,709</u>	<u>1,156,648</u>	<u>25,658,635</u>
Pre-K programs				
Supplies and materials	-	-	-	26
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>26</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Special education programs				
Salaries	\$ 6,936,980	\$ 6,345,897	\$ 591,083	\$ 6,261,152
Employee benefits	1,573,000	1,553,747	19,253	1,478,101
Purchased services	38,600	151,946	(113,346)	14,237
Supplies and materials	143,127	129,884	13,243	117,326
Capital outlay	<u>9,000</u>	<u>4,791</u>	<u>4,209</u>	<u>5,232</u>
Total	<u>8,700,707</u>	<u>8,186,265</u>	<u>514,442</u>	<u>7,876,048</u>
Special education programs Pre-K				
Salaries	874,005	775,934	98,071	714,462
Employee benefits	103,800	100,142	3,658	90,494
Purchased services	4,300	-	4,300	214
Supplies and materials	<u>9,500</u>	<u>7,521</u>	<u>1,979</u>	<u>2,728</u>
Total	<u>991,605</u>	<u>883,597</u>	<u>108,008</u>	<u>807,898</u>
Remedial and supplemental programs K - 12				
Salaries	1,004,239	1,102,961	(98,722)	807,428
Employee benefits	128,723	142,488	(13,765)	89,418
Supplies and materials	<u>865</u>	<u>-</u>	<u>865</u>	<u>-</u>
Total	<u>1,133,827</u>	<u>1,245,449</u>	<u>(111,622)</u>	<u>896,846</u>
Interscholastic programs				
Salaries	164,680	98,919	65,761	146,927
Employee benefits	2,900	1,359	1,541	2,055
Purchased services	12,806	2,557	10,249	9,092
Supplies and materials	5,000	-	5,000	6,635
Capital outlay	-	-	-	8,590
Other objects	<u>8,045</u>	<u>6,758</u>	<u>1,287</u>	<u>3,197</u>
Total	<u>193,431</u>	<u>109,593</u>	<u>83,838</u>	<u>176,496</u>
Summer school programs				
Salaries	200,000	124,671	75,329	69,898
Employee benefits	2,100	8,281	(6,181)	3,224
Purchased services	6,000	1,342	4,658	7,043
Supplies and materials	<u>10,000</u>	<u>66,332</u>	<u>(56,332)</u>	<u>4,833</u>
Total	<u>218,100</u>	<u>200,626</u>	<u>17,474</u>	<u>84,998</u>
Gifted programs				
Salaries	774,460	773,167	1,293	773,500
Employee benefits	101,400	102,391	(991)	95,560
Supplies and materials	<u>1,538</u>	<u>635</u>	<u>903</u>	<u>675</u>
Total	<u>877,398</u>	<u>876,193</u>	<u>1,205</u>	<u>869,735</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Bilingual programs				
Salaries	\$ 1,442,525	\$ 1,393,470	\$ 49,055	\$ 1,338,684
Employee benefits	274,900	292,693	(17,793)	273,311
Purchased services	15,000	1,104	13,896	6,501
Supplies and materials	<u>20,350</u>	<u>69,946</u>	<u>(49,596)</u>	<u>47,779</u>
Total	<u>1,752,775</u>	<u>1,757,213</u>	<u>(4,438)</u>	<u>1,666,275</u>
Special education programs K -12 - private tuition				
Other objects	<u>479,500</u>	<u>371,924</u>	<u>107,576</u>	<u>391,464</u>
Total	<u>479,500</u>	<u>371,924</u>	<u>107,576</u>	<u>391,464</u>
Student activities				
Other objects	<u>512,000</u>	<u>96,780</u>	<u>415,220</u>	<u>-</u>
Total	<u>512,000</u>	<u>96,780</u>	<u>415,220</u>	<u>-</u>
Total instruction	<u>42,426,700</u>	<u>40,138,349</u>	<u>2,288,351</u>	<u>38,428,421</u>
Support services				
Pupils				
Attendance and social work services				
Salaries	1,434,050	1,263,286	170,764	1,222,380
Employee benefits	166,800	171,686	(4,886)	144,275
Purchased services	11,646	159,294	(147,648)	11,249
Supplies and materials	<u>4,000</u>	<u>1,645</u>	<u>2,355</u>	<u>652</u>
Total	<u>1,616,496</u>	<u>1,595,911</u>	<u>20,585</u>	<u>1,378,556</u>
Health services				
Salaries	654,740	553,703	101,037	508,280
Employee benefits	144,400	162,043	(17,643)	124,363
Purchased services	6,500	1,039	5,461	1,933
Supplies and materials	14,000	8,293	5,707	9,302
Capital outlay	<u>26,000</u>	<u>11,446</u>	<u>14,554</u>	<u>11,933</u>
Total	<u>845,640</u>	<u>736,524</u>	<u>109,116</u>	<u>655,811</u>
Psychological services				
Salaries	706,050	615,086	90,964	618,242
Employee benefits	57,800	92,602	(34,802)	68,473
Purchased services	11,100	95,442	(84,342)	32,922
Supplies and materials	<u>7,000</u>	<u>8,715</u>	<u>(1,715)</u>	<u>14,347</u>
Total	<u>781,950</u>	<u>811,845</u>	<u>(29,895)</u>	<u>733,984</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Speech pathology and audiology services				
Salaries	\$ 1,468,670	\$ 1,410,544	\$ 58,126	\$ 1,367,871
Employee benefits	234,920	238,777	(3,857)	224,819
Purchased services	27,375	101,541	(74,166)	45,427
Supplies and materials	<u>8,800</u>	<u>7,903</u>	<u>897</u>	<u>3,439</u>
Total	<u>1,739,765</u>	<u>1,758,765</u>	<u>(19,000)</u>	<u>1,641,556</u>
Other support services - pupils				
Salaries	461,360	477,826	(16,466)	432,890
Employee benefits	4,700	3,890	810	4,095
Purchased services	15,000	5,745	9,255	(91)
Supplies and materials	<u>30,123</u>	<u>37,807</u>	<u>(7,684)</u>	<u>19,301</u>
Total	<u>511,183</u>	<u>525,268</u>	<u>(14,085)</u>	<u>456,195</u>
Total pupils	<u>5,495,034</u>	<u>5,428,313</u>	<u>66,721</u>	<u>4,866,102</u>
Instructional staff				
Improvement of instructional services				
Salaries	2,010,366	2,406,980	(396,614)	1,911,185
Employee benefits	309,200	310,582	(1,382)	308,092
Purchased services	200,056	67,092	132,964	164,031
Supplies and materials	91,504	78,743	12,761	66,646
Capital outlay	2,500	1,301	1,199	4,259
Other objects	<u>3,000</u>	<u>1,934</u>	<u>1,066</u>	<u>1,629</u>
Total	<u>2,616,626</u>	<u>2,866,632</u>	<u>(250,006)</u>	<u>2,455,842</u>
Educational media services				
Salaries	1,795,550	1,886,477	(90,927)	1,739,601
Employee benefits	358,700	395,250	(36,550)	349,013
Purchased services	386,910	269,838	117,072	276,475
Supplies and materials	1,265,424	1,653,362	(387,938)	933,861
Capital outlay	<u>633,194</u>	<u>275,733</u>	<u>357,461</u>	<u>503,279</u>
Total	<u>4,439,778</u>	<u>4,480,660</u>	<u>(40,882)</u>	<u>3,802,229</u>
Assessment and testing				
Salaries	85,215	79,662	5,553	87,219
Employee benefits	26,300	25,703	597	25,664
Purchased services	1,400	619	781	848
Supplies and materials	<u>144,925</u>	<u>163,473</u>	<u>(18,548)</u>	<u>115,357</u>
Total	<u>257,840</u>	<u>269,457</u>	<u>(11,617)</u>	<u>229,088</u>
Total instructional staff	<u>7,314,244</u>	<u>7,616,749</u>	<u>(302,505)</u>	<u>6,487,159</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-
GAAP BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
General administration				
Board of education services				
Salaries	\$ 2,000	\$ 2,000	\$ -	\$ 2,000
Purchased services	195,155	228,533	(33,378)	216,923
Supplies and materials	1,000	767	233	103
Other objects	<u>14,740</u>	<u>14,352</u>	<u>388</u>	<u>14,677</u>
Total	<u>212,895</u>	<u>245,652</u>	<u>(32,757)</u>	<u>233,703</u>
Executive administration services				
Salaries	305,930	314,456	(8,526)	299,202
Employee benefits	52,300	55,049	(2,749)	50,459
Purchased services	15,200	5,287	9,913	14,787
Supplies and materials	3,250	3,477	(227)	3,143
Other objects	<u>5,225</u>	<u>2,566</u>	<u>2,659</u>	<u>3,327</u>
Total	<u>381,905</u>	<u>380,835</u>	<u>1,070</u>	<u>370,918</u>
Special area administration services				
Salaries	609,030	588,649	20,381	601,733
Employee benefits	134,500	126,905	7,595	127,233
