

***J. Sterling Morton High School District 201
Cicero, Illinois***

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2024



J. Sterling Morton High School District 201

5801 W. Cermak ● Cicero, Illinois 60804 ● (708) 780-2800 ● www.morton201.org

**J. STERLING MORTON
HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

For the Year Ended
June 30, 2024

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CICERO, ILLINOIS
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CICERO, ILLINOIS
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J. STERLING MORTON HIGH SCHOOL DISTRICT #201

CICERO, ILLINOIS

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INTRODUCTORY SECTION

J. Sterling Morton High School District No. 201

5801 West Cermak Road
Cicero, IL 60804

Principal Officers and Advisors

As of June 30, 2024

Board of Education

		<u>Term Expires</u>
Mr. Jeffry Pesek	President	April 2027
Mr. Mark Kraft	Vice President	April 2027
Ms. Jessica Jaramillo-Flores	Secretary	April 2025
Mr. Fernando Godinez	Member	April 2027
Dr. Margaret Kelly	Member	April 2025
Ms. Sandra Tomschin	Member	April 2025
Ms. Maria A. Gallegos	Member	April 2025

District Administration

Dr. Timothy Truesdale	Superintendent
Dr. Joshua McMahon	Assistant Superintendent for Educational Programs
Mr. Christopher Blomquist	Chief Financial Officer

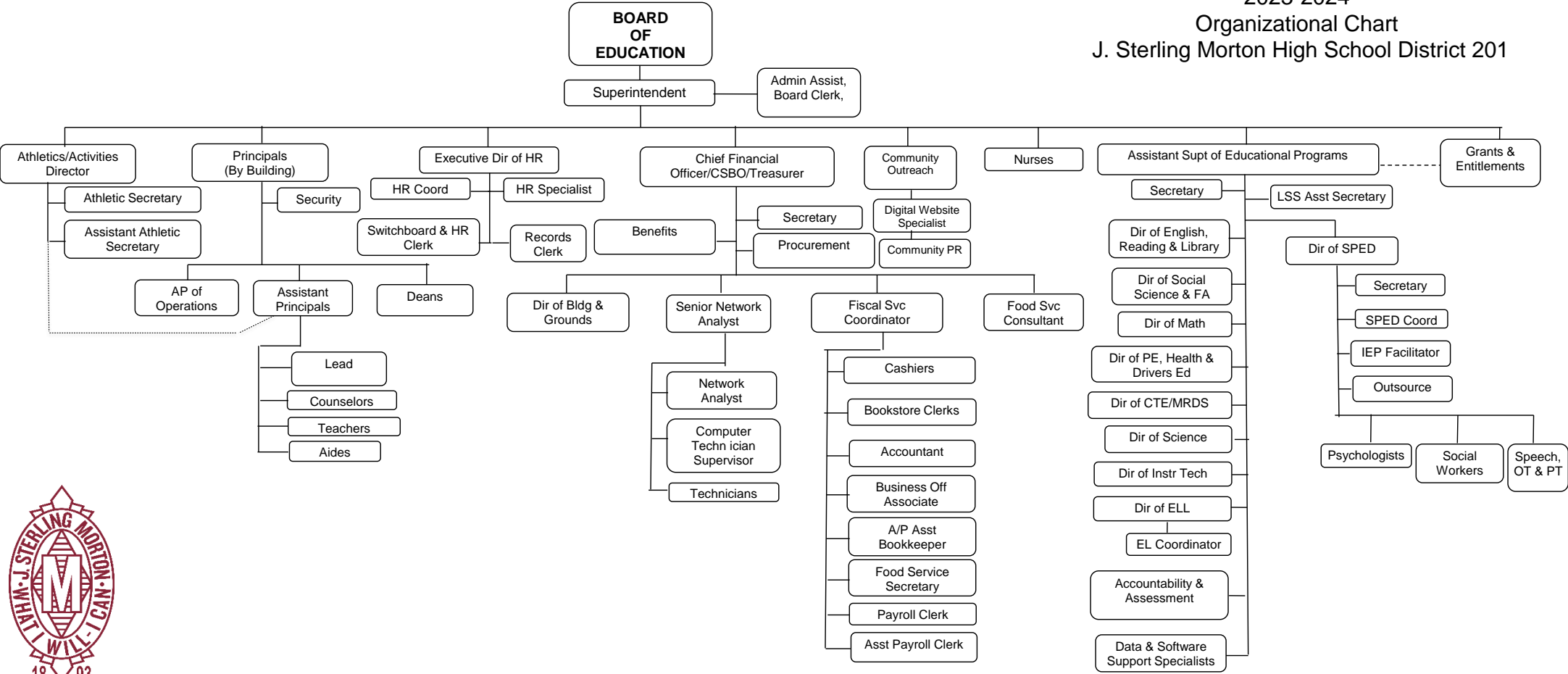
Official Issuing Report

Mr. Christopher Blomquist	Chief Financial Officer
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Department Issuing Report

Business Office

2023-2024
Organizational Chart
J. Sterling Morton High School District 201





J. STERLING MORTON HIGH SCHOOLS

5801 WEST CERMAK ROAD, CICERO, IL 60804, (708) 780-2800

April 9, 2025

To the Citizens and Board of Education of
J. Sterling Morton High School District No. 201

We are pleased to present the Annual Comprehensive Financial Report of J. Sterling Morton High School District No. 201 (the "School District") for the fiscal year ended June 30, 2024. This Annual Comprehensive Financial Report contains financial statements, supplemental statements and statistical information, providing complete and full disclosure of all material financial aspects of the School District for the 2024 fiscal year.

The School District is responsible for the accuracy, completeness, and fairness of the data presented. To the best of our knowledge and belief, this report and the enclosed data are accurate in all materials aspects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School District. We have included all disclosures necessary to enable the reader to gain an understanding of generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources.

The Annual Comprehensive Financial Report is divided into three sections:

The **Introductory Section** includes a title page, the table of contents, this transmittal letter, a Certificate of Excellence in Financial Reporting, a list of principal officials, and the School District's organizational chart.

The **Financial Section** includes the independent auditors' report on the financial statements, management's discussion and analysis, basic financial statements, notes to the financial statements, required supplementary information, and other schedules that provide detailed information relative to the basic financial statements.

The **Statistical Section** includes selective financial, economic and demographic information, generally presented on a multi-year basis for comparative purposes.

The School District provides a full range of traditional and non-traditional educational programs, services and facilities. These include secondary curriculum offerings at the general level, college preparatory level and vocational level; a broad range of co-curricular and extracurricular activities; and special education programs and facilities.

REPORTING ENTITY

J. Sterling Morton High School District No. 201 is organized under the Constitution of the State of Illinois. The School District operates under a locally elected Board form of government consisting of seven members elected at-large for staggered four-year terms. The School District provides educational services as authorized by State statute and federal guidelines.

The Superintendent is the chief executive officer of the School District and is responsible directly to the Board for all operations of the School District.

The Chief Financial Officer is directly responsible to the Superintendent for all financial operations and custody of all School District funds and assets.

A reporting entity is comprised of the primary government, component units, and other organizations that are included to insure that the financial statements of the school district are not misleading. The primary government of a school district consists of all funds, departments, boards, and agencies that are not legally separate from the school district. This includes general operations, food service, and student related activities of the school district.

Component units are legally separate organizations for which school district is financially accountable. A school district is financially accountable for an organization if the school district appoints a voting majority of the organization’s governing board and (1) the school district is able to significantly influence the programs or services performed or provided by the organization, or (2) the school district is legally entitled to or can otherwise access the organization’s resources, is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization, or is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the school district in that the school district approves the organization’s budget, the issuance of its debt, or the levying of its taxes. The School District has no component units.

The Municipalities, Parent Teacher Organization, Booster groups and Alumni associations perform activities within the School District’s boundaries for the benefit of its residents but are excluded from the accompanying financial statements because the School District is not financially accountable for these entities nor are they fiscally dependent on the School District.

The School District also belongs to the Collective Liability Insurance Cooperative (CLIC) for property and casualty insurance coverage.

ECONOMIC CONDITION AND OUTLOOK

J. Sterling Morton High School District No. 201 is located in Central Cook County, in northern Illinois. The county itself is located on the shores of Lake Michigan and includes all of Chicago. Cook County is approximately 90 miles from Milwaukee and 30 miles from Gary, Indiana. This central position provides a strategic location for the development of business and industry.

Consumer Price Index (CPI) trends continue to be reflective of the current economic state. The latest CPI (June 2024) is 3.0% compared to 3.0% reported last year.

The District’s enrollment in recent years has declined slightly. Minor fluctuations are anticipated in the future. The District does not experience significant competition from charter schools.

THE DISTRICT AND ITS FACILITIES

The School District served approximately 7,893 students during the 2024 fiscal year housed in four facilities. The enrollments per school, excluding private placements, were as follows:

<u>School</u>	<u>Grades</u>	<u>Enrollment</u>
Morton Freshman Center	9	1,032
Morton East	10-12	3,411
Morton West	9-12	3,410
Alternative School	9-12	40

MAJOR INITIATIVES

- Morton 201 anticipates bringing back an additional period for more academic opportunities.
- Multiple classrooms are continued to be remodeled and updated throughout the district.
- The School District is updating its IT server room to keep up with technology demands.
- Major infrastructure upgrades included higher bandwidth capacity to support our One-to-One program.
- The English, Social Science and Mathematics departments have revised their curriculum to address the Common Core State Standards in each grade level. In addition, the curriculum is also vertically aligned to avoid duplication of efforts, and, at the same time, to guarantee that the skills of each grade level build on the previous skills taught.
- The School District has reached full implementation of a standards-based grading system to measure students' progress on clearly defined outcomes in every course.

FINANCIAL INFORMATION

The School District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records are maintained during the fiscal year on a budgetary basis system of accounting as prescribed by State statute.

Internal Controls

The management of the School District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the School 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 (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived from its implementation, and (2) the valuation of cost and benefits requires estimates and judgments by management.

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. The Chief Financial Officer has been given authority to allocate Board appropriations to the function and object level within each fund. The School District has chosen to present budgetary information at the function level in the basic financial statements and at the object level in the individual fund statements.

The School District maintains an encumbrance accounting system as a technique of accomplishing budgetary control. Unencumbered appropriation balances are verified prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts lapse at year-end, and, if necessary, are re-appropriated in the subsequent fiscal year. As demonstrated by the statements and schedules included in the financial section of this report, the School District continues to meet its responsibility for sound financial management.

Financial Condition

The School District has prepared its financial statements following GASB Statement No. 34, “Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments.” GASB Statement No. 34 creates new basic financial statements for reporting on the School District’s financial activities as follows:

Government-wide financial statements – These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by many businesses.

Fund financial statements – These statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include reconciliation to the governmental activities presented in the government-wide financial statements.

Budgetary comparison schedules – These schedules present comparisons of actual information to the legally adopted budget for the general fund and any major special revenue funds.

As part of this reporting model, management is responsible for preparing a Management’s Discussion and Analysis of the School District. This discussion is located in the Financial Section of this report following the audit opinion, and provides a narrative overview and analysis of the School District finances for fiscal 2024.

OTHER INFORMATION

INDEPENDENT AUDIT

The School District has an independent audit performed by the firm Sikich CPA LLC for the fiscal year ended June 30, 2024. The opinion of Sikich CPA LLC can be found at the beginning of the Financial Section of this report.

ACKNOWLEDGEMENTS

A note of sincere appreciation is extended to the many conscientious people who have contributed their time and effort to the preparation of this report.

Finally, sincere gratitude goes to the Board of Education where commitment to excellence begins.

Respectfully submitted,



Mr. Christopher Blomquist, CSBO
Chief Financial Officer

FINANCIAL SECTION

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
J. Sterling Morton High School District #201
Cicero, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of J. Sterling Morton High School District #201 (the District) as of and for the year ended June 30, 2024, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents.

Summary of Opinions

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Adverse
General Fund	Unmodified
Operations and Maintenance Fund	Unmodified
Transportation Fund	Unmodified
Municipal Retirement/Social Security Fund	Unmodified
Debt Service Fund	Unmodified
Capital Projects Fund	Unmodified
Fire Prevention and Safety Fund	Unmodified

Adverse Opinion on Governmental Activities

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statements referred to above do not present fairly the financial position of the governmental activities of J. Sterling Morton High School District #201 as of June 30, 2024, or the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions on Each Major Fund

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund of J. Sterling Morton High School District #201, as of June 30, 2024, and the respective changes in financial position, thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Adverse and Unmodified Opinions

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

Matter Giving Rise to Adverse Opinion on Governmental Activities

J. Sterling Morton High School District #201 does not maintain detailed historical cost records of its capital assets. The amount by which this disclosure would affect the financial statements is not readily determinable.

Responsibilities of Management 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 and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information is presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 9, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Sikich CPA LLC

Naperville, Illinois
April 9, 2025

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

SIKICH.COM

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Education
J. Sterling Morton High School District #201
Cicero, Illinois

We have audited, in accordance with the 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, the financial statements of the governmental activities and each major fund of J. Sterling Morton High School District #201 (the District), as of and for the year ended June 30, 2024, and the related notes to financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated April 9, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as findings 2024-001, 2024-002, and 2024-003 that we consider to be material weaknesses.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

J. Sterling Morton High School District #201's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sikich CPA LLC

Naperville, Illinois
April 9, 2025

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2024

Material Weaknesses

2024-001: Cash and Investment Reconciliation

Criteria: Cash and investment reconciliations should be prepared and reviewed in a timely manner. Variances to general ledger balances should be investigated and disposed of as necessary.

Condition: There were various cash and investment accounts that were not appropriately reconciled to the general ledger throughout the year and at year-end.

Cause: Timely bank reconciliations were not completed or reviewed.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2024

Material Weaknesses (Continued)

2024-001: Cash and Investment Reconciliation (Continued)

Effect: This has caused a delay in the recording of certain transactions and accurate financial reporting at interim periods as well as at year end.

Recommendation: Ideally, all cash and investment accounts should be reconciled no later than the 10th working day of the following month or within a week of receipt of the bank statements. If bank reconciliations are to serve as an effective control over the cash accounts, they must be prepared on a timely basis and all reconciling items should be investigated and disposed of properly.

Views of Responsible Officials: Management agrees with this finding.

2024-002: Capital Asset Tracking

Criteria: A detailed capital asset listing consisting of critical information such as acquisition date, acquisition cost, useful life, and other tracking information should be maintained and reconciled to the financial statements. The District should also appropriately assess the value of its property for insurance purposes.

Condition: The District does not currently maintain a detailed list of its capital assets. The District does not have a recent replacement cost valuation for insurance purposes.

Cause: The cause of the condition is because the District has not contracted with any third parties to accomplish the task, nor has it allocated internal resources to the condition.

Effect: If the District does not maintain a detailed listing of capital assets that reconcile to the external financial statements, there could be errors or irregularities in the capital asset balances. The lack of a complete accounting of capital assets also poses a risk of misappropriation of assets. Further, if an insurance appraisal is not done, the District could be under-insuring its property with its liability insurance provider.

Recommendation: We recommend that the District contract with a third-party asset vendor or allocate internal business office resources to performing a detailed inventory and accounting of capital assets. We also recommend the District obtain an appraisal for insurance purposes to ensure that the District's property is appropriately insured in the event of loss.

Views of Responsible Officials: Management agrees with this finding.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2024

Material Weaknesses (Continued)

2024-003: Equipment Purchased with Federal Funds

Criteria: 2 CFR 200.313, Equipment , requires the following with respect to equipment purchased with Federal Funds:

(1) Property records must be maintained that include a description of the property, a serial number or other identification number, the source of funding for the property (including the FAIN), who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the project costs for the Federal award under which the property was acquired, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property.

(2) A physical inventory of the property must be taken and the results reconciled with the property records at least once every two years.

(3) A control system must be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage or theft must be investigated.

Condition: The District does not maintain adequate supporting documentation for some purchases. In some cases, construction vendors are performing work for which there is no contract or statement of work to document the terms and conditions. In some cases, invoices are vague and it is difficult to determine work performed and when the work was completed. In other cases, purchase orders are being approved after a good or service was rendered or received.

Cause: The cause of the condition is because the District has not contracted with any third parties to accomplish the task, nor has it allocated internal resources to the condition.

Effect: The District is out of compliance with Federal property regulations as a result of this condition.

Recommendation: We recommend that the District contract with a third-party asset vendor or allocate internal business office resources to performing a detailed inventory and accounting of capital assets. We also recommend the District obtain an appraisal for insurance purposes to ensure that the District's property is appropriately insured in the event of loss.

Views of Responsible Officials: Management agrees with this finding.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2024

Prior Year Audit Findings

Material Weaknesses

2023-001: Segregation of Duties

Criteria: A component of a strong system of internal controls is adequate segregation of duties. One individual should not have the ability to initiate and record manual journal entries, the ability to print and sign checks, and also perform bank reconciliations.

Condition: The District Accountant has full access to the general ledger, the ability to initiate and record manual journal entries, the ability to print and sign checks and also performs bank reconciliations. Additionally there is no formal review over these procedures.

Cause: This deficiency was caused by limited resources to segregate duties within the certain process.

Effect: Lack of segregation of duties in the internal controls can lead to errors and irregularities in accounting records and transactions.

Recommendation: We recommend the District segregate the bank reconciliation duties from an employee who does not have full access to the general ledger. Additionally, we recommend the review of bank reconciliations be performed by someone other than the preparer and someone who has the ability to make edits to general ledger should not be an authorized signer on bank accounts.

Views of Responsible Officials: Management agrees with this finding.

Status: This finding is not repeated for the year ended June 30, 2024.

2023-002: Cash and Investment Reconciliation

Criteria: Cash and investment reconciliations should be prepared and reviewed in a timely manner. Variances to general ledger balances should be investigated and disposed of as necessary.

Condition: There were various cash and investment accounts that were not appropriately reconciled to the general ledger throughout the year and at year-end.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2024

Prior Year Audit Findings (Continued)

Material Weaknesses (Continued)

2023-002: Cash and Investment Reconciliation (Continued)

Cause: Due to turnover of the CFO before year end and the new CFO not starting until after year end, timely bank reconciliations were not completed or reviewed.

Effect: This has caused a delay in the recording of certain transactions and accurate financial reporting at interim periods as well as at year end.

Recommendation: Ideally, all cash and investment accounts should be reconciled no later than the 10th working day of the following month or within a week of receipt of the bank statements. If bank reconciliations are to serve as an effective control over the cash accounts, they must be prepared on a timely basis and all reconciling items should be investigated and disposed of properly.

Views of Responsible Officials: Management agrees with this finding.

Status: This finding is repeated for the year ended June 30, 2024 as finding 2024-001.

2023-003: Capital Asset Tracking

Criteria: A detailed capital asset listing consisting of critical information such as acquisition date, acquisition cost, useful life and other tracking information should be maintained and reconciled to the financial statements. The District should also appropriately assess the value of its property for insurance purposes.

Condition: The District does not currently maintain a detailed list of its capital assets. The District does not have a recent replacement cost valuation for insurance purposes.

Cause: The cause of the condition is because the District has not contracted with any third parties to accomplish the task, nor has it allocated internal resources to the condition.

Effect: If the District does not maintain a detailed listing of capital assets that reconcile to the external financial statements, there could be errors or irregularities in the capital asset balances. The lack of a complete accounting of capital assets also poses a risk of misappropriation of assets. Further, if an insurance appraisal is not done, the District could be under-insuring its property with its liability insurance provider.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2024

Prior Year Audit Findings (Continued)

Material Weaknesses (Continued)

2023-003: Capital Asset Tracking (Continued)

Recommendation: We recommend that the District contract with a third-party asset vendor or allocate internal business office resources to performing a detailed inventory and accounting of capital assets. We also recommend the District obtain an appraisal for insurance purposes to ensure that the District's property is appropriately insured in the event of loss.

Views of Responsible Officials: Management agrees with this finding.

Status: This finding is repeated for the year ended June 30, 2024 as finding 2024-002.

2023-004: Purchasing Controls

Criteria: Management is responsible for the maintenance of effective internal control over the purchasing process. These controls include documenting agreements with vendors in the form of contracts, using a requisition and purchase order process before engaging with vendors for goods and services, and going out to bid for significant purchases and construction work.

Condition: The District does not maintain adequate supporting documentation for some purchases. In some cases, construction vendors are performing work for which there is no contract or statement of work to document the terms and conditions. In some cases, invoices are vague and it is difficult to determine work performed and when the work was completed. In other cases, purchase orders are being approved after a good or service was rendered or received.

Cause: The cause of the condition is due to the lack of purchasing function controls.

Effect: If the District does not maintain effective internal control over the purchasing process, it could lead to errors, irregularities, or misappropriation of assets. Significant construction and building work should have signed contracts documenting the terms and conditions of the arrangement as well as the services to be performed. The District should consider putting building and construction work to bid to ensure they are receiving a fair market price.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2024

Prior Year Audit Findings (Continued)

Material Weaknesses (Continued)

2023-004: Purchasing Controls (Continued)

Recommendation: We recommend the District perform a revision of its purchasing process and document a strong process that enhances internal control. We recommend hiring a Purchasing Agent to enforce these internal controls and maintain the integrity of the process. The District should evaluate its existing purchasing policy to ensure it is at minimum consistent with Illinois State Board of Education guidelines and the Uniform Guidance and it is being followed.

Views of Responsible Officials: Management agrees with this finding.

Status: This finding is not repeated for the year ended June 30, 2024.

2023-005: Equipment Purchased with Federal Funds

Criteria: 2 CFR 200.313, Equipment, requires the following with respect to equipment purchased with Federal Funds:

(1) Property records must be maintained that include a description of the property, a serial number or other identification number, the source of funding for the property (including the FAIN), who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the project costs for the Federal award under which the property was acquired, the location, use and condition of the property and any ultimate disposition data including the date of disposal and sale price of the property.

(2) A physical inventory of the property must be taken and the results reconciled with the property records at least once every two years.

(3) A control system must be developed to ensure adequate safeguards to prevent loss, damage or theft of the property. Any loss, damage, or theft must be investigated.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2024

Prior Year Audit Findings (Continued)

Material Weaknesses (Continued)

2023-005: Equipment Purchased with Federal Funds (Continued)

Condition: The District does not maintain adequate supporting documentation for some purchases. In some cases, construction vendors are performing work for which there is no contract or statement of work to document the terms and conditions. In some cases, invoices are vague and it is difficult to determine work performed and when the work was completed. In other cases, purchase orders are being approved after a good or service was rendered or received.

Cause: The cause of the condition is because the District has not contracted with any third parties to accomplish the task, nor has it allocated internal resources to the condition.

Effect: The District is out of compliance with Federal property regulations as a result of this condition.

Recommendation: We recommend that the District contract with a third-party asset vendor or allocate internal business office resources to performing a detailed inventory and accounting of capital assets. We also recommend the District obtain an appraisal for insurance purposes to ensure that the District's property is appropriately insured in the event of loss.

Views of Responsible Officials: Management agrees with this finding.

Status: This finding is repeated for the year ended June 30, 2024 as finding 2024-003.

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

J. Sterling Morton High School District 201

Management's Discussion and Analysis (Unaudited)

for the Year Ended June 30, 2024

The discussion and analysis of J. Sterling Morton High School District 201's (the District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2024. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior year is required to be presented in the Management Discussion and Analysis.

Financial Highlights

- Total revenues of \$204.2 million exceeded expenses of \$147.2 million for a change in net position of \$57.0 million.
- As of June 30, 2024, the total fund balance for all governmental funds was \$173.0 million compared to \$146.1 million in the prior year.
- The estimated 2024 financial profile designation for the District is "Recognition." The final score will be calculated by the Illinois State Board of Education.

Overview of the Financial Statements

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

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

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

Government-wide financial statements

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

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

J. Sterling Morton High School District 201
Management's Discussion and Analysis (Unaudited)
for the Year Ended June 30, 2024

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 governmentwide 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 does not have any proprietary funds. The District maintains no fiduciary funds that are required to be reported as fiduciary activities.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the governmentwide financial statements. However, unlike the governmentwide 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 governmentwide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the governmentwide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains seven individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for all 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.

**J. Sterling Morton High School District 201
Management's Discussion and Analysis (Unaudited)
for the Year Ended June 30, 2024**

Notes to the financial statements

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

Required supplementary information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the financial statements.

Government-Wide Financial Analysis

Statement of Net Position:

Net capital assets totaled \$198.5 million, representing approximately 48.3% of total assets for the year ended June 30, 2024. Long-term liabilities outstanding totaled \$93.2 million, or 92.7% of total liabilities. Other liabilities totaled \$7.3 million, which is a decrease of \$5.6 million from fiscal year 2023. As a result, overall total liabilities decreased by \$20.5 when compared to fiscal year 2023, mainly due to the District servicing its debt.

In addition to assets, the Statement of Net Position reports deferred outflows of resources. This represents a consumption of net position that applies to a future period and thus, will not be recognized as an outflow of resources (expense) until then. The District has deferred outflows of resources of \$10.4 million related to pensions and deferred outflows of resources of \$4.6 million related to other postemployment benefits.