Purchased services	19,180	3,772	15,408	11,501
Supplies and materials	1,500	1,590	(90)	1,406
Capital outlay	1,500	-	1,500	1,791
Other objects	<u>800</u>	<u>-</u>	<u>800</u>	<u>-</u>
Total	<u>766,510</u>	<u>720,916</u>	<u>45,594</u>	<u>743,664</u>
Tort immunity services				
Purchased services	40,000	20,347	19,653	4,316
Other objects	<u>-</u>	<u>8,500</u>	<u>(8,500)</u>	<u>5,240</u>
Total	<u>40,000</u>	<u>28,847</u>	<u>11,153</u>	<u>9,556</u>
Total general administration	<u>1,401,310</u>	<u>1,376,250</u>	<u>25,060</u>	<u>1,357,841</u>
School administration				
Office of the principal services				
Salaries	2,671,370	2,660,978	10,392	2,642,397
Employee benefits	637,200	641,940	(4,740)	619,471
Purchased services	29,370	21,619	7,751	23,092
Supplies and materials	45,563	39,163	6,400	28,271
Capital outlay	<u>-</u>	<u>6,690</u>	<u>(6,690)</u>	<u>-</u>
Total	<u>3,383,503</u>	<u>3,370,390</u>	<u>13,113</u>	<u>3,313,231</u>
Total school administration	<u>3,383,503</u>	<u>3,370,390</u>	<u>13,113</u>	<u>3,313,231</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Business				
Direction of business support services				
Salaries	\$ 247,480	\$ 247,483	\$ (3)	\$ 239,380
Employee benefits	53,400	55,924	(2,524)	51,083
Purchased services	3,450	42	3,408	3,197
Other objects	<u>1,100</u>	<u>1,110</u>	<u>(10)</u>	<u>1,110</u>
Total	<u>305,430</u>	<u>304,559</u>	<u>871</u>	<u>294,770</u>
Fiscal services				
Salaries	219,500	186,870	32,630	220,399
Employee benefits	31,000	30,881	119	35,109
Purchased services	179,620	141,644	37,976	136,444
Supplies and materials	63,070	51,351	11,719	47,608
Capital outlay	<u>4,000</u>	<u>-</u>	<u>4,000</u>	<u>4,552</u>
Total	<u>497,190</u>	<u>410,746</u>	<u>86,444</u>	<u>444,112</u>
Food services				
Salaries	885,940	662,413	223,527	665,480
Employee benefits	86,300	83,072	3,228	79,694
Purchased services	36,375	27,519	8,856	28,968
Supplies and materials	711,500	1,230,864	(519,364)	910,529
Capital outlay	<u>35,000</u>	<u>-</u>	<u>35,000</u>	<u>69,251</u>
Total	<u>1,755,115</u>	<u>2,003,868</u>	<u>(248,753)</u>	<u>1,753,922</u>
Internal services				
Purchased services	61,220	24,299	36,921	33,747
Supplies and materials	<u>10,000</u>	<u>-</u>	<u>10,000</u>	<u>8,844</u>
Total	<u>71,220</u>	<u>24,299</u>	<u>46,921</u>	<u>42,591</u>
Total business	<u>2,628,955</u>	<u>2,743,472</u>	<u>(114,517)</u>	<u>2,535,395</u>
Central				
Information services				
Salaries	90,170	90,174	(4)	87,125
Employee benefits	10,500	10,365	135	9,920
Purchased services	17,900	18,059	(159)	8,991
Supplies and materials	<u>500</u>	<u>307</u>	<u>193</u>	<u>580</u>
Total	<u>119,070</u>	<u>118,905</u>	<u>165</u>	<u>106,616</u>
Staff services				
Salaries	1,226,470	1,415,577	(189,107)	1,074,748
Employee benefits	119,400	139,388	(19,988)	90,888
Purchased services	134,350	52,421	81,929	67,586
Supplies and materials	79,600	76,081	3,519	67,306
Capital outlay	500	-	500	-
Other objects	<u>12,710</u>	<u>2,507</u>	<u>10,203</u>	<u>1,695</u>
Total	<u>1,573,030</u>	<u>1,685,974</u>	<u>(112,944)</u>	<u>1,302,223</u>
Total central	<u>1,692,100</u>	<u>1,804,879</u>	<u>(112,779)</u>	<u>1,408,839</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
EDUCATIONAL ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL - NON-GAAP BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021		VARIANCE WITH FINAL BUDGET	2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Other supporting services				
Salaries	\$ -	\$ 69,421	\$ (69,421)	\$ -
Supplies and materials	<u>240,000</u>	<u>210,517</u>	<u>29,483</u>	<u>6,000</u>
Total	<u>240,000</u>	<u>279,938</u>	<u>(39,938)</u>	<u>6,000</u>
Total support services	<u>22,155,146</u>	<u>22,619,991</u>	<u>(464,845)</u>	<u>19,974,567</u>
Community services				
Salaries	79,420	183,015	(103,595)	346,128
Employee benefits	15,600	15,553	47	19,098
Purchased services	1,100	-	1,100	-
Supplies and materials	<u>38,129</u>	<u>926</u>	<u>37,203</u>	<u>195,692</u>
Total community services	<u>134,249</u>	<u>199,494</u>	<u>(65,245)</u>	<u>560,918</u>
Payments to other districts and governmental units				
Payments for special education programs				
Purchased services	-	216,671	(216,671)	-
Other objects	<u>284,235</u>	<u>402,608</u>	<u>(118,373)</u>	<u>321,184</u>
Total	<u>284,235</u>	<u>619,279</u>	<u>(335,044)</u>	<u>321,184</u>
Payments for special education programs - tuition				
Other objects	<u>1,917,295</u>	<u>2,090,914</u>	<u>(173,619)</u>	<u>1,938,744</u>
Total	<u>1,917,295</u>	<u>2,090,914</u>	<u>(173,619)</u>	<u>1,938,744</u>
Total payments to other districts and governmental units	<u>2,201,530</u>	<u>2,710,193</u>	<u>(508,663)</u>	<u>2,259,928</u>
Provision for contingencies				
	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>-</u>
Total expenditures	<u>67,017,625</u>	<u>65,668,027</u>	<u>1,349,598</u>	<u>61,223,834</u>
Excess (deficiency) of revenues over expenditures	<u>(3,182,509)</u>	<u>(595,712)</u>	<u>2,586,797</u>	<u>2,345,687</u>
Other financing sources (uses)				
Capital lease value	-	-	-	184,212
Transfer for principal on capital leases	(35,427)	(35,427)	-	(38,661)
Transfer for interest on capital leases	<u>(4,450)</u>	<u>(4,450)</u>	<u>-</u>	<u>(4,615)</u>
Total other financing sources (uses)	<u>(39,877)</u>	<u>(39,877)</u>	<u>-</u>	<u>140,936</u>
Net change in fund balance	<u>\$ (3,222,386)</u>	<u>(635,589)</u>	<u>\$ 2,586,797</u>	<u>2,486,623</u>
Fund balance, beginning of year (as restated)		<u>43,488,998</u>		<u>40,794,312</u>
Fund balance, end of year		<u>\$ 42,853,409</u>		<u>\$ 43,280,935</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
TORT IMMUNITY AND JUDGMENT ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
Revenues				
Local sources				
Tort immunity levy	\$ 115,696	\$ 380,164	\$ 264,468	\$ 227,939
Investment income	1,800	(64)	(1,864)	6,889
Refund of prior years' expenditures	-	-	-	20,229
Other	-	<u>40,655</u>	<u>40,655</u>	-
Total local sources	<u>117,496</u>	<u>420,755</u>	<u>303,259</u>	<u>255,057</u>
Total revenues	<u>117,496</u>	<u>420,755</u>	<u>303,259</u>	<u>255,057</u>
Expenditures				
Support services				
General administration				
Risk management and claims service payments				
Purchased services	<u>355,000</u>	<u>367,873</u>	<u>(12,873)</u>	<u>313,486</u>
Total	355,000	367,873	(12,873)	313,486
Total general administration	<u>355,000</u>	<u>367,873</u>	<u>(12,873)</u>	<u>313,486</u>
Total support services	<u>355,000</u>	<u>367,873</u>	<u>(12,873)</u>	<u>313,486</u>
Total expenditures	<u>355,000</u>	<u>367,873</u>	<u>(12,873)</u>	<u>313,486</u>
Net change in fund balance	<u>\$ (237,504)</u>	52,882	<u>\$ 290,386</u>	(58,429)
Fund balance, beginning of year		<u>289,789</u>		<u>348,218</u>
Fund balance, end of year		<u>\$ 342,671</u>		<u>\$ 289,789</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
WORKING CASH ACCOUNTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2020

	2021			2020 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Revenues				
Local sources				
Investment income	\$ 39,100	\$ 30,267	\$ (8,833)	\$ 153,925
Total local sources	<u>39,100</u>	<u>30,267</u>	<u>(8,833)</u>	<u>153,925</u>
Total revenues	<u>39,100</u>	<u>30,267</u>	<u>(8,833)</u>	<u>153,925</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>39,100</u>	<u>30,267</u>	<u>(8,833)</u>	<u>153,925</u>
Other financing sources (uses)				
Permanent transfer from working cash fund - abatement	<u>(250,000)</u>	<u>(210,141)</u>	<u>39,859</u>	<u>(684,496)</u>
Total other financing sources (uses)	<u>(250,000)</u>	<u>(210,141)</u>	<u>39,859</u>	<u>(684,496)</u>
Net change in fund balance	<u>\$ (210,900)</u>	<u>(179,874)</u>	<u>\$ 31,026</u>	<u>(530,571)</u>
Fund balance, beginning of year		<u>7,885,940</u>		<u>8,416,511</u>
Fund balance, end of year		<u>\$ 7,706,066</u>		<u>\$ 7,885,940</u>

Statistical Section

The part of the District's 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.

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Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	96
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	101
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Operating Information These schedules contain information about the District's service and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	109

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

	2021***	2020	2019	2018**
Governmental activities				
Net investment in capital assets	\$ 82,285,344	\$ 81,138,833	\$ 80,147,193	\$ 82,067,404
Restricted	10,607,291	7,883,608	7,137,991	7,405,397
Unrestricted	<u>(11,941,370)</u>	<u>(8,921,564)</u>	<u>(7,877,931)</u>	<u>(9,817,550)</u>
Total governmental activities net position	<u>\$ 80,951,265</u>	<u>\$ 80,100,877</u>	<u>\$ 79,407,253</u>	<u>\$ 79,655,251</u>

*The District implemented GASB 68 and 71 in 2015.

** The District implemented GASB 75 in 2018.

*** The District implemented GASB 84 in 2021.

Amounts in prior years have not been adjusted.

2017	2016	2015*	2014	2013	2012
\$ 81,240,280	\$ 81,324,939	\$ 81,899,779	\$ 81,445,563	\$ 76,558,426	\$ 72,194,161
7,281,482	6,453,305	9,048,455	11,352,549	13,090,807	12,811,200
<u>38,690,652</u>	<u>43,851,000</u>	<u>46,220,462</u>	<u>54,875,379</u>	<u>54,800,925</u>	<u>53,616,633</u>
<u>\$ 127,212,414</u>	<u>\$ 131,629,244</u>	<u>\$ 137,168,696</u>	<u>\$ 147,673,491</u>	<u>\$ 144,450,158</u>	<u>\$ 138,621,994</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

	2021 ###	2020	2019	2018 ##
Expenses				
Instruction:				
Regular programs	\$ 30,074,791	\$ 30,358,225	\$ 29,700,265	\$ 31,698,766
Special programs	13,702,941	13,009,741	12,830,761	13,159,189
Other instructional programs	2,910,057	2,732,051	3,063,189	2,915,399
Student activities	96,780	-	-	-
State retirement contributions	34,729,204	33,713,571	29,969,888	28,217,385
Support services:				
Pupils	5,537,583	4,935,145	4,967,277	4,971,259
Instructional staff	7,861,119	6,870,023	6,440,177	5,908,610
General administration	1,836,514	2,168,153	2,009,382	1,758,735
School administration	3,111,629	3,565,840	3,973,124	3,674,367
Business	3,025,382	2,787,429	2,430,387	2,426,092
Transportation	1,783,128	2,191,612	2,745,943	2,489,671
Operations and maintenance	6,660,384	7,102,925	6,706,110	8,237,399
Central and other	3,506,786	2,150,638	2,086,917	1,952,401
Other supporting services	787,940	463,923	372,159	351,091
Community services	234,141	642,816	705,665	688,655
Payments to other districts and gov't units	-	-	-	-
Interest and fees	1,311,394	1,350,485	1,383,340	1,432,063
Total expenses	<u>\$ 117,169,773</u>	<u>\$ 114,042,577</u>	<u>\$ 109,384,584</u>	<u>\$ 109,881,082</u>
Program Revenues				
Charges for services:				
Instruction*	\$ 1,000,504	\$ 671,233	\$ 691,616	\$ 981,776
Support services*	1,293,537	2,822,619	3,084,245	2,865,941
Operating grants and contributions				
Instruction*	37,266,385	35,886,166	32,202,549	30,573,596
Support services*	3,361,436	2,370,571	1,005,053	1,827,880
Capital grants and contributions	173,674	294,594	-	-
Total program revenues	<u>\$ 43,095,536</u>	<u>\$ 42,045,183</u>	<u>\$ 36,983,463</u>	<u>\$ 36,249,193</u>
Net (expense)/revenue	<u>\$ (74,074,237)</u>	<u>\$ (71,997,394)</u>	<u>\$ (72,401,121)</u>	<u>\$ (73,631,889)</u>
General revenues				
Taxes:				
Real estate taxes, levied for general purposes	\$ 53,286,946	\$ 52,109,355	\$ 51,981,005	\$ 50,276,978
Real estate taxes, levied for specific purposes	10,483,621	9,052,130	8,562,358	8,935,224
Real estate taxes, levied for debt service	4,324,691	4,262,483	4,318,380	4,113,357
Personal property replacement taxes	1,439,901	1,033,450	955,761	858,882
Unrestricted grants and contributions	4,811,111	4,811,111	4,668,560	4,552,629
Investment earnings	349,827	1,372,811	1,620,875	1,063,266
Miscellaneous	20,465	49,678	46,184	595,968
Total general revenues	<u>\$ 74,716,562</u>	<u>\$ 72,691,018</u>	<u>\$ 72,153,123</u>	<u>\$ 70,396,304</u>
Change in net position	<u>\$ 642,325</u>	<u>\$ 693,624</u>	<u>\$ (247,998)</u>	<u>\$ (3,235,585)</u>

#The District implemented GASB 68 and 71 in 2015.