In addition to liabilities, the Statement of Net Position reports deferred inflows of resources. This represents an increase of net position or fund balance that applies to a future period and so will not be recognized as revenue until that time. A deferred inflow of resources of \$28.3 million resulted from the District's legal claim to receive property taxes prior to the period that those taxes are intended to fund. Additionally, the District had deferred inflows of resources of \$7.6 million related to the pensions, deferred inflows of resources of \$38.2 million related to other postemployment benefits and \$3.9 million related to leases.

As a result of the change in assets, deferred outflows of resources, liabilities, and deferred inflows of resources noted, net position increased 30.0% or \$56.9 million (after restatement for correction of prior year errors). Total net position, as of June 30, 2024, was \$247.2 million. Of this total, \$62.5 million was restricted. Additional information is available in the Statement of Net Position of the financial statements.

J. Sterling Morton High School District 201
Management's Discussion and Analysis (Unaudited)
for the Year Ended June 30, 2024

Table 1 Condensed Statement of Net Position Government – Wide (in millions of dollars)		
Assets:	2023	2024
Current & Other Assets	\$191.1	\$212.3
Capital Assets	<u>\$186.4</u>	<u>\$198.5</u>
Total Assets	<u>\$377.5</u>	<u>\$410.8</u>
Deferred outflows of resources:		
Other postemployment benefits	\$5.5	\$4.6
Pension	<u>\$13.5</u>	<u>\$10.4</u>
Total deferred outflows of resources	<u>\$19.0</u>	<u>\$15.0</u>
Liabilities:		
Long-term liabilities	\$113.7	\$93.2
Other liabilities	<u>\$12.9</u>	<u>\$7.3</u>
Total liabilities	<u>\$126.6</u>	<u>\$100.5</u>
Deferred inflows of resources:		
Property taxes levied for a future period	\$28.0	\$28.3
Leases	\$4.2	\$3.9
Other postemployment benefits	\$43.4	\$38.2
Pension	<u>\$4.0</u>	<u>\$7.6</u>
Total deferred inflows of resources	<u>\$79.6</u>	<u>\$78</u>
Net position:		
Net investment in capital assets	136.4	147.4
Restricted	53.5	62.5
Unrestricted	0.4	37.3
Total net position	<u>190.3</u>	<u>247.2</u>

J. Sterling Morton High School District 201
Management's Discussion and Analysis (Unaudited)
for the Year Ended June 30, 2024

Statement of Activities:

Table 2 illustrates revenues and expenses from fiscal year 2024 that resulted in a change in net position of \$57.0 million.

The District's total revenues were \$204.2 million. Property taxes were 27.3% of the total, or \$55.8 million.

The total cost of all programs and services was \$147.2 million. The District's expenses related to instruction accounted for 54.5% of the total, or \$80.2 million. The District's expenses in support services were 42.1% of total costs or \$62.0 million. Total revenues exceeded total expenses, increasing net position by \$57.0 million for the year.

Table 2 Statement of Activities (in millions of dollars)		
	2023	2024
Revenues:		
Program revenues:		
Charge for Services	\$4.3	\$4.5
Grants & contributions	66.3	26.7
General revenues:		
Taxes	68.5	69.3
Unrestricted grants	86.3	91.9
Other	<u>8.8</u>	<u>11.8</u>
Total revenues:	<u>234.2</u>	<u>204.2</u>
Expenses:		
Instruction	109.6	80.2
Support Services	80.2	62.0
Other	1.4	1.4
Interest and fees	<u>4.2</u>	<u>3.6</u>
Total expenses	<u>195.4</u>	<u>147.2</u>
Change in net position	<u>\$36.1</u>	<u>57.0</u>

J. Sterling Morton High School District 201
Management's Discussion and Analysis (Unaudited)
for the Year Ended June 30, 2024

Financial Analysis of the District's Funds

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

As of the end of the current fiscal year, the District's governmental funds reported a total combined ending fund balance of \$173.0 million. Of this amount, \$61.3 million constitutes *unassigned fund balance*. The Debt Service Fund, Capital Projects Fund and total Special Revenue funds have a combined *restricted* fund balance of \$62.1 million. Additionally, there is a nonspendable balance of \$1.1 million due to prepaid items and inventory. There is an assigned fund balance of \$48.5 million.

General Fund

The General Fund includes the Educational Account and the Working Cash Account. The largest volume of transactions are recorded in the Educational Account because the Educational Account covers all transactions that are not specifically covered in another account or fund.

Certain expenditures that must be charged to this Account include the direct costs of instructional, health and attendance services, lunch programs, all costs of administration, and related insurance costs. Certain revenues that must be credited to this Account include educational tax levies, tuition, and student fee revenue.

At the end of the current fiscal year, the Educational Account had an unassigned fund balance of \$61.3 million. The unassigned fund balance at June 30, 2023 was \$46.4 million. This represents a increase of approximately \$14.9 million in the unassigned fund balance.

The Working Cash Account is created either by a separate tax levy or by the issuance of bonds. Interfund loans from the Working Cash Account may be made to any fund for which taxes are levied.

At the end of the current fiscal year, the Working Cash Account had a fund balance of \$8.3 million. The ending fund balance at the end of fiscal year 2023 was \$8.3 million.

Operations and Maintenance Fund

All costs of maintaining, improving, or repairing school buildings and property, renting buildings, and property for school purposes or paying premiums for insurance on school buildings are reported in the Operations and Maintenance Fund. All salaries and insurance benefit costs of custodial and maintenance employees, including all costs of fuel, lights, natural gas, water, telephone service, custodial supplies, and equipment are included in the Operations and Maintenance Fund.

The Operations and Maintenance fund balance for the current year is \$26.2 million. The fund balance at June 30, 2023 was \$24.0 million. This represents an increase of \$2.2 million from the previous fiscal year.

J. Sterling Morton High School District 201
Management's Discussion and Analysis (Unaudited)
for the Year Ended June 30, 2024

Debt Service Fund

Bonds are generally issued to finance the construction on buildings and may be issued for other purposes. Taxes are levied to provide cash to retire these bonds and to pay the interest on them. To protect the bondholders, these tax collections must be accounted for in the Debt Service Fund.

At the end of the current fiscal year, the Debt Service Fund had a fund balance of \$11.3 million. This fund balance can only be used to pay the District's outstanding debt. The ending fund balance at the end of fiscal year 2023 was \$11.1 million.

Capital Projects Fund

When bonds are issued for construction purposes, the funds are deposited into the Capital Projects Fund. Monies may also be transferred into the fund from other funds for the use of capital projects. Funds can be used for the acquisition or construction and renovation of major capital facilities. At the end of the current fiscal year, the Capital Projects Fund had a fund balance of \$38.7 million. The fund balance at the end of fiscal year 2023 was \$35.1 million. The fund balance increased by \$3.6 million.

Transportation Fund

This fund is created if a separate tax is levied for providing resources for transporting pupils for any purpose whether the District provides the transportation itself or hires an outside company to provide the transportation services.

Costs of transportation may include the purchase of vehicles, insurance of buses, salaries, insurance benefit costs, and the costs of hiring an outside service. Monies received for transportation purposes from any source must be deposited into this fund, except for the portion of state reimbursement applicable to other funds (e.g. utility costs from Operations and Maintenance Fund).

At the end of the current fiscal year, the Transportation Fund had a fund balance of \$12.1 million. The fund balance at the close of fiscal year 2023 was \$8.1 million, an increase of \$4 million.

Illinois Municipal Retirement/Social Security Fund

This Fund is created if a separate tax is levied for the purpose of providing resources for the District's share of retirement benefits for covered employees or a separate tax is levied for the purpose of providing resources for the District's share of Social Security and Medicare payments for covered employees.

At the end of the current fiscal year, the Municipal Retirement/Social Security Fund had a fund balance of \$7.2 million. The ending fund balance at the end of fiscal year 2023 was \$5.3 million.

J. Sterling Morton High School District 201
Management's Discussion and Analysis (Unaudited)
for the Year Ended June 30, 2024

Fire Prevention and Safety Fund

This fund accounts for the state-approved life safety projects financed through bond issues or local property taxes levied specifically for such purposes. At the end of the current fiscal year, the Fire Prevention and Safety Fund had a fund balance of \$5.7 million. The fund balance at the end of fiscal year 2023 was \$5.4 million, an increase of \$0.3 million.

The District's total revenues were \$226.8 million. Approximately 30.6% of total governmental fund revenues come from local sources, 51.6% from state sources, and 12.2% from federal sources.

General Fund Budgetary Highlights

Annual budgets are prepared on a basis consistent with accounting principles generally accepted in the United States except the District does not budget for "on-behalf" contributions from the State for the employer's share of the Teachers' Retirement System Pension and Teachers' Health Insurance Security Fund. All annual budgets lapse at fiscal year-end. The annual budget is legally enacted and provides for a legal level of control at the fund level.

- For this fiscal year, the Board adopted a General Fund budget that reflected an operating surplus of \$6.1 million.
- The General Fund ended the year with an operating surplus of \$14.6 million, after prior period adjustment.
- At the end of the current fiscal year, the General Fund had a fund balance of \$71.7 million. The ending fund balance at the end of fiscal year 2023 was \$57.1 million (includes restatement for correction of prior year error).

Capital Asset and Debt Administration

Capital assets

Table 3 below illustrates capital assets, net of depreciation, which reflect an overall increase of \$12.2 million when compared to 2023.

Table 3 Capital Assets (net depreciation) (in millions of dollars)		
	2023	2024
Land	\$16.2	\$16.2
Construction in progress	5.3	15.2
Land improvements	1.8	4.2
Buildings	143.1	142.6
Building improvements	10.7	13.2
Equipment	<u>9.2</u>	<u>7.1</u>
Total	<u>\$186.3</u>	<u>\$198.5</u>

J. Sterling Morton High School District 201
Management's Discussion and Analysis (Unaudited)
for the Year Ended June 30, 2024

Long-term liabilities

Table 4 illustrates the repayment of the District's outstanding long-term liabilities, according to the existing debt payment schedule. As of June 30, 2024, the District had \$50.0 million in general obligation bonds and \$16.3 in capital appreciation bonds. There is also a \$0.7 million unamortized premium. The District also has \$7.4 million related to IMRF and TRS net pension liability, \$0.1 million related to compensated absences, and \$18.7million related to other postemployment benefits liabilities.

The District is subject to the Illinois School Code, which limits the amount of certain bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2024, the statutory debt limit for the District was \$114.1 million, providing a debt margin of \$180.3 million.

The Illinois School Code provides exceptions to the 6.9% legal debt limit for bonds related to acquiring or improving a site or sites, construction, extending, improving and equipping school buildings, establishing a working cash fund, and certain types of funding bonds or bonds approved by 2/3 of voters on a referendum.

Table 4
Outstanding Long-Term Liabilities
(in millions of dollars)

	<u>2024</u>	<u>2023</u>
General obligation bonds	\$50.0	\$50.0
Capital appreciation bonds	16.3	23.7
Unamortized premium	0.7	1.3
Net pension liability	7.4	18.9
Net OPEB liability	7	19.8
Compensated absences	<u>0.1</u>	<u>0.1</u>
Total long-term liabilities	<u>\$93.2</u>	<u>\$113.8</u>

Factors Bearing on the District's Future

- While economic uncertainty remains, inflation has stabilized compared to prior years, with the Consumer Price Index (CPI) no longer presenting as significant a concern. However, the District continues to monitor key economic indicators that may impact local, state, and federal revenue streams.
- The District is experiencing sustained increases in interest revenue for fiscal year 2024 and beyond, allowing for greater flexibility in managing short-term investments and operational needs.
- The District has entered the planning stages for constructing a new Career and Technical Education (CTE) center. This includes selecting an architectural firm, developing preliminary building plans, and working toward finalizing a comprehensive project budget.

J. Sterling Morton High School District 201
Management's Discussion and Analysis (Unaudited)
for the Year Ended June 30, 2024

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, please contact the Business Office, J. Sterling Morton High School District 201, 5801 W. Cermak Road, Cicero, Illinois 60804.

BASIC FINANCIAL STATEMENTS

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

STATEMENT OF NET POSITION

June 30, 2024

	Governmental Activities
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ASSETS	
Cash and investments	\$ 170,221,443
Receivables (net of allowance for uncollectibles)	
Property taxes	28,281,023
Intergovernmental	3,265,527
Leases	4,062,535
Prepaid assets	1,112,730
Restricted investments	5,355,259
Capital assets	
Capital assets not being depreciated	31,415,346
Depreciable/amortizable building, property and equipment, net	<u>167,092,367</u>
 Total assets	 <u>410,806,230</u>
 DEFERRED OUTFLOWS OF RESOURCES	
Pension items - TRS	4,353,889
Pension items - IMRF	6,013,081
OPEB items - District plan	687,088
OPEB items - THIS	<u>3,924,772</u>
 Total deferred outflows of resources	 <u>14,978,830</u>
 Total assets and deferred outflows of resources	 <u>425,785,060</u>
 LIABILITIES	
Accounts payable	5,035,459
Salaries and wages payable	804,085
Claims payable	1,291,338
Interest payable	201,875
Long-term liabilities	
Due within one year	10,555,023
Due after one year	<u>82,647,938</u>
 Total liabilities	 <u>100,535,718</u>

(This statement is continued on the following page.)