The District implemented GASB 75 in 2018.

The District implemented GASB 84 in 2021.

Amounts in prior years have not been adjusted.

2017	2016	2015#	2014	2013	2012
\$ 29,015,739	\$ 28,298,413	\$ 28,663,135	\$ 26,919,025	\$ 25,511,002	\$ 25,607,333
13,502,465	13,220,613	11,955,481	11,968,909	10,780,199	10,379,098
2,618,128	2,642,202	2,627,459	2,608,247	2,427,583	2,212,870
-	-	-	-	-	-
29,819,470	19,809,071	18,061,433	12,918,267	9,984,364	8,573,755
5,051,215	4,794,026	4,714,078	4,607,560	4,402,573	4,252,148
6,369,894	4,316,232	5,450,030	4,960,482	5,005,589	4,795,013
1,622,450	1,557,535	1,343,474	1,312,889	1,604,607	1,668,816
3,523,989	3,272,930	3,088,709	3,132,584	3,174,416	3,145,892
2,346,508	2,406,340	2,422,037	2,251,402	2,093,047	2,494,810
2,420,169	2,283,172	2,283,712	2,150,608	1,987,469	1,920,596
10,523,261	11,358,697	5,862,344	6,591,693	5,643,826	5,516,852
2,236,659	2,136,785	1,834,261	1,791,412	1,912,515	1,949,986
337,607	300,970	417,246	469,953	-	-
665,243	686,047	603,473	615,293	559,319	553,810
-	-	-	-	-	11,562
914,349	420,529	5,442	98,616	249,074	483,159
<u>\$ 110,967,146</u>	<u>\$ 97,503,562</u>	<u>\$ 89,332,314</u>	<u>\$ 82,396,940</u>	<u>\$ 75,335,583</u>	<u>\$ 73,565,700</u>
\$ 1,092,898	\$ 1,124,592	\$ 1,124,273	\$ 996,096	\$ 1,079,348	\$ 1,044,620
2,924,951	2,864,099	2,795,524	2,749,077	2,726,699	2,686,853
34,296,095	24,650,172	22,185,658	16,956,544	13,671,002	12,583,471
1,732,692	1,526,381	1,687,328	1,509,273	1,459,200	1,055,593
-	-	-	-	-	-
<u>\$ 40,046,636</u>	<u>\$ 30,165,244</u>	<u>\$ 27,792,783</u>	<u>\$ 22,210,990</u>	<u>\$ 18,936,249</u>	<u>\$ 17,370,537</u>
<u>\$ (70,920,510)</u>	<u>\$ (67,338,318)</u>	<u>\$ (61,539,531)</u>	<u>\$ (60,185,950)</u>	<u>\$ (56,399,334)</u>	<u>\$ (56,195,163)</u>
\$ 48,913,488	\$ 47,170,764	\$ 44,478,828	\$ 47,988,958	\$ 45,505,806	\$ 45,844,312
9,967,098	9,682,213	8,845,214	9,653,164	8,149,848	6,603,218
3,383,531	1,407,392	(42,815)	2,493,089	5,323,903	5,433,933
1,163,522	824,522	1,031,896	959,888	948,877	928,679
2,360,022	2,278,082	2,137,771	2,073,027	1,972,777	2,094,284
616,942	384,149	229,205	203,324	241,586	(328,920)
99,077	51,744	147,829	37,833	84,701	59,235
<u>\$ 66,503,680</u>	<u>\$ 61,798,866</u>	<u>\$ 56,827,928</u>	<u>\$ 63,409,283</u>	<u>\$ 62,227,498</u>	<u>\$ 60,634,741</u>
<u>\$ (4,416,830)</u>	<u>\$ (5,539,452)</u>	<u>\$ (4,711,603)</u>	<u>\$ 3,223,333</u>	<u>\$ 5,828,164</u>	<u>\$ 4,439,578</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2021	2020	2019	2018
General Fund				
Nonspendable	\$ 44,145	\$ 87,745	\$ 33,149	\$ 30,689
Restricted	2,927,767	260,352	325,240	231,287
Assigned	298,326	-	-	-
Unassigned	<u>47,631,908</u>	<u>51,108,567</u>	<u>49,200,652</u>	<u>51,246,574</u>
Total general fund	<u>\$ 50,902,146</u>	<u>\$ 51,456,664</u>	<u>\$ 49,559,041</u>	<u>\$ 51,508,550</u>
All other governmental funds				
Unassigned, reported in:				
Debt service fund	\$ -	\$ -	\$ -	\$ -
Capital projects fund	(500,578)	(1,104,480)	(34,529)	(716,049)
Restricted, reported in:				
Debt service fund	1,038,653	-	-	-
Special revenue funds	7,259,778	9,073,224	9,129,891	8,612,624
Capital projects fund	125,493	-	-	-
Nonspendable, reported in:				
Special revenue funds	<u>6,552</u>	<u>6,253</u>	<u>10,602</u>	<u>-</u>
Total all other governmental funds	<u>\$ 7,929,898</u>	<u>\$ 7,974,997</u>	<u>\$ 9,105,964</u>	<u>\$ 7,896,575</u>
Total Governmental Funds	<u>\$ 58,832,044</u>	<u>\$ 59,431,661</u>	<u>\$ 58,665,005</u>	<u>\$ 59,405,125</u>

2017	2016	2015	2014	2013	2012
\$ 30,689	\$ 30,689	\$ 35,294	\$ 35,294	\$ 40,363	\$ 135,199
202,096	155,302	180,794	145,874	87,713	60,059
-	-	-	-	-	-
<u>61,099,588</u>	<u>53,361,874</u>	<u>51,480,004</u>	<u>56,547,661</u>	<u>55,330,664</u>	<u>53,176,748</u>
<u>\$ 61,332,373</u>	<u>\$ 53,547,865</u>	<u>\$ 51,696,092</u>	<u>\$ 56,728,829</u>	<u>\$ 55,458,740</u>	<u>\$ 53,372,006</u>
\$ -	\$ -	\$ (45,390)	\$ (806,164)	\$ -	\$ -
(368,491)	(431,212)	(476,079)	(374,854)	-	-
-	-	-	-	1,970,893	2,068,027
8,472,144	7,968,513	10,585,601	10,820,901	10,763,122	10,621,838
-	-	-	348,581	248,953	66,196
-	-	6,504	6,504	6,504	32,626
<u>\$ 8,103,653</u>	<u>\$ 7,537,301</u>	<u>\$ 10,070,636</u>	<u>\$ 9,994,968</u>	<u>\$ 12,989,472</u>	<u>\$ 12,788,687</u>
<u>\$ 69,436,026</u>	<u>\$ 61,085,166</u>	<u>\$ 61,766,728</u>	<u>\$ 66,723,797</u>	<u>\$ 68,448,212</u>	<u>\$ 66,160,693</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GOVERNMENTAL FUNDS REVENUES
 LAST TEN FISCAL YEARS

	2021	2020	2019	2018
Local Sources				
Property taxes	\$ 68,095,258	\$ 65,423,968	\$ 64,861,743	\$ 63,325,559
Replacement taxes	1,439,901	1,033,450	955,761	858,882
Earnings on investments	349,827	1,372,811	1,620,875	1,063,266
Other local sources	<u>2,314,506</u>	<u>3,543,530</u>	<u>3,822,045</u>	<u>4,443,685</u>
Total local sources	<u>72,199,492</u>	<u>71,373,759</u>	<u>71,260,424</u>	<u>69,691,392</u>
State sources	<u>24,603,253</u>	<u>23,440,197</u>	<u>23,901,571</u>	<u>35,064,552</u>
Federal sources	<u>5,339,094</u>	<u>3,238,486</u>	<u>2,426,625</u>	<u>2,511,057</u>
 Total	 <u>\$ 102,141,839</u>	 <u>\$ 98,052,442</u>	 <u>\$ 97,588,620</u>	 <u>\$ 107,267,001</u>

2017	2016	2015	2014	2013	2012
\$ 62,264,117	\$ 58,260,369	\$ 53,271,605	\$ 60,128,314	\$ 58,970,899	\$ 57,873,914
1,163,522	824,522	1,031,896	959,888	948,877	928,679
618,278	384,149	229,205	203,324	241,586	(328,920)
<u>4,115,590</u>	<u>4,040,435</u>	<u>4,077,248</u>	<u>3,789,903</u>	<u>3,899,406</u>	<u>3,798,257</u>
<u>68,161,507</u>	<u>63,509,475</u>	<u>58,609,954</u>	<u>65,081,429</u>	<u>64,060,768</u>	<u>62,271,930</u>
<u>35,922,082</u>	<u>24,795,971</u>	<u>24,048,227</u>	<u>18,646,660</u>	<u>16,148,919</u>	<u>12,972,844</u>
<u>2,483,600</u>	<u>2,482,145</u>	<u>2,076,554</u>	<u>1,844,567</u>	<u>1,661,653</u>	<u>1,977,720</u>
<u>\$ 106,567,189</u>	<u>\$ 90,787,591</u>	<u>\$ 84,734,735</u>	<u>\$ 85,572,656</u>	<u>\$ 81,871,340</u>	<u>\$ 77,222,494</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS

	2021	2020	2019	2018
Current:				
Instruction				
Regular programs	\$ 26,677,105	\$ 25,930,765	\$ 26,071,976	\$ 26,253,145
Special programs	11,320,485	10,521,195	10,557,638	10,986,544
Other instructional programs	3,083,491	2,828,091	2,996,255	2,868,326
State retirement contributions	<u>19,014,513</u>	<u>18,178,621</u>	<u>17,279,099</u>	<u>28,217,385</u>
Total instruction	<u>60,095,594</u>	<u>57,458,672</u>	<u>56,904,968</u>	<u>68,325,400</u>
Supporting Services				
Pupils	5,567,818	4,997,064	4,982,180	4,869,805
Instructional staff	7,605,953	6,180,068	6,236,647	5,747,986
General administration	1,785,735	1,707,786	1,601,163	1,677,078
School administration	3,501,061	3,445,198	3,488,388	3,461,774
Business	2,908,988	2,615,188	2,305,707	2,371,829
Transportation	1,789,618	2,189,924	2,743,948	2,484,220
Operations and maintenance	6,043,182	6,242,260	5,994,036	8,203,645
Central	1,880,753	1,482,928	1,509,241	1,496,036
Other supporting services	613,865	290,545	244,047	240,540
Community services	233,982	634,655	696,072	670,991
Nonprogrammed charges	<u>2,710,193</u>	<u>2,259,928</u>	<u>2,134,910</u>	<u>1,970,921</u>
Total supporting services	<u>34,641,148</u>	<u>32,045,544</u>	<u>31,936,339</u>	<u>33,194,825</u>
Other:				
Debt service:				
Principal	2,495,427	2,403,661	2,324,117	2,257,461
Interest	1,923,938	2,017,603	2,100,978	2,110,810
Capital outlay	<u>3,793,412</u>	<u>3,544,518</u>	<u>5,062,338</u>	<u>19,596,312</u>
Total Other	<u>8,212,777</u>	<u>7,965,782</u>	<u>9,487,433</u>	<u>23,964,583</u>
Total	<u>\$ 102,949,519</u>	<u>\$ 97,469,998</u>	<u>\$ 98,328,740</u>	<u>\$ 125,484,808</u>
Debt service as a percentage of noncapital expenditures	4.64%	4.48%	4.74%	4.13%

2017	2016	2015	2014	2013	2012
\$ 26,470,427	\$ 26,074,062	\$ 25,439,076	\$ 24,112,196	\$ 22,686,596	\$ 22,415,974
11,195,783	10,997,971	10,311,380	10,061,217	9,367,091	8,818,368
2,586,709	2,653,470	2,628,076	2,588,383	2,427,583	2,211,284
<u>29,819,470</u>	<u>19,809,071</u>	<u>18,061,433</u>	<u>12,918,267</u>	<u>9,984,364</u>	<u>8,573,755</u>
<u>70,072,389</u>	<u>59,534,574</u>	<u>56,439,965</u>	<u>49,680,063</u>	<u>44,465,634</u>	<u>42,019,381</u>
4,963,213	4,791,003	4,713,389	4,607,560	4,402,573	4,252,148
6,250,024	5,609,716	5,433,028	4,960,482	5,005,589	4,795,013
1,577,630	1,535,990	1,344,197	1,312,889	1,604,607	1,668,816
3,389,658	3,339,080	3,182,314	3,126,967	3,157,041	3,117,324
2,262,137	2,355,106	2,410,322	2,223,128	2,093,047	2,195,148
2,415,067	2,279,062	2,283,072	2,150,608	1,987,469	1,920,596
10,197,119	9,093,893	6,315,440	6,421,905	5,655,507	5,236,075
1,376,641	1,355,222	1,332,782	1,293,814	1,319,738	1,274,807
230,160	197,950	310,208	365,040	-	-
636,891	654,904	600,785	615,293	559,319	553,810
<u>1,972,798</u>	<u>1,894,168</u>	<u>1,798,364</u>	<u>1,862,046</u>	<u>1,373,175</u>	<u>1,472,420</u>
<u>35,271,338</u>	<u>33,106,094</u>	<u>29,723,901</u>	<u>28,939,732</u>	<u>27,158,065</u>	<u>26,486,157</u>
2,255,874	34,354	28,168	5,120,000	5,045,958	5,036,141
1,384,683	604,917	5,442	153,107	373,403	615,821
<u>21,522,667</u>	<u>16,559,411</u>	<u>3,494,328</u>	<u>3,585,829</u>	<u>2,540,761</u>	<u>4,283,158</u>
<u>25,163,224</u>	<u>17,198,682</u>	<u>3,527,938</u>	<u>8,858,936</u>	<u>7,960,122</u>	<u>9,935,120</u>
<u>\$ 130,506,951</u>	<u>\$ 109,839,350</u>	<u>\$ 89,691,804</u>	<u>\$ 87,478,731</u>	<u>\$ 79,583,821</u>	<u>\$ 78,440,658</u>
3.34%	0.69%	0.04%	6.29%	7.03%	7.62%

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCES
LAST TEN FISCAL YEARS

	2021	2020	2019	2018
Excess of revenues over (under) expenditures	\$ (807,680)	\$ 582,444	\$ (740,120)	\$ (18,217,807)
Other financing sources (uses)				
General long-term debt issued	-	-	-	7,375,000
Premium on bonds sold	-	-	-	811,906
Capital lease value	-	184,212	-	-
Transfers in	4,614,260	3,323,170	9,570,081	40,299,934
Transfers out	<u>(4,614,260)</u>	<u>(3,323,170)</u>	<u>(9,570,081)</u>	<u>(40,299,934)</u>
Total	<u>-</u>	<u>184,212</u>	<u>-</u>	<u>8,186,906</u>
Net change in fund balances	<u>\$ (807,680)</u>	<u>\$ 766,656</u>	<u>\$ (740,120)</u>	<u>\$ (10,030,901)</u>