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

STATEMENT OF NET POSITION (Continued)

June 30, 2024

	Governmental Activities
<hr/>	
DEFERRED INFLOWS OF RESOURCES	
Pension items - TRS	\$ 7,124,193
Pension items - IMRF	499,705
OPEB items - District plan	2,372,764
OPEB items - THIS	35,872,426
Property taxes levied for subsequent years	28,281,023
Leases	3,855,484
	<hr/>
Total deferred inflows of resources	78,005,595
	<hr/>
Total liabilities and deferred inflows of resources	178,541,313
	<hr/>
NET POSITION	
Net investment in capital assets	147,382,942
Restricted for	
Operations and maintenance	26,173,711
Transportation	12,065,772
Retirement	7,222,656
Debt service	11,333,394
Fire prevention and safety	5,726,776
Unrestricted	37,338,496
	<hr/>
TOTAL NET POSITION	\$ 247,243,747
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See accompanying notes to financial statements.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2024

FUNCTIONS AND PROGRAMS	Program Revenues				Net (Expense)
	Expenses	Charges for	Operating	Capital	Revenue and
PRIMARY GOVERNMENT		Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Position
					Primary
					Governmental
					Activities
Governmental Activities					
Instruction	\$ 80,201,416	\$ 3,453,857	\$ 18,801,790	\$ -	\$ (57,945,769)
Support services	62,010,462	1,044,456	7,869,233	-	(53,096,773)
Community services	853,420	-	21,782	-	(831,638)
Payments to other governments	533,708	-	-	-	(533,708)
Interest and fees	3,596,798	-	-	-	(3,596,798)
Total governmental activities	147,195,804	4,498,313	26,692,805	-	(116,004,686)
TOTAL PRIMARY GOVERNMENT	\$ 147,195,804	\$ 4,498,313	\$ 26,692,805	\$ -	(116,004,686)
General Revenues					
Property taxes					55,815,513
Replacement taxes					13,513,207
State aid - formula grants, grants and contributions					79,901,915
State aid - ESSR grants					11,979,239
Investment earnings					8,282,514
Other general revenues					3,508,960
Total					173,001,348
CHANGE IN NET POSITION					56,996,662
NET POSITION, JULY 1					190,247,085
NET POSITION, JUNE 30					\$ 247,243,747

See accompanying notes to financial statements.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**BALANCE SHEET
GOVERNMENTAL FUNDS**

June 30, 2024

	General	Operations and Maintenance	Transportation	Municipal Retirement Social Security
ASSETS				
Cash and investments	\$ 71,634,229	\$ 26,963,396	\$ 12,920,195	\$ 7,235,872
Receivables				
Property taxes, net	13,416,884	5,708,555	2,973,070	1,486,534
Intergovernmental	3,265,527	-	-	-
Leases	4,062,535	-	-	-
Prepaid assets	705,688	405,817	-	-
Restricted investments	-	-	-	-
TOTAL ASSETS	\$ 93,084,863	\$ 33,077,768	\$ 15,893,265	\$ 8,722,406
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 1,991,352	\$ 1,155,077	\$ 854,384	\$ -
Salaries and wages payable	750,405	40,425	39	13,216
Claims payable	1,291,338	-	-	-
Total liabilities	4,033,095	1,195,502	854,423	13,216
DEFERRED INFLOWS OF RESOURCES				
Property taxes levied for subsequent years	13,416,884	5,708,555	2,973,070	1,486,534
Unavailable revenue - grants	36,967	-	-	-
Leases	3,855,484	-	-	-
Total deferred inflows of resources	17,309,335	5,708,555	2,973,070	1,486,534
Total liabilities and deferred inflows of resources	21,342,430	6,904,057	3,827,493	1,499,750
FUND BALANCES				
Nonspendable	705,688	405,817	-	-
Restricted for				
Operations and maintenance	-	25,767,894	-	-
Transportation	-	-	12,065,772	-
Retirement	-	-	-	7,222,656
Debt service	-	-	-	-
Fire prevention and safety	-	-	-	-
Assigned for				
Capital projects	-	-	-	-
Working cash	8,343,313	-	-	-
Student activity funds	1,338,467	-	-	-
Unassigned	61,354,965	-	-	-
Total fund balances	71,742,433	26,173,711	12,065,772	7,222,656
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 93,084,863	\$ 33,077,768	\$ 15,893,265	\$ 8,722,406

Debt Service	Capital Projects	Fire Prevention and Safety	Total
\$ 5,976,910	\$ 39,764,065	\$ 5,726,776	\$ 170,221,443
4,691,147	-	4,833	28,281,023
-	-	-	3,265,527
-	-	-	4,062,535
1,225	-	-	1,112,730
5,355,259	-	-	5,355,259
\$ 16,024,541	\$ 39,764,065	\$ 5,731,609	\$ 212,298,517
\$ -	\$ 1,034,646	\$ -	\$ 5,035,459
-	-	-	804,085
-	-	-	1,291,338
-	1,034,646	-	7,130,882
4,691,147	-	4,833	28,281,023
-	-	-	36,967
-	-	-	3,855,484
4,691,147	-	4,833	32,173,474
4,691,147	1,034,646	4,833	39,304,356
1,225	-	-	1,112,730
-	-	-	25,767,894
-	-	-	12,065,772
-	-	-	7,222,656
11,332,169	-	-	11,332,169
-	-	5,726,776	5,726,776
-	38,729,419	-	38,729,419
-	-	-	8,343,313
-	-	-	1,338,467
-	-	-	61,354,965
11,333,394	38,729,419	5,726,776	172,994,161
\$ 16,024,541	\$ 39,764,065	\$ 5,731,609	\$ 212,298,517

See accompanying notes to financial statements.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION**

June 30, 2024

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 172,994,161
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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	198,507,713
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Differences between expected and actual experiences, assumptions changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	6,013,081
Deferred inflows of resources	(499,705)

Differences between expected and actual experiences, assumptions changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Teachers' Retirement System of the State of Illinois are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	4,353,889
Deferred inflows of resources	(7,124,193)

Differences between expected and actual experiences, assumptions changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Teachers' Health Insurance Security Fund are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	3,924,772
Deferred inflows of resources	(35,872,426)

Differences between expected and actual experiences and assumptions changes for the District's OPEB Plan are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	687,088
Deferred inflows of resources	(2,372,764)

Interest on long-term liabilities (interest payable) accrued in the statement of net position will not be paid with current financial resources, and, therefore, is not recognized in the governmental funds balance sheet	(201,875)
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(This statement is continued on the following page.)

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION (Continued)**

June 30, 2024

Revenues are recognized for governmental activities when earned regardless of availability	\$ 36,967
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	
General obligation bonds	(50,000,000)
Capital appreciation bonds	(16,260,072)
Unamortized bond premium	(701,446)
Compensated absences	(100,486)
Net OPEB liability	(5,037,964)
Total OPEB liability - THIS	(13,641,497)
Net pension liability - IMRF	(6,514,869)
Net pension liability - TRS	<u>(946,627)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 247,243,747</u>

See accompanying notes to financial statements.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

For the Year Ended June 30, 2024

	General	Operations and Maintenance	Transportation	Municipal Retirement Social Security
REVENUES				
Property taxes	\$ 26,175,918	\$ 10,362,416	\$ 5,914,682	\$ 2,957,342
Corporate personal property replacement taxes	-	-	-	2,026,981
State aid	90,597,576	22,276,657	4,096,501	-
Federal aid	26,802,802	-	-	-
Investment income	5,414,537	1,281,480	272,671	559,007
Other	4,381,788	39,415	-	-
Total revenues	153,372,621	33,959,968	10,283,854	5,543,330
EXPENDITURES				
Current				
Instruction				
Regular programs	52,858,335	-	-	404,449
Pre-K programs	-	-	-	15,926
Special programs	19,372,269	-	-	365,499
Other instructional programs	21,368,518	-	-	202,182
Student activity funds	983,971	-	-	-
Support services				
Pupils	15,241,865	-	-	422,836
Instructional staff	6,932,121	-	-	130,999
General administration	4,025,749	-	-	192,192
School administration	4,620,162	-	-	137,115
Business	6,767,638	-	6,308,185	1,582,667
Central	2,366,686	-	-	115,145
Other support services	533,197	20,709,261	-	7,959
Community services	938,495	-	351	29,502
Intergovernmental				
Payments to other districts and government units	533,708	-	-	-
Debt service				
Interest	-	-	-	-
Principal	-	-	-	-
Capital outlay	2,226,360	12,717,115	-	-
Total expenditures	138,769,074	33,426,376	6,308,536	3,606,471
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	14,603,547	533,592	3,975,318	1,936,859
OTHER FINANCING SOURCES (USES)				
Transfers in	-	1,655,727	-	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	-	1,655,727	-	-
NET CHANGE IN FUND BALANCE	14,603,547	2,189,319	3,975,318	1,936,859
FUND BALANCES, JULY 1	57,138,886	23,984,392	8,090,454	5,285,797
FUND BALANCES, JUNE 30	\$ 71,742,433	\$ 26,173,711	\$ 12,065,772	\$ 7,222,656

Debt Service		Capital Projects		Fire Prevention and Safety		Total	
\$	10,395,378	\$	-	\$	9,777	\$	55,815,513
	-		11,486,226		-		13,513,207
	-		-		-		116,970,734
	959,890		-		-		27,762,692
	451,924		-		302,895		8,282,514
	-		-		-		4,421,203
	11,807,192		11,486,226		312,672		226,765,863
	-		-		-		53,262,784
	-		-		-		15,926
	-		-		-		19,737,768
	-		-		-		21,570,700
	-		-		-		983,971
	-		-		-		15,664,701
	-		-		-		7,063,120
	-		-		-		4,217,941
	-		-		-		4,757,277
	-		-		-		14,658,490
	-		-		-		2,481,831
	-		-		-		21,250,417
	-		-		-		968,348
	-		-		-		533,708
	2,422,500		-		-		2,422,500
	9,195,000		-		-		9,195,000
	-		6,202,797		-		21,146,272
	11,617,500		6,202,797		-		199,930,754
	189,692		5,283,429		312,672		26,835,109
	-		-		-		1,655,727
	-		(1,655,727)		-		(1,655,727)
	-		(1,655,727)		-		-
	189,692		3,627,702		312,672		26,835,109
	11,143,702		35,101,717		5,414,104		146,159,052
\$	11,333,394	\$	38,729,419	\$	5,726,776	\$	172,994,161

See accompanying notes to financial statements.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

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

For the Year Ended June 30, 2024

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 26,835,109
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Amounts reported for governmental activities in the statement of activities
are different because:

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

Capital asset additions	21,575,801
Depreciation expense	(9,463,776)

Certain revenues included in the statement of activities does not provide
current financial resources, and, therefore is deferred in the governmental
fund statements

36,967

The change in the Illinois Municipal Retirement Fund net pension liability
and deferred outflows/inflows of resources are not a source or use of
financial resources

2,507,836

The change in the Teachers' Retirement System of the State of Illinois net
pension liability and deferred outflows/inflows of resources are not a
source or use of financial resources

2,153,775

The change in the Teachers' Health Insurance Security Fund total OPEB
liability and deferred outflows/inflows of resources are not a source
or use of financial resources

5,298,439

The change in the total OPEB liability and deferred outflows/inflows of
resources are not a source or use of financial resources

48,722

Some revenues and expenses reported in the statement of activities do not
provide (use) current financial resources and therefore are not reported
in the governmental funds

State proportionate share contribution revenue - TRS and THIS	(22,610,364)
State proportionate share expense - TRS and THIS	22,610,364

The repayment of long-term debt is reported as an expenditure when due in
governmental funds but as a reduction of principal on the government-wide
statement of activities

9,195,000

The accretion of interest on capital appreciation bonds is reported as an
increase in principal outstanding on the statement of net position

(1,766,504)

Governmental funds report the effects of premiums, discounts and similar
items when debt is first issued, whereas these amounts are deferred and
amortized in the statement of activities

Compensated absences	(16,913)
Bond premium	592,206

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 56,996,662
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See accompanying notes to financial statements.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the J. Sterling Morton High School District School District #201 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

a. Nature of Operations

The District Board of Education (the Board) is the level of government that has governance responsibilities over all activities related to public school education within the jurisdiction of the District. The Board receives funding from local, state and federal government sources and must comply with requirements of these funding source entities. Board members are elected by the public and have decision-making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters. Based on these criteria, the District is considered a primary government and there are no other organizations or agencies whose financial statements should be combined or discretely presented with these basic financial statements.

b. Reporting Entity

GAAP requires that the financial reporting entity include (1) the primary government, (2) organizations for which the primary district is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided by governmental accounting standards have been considered and there are no agencies or entities which should be presented with the District.

c. Fund Accounting

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

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Fund Accounting (Continued)

Funds are classified into the following categories: governmental.