2017	2016	2015	2014	2013	2012
\$ (23,939,762)	\$ (19,051,759)	\$ (4,957,069)	\$ (1,906,075)	\$ 2,287,519	\$ (1,218,164)
27,650,000	16,775,000	-	-	-	-
4,640,622	1,595,197	-	-	-	-
-	-	-	181,660	-	-
46,850,418	31,630,139	3,814,552	-	8,000	266,261
<u>(46,850,418)</u>	<u>(31,630,139)</u>	<u>(3,814,552)</u>	<u>-</u>	<u>(8,000)</u>	<u>(266,261)</u>
<u>32,290,622</u>	<u>18,370,197</u>	<u>-</u>	<u>181,660</u>	<u>-</u>	<u>-</u>
<u>\$ 8,350,860</u>	<u>\$ (681,562)</u>	<u>\$ (4,957,069)</u>	<u>\$ (1,724,415)</u>	<u>\$ 2,287,519</u>	<u>\$ (1,218,164)</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

LEVY YEAR	ASSESSED VALUATION					TOTAL ASSESSED VALUE	ESTIMATED ACTUAL VALUE
	RESIDENTIAL	FARMS	COMMERCIAL	INDUSTRIAL	RAILROAD		
2020	1,718,564,581	35,364	384,941,769	10,392,640	1,498,282	2,115,432,636	6,346,297,908
2019	1,729,487,909	31,991	372,505,374	10,638,846	1,437,654	2,114,101,774	6,342,305,322
2018	1,544,900,929	27,502	298,918,190	9,077,223	1,317,992	1,854,241,836	5,562,725,508
2017	1,553,098,586	27,992	307,536,067	8,792,653	1,227,510	1,870,682,808	5,612,048,424
2016	1,541,379,848	26,485	291,408,485	8,768,378	1,203,411	1,842,786,607	5,528,359,821
2015	1,258,651,381	22,503	265,596,751	8,458,946	1,182,948	1,533,912,529	4,601,737,587
2014	1,286,271,803	22,982	270,207,702	8,537,799	987,950	1,566,028,236	4,698,084,708
2013	1,225,191,821	-	275,774,212	42,554,968	949,072	1,544,470,073	4,633,410,219
2012	1,432,255,225	-	301,051,221	41,541,630	772,137	1,775,620,213	5,326,860,639
2011	1,545,361,840	-	315,879,445	41,824,944	685,447	1,903,751,676	5,711,255,028

Source: Cook County Clerk

Note: The county assesses property at approximately 33.3% of actual value for all types of real property. Estimated actual value is calculated by dividing assessed value by that percentage. Tax rates are per \$100 of assessed value.

** 2015 levy year was the most recent information available as of report issuance.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS
 LAST TEN LEVY YEARS

	2020	2019	2018	2017	2016
District direct rates					
Total direct	\$ 3.3340	\$ 3.2460	\$ 3.6170	\$ 3.4880	\$ 3.4240
Overlapping rates					
County of Cook	0.4530	0.4540	0.4890	0.4960	0.5330
Cook County Forest Preserve District	0.0580	0.0590	0.0600	0.0620	0.0630
Consolidated Elections	-	0.0300	-	0.0310	-
Wheeling Township	0.0370	0.0380	0.0430	0.0430	0.0410
Wheeling Twp General Assistance	0.0080	0.0080	0.0090	0.0090	0.0080
Wheeling Twp Road & Bridge	0.0130	0.0140	0.0160	0.0150	0.0140
Metro Water Reclamation District of Chicago	0.3780	0.3890	0.3960	0.4020	0.4060
Northwest Mosquito Abatement District	0.0100	0.0100	0.0110	0.0100	0.0100
Village of Arlington Heights & Library Fund	1.5460	1.5400	1.7580	1.6960	1.6650
Arlington Heights Park District	0.4690	0.4570	0.5140	0.4940	0.4880
Arlington Heights High School #214	2.3820	2.3560	2.6690	2.5630	2.5270
Harper Comm College #512	0.4090	0.4030	0.4430	0.4250	0.4160
Total direct and overlapping rate	<u>\$ 9.0970</u>	<u>\$ 9.0040</u>	<u>\$ 10.0250</u>	<u>\$ 9.7340</u>	<u>\$ 9.5950</u>

Source: Cook County Clerk

Note: Tax rates are per \$100 of assessed value.

2015	2014	2013	2012	2011
\$ 3.9900	\$ 3.6780	\$ 3.6590	\$ 3.4160	\$ 3.1010
0.5520	0.5680	0.5600	0.5310	0.4620
0.0690	0.0690	0.0690	0.0630	0.0580
0.0340	-	0.0310	-	0.0250
0.0550	0.0520	0.0560	0.0520	0.0480
0.0100	0.0100	0.0100	0.0090	0.0090
0.0200	0.0190	0.0190	0.0160	0.0150
0.4260	0.4300	0.4170	0.3700	0.3200
0.0110	0.0130	0.0130	0.0110	0.0100
1.9250	1.8160	1.8180	1.5320	1.3850
0.6260	0.6360	0.6330	0.5450	0.4960
2.8810	2.7760	2.7680	2.3240	2.0670
0.4660	0.4510	0.4440	0.3730	0.3340
<u>\$ 11.0650</u>	<u>\$ 10.5180</u>	<u>\$ 10.4970</u>	<u>\$ 9.2420</u>	<u>\$ 8.3300</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

PRINCIPAL PROPERTY TAXPAYERS IN THE DISTRICT

CURRENT LEVY YEAR AND NINE YEARS AGO

TAXPAYER	2020 EQUALIZED ASSESSED VALUATION	PERCENTAGE OF TOTAL 2020 EQUALIZED ASSESSED VALUATION
Luther Village	\$ 38,979,620	1.84%
Town & Country Chicago	22,241,460	1.05%
John Hancock Life Ins	20,317,160	0.96%
Amcap Northpoint II LLC	20,302,762	0.96%
Stonebridge Village	20,066,909	0.95%
Sptmrt Properties Trus	17,786,760	0.84%
New Plan Excel Prop Tr	17,749,799	0.84%
Presbyterian Homes	12,821,074	0.61%
Robin Realty Mgt	12,445,504	0.59%
Northwest Com Healthcare	12,223,137	0.58%
	\$ 194,934,185	9.21%

Includes parcels with 2020 EAVs of \$100,000 and over.

Source: Cook County Clerk

Taxpayer	2011 EQUALIZED ASSESSED VALUATION	PERCENTAGE OF TOTAL 2011 EQUALIZED ASSESSED VALUATION
Luther Village	\$ 46,428,179	2.44%
Town & Country Mall	21,775,003	1.14%
Amcap Northpoint LLC	20,411,079	1.07%
Stonebridge Trust	13,304,248	0.70%
New Plan Excel Prop	12,590,713	0.66%
WRCMT 2007C33 Evgrn A	11,342,149	0.60%
Avalon Bay Communities	11,149,850	0.59%
Robin Realty Management	10,586,093	0.56%
Sunrise Tax Dept.	9,625,154	0.51%
Northwest Community Hospital	6,758,115	0.35%
Total	\$ 163,970,583	8.61%

Source: Cook County Clerk Assessor's Office

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
PROPERTY TAX LEVIES AND COLLECTIONS
 LAST TEN FISCAL YEARS

LEVY YEAR	TAXES LEVIED FOR THE LEVY YEAR	COLLECTED WITHIN THE		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE	
		FISCAL YEAR OF THE LEVY AMOUNT	PERCENTAGE OF LEVY		AMOUNT	PERCENTAGE OF LEVY
2020	\$ 70,524,897	\$ 36,344,849	51.53%		\$ 36,344,849	51.53%
2019	68,620,206	35,191,865	51.28%	\$ 31,728,163	66,920,028	97.52%
2018	67,060,147	34,784,259	51.87%	30,223,733	65,007,992	96.94%
2017	65,240,773	33,795,853	51.80%	30,098,755	63,894,608	97.94%
2016	63,080,314	32,439,004	51.42%	29,536,770	61,975,774	98.25%
2015	61,202,077	30,818,197	50.35%	29,879,572	60,697,769	99.18%
2014	57,591,809	29,524,638	51.27%	27,257,368	56,782,006	98.59%
2013	56,502,889	31,876,442	56.42%	23,697,409	55,573,851	98.36%
2012	60,646,018	31,057,458	51.21%	28,432,112	59,489,570	98.09%
2011	59,027,139	30,563,740	51.78%	27,369,585	57,933,325	98.15%

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

YEAR	GENERAL OBLIGATION BONDS	CAPITAL LEASES	TOTAL	PERCENTAGE OF PERSONAL INCOME	OUTSTANDING DEBT PER CAPITA
2021	\$ 43,966,956	\$ 116,806	\$ 44,083,762	1.59%	\$ 883
2020	42,710,000	152,237	42,862,237	1.62%	863
2019	45,075,000	6,686	45,081,686	1.27%	599
2018	47,360,000	45,803	47,405,803	1.47%	628
2017	42,205,000	83,264	42,288,264	1.31%	560
2016	16,775,000	119,138	16,894,138	0.52%	224
2015	-	153,492	153,492	0.00%	2
2014	-	181,660	181,660	0.01%	2
2013	5,120,000	-	5,120,000	0.17%	67
2012	10,165,000	958	10,165,958	0.33%	135

Note: See Demographic and Economic Statistics table for personal and population data.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

FISCAL YEAR	GENERAL BONDED DEBT	LESS: AMOUNTS AVAILABLE TO REPAY PRINCIPAL	NET GENERAL BONDED DEBT	PERCENTAGE OF NET GENERAL BONDED DEBT TO ESTIMATED ACTUAL VALUATION	NET GENERAL BONDED DEBT PER CAPITA
2021	\$ 43,966,956	\$ 1,038,653	\$ 42,928,303	0.77%	\$ 860
2020	42,710,000	1,085,667	41,624,333	0.74%	838
2019	45,075,000	1,173,477	43,901,523	0.79%	583
2018	47,360,000	1,209,245	46,150,755	1.00%	611
2017	42,205,000	1,280,280	40,924,720	0.89%	542
2016	16,775,000	1,134,596	15,640,404	0.33%	207
2015	-	-	-	0.00%	-
2014	-	-	-	0.00%	-
2013	5,120,000	-	5,120,000	0.10%	67
2012	10,165,000	-	10,165,000	0.18%	134

Note: See Demographic and Economic Statistics table for personal and population data.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
 JUNE 30, 2021

GOVERNMENTAL JURISDICTION	DEBT OUTSTANDING	OVERLAPPING PERCENT	NET DIRECT AND OVERLAPPING DEBT
Overlapping debt:			
County			
Cook County	\$ 2,596,351,750	1.219%	\$31,652,009
Cook County Forest Preserve	130,570,000	1.219%	1,591,773
Metro Water Reclamation District of Chicago	2,694,934,289 (1)	1.240%	33,420,496
School Districts			
High School District 214	27,650,000	20.721%	5,729,401
Harper Community College 512	254,770,000	9.737%	24,807,858
Park Districts			
Arlington Heights Park District	11,427,000	62.604%	7,153,708
Mt. Prospect Park District	6,045,025 (2)(4)	3.258%	196,960
Prospect Heights Park District	620,260 (2)	3.408%	21,139
Fire District			
Palatine Rural Fire Protection District	2,200,000	0.235%	5,168
Municipalities			
Village of Arlington Heights	61,465,000 (3)	60.411%	37,131,318
Village of Mount Prospect	102,000,000	2.766%	2,821,122
City of Prospect Heights	6,690,000 (4)	1.628%	108,929
City of Rolling Meadows	19,090,000 (5)	0.517%	<u>98,649</u>
Total overlapping debt			144,738,530
Direct debt:			
School District Number 25	40,250,000	100.000%	<u>40,250,000</u>
Total Direct and Overlapping Debt			<u>\$ 184,988,530</u>

(1) Includes IEPA Revolving Loan Fund Bonds

(2) Excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds which are expected to be paid from sources other than general taxation.

(3) Excludes self-supporting bonds.

(4) Excluded Outstanding Debt Certificates and/or Notes.

(5) Includes self-supporting bonds.

Source: Office of the County Clerk, Cook County, IL

NOTE: Percent applicable to School District calculated using assessed valuation of the School District area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.

Overlapping governments with no outstanding debt are not reflected.

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2021

Assessed Valuation	<u>\$ 2,115,432,636</u>
Debt Limit - 6.9% of Assessed Valuation	\$ 145,964,852
Total Debt Outstanding	40,366,810
Less: Exempted Debt	<u>-</u>
Net Subject to 6.9% Limit	40,366,810
Total Debt Margin	<u>\$ 105,598,042</u>

	<u>Fiscal Year</u>			
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Debt Limit	\$ 145,964,852	\$ 145,873,022	\$ 127,942,687	\$ 129,077,114
Total Net Debt Applicable to Limit	<u>40,366,810</u>	<u>42,862,237</u>	<u>45,081,686</u>	<u>47,405,803</u>
Legal Debt Margin	<u>\$ 105,598,042</u>	<u>\$ 103,010,785</u>	<u>\$ 82,861,001</u>	<u>\$ 81,671,311</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	27.7%	29.4%	35.2%	36.7%

Fiscal Year					
2017	2016	2015	2014	2013	2012
\$ 127,152,276	\$ 105,839,965	\$ 108,055,948	\$ 106,568,435	\$ 122,517,795	\$ 131,358,866
<u>42,288,264</u>	<u>16,894,138</u>	<u>153,492</u>	<u>181,660</u>	<u>5,120,000</u>	<u>10,165,958</u>
<u>\$ 84,864,012</u>	<u>\$ 88,945,827</u>	<u>\$ 107,902,456</u>	<u>\$ 106,386,775</u>	<u>\$ 117,397,795</u>	<u>\$ 121,192,908</u>
33.3%	16.0%	0.1%	0.2%	4.2%	7.7%

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS

YEAR		POPULATION	PERSONAL INCOME	PER CAPITA INCOME		UNEMPLOYMENT RATE
2021	(2)	49,937	\$ 2,768,057,847	\$ 55,431		7.50%
2020	(2)	49,656	2,642,890,944	49,656		2.70%
2019	(1f)	75,249	3,549,570,579	47,171	(1d)	3.00%
2018	(1e)	75,634	3,311,029,618	43,777	(1d)	3.80%
2017	(1d)	75,525	3,226,805,625	42,725	(1d)	4.60%
2016	(1c)	75,926	3,188,436,444	41,994	(1c)	4.30%
2015	(1b)	76,024	3,055,328,536	40,189	(1b)	6.40%
2014	(1a)	76,006	3,089,263,870	40,645	(1a)	6.60%
2013	(1)	75,763	3,079,387,135	40,645		6.60%
2012	(1)	75,388	3,036,402,476	40,277		7.20%

SOURCE OF INFORMATION:

- (1) U.S. Bureau of the Census Quick Facts, information is for the Village of Arlington Heights, IL
- (1a) Per capita income in past 12 months (2012 dollars), 2008-2012
- (1b) Per capita income in past 12 months (2013 dollars), 2009-2013
- (1c) Per capita income in past 12 months (2014 dollars), 2010-2014
- (1d) Per capita income in past 12 months (2015 dollars), 2011-2015
- (1e) Per capita income in past 12 months (2016 dollars), 2012-2016
- (2) Information presented for Arlington Heights School District 25
 Survey 2012-2016, 2013-2017, 2014-2018 AND 2015-2019 published by National Center of Educational Statistics Edge (Education, Demographic and Geographic Estimates)
 Income in 2019 dollars