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

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund. The District uses two departmental accounts to summarize its operating fund activities: the Educational Account and the Working Cash Account.

The Special Revenue Funds (Operations and Maintenance Fund, Transportation Fund, and Illinois Municipal Retirement/Social Security Fund) are used to account for the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes other than debt service or capital projects. The Transportation and Illinois Municipal Retirement/Social Security Fund did not meet the criteria for inclusion as a major fund; however, the District has elected to report it as such.

The Debt Services Fund is used to account for financial resources that are restricted, committed or assigned to expenditures for the period payment of principal, interest and related fees on general long-term debt.

The Capital Projects Fund and Fire Prevention and Safety are used to account for financial resources that are restricted, committed or assigned to expenditures for the acquisition or construction of capital facilities and other capital assets. The Fire Prevention and Safety Fund did not meet the criteria for inclusion as a major fund; however, the District has elected to report it as such.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. 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 material interfund activity other than interfund sales and services has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user fees and charges for support. The District has no business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and shared revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues. Indirect expenses not allocated to functions are reported separately. Interest on general long-term debt is considered such an indirect expense. Depreciation expense is specifically identified by function and is included in the direct expenses of each function.

e. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are prepared 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. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period (60 days is used for property taxes and most other revenues). The District recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related liability is incurred.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

Principal and interest on general long-term debt are recorded as expenditures become due.

Those revenues susceptible to accrual are property taxes, charges for services, intergovernmental and interest on investments.

The District reports unearned and unavailable revenue on its financial statements. Unavailable revenues arise when potential revenue does not meet the available criteria for recognition in the current period for governmental funds. Unearned revenues also arise when resources are received by the District before it has legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when revenue recognition criteria are met, or when the District has a legal claim to the resources by meeting all eligibility requirements, the liability for unearned revenue is removed from the financial statements and revenue is recognized. Unavailable revenue results from property taxes being levied and reported as a receivable before the period for which the taxes are levied.

f. Cash and Investments

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, cash in depository accounts and short-term, highly liquid investment instruments with original maturities of three months or less from the date of acquisition, which are stated at cost.

Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Restricted investments held in the Debt Service Fund represents the amount required to be paid to a sinking fund to be held for future debt payments in accordance with the provisions of the debt agreement.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Property Taxes

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. The 2023 and 2022 levies were passed by the Board on December 13, 2023 and December 14, 2022, respectively. Property taxes attached as an enforceable lien on property as of January 1 and are payable in two installments on approximately March 1 and August 1.

A portion of the 2023 tax levy is recognized as a receivable in fiscal year 2024. The District considers that the first installments of the 2023 levy received before year end are to be used to finance operations in fiscal year 2024. The District has determined that the remaining installments of the 2023 levy is to be used to finance operations in fiscal year 2025 and has recorded these amounts as deferred inflows. Property taxes are collected by the County Collector/Treasurer, who in turn remits to the District its respective share. Taxes levied in one year become due and payable by the taxpayers in two installments in June and September during the following year.

The 2024 tax levy, which attached as an enforceable lien on property as of January 1, 2024, has not been recorded as a receivable as of June 30, 2024, as the tax has not yet been levied by the District and will not be levied until December 2024 and therefore, the levy is not measurable at June 30, 2024.

h. Capital Assets

Capital assets are defined as assets with an initial cost of \$5,000 or more with an estimated useful life greater than one year. Capital assets are recorded at cost or estimated historical cost and depreciated over their estimated useful lives (excluding salvage value). Donated capital assets are recorded at acquisition value at the date of donation. Land and construction in progress are not depreciated by the District.

The estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight-line depreciation is used based on the following estimated useful lives:

Assets	Years
Buildings and building improvements	40-50
Land improvements	15-20
Furniture, equipment and vehicles	3-20

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

j. Compensated Absences/Other

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick leave pay is accrued when incurred. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements, or are payable with expendable available resources.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at June 30, 2024 are determined on the basis of current salary rates and include salary related payments.

k. Long-Term Liabilities

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts, as well as deferred amounts on refunding, are deferred and amortized over the life of the bond. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are recognized during the current period.

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

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Net Position/Fund Balances

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or which are legally or contractually required to be maintained intact.

Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities or from enabling legislation adopted by the District. Committed fund balance is constrained by formal actions of the Board, which is considered the District's highest level of decision-making authority. Formal actions include resolutions and ordinances approved by the Board. Assigned fund balance represents amounts constrained by the District's intent to use them for a specific purpose.

Currently, the Board has not delegated the authority to assign fund balances. Any residual fund balance in the General Fund and any deficit fund balance of any other governmental fund is reported as unassigned.

The District's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the District considers committed funds to be expended first followed by assigned funds and then unassigned funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets.

None of the restricted net position or restricted fund balance results from enabling legislation adopted by the District.

m. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report, if any, are recorded as prepaid items/expenses. Prepaid expenditures are recognized on the consumption method in governmental funds.

n. Inventory

Inventory of governmental funds are recorded at cost on a first-in, first-out basis. Inventory consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditures, in the governmental funds, when purchased.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o. Interfund Transactions

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either due to/from other funds (i.e., the current portion of interfund loans).

Interfund service transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund service transactions and reimbursements, are reported as transfers.

p. Use of Estimates

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

2. DEPOSITS AND INVESTMENTS

The District's investment policy authorizes the District to make deposits/invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, credit union shares, repurchase agreements, commercial paper rated with the three highest classifications by at least two standard rating services and the Illinois School District Liquid Asset Fund Plus.

Certain district funds maintain their cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, rate of return and diversification.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

The Illinois School District Liquid Asset Fund Plus (ISDLAF), operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at net asset value (NAV) rather than fair value. The Multi-Class Series invests in high-quality short-term debt instruments (money market instruments), and shares may be redeemed on any Illinois banking day. The Term Series invest in high-quality debt instruments, which are generally money market instruments but may include instruments with a maturity over one year, and shares may be redeemed with seven day's advance notice.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's investment policy requires all amounts deposited or invested with financial institutions be either covered by federal depository insurance or collateral, preferably held by a third party, in the District's name, in an amount equal to the amount of deposits in excess of depository insurance coverage.

Investments

As of June 30, 2024, the District had investments and maturities as follows:

Investment	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
Negotiable certificates of deposit	\$ 21,179,607	\$ 8,026,778	\$ 12,908,532	\$ 244,297	\$ -
Municipal bonds	13,148,661	489,875	10,257,100	-	2,401,686
Corporate bonds	5,166,013	492,160	4,673,853	-	-
U.S. agencies	28,768,941	7,201,154	16,212,528	-	5,355,259
U.S. Treasury	7,424,755	4,927,705	2,497,050	-	-
TOTAL	\$ 75,687,977	\$ 21,137,672	\$ 46,549,063	\$ 244,297	\$ 7,756,945

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

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

The District has the following recurring fair value measurements as of June 30, 2024: negotiable certificates of deposits, municipal bonds, corporate bonds, U.S. agencies and U.S. Treasury are valued using quoted matrix pricing models (level 2 inputs).

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. The District's investment policy limits the exposure to custodial credit risk by requiring that all investments be in high-quality investment pools and/or secured by private insurance or collateral. The District's investments in U.S. agency obligations and U.S. Treasury obligations are rated AA+, corporate bonds are rated A+ to BBB+, and municipal bonds are rated AAA to BBB by Standard and Poor's. The District's investments in negotiable certificates of deposit are not rated.

The District's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses from increasing interest rates.

Credit risk for investments is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. The District's investment policy seeks to minimize credit risk by requiring investments in securities allowed under the investment policy.

Concentration of credit risk for investments is the risk that the District has a high percentage of their investments invested in one type of investment. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer to meet the District's ongoing need for safety, liquidity and rate of return.

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District's investment policy seeks to ensure preservation of capital in the District's overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. This policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the policy requires the District investment portfolio to be sufficiently liquid to enable the District to meet all operating requirements as the requirements come due. A portion of the portfolio is required to be invested in readily available funds to ensure appropriate liquidity.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS

Changes in capital assets during the year ended June 30, 2024, are as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 16,226,852	\$ -	\$ -	\$ 16,226,852
Construction in progress	5,305,313	13,299,441	3,416,260	15,188,494
Total capital assets not being depreciated	21,532,165	13,299,441	3,416,260	31,415,346
Capital assets being depreciated				
Land improvements	2,506,131	2,660,432	-	5,166,563
Buidlings	193,680,005	3,416,260	-	197,096,265
Building improvements	19,129,743	2,927,846	-	22,057,589
Equipment	45,572,932	2,688,082	37,300	48,223,714
Total capital assets being depreciated	260,888,811	11,692,620	37,300	272,544,131
Less accumulated depreciation for capital assets being depreciated				
Land improvements	750,073	258,328	-	1,008,401
Buidlings	50,527,544	3,941,925	-	54,469,469
Building improvements	8,422,180	441,152	-	8,863,332
Equipment	36,325,491	4,822,371	37,300	41,110,562
Total accumulated depreciation	96,025,288	9,463,776	37,300	105,451,764
Total capital assets being depreciated, net	164,863,523	2,228,844	-	167,092,367
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 186,395,688</u>	<u>\$ 15,528,285</u>	<u>\$ 3,416,260</u>	<u>\$ 198,507,713</u>

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 6,435,381
Special programs	757,104
Pupils	47,303
Instructional staff	94,638
General administration	47,318
School administration	94,638
Business	47,318
Transportation	283,915
Operations and maintenance	1,561,526
Central	94,635
TOTAL	<u>\$ 9,463,776</u>

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT

a. Governmental Activities

The following is a summary of changes in long-term debt for the year ended June 30, 2024:

	Beginning Balances	Additions	Reductions	Ending Balances	Current Portion
General obligation bonds - direct placement	\$ 50,000,000	\$ -	\$ -	\$ 50,000,000	\$ -
Capitalization appreciation bonds - direct placement*	23,688,568	1,766,504	9,195,000	16,260,072	9,195,000
Unamortized bond premium	1,293,652	-	592,206	701,446	592,206
TRS net pension liability	7,302,863	-	6,356,236	946,627	-
RHP OPEB liability	6,431,130	-	1,393,166	5,037,964	308,756
THIS OPEB liability	13,375,884	265,613	-	13,641,497	358,575
IMRF net pension liability	11,560,305	-	5,045,436	6,514,869	-
Compensated absences	83,573	100,486	83,573	100,486	100,486
TOTAL	\$ 113,735,975	\$ 2,132,603	\$ 22,665,617	\$ 93,202,961	\$ 10,555,023

*Includes annual accretion of interest of Limited Tax Capital Appreciation Bonds, Series 2005B and 2005C.

The obligation for net pension liabilities and OPEB liabilities will be paid from the General and Municipal Retirement/Social Security Funds.