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO

2021

EMPLOYER		APPROXIMATE NUMBER OF EMPLOYEES	RANK	PERCENT OF TOTAL EMPLOYMENT
Northwest Community Hospital	Hospital & Medical Facilities	3,100	1	13.8%
Northrop Grumman Corp.	Land & Self Protection Systems Division	2,500	2	11.1%
Arlington Heights High School District 214	Public High Schools	1,600	3	7.1%
Verizon	Customer Service Center	900	4	4.0%
CVS Caremark	Wholesale Specialty Pharmaceutical Products	850	5	3.8%
School District 25	Public Schools - Grades K-8	830	6	3.7%
Robert Bosch Tool Corp.	Power Tool Manufacturing	650	7	2.9%
Paddock Publications, Inc. (HQ)	Newspaper Publishing	500	8	2.2%
Village of Arlington Heights	Local Government (Full-Time Equivalent) Facility Equipment, Repair, Design & Maintenance	428	9	1.9%
Kroeschell	Services	450	10	2.0%
Walmart & Walmart Super Center	Department Stores	400	11	1.8%
Cummins Allison Corp.	Manufacturer of Financial Office Equipment	391	12	1.7%
Amazon	Fulfillment Warehouse	340	13	1.5%
Village of Mount Prospect	Local Government (Full-Time Equivalent)	321	14	1.4%

* Calculating applicable percentages to the Illinois Department of Employment Security Reports the estimated number of persons employed in the District in 2020 was 22,445.

- (1) Village Records / School District Records
- (2) Official Employer Website
- (3) A to Z Database - Business Edition

2012

EMPLOYER		APPROXIMATE NUMBER OF EMPLOYEES	PERCENT OF TOTAL EMPLOYMENT
Northwest Community Hospital		4,000	n/a
Northrop Grumman Corp		2,400	n/a
Caremark, Inc.		850	n/a
Robert Bosch Tool Corp.		650	n/a
Paddock Publications		550	n/a
Alexian Brothers Health System		500	n/a
Level 3 Communications LLC		500	n/a
IMS Buhke-Olson		450	n/a
Kroeschell Inc.		450	n/a
Weber Marking System Inc.		425	n/a

Source: Illinois Manufacturers Director, Illinois Service Directory and Harris Illinois Industrial Directory

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

NUMBER OF EMPLOYEES BY TYPE

LAST TEN FISCAL YEARS

	2020 - 2021	2019 - 2020	2018 - 2019	2017 - 2018	2016 - 2017	2015 - 2016	2014 - 2015	2013 - 2014	2012 - 2013	2011 - 2012
Administration:										
Superintendent	1	1	1	1	1	1	1	1	1	1
Assistant Superintendent	4	4	4	4	4	4	4	3	3	3
District Administrators	13	12	12	12	12	12	12	9	7	5
Principals and assistants	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>18</u>	<u>17</u>	<u>17</u>
Total administration	<u>38</u>	<u>37</u>	<u>37</u>	<u>37</u>	<u>37</u>	<u>37</u>	<u>37</u>	<u>31</u>	<u>28</u>	<u>26</u>
Teachers:										
Elementary	185	188	190	191	184	182	182	183	186	181
Middle school	116	114	111	115	116	113	113	112	111	109
District Instruction Support	109	96	107	97	96	88	88	82	81	82
Special education and bilingual	<u>83</u>	<u>81</u>	<u>80</u>	<u>77</u>	<u>72</u>	<u>77</u>	<u>77</u>	<u>83</u>	<u>79</u>	<u>67</u>
Total teachers	<u>493</u>	<u>479</u>	<u>488</u>	<u>480</u>	<u>468</u>	<u>460</u>	<u>460</u>	<u>460</u>	<u>457</u>	<u>439</u>
Other supporting staff:										
Cafeteria	52	61	67	68	63	58	58	59	49	29
Clerical and Aides, Playground Supervisor	205	186	192	186	197	197	197	196	192	192
Maintenance, custodians and warehouse and crossing guards	<u>64</u>	<u>67</u>	<u>69</u>	<u>71</u>	<u>69</u>	<u>71</u>	<u>71</u>	<u>74</u>	<u>78</u>	<u>64</u>
Total support staff	<u>321</u>	<u>314</u>	<u>328</u>	<u>325</u>	<u>329</u>	<u>326</u>	<u>326</u>	<u>329</u>	<u>319</u>	<u>285</u>
Total staff	<u>852</u>	<u>830</u>	<u>853</u>	<u>842</u>	<u>834</u>	<u>823</u>	<u>823</u>	<u>820</u>	<u>804</u>	<u>750</u>

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
OPERATING INDICATORS BY FUNCTION
 LAST TEN FISCAL YEARS

FISCAL YEAR	PK - 8 ENROLLMENT	AVERAGE DAILY ATTENDANCE	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE
2021	5,320	4,796	\$ 72,517,106	15,120	16.7%
2020	5,541	5,253	68,060,123	12,958	-6.5%
2019	5,567	4,941	68,457,858	13,855	1.3%
2018	5,558	5,015	68,591,423	13,677	-1.8%
2017	5,564	5,006	69,417,758	13,866	-0.5%
2016	5,356	4,859	67,695,756	13,933	10.5%
2015	5,332	4,962	62,572,837	12,610	0.1%
2014	5,307	4,860	61,257,274	12,604	5.0%
2013	5,218	4,852	58,228,272	12,001	0.0%
2012	5,040	4,737	56,837,743	11,999	5.7%

EXPENSES	PER CAPITA TUITION CHARGE	PERCENTAGE CHANGE	TEACHING STAFF	PUPIL - TEACHER RATIO	PERCENTAGE OF STUDENTS RECEIVING FREE OR REDUCED PRICE- MEALS
\$ 82,440,569	17,189	12.4%	493	10.0	10%
80,329,006	15,293	-4.9%	479	11.0	6%
79,414,696	16,072	-0.9%	488	10.0	12%
81,448,927	16,241	1.7%	468	11.0	14%
81,147,676	16,209	1.5%	468	11.0	14%
77,594,591	15,970	38.7%	460	11.0	14%
57,145,480	11,517	-0.5%	460	11.0	14%
56,243,555	11,573	6.2%	457	11.0	10%
52,880,003	10,899	-2.5%	439	11.0	10%
52,973,805	11,183	10.5%	424	11.2	10%

ARLINGTON HEIGHTS SCHOOL DISTRICT 25
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	2021	2020	2019	2018	2017
Elementary					
Buildings	7	7	7	7	7
Square Feet	497,603	497,603	497,603	489,225	476,969
Capacity (Students)	4,950	4,950	4,950	4,950	4,829
Enrollment	3,755	3,755	3,750	3,663	3,670
Middle					
Buildings	2	2	2	2	2
Square Feet	290,283	290,283	290,283	290,283	270,013
Capacity (Students)	2,100	2,100	2,100	2,100	1,892
Enrollment	1,786	1,786	1,812	1,876	1,854
Other					
Buildings	3	3	3	3	3
Enrollment	N/A	N/A	N/A	N/A	N/A
Athletics					
Play grounds	7	7	7	7	7

2016	2015	2014	2013	2012
7	7	7	7	7
446,817	446,817	446,817	446,817	446,817
4,454	4,454	4,454	4,454	4,454
3,620	3,610	3,428	3,443	3,443
2	2	2	2	2
270,013	270,013	270,013	270,013	270,013
1,892	1,892	1,892	1,892	1,892
1,778	1,788	1,795	1,719	1,719
3	3	3	3	3
N/A	N/A	N/A	N/A	N/A
7	7	7	7	7