In April 2017, the District issued Taxable General Obligation Limited Tax School Bonds, in the amount of \$50,000,000 to increase the Working Cash Account of the District, such funds to be used to finance improvements to facilities of the District, provide funds to make school fire prevention and safety improvements to facilities of the District, and to pay costs associated with the issuance of the Bonds. The Bonds were issued in connection with the Qualified School Construction Bonds - Direct Subsidy, whereby interest payments are due semi-annually at a rate of 4.845% which is subsidized by the Federal government at a rate of 4.46%, less a 7% sequestration reduction factor throughout the life of the bonds. There is no guarantee of the amount of the subsidy the District will receive in the future.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

b. General Obligation Bonds

General obligation bonds consisted of the following at June 30, 2024:

	Interest Rate	Original Issue	Face Amount	Carrying Amount
General obligation bonds				
General Obligation Limited Tax School Bonds, Series 2017 dated December 1, 2017 and due on December 1, 2041	4.85%	\$ 50,000,000	\$ 50,000,000	\$ 50,000,000
General Obligation Limited Tax School Bonds, Series 2005B dated November 17, 2005 and due in Annual installment through December 1, 2024	5.30% to 5.80%	62,425,000	6,150,000	5,884,899
General Obligation Limited Tax School Bonds, Series 2005C dated December 1, 2005 and due in Annual installment through December 1, 2025	5.00 %	11,560,000	11,560,000	10,375,173
		<u>\$ 123,985,000</u>	<u>\$ 67,710,000</u>	<u>\$ 66,260,072</u>

c. Future Debt Service Requirements

At June 30, 2024, the District's future cash flow requirements for retirement of bond principal and interest was as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 9,195,000	\$ 2,422,500	\$ 11,617,500
2026	8,515,000	2,422,500	10,937,500
2027	-	2,422,500	2,422,500
2028	-	2,422,500	2,422,500
2029	-	2,422,500	2,422,500
2030-2034	-	12,112,500	12,112,500
2035-2039	-	12,112,500	12,112,500
2040-2042	50,000,000	8,478,750	58,478,750
TOTAL	<u>\$ 67,710,000</u>	<u>\$ 44,816,250</u>	<u>\$ 112,526,250</u>

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

c. Future Debt Service Requirements (Continued)

At June 30, 2024, the District's future cash flow requirements for retirement of bond principal and interest (all direct placement) was as follows:

Year Ending June 30,	Sinking Fund Activity	Total Cash Requirements
2025	\$ 400,000	\$ 12,017,500
2026	1,080,000	12,017,500
2027	2,010,000	4,432,500
2028	2,015,000	4,437,500
2029	2,015,000	4,437,500
2030-2034	10,075,000	22,187,500
2035-2039	10,075,000	22,187,500
2040-2042	(32,590,000)	23,466,250
	(4,920,000)	105,183,750
Sinking Funds deposited through June 30, 2024	4,920,000	4,920,000
TOTAL	\$ -	\$ 110,103,750

Series 2017 Qualified School Construction Bonds final coupon rate is 4.845%. Sinking fund earnings assumed an investment rate of 2.29%. The final Sinking Fund Payment will be adjusted based on the amount of Sinking Fund earnings then existing in the Sinking Fund account, in an amount sufficient to make the interest payment due on that date.

Principal and interest payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$11,333,394 in the Debt Service Fund to service the outstanding bonds payable.

d. Legal Debt Margin

The June 30, 2024, remaining legal debt limit of the District was \$114,028,415 based upon 6.90% of its 2023 equalized assessed valuation of \$2,612,876,617, resulting in a legal debt margin of \$180,288,487. Total debt applicable to the limit was \$66,260,072, which includes the outstanding general obligation bonds.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS

The retirement plans of the District include the Teachers' Retirement System (TRS or the System) of the State of Illinois (the State) 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 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 on the following pages.

The aggregate amount recognized for the pension plans is:

	Pension Expense/ (Income)	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources
IMRF	\$ (1,149,758)	\$ 6,514,869	\$ 6,013,081	\$ 499,705
TRS	6,017,530	946,627	4,353,889	7,124,193
TOTAL	\$ 4,867,772	\$ 7,461,496	\$ 10,366,970	\$ 7,623,898

a. Teachers' Retirement System of the State of Illinois

Plan Description

The District participates in the TRS. TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can 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 <http://trsil.org/financial/acfrs/fy2023>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, Illinois 62794; or by calling (888) 678-3675, option 2.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

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

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 ten 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 ten years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.20% of final average salary up to a maximum of 75% with 34 years of service.

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

Essentially all Tier 1 retirees receive an annual 3% 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 3% of the original benefit or 1/2% 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, 2026. 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.

Contributions

The State 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% of the total actuarial liabilities of the System by the end of fiscal year 2045.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

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

Contributions (Continued)

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, 2023, was 9% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-Behalf Contributions to TRS

The State makes employer pension contributions on behalf of the District. For the year ended June 30, 2024, state contributions recognized by the employer were based on the State's proportionate share of the collective net pension liability (NPL) associated with the employer, and the employer recognized revenue and expenditures of \$6,883,532 in pension contributions from the State.

2.2 Formula Contributions

Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2024, were \$352,838 and are deferred because they were paid after the June 30, 2023, measurement date.

Federal and Special Trust Fund Contributions

When TRS members are paid from federal and special trust funds administered by the employer, 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 contributions rate is the total employer normal cost beginning with the year ended June 30, 2018.

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

For the year ended June 30, 2024, the employer pension contribution was 10.60% of salaries paid from federal and special trust funds. For the year ended June 30, 2024, salaries totaling \$4,469,312 were paid from federal and special trust funds that required employer contributions of \$286,898. These contributions are deferred because they were paid after the June 30, 2023 measurement date.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

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

Employer Retirement Cost Contributions

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

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2024, the employer paid \$21,250 to TRS for employer contributions due on salary increases in excess of 6% and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2023, 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 employer. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ 946,627
State's proportionate share of the net pension liability associated with the District	<u>81,694,389</u>
TOTAL	<u><u>\$ 82,641,016</u></u>

The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022 and rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2023, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2023, the employer's proportion was 0.0011139333%, which was a decrease of 0.0075965084% from its proportion measured as of June 30, 2022, (0.0087104417%).

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

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

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

For the year ended June 30, 2024, the employer recognized the following pension expense/expenditures and revenue pertaining to the District's employees:

	Governmental Activities	General Fund
State on-behalf contributions - revenue and expense/expenditure	\$ 6,883,532	\$ 29,522,994
District TRS pension (benefit) expense	(866,002)	826,585
TOTAL TRS EXPENSE/EXPENDITURE	\$ 6,017,530	\$ 30,349,579

At June 30, 2024, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,935	\$ 3,816
Net difference between projected and actual earnings on pension plan investments	-	27
Assumption changes	3,229	833
Changes in proportion and differences between employer contributions and proportionate share of contributions	3,520,140	7,119,517
District contributions subsequent to the measurement date	826,585	-
TOTAL	\$ 4,353,889	\$ 7,124,193

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

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

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

\$826,585 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ (900,355)
2026	(846,974)
2027	(481,168)
2028	(686,566)
2029	<u>(681,826)</u>
 TOTAL	 <u><u>\$ (3,596,889)</u></u>

Actuarial Assumptions

The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	Varies by amount of service credit
Investment rate of return	7.00%, net of pension plan investment expenses, including inflation

In the June 30, 2023, actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully generational basis using projection table MP-2020. In the June 30, 2022 actuarial valuation, mortality rates were also based on the PuT-2010 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully generational basis using projection table MP-2020.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

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

Actuarial Assumptions (Continued)

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global equity	37.00%	5.35%
Private equity	15.00%	8.03%
Income	26.00%	4.32%
Real assets	18.00%	4.60%
Diversifying strategies	4.00%	3.40%
TOTAL	100.00%	

Discount Rate

At June 30, 2023, the discount rate used to measure the total pension liability was 7%, which was the same as the June 30, 2022, rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, district contributions and state contributions will be made at the current statutorily required rates.

Based on those assumptions, TRS' fiduciary net position at June 30, 2023, was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

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

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7%, 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%) or 1 percentage point higher (8%) than the current rate.

	1% Decrease (6%)	Current Discount Rate (7%)	1% Increase (8%)
Employer's proportionate share of the net pension liability	\$ 1,165,164	\$ 946,627	\$ 765,264

TRS Fiduciary Net Position

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

b. Illinois Municipal Retirement Fund

Plan Description

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases and death benefits to plan members and beneficiaries. The employer plan is affiliated with IMRF, an agent multiple-employer 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 (RSI). That report may be obtained at www.imrf.org.

Plan Administration

All employees (other than those covered by TRS) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Plan Administration (Continued)

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2023, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	329
Inactive employees entitled to, but not yet receiving benefits	450
Active employees	<u>391</u>
 TOTAL	 <u><u>1,170</u></u>

Benefits Provided

All employees (other than those covered by TRS) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions are established by state statute.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The District is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the year ended June 30, 2024, was 7.97% of covered payroll.

Actuarial Assumptions

The District's net pension liability was measured as of December 31, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2023
Actuarial cost method	Entry-age normal
Assumptions	
Price inflation	2.25%
Salary increases	2.85% to 13.75%
Investment rate of return	7.25%
Asset valuation method	Fair value

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108.0%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Single Discount Rate

A single discount rate of 7.25% was used to measure the total pension liability. The projection of cash flows used to determine this single discount rate assumed that the plan members' 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 IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

Changes in the Net Pension Liability (Asset)

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2023	\$ 92,610,537	\$ 81,050,232	\$ 11,560,305
Changes for the period			
Service cost	1,512,796	-	1,512,796
Interest	6,589,444	-	6,589,444
Difference between expected and actual experience	(601,668)	-	(601,668)
Changes in assumptions	(20,141)	-	(20,141)
Employer contributions	-	1,242,214	(1,242,214)
Employee contributions	-	728,813	(728,813)
Net investment income	-	8,959,737	(8,959,737)
Benefit payments and refunds	(4,956,094)	(4,956,094)	-
Other (net transfer)	-	1,595,103	(1,595,103)
Net changes	2,524,337	7,569,773	(5,045,436)
BALANCES AT DECEMBER 31, 2023	\$ 95,134,874	\$ 88,620,005	\$ 6,514,869

There were changes in assumptions related to mortality rates compared to the previous measurement period.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended June 30, 2024, the District recognized pension expense (income) of \$(1,149,758).

At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 923,130	\$ 485,817
Assumption changes	-	13,888
Net difference between projected and actual earnings on pension plan investments	4,353,330	-
Employer contributions after the measurement date	736,621	-
	<hr/>	<hr/>
TOTAL	\$ 6,013,081	\$ 499,705
	<hr/>	<hr/>

\$736,621 reported as deferred outflows of resources resulting from the District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	
<hr/>	
2025	\$ 764,108
2026	1,494,336
2027	3,145,108
2028	(626,797)
2029	-
Thereafter	-
	<hr/>
TOTAL	\$ 4,776,755
	<hr/>

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the District calculated using the discount rate of 7.25% as well as what the District's net pension liability would be if it were 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 (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 17,373,866	\$ 6,514,869	\$ (2,204,761)

6. OTHER POSTEMPLOYMENT BENEFITS

The aggregate amount recognized for the other postemployment benefits is:

	OPEB Expense/ (Income)	Net OPEB Liability	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB – District	\$ 260,035	\$ 5,037,964	\$ 687,088	\$ 2,372,764
OPEB – THIS	(4,686,079)	13,641,497	3,924,772	35,872,426
TOTAL	\$ (4,426,044)	\$ 18,679,461	\$ 4,611,860	\$ 38,245,190

a. Retirees Health Plan

Plan Description

The District's other postemployment benefits (OPEB) plan is a single-employer defined benefit healthcare plan that is administered by the District. The District provides postemployment benefits for eligible participants enrolled in the District sponsored plan. Benefits are provided in the form of an implicit rate subsidy under which retirees that have not yet reached age 65 receive health insurance coverage by paying an active employee rate. Benefit provisions are established through contractual agreements and may only be amended through negotiations with the Board. The plan does not issue a separate, publicly available report. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Retirees Health Plan (Continued)

Benefits Provided

The District provides continued health insurance coverage at the employee rate to all eligible retirees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance.

Membership

At June 30, 2024 membership consisted of:

Retirees and beneficiaries currently receiving benefits	33
Active employees	<u>753</u>
 TOTAL	 <u>786</u>
 Participating employers	 <u>1</u>

Total OPEB Liability

The District's total OPEB liability of \$5,037,964 was measured as of June 30, 2024 and was determined by an actuarial valuation as of July 1, 2023.

Actuarial Assumptions and Other Inputs

The total OPEB liability at June 30, 2024 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Actuarial cost method	Entry-age normal
Actuarial value of assets	Fair value
Salary increases	4.00%
Discount rate	4.21%
Healthcare cost trend rates	6.00% to 4.50%

The discount rate was based on the 20-year municipal bond yield at June 30, 2024. Mortality rates were based on the PubG.H-2010(B) mortality tables with future mortality improvement using Scale MP-2021.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Retirees Health Plan (Continued)

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT JULY 1, 2023	<u>\$ 6,431,130</u>
Changes for the period	
Service cost	196,374
Interest	259,228
Difference between expected and actual experience	(627,031)
Changes in benefit terms	-
Changes in assumptions	(912,981)
Benefit payments	<u>(308,756)</u>
Net changes	<u>(1,393,166)</u>
BALANCES AT JUNE 30, 2024	<u><u>\$ 5,037,964</u></u>

There were changes in assumptions related to the discount rate and healthcare cost trend rates.

Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the District calculated using the discount rate of 4.21% as well as what the District total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.21%) or 1 percentage point higher (5.21%) than the current rate:

	<u>1% Decrease (3.21%)</u>	<u>Current Discount Rate (4.21%)</u>	<u>1% Increase (5.21%)</u>
Total OPEB liability	\$ 5,348,352	\$ 5,037,964	\$ 4,742,656

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Retirees Health Plan (Continued)

Rate Sensitivity (Continued)

The table below presents the total OPEB liability of the District calculated using the healthcare rate of 6.00% to 4.50% as well as what the District's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (5.00% to 3.50%) or 1 percentage point higher (7.00% to 5.50%) than the current rate:

	1% Decrease (varies)	Current Healthcare Rate (varies)	1% Increase (varies)
Total OPEB liability	\$ 4,619,485	\$ 5,037,964	\$ 5,519,461

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

For the year ended June 30, 2024, the District recognized OPEB expense of \$260,035. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 236,518	\$ 726,935
Changes in assumptions	450,570	1,645,829
TOTAL	<u>\$ 687,088</u>	<u>\$ 2,372,764</u>

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

Year Ending June 30,	
2025	\$ (195,569)
2026	(195,569)
2027	(160,477)
2028	(116,035)
2029	(119,796)
Thereafter	<u>(898,230)</u>
TOTAL	<u>\$ (1,685,676)</u>

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Teacher Health Insurance Security Fund of the State of Illinois

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit postemployment 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 TRS of the State. Annuitants not enrolled in Medicare may participate in the State-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage Plan.

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

The 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.

- On-behalf contributions to the THIS Fund - The State makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members which were 0.90% of pay during the year ended June 30, 2024. State contributions were \$547,507 and the District recognized revenue and expenditures of this amount during the year.
- Employer contributions to the THIS Fund - The District also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67% during the year ended June 30, 2024. For the year ended June 30, 2024, the District paid \$407,589 to the THIS Fund, which was 100% of the required contribution.

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."

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Teacher Health Insurance Security Fund of the State of Illinois (Continued)

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2022, rolled forward to June 30, 2023, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation	2.25%
Salary increases	Depends on service and ranges from 8.50% at one year of service to 3.50% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption
Investment rate of return	2.75%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	Trend for fiscal year 2024 based on expected increases used to develop average costs. For fiscal years on and after 2024, trend starts at 8.00% gradually decreases to an ultimate trend of 4.25%

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

Single Discount Rate

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

Since the THIS Fund is financed on a pay-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index described above. The discount rates are 3.86% as of June 30, 2023 and 3.69% as of June 30, 2022.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Teacher Health Insurance Security Fund of the State of Illinois (Continued)

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

The following presents the District's proportionate share of the collective net OPEB liability, as well as what the District's proportionate share of the collective net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.86%) or 1 percentage point higher (4.86%) than the current discount rate:

	1% Decrease (2.86%)	Current Discount Rate (3.86%)	1% Increase (4.86%)
Employer's proportionate share of the collective net OPEB liability	\$ 15,232,311	\$ 13,641,497	\$ 12,238,210

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

The following table shows the District's net OPEB liability as of June 30, 2024, using current trend rates and sensitivity trend rates that are either 1 percentage point higher or lower. The current claims trend rates are 8% in plan year 2025 decreasing to an ultimate trend rate of 4.25% in plan year 2040.

	1% Decrease ^a	Current Discount Rate	1% Increase ^b
Employer's proportionate share of the collective net OPEB liability	\$ 11,610,832	\$ 13,641,497	\$ 16,129,341

^a One percentage point decrease in healthcare trend rates are 7% in plan year 2025 decreasing to an ultimate rate of 3.25% in plan year 2040.

^b One percentage point increase in healthcare trend rates are 9% in plan year 2025 decreasing to an ultimate rate of 5.25% in plan year 2040.

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Teacher Health Insurance Security Fund of the State of Illinois (Continued)

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

The collective net OPEB liability was measured as of June 30, 2023 and the total OPEB liability used to calculate the collective net OPEB liability was determined by an actuarial valuation as of that date. The District proportion of the collective net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of the District actuarially determined. At June 30, 2023, the District's proportion was 0.191396%, which was a decrease of 0.004024% from its proportion measured as of June 30, 2022 (0.195420%). 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:

Employer's proportionate share of the net OPEB liability	\$ 13,641,497
State's proportionate share of the net OPEB liability associated with the employer	<u>18,447,626</u>
TOTAL	<u>\$ 32,089,123</u>

For the year ended June 30, 2024, the employer recognized the following OPEB expense/expenditures and revenue pertaining to the District's employees:

	<u>Governmental Activities</u>	<u>General Fund</u>
State on-behalf contributions - revenue and expense/expenditure	\$ 576,605	\$ 547,507
District OPEB (benefit) expense	<u>(5,262,684)</u>	<u>407,589</u>
TOTAL OPEB EXPENSE/EXPENDITURE	<u>\$ (4,686,079)</u>	<u>\$ 955,096</u>

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Teacher Health Insurance Security Fund of the State of Illinois (Continued)

*OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and
Deferred Inflows of Resources Related to OPEB* (Continued)

At June 30, 2024, the District disclosed deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 7,617,699
Changes of assumptions	180,813	26,812,922
Net difference between projected and actual earnings on OPEB plan investments	5,430	-
Changes in the proportion and differences between employer contributions and proportionate share of contributions	3,330,940	1,441,805
Employer contributions subsequent to the measurement date	407,589	-
TOTAL	<u>\$ 3,924,772</u>	<u>\$ 35,872,426</u>

\$407,589 disclosed as deferred outflows of resources related to OPEB resulting from the District's contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ending June 30, 2025. Other amounts disclosed as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

<u>Year Ended June 30,</u>	
2025	\$ (3,606,618)
2026	(3,606,618)
2027	(3,606,618)
2028	(3,606,618)
2029	(3,606,618)
Thereafter	<u>(14,322,153)</u>
TOTAL	<u>\$ (32,355,243)</u>

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RISK MANAGEMENT

The District is exposed to various risks of loss related to employee health benefits; worker's compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from risks related to workers' compensation and the theft of, damage to, and destruction of assets; and natural disasters, the District participates in the Collective Liability Insurance Cooperative (CLIC) for general liability, workers' compensation and other. 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 in any of the past three fiscal years.

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

The District is self-insured for the medical and dental 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 \$125,000 per employee on the HMO or \$175,000 per employee on the PPO plan, as provided by stop-loss provisions incorporated in the plan.

At June 30, 2024, total unpaid claims, including an estimate of claims that have been incurred but not reported to the administrative agent, totaled \$1,291,338. The estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other non-incremental costs to the claims liability.

For the two years ended June 30, 2024 and June 30, 2023, changes in the liability reported in the General Fund and Statement of Net Position for unpaid claims are summarized as follows:

	2023 to 2024	2022 to 2023
SELF-INSURANCE LIABILITY, JULY 1	\$ 1,084,702	\$ 1,779,291
Current year claims and changes in estimate	8,249,105	7,444,640
Claims paid	(8,042,469)	(8,139,229)
SELF-INSURANCE LIABILITY, JUNE 30	<u>\$ 1,291,338</u>	<u>\$ 1,084,702</u>

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. COMMITMENTS AND CONTINGENCIES

a. Grantor Agencies

Federal and state grants-in-aid received by the District are subject to audit and adjustment by grantor agencies. If grant revenues are received for expenditures which are subsequently disallowed, the District may be required to repay the revenues. In the opinion of management, liabilities resulting from such disallowed expenditures, if any, will not be material.

b. Litigation

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

9. LEASES

The District has entered into leases to lease out land, cell towers and office space to unrelated third parties. The leases are payable in monthly installments. The lease periods extend through November 30, 2042 and are captured in the General Fund. The total amount of lease revenue and interest income earned during the year in the General Fund was \$334,685. The resulting lease receivable in the General Fund is \$4,062,535 offset by a lease deferred inflows of resources of \$3,855,484.

10. INDIVIDUAL FUND DISCLOSURES

Transfers between funds for the year ended June 30, 2024, is as follows:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operations and Maintenance	\$ 1,655,727	\$ -
Capital Projects	-	1,655,727

The purposes of significant interfund transfers are as follows:

- \$1,655,727 to the Operations and Maintenance Fund from the Capital Projects Fund was to reimburse prior year capital expenditure costs.

REQUIRED SUPPLEMENTARY INFORMATION

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
REVENUES			
Local sources			
Property taxes	\$ 28,954,943	\$ 24,722,779	\$ (4,232,164)
Special education property taxes	449,807	1,453,139	1,003,332
Summer school tuition from pupils or parents	160,000	161,071	1,071
Night school tuition	-	143,914	143,914
Investment income	2,898,096	5,414,537	2,516,441
Sales to pupils - lunch	248,651	241,492	(7,159)
Sales to pupils - breakfast	5,648	10,039	4,391
Sales to pupils - a la carte	503,498	524,308	20,810
Sales to adults	242,584	266,383	23,799
Other food service	9,931	2,234	(7,697)
Admission - athletics	7,682	8,489	807
Admission - other	12,035	14,380	2,345
Rentals - other	-	1,157	1,157
Fees	340,925	433,237	92,312
Other district/school activity revenue	497,455	521,631	24,176
Student activity fund revenue	-	1,074,884	1,074,884
Donations	-	1,000	1,000
Payments of surplus moneys from TIF districts	75	25	(50)
Drivers' education fees	23,725	26,175	2,450
Payment from other Districts	28,912	-	(28,912)
Sale of vocational projects	8	-	(8)
Other local revenue	2,394,190	951,369	(1,442,821)
Total local sources	36,778,165	35,972,243	(805,922)
Flow through revenue from another District			
Federal sources	-	18,870	18,870
State sources			
Evidence based funding formula	57,013,312	55,867,416	(1,145,896)
Special education - private facility tuition	2,408,986	2,627,177	218,191
Special education - orphanage - individual	-	230,324	230,324
Special education - orphanage - improvement (CTEI)	303,070	834,779	531,709
State free lunch and breakfast	13,492	50,967	37,475
Driver education	45,553	31,775	(13,778)
Early childhood - block grant	437,822	357,262	(80,560)
Reimbursements	-	21,670	21,670
Other restricted revenue from state sources	212,807	505,705	292,898
Total state sources	60,435,042	60,527,075	92,033
Federal sources			
National school lunch program	3,517,915	3,155,251	(362,664)
School breakfast program	145,000	286,577	141,577
Child and adult care program	112,000	123,456	11,456
Food service - other	253,800	-	(253,800)
Title I - low income	2,215,243	2,951,404	736,161
Title IV - student support and academic enrichment grant	90,544	56,125	(34,419)

(This schedule is continued on the following pages.)

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND**

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
REVENUES (Continued)			
Federal sources (Continued)			
Federal special education - IDEA flow through	\$ 1,800,000	\$ 1,227,566	\$ (572,434)
Federal special education - room and board	-	151,922	151,922
CTE - other	-	1,898	1,898
Title III - English Language Association	151,330	240,770	89,440
Title II - teacher quality	305,000	318,346	13,346
Medicaid matching funds - administrative outreach	-	490,566	490,566
Medicaid matching funds - fee-for-service program	-	517,522	517,522
Other restricted revenues from federal sources	5,472	17,262,529	17,257,057
Total federal sources	8,596,304	26,783,932	18,187,628
Total revenues	105,809,511	123,302,120	17,492,609
EXPENDITURES			
Instruction			
Regular programs			
Salaries	31,635,307	31,383,679	(251,628)
Employee benefits	10,064,191	5,981,334	(4,082,857)
Purchased services	530,737	231,437	(299,300)
Supplies and materials	1,424,676	1,217,504	(207,172)
Capital outlay	267,459	51,513	(215,946)
Other objects	10,900	21,639	10,739
Noncapitalized equipment	150	-	(150)
Total regular programs	43,933,420	38,887,106	(5,046,314)
Special education programs			
Salaries	7,881,954	9,123,345	1,241,391
Employee benefits	1,559,713	1,990,230	430,517
Purchased services	64,774	206,117	141,343
Supplies and materials	2,747	86,040	83,293
Capital outlay	-	127,265	127,265
Total special education programs	9,509,188	11,532,997	2,023,809
Remedial and supplemental programs - K-12			
Salaries	-	1,227,856	1,227,856
Employee benefits	-	364,571	364,571
Purchased services	-	562,771	562,771
Supplies and materials	-	1,186,253	1,186,253
Capital outlay	-	326,726	326,726
Total remedial and supplemental programs - K-12	-	3,668,177	3,668,177
Adult/continuing education programs			
Salaries	22,537	476,744	454,207
Employee benefits	736	8,672	7,936
Total adult/continuing education programs	23,273	485,416	462,143

(This schedule is continued on the following pages.)

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Instruction (Continued)			
CTE programs			
Salaries	\$ 2,468,125	\$ 3,175,310	\$ 707,185
Employee benefits	572,083	705,736	133,653
Purchased services	115,068	127,474	12,406
Supplies and materials	479,945	502,573	22,628
Capital outlay	131,563	299,975	168,412
Other objects	10,104	972	(9,132)
Noncapitalized equipment	5,000	545	(4,455)
Total CTE programs	3,781,888	4,812,585	1,030,697
Interscholastic programs			
Salaries	1,198,071	1,472,113	274,042
Employee benefits	35,605	61,238	25,633
Purchased services	437,681	235,567	(202,114)
Supplies and materials	261,693	220,020	(41,673)
Capital outlay	4,160	123,977	119,817
Other objects	510	370	(140)
Total interscholastic programs	1,937,720	2,113,285	175,565
Summer school programs			
Salaries	200,650	662,425	461,775
Employee benefits	6,260	38,823	32,563
Purchased services	-	156	156
Supplies and materials	-	61,896	61,896
Capital outlay	-	15,687	15,687
Total summer school programs	206,910	778,987	572,077
Drivers education programs			
Salaries	53,964	61,525	7,561
Employee benefits	744	888	144
Purchased services	6,500	40	(6,460)
Supplies and materials	2,000	2,922	922
Total drivers education programs	63,208	65,375	2,167
Bilingual programs			
Salaries	2,045,786	2,700,699	654,913
Employee benefits	411,237	636,062	224,825
Purchased services	5,700	1,587	(4,113)
Supplies and materials	5,300	15,392	10,092
Total bilingual programs	2,468,023	3,353,740	885,717

(This schedule is continued on the following pages.)

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Instruction (Continued)			
Truant's alternative and optional programs			
Salaries	\$ 15,655	\$ 35,504	\$ 19,849
Employee benefits	207	503	296
Purchased services	15,800	326	(15,474)
Supplies and materials	18,900	12,048	(6,852)
Capital outlay	20,000	-	(20,000)
Total truant's alternative and optional programs	70,562	48,381	(22,181)
Special education programs K-12 private tuition			
Other objects	6,000,000	6,512,103	512,103
Total special education programs			
K-12 private tuition	6,000,000	6,512,103	512,103
Student activity fund expenditures			
Other objects	-	983,971	983,971
Total student activity fund expenditures	-	983,971	983,971
Total instruction	67,994,192	73,242,123	5,247,931
Support services			
Pupils			
Attendance and social work services			
Salaries	3,244,998	3,389,712	144,714
Employee benefits	723,368	808,930	85,562
Purchased services	37,850	4,743	(33,107)
Supplies and materials	40,200	38,903	(1,297)
Capital outlay	28,000	-	(28,000)
Total attendance and social work services	4,074,416	4,242,288	167,872
Guidance services			
Salaries	2,714,713	3,097,980	383,267
Employee benefits	616,214	699,228	83,014
Purchased services	8,400	65,099	56,699
Supplies and materials	5,100	7,262	2,162
Non-capitalized equipment	4,000	-	(4,000)
Total guidance services	3,348,427	3,869,569	521,142
Health services			
Salaries	835,052	1,018,804	183,752
Employee benefits	190,266	176,947	(13,319)
Purchased services	47,065	814,398	767,333
Supplies and materials	9,500	8,752	(748)
Capital outlay	3,700	1,817	(1,883)
Other objects	350	669	319
Noncapitalized equipment	-	782	782
Total health services	1,085,933	2,022,169	936,236

(This schedule is continued on the following pages.)

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Support services (Continued)			
Pupils (Continued)			
Psychological services			
Salaries	\$ 364,440	\$ 496,678	\$ 132,238
Employee benefits	89,422	123,173	33,751
Purchased services	-	103,070	103,070
Total psychological services	453,862	722,921	269,059
Speech pathology and audiology services			
Salaries	281,737	303,485	21,748
Employee benefits	66,182	67,193	1,011
Total speech pathology and audiology services	347,919	370,678	22,759
Other support services - pupils			
Salaries	471,901	285,667	(186,234)
Employee benefits	18,180	16,645	(1,535)
Supplies and materials	546	1,699	1,153
Other objects	560	495	(65)
Total support services - pupils	491,187	304,506	(186,681)
Total pupils	9,801,744	11,532,131	1,730,387
Instructional staff			
Improvement of instructional services			
Salaries	2,031,555	2,808,665	777,110
Employee benefits	459,137	763,690	304,553
Purchased services	191,605	527,593	335,988
Supplies and materials	8,424	40,843	32,419
Other objects	1,009	6,977	5,968
Total improvement of instructional services	2,691,730	4,147,768	1,456,038
Educational media services			
Salaries	620,218	672,913	52,695
Employee benefits	137,094	171,955	34,861
Purchased services	12,455	74,198	61,743
Supplies and materials	211,588	195,743	(15,845)
Capital outlay	(20,620)	-	20,620
Noncapitalized equipment	11,849	7,085	(4,764)
Total educational media services	972,584	1,121,894	149,310

(This schedule is continued on the following pages.)

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Support services (Continued)			
Instructional staff (Continued)			
Assessment and testing			
Salaries	\$ 235	\$ 136	\$ (99)
Employee benefits	3	4	1
Purchased services	2,000	83,111	81,111
Supplies and materials	300	23,520	23,220
Total assessment and testing	2,538	106,771	104,233
Total instructional staff	3,666,852	5,376,433	1,709,581
General administration			
Board of Education services			
Salaries	295,622	468,515	172,893
Employee benefits	302,718	361,292	58,574
Purchased services	404,816	354,167	(50,649)
Supplies and materials	45,945	35,473	(10,472)
Capital outlay	-	775	775
Other objects	40,953	35,454	(5,499)
Total Board of Education services	1,090,054	1,255,676	165,622
Executive administration services			
Salaries	453,006	444,571	(8,435)
Employee benefits	108,536	108,710	174
Purchased services	51,876	90,046	38,170
Supplies and materials	59,952	37,528	(22,424)
Other objects	20,757	16,884	(3,873)
Total executive administration services	694,127	697,739	3,612
Special area administrative services			
Salaries	631,942	1,135,811	503,869
Employee benefits	161,332	225,972	64,640
Purchased services	3,128	3,869	741
Supplies and materials	-	362	362
Other objects	-	954	954
Total special area administrative services	796,402	1,366,968	570,566
Total general administration	2,580,583	3,320,383	739,800
School administration			
Office of the principal services			
Salaries	2,453,979	2,490,019	36,040
Employee benefits	677,229	662,271	(14,958)
Purchased services	205,713	162,526	(43,187)
Supplies and materials	92,400	90,315	(2,085)
Capital outlay	46,000	2,403	(43,597)
Other objects	27,720	15,369	(12,351)
Non-capitalized equipment	-	11,718	11,718
Total office of the principal services	3,503,041	3,434,621	(68,420)

(This schedule is continued on the following pages.)

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Support services (Continued)			
School administration (Continued)			
Other support services			
Supplies and materials	\$ 63,078	\$ 85,593	\$ 22,515
Total other support services	63,078	85,593	22,515
Total school administration	3,566,119	3,520,214	(45,905)
Business			
Direction of business support services			
Salaries	150,183	130,089	(20,094)
Employee benefits	48,158	63,890	15,732
Total direction of business support services	198,341	193,979	(4,362)
Fiscal services			
Salaries	595,472	603,043	7,571
Employee benefits	153,621	141,945	(11,676)
Purchased services	291,287	496,109	204,822
Supplies and materials	10,455	16,507	6,052
Capital outlay	1,966	5,158	3,192
Other objects	3,471	4,654	1,183
Non-capitalized equipment	680	-	(680)
Total fiscal services	1,056,952	1,267,416	210,464
Pupil transportation services			
Purchased services	1,418	246	(1,172)
Capital outlay	-	94,457	94,457
Total pupil transportation services	1,418	94,703	93,285
Food service			
Salaries	1,666,480	1,875,153	208,673
Employee benefits	454,957	445,513	(9,444)
Purchased services	197,434	193,112	(4,322)
Supplies and materials	1,731,396	1,906,133	174,737
Capital outlay	323,631	270,473	(53,158)
Other objects	3,275	8,659	5,384
Noncapitalized equipment	7,973	26,096	18,123
Total food service	4,385,146	4,725,139	339,993

(This schedule is continued on the following pages.)

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Support services (Continued)			
Business (Continued)			
Internal services			
Salaries	\$ 284,694	\$ 285,344	\$ 650
Employee benefits	48,950	49,713	763
Purchased services	20,983	11,758	(9,225)
Supplies and materials	68,276	182,099	113,823
Total internal services	422,903	528,914	106,011
Total business	6,064,760	6,810,151	745,391
Central			
Information services			
Salaries	54,929	54,343	(586)
Employee benefits	21,840	22,087	247
Purchased services	288,773	152,790	(135,983)
Total information services	365,542	229,220	(136,322)
Data processing services			
Salaries	626,292	691,489	65,197
Employee benefits	177,815	190,413	12,598
Purchased services	2,747,561	917,358	(1,830,203)
Supplies and materials	82,547	29,237	(53,310)
Capital outlay	431,850	921,821	489,971
Total data processing services	4,066,065	2,750,318	(1,315,747)
Total central	4,431,607	2,979,538	(1,452,069)
Other support services			
Salaries	94,346	51,163	(43,183)
Employee benefits	18,414	9,273	(9,141)
Purchased services	805,345	461,140	(344,205)
Supplies and materials	-	11,621	11,621
Total other support services	918,105	533,197	(384,908)
Total support services	31,029,770	34,072,047	3,042,277
Community services			
Salaries	26,475	196,501	170,026
Employee benefits	8,693	66,718	58,025
Purchased services	-	561,376	561,376
Supplies and materials	-	26,100	26,100
Total community services	35,168	850,695	815,527

(This schedule is continued on the following page.)

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Payments to other districts and governmental units			
Payments for regular programs			
Purchased services	\$ -	\$ 197,274	\$ 197,274
Other objects	-	83,805	83,805
Total payments for regular programs	-	281,079	281,079
Payments for CTE education programs			
Purchased services	-	26,994	26,994
Total payments for CTE education programs	-	26,994	26,994
Payments for special education programs - tuition			
Other objects	600,000	225,635	(374,365)
Total payments for special education programs - tuition	600,000	225,635	(374,365)
Total payments to other districts and governmental units	600,000	533,708	(66,292)
Total expenditures	99,659,130	108,698,573	9,039,443
NET CHANGE IN FUND BALANCE (BUDGETARY BASIS)	<u>\$ 6,150,381</u>	14,603,547	<u>\$ 8,453,166</u>
ADJUSTMENTS TO GAAP BASIS			
On-behalf revenues		30,070,501	
On-behalf expenditures		<u>(30,070,501)</u>	
NET CHANGE IN FUND BALANCE (GAAP BASIS)		<u>14,603,547</u>	
FUND BALANCE, JULY 1		<u>57,138,886</u>	
FUND BALANCE, JUNE 30		<u><u>\$ 71,742,433</u></u>	

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
OPERATIONS AND MAINTENANCE FUND

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (under)
REVENUES			
Local sources			
Property taxes	\$ 6,844,953	\$ 10,362,416	\$ 3,517,463
Investment income	692,708	1,281,480	588,772
Rentals	40,618	39,415	(1,203)
Total local sources	7,578,279	11,683,311	4,105,032
State sources			
Evidence based funding formula	20,995,575	22,276,657	1,281,082
Total revenues	28,573,854	33,959,968	5,386,114
EXPENDITURES			
Support services			
Business			
Facilities acquisition and construction services			
Purchased services	-	5,582	5,582
Capital outlay	2,730,723	11,884,832	9,154,109
Total facilities acquisition and construction services	2,730,723	11,890,414	9,159,691
Operation and maintenance of plant services			
Salaries	8,221,285	7,931,452	(289,833)
Employee benefits	1,558,522	1,528,818	(29,704)
Purchased services	6,100,046	7,134,446	1,034,400
Supplies and materials	4,776,807	3,818,515	(958,292)
Capital outlay	81,736	832,283	750,547
Other objects	160	621	461
Noncapitalized equipment	4,318	17,150	12,832
Total operation and maintenance of plant services	20,742,874	21,263,285	520,411
Total support services - business	23,473,597	33,153,699	9,680,102
Other support services			
Purchased services	574,252	272,677	(301,575)
Total expenditures	24,047,849	33,426,376	9,378,527
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,526,005	533,592	(3,992,413)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	1,655,727	1,655,727
Total other financing sources (uses)	-	1,655,727	1,655,727
NET CHANGE IN FUND BALANCE	\$ 4,526,005	2,189,319	\$ (2,336,686)
FUND BALANCE, JULY 1		23,984,392	
FUND BALANCE, JUNE 30		\$ 26,173,711	

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
TRANSPORTATION FUND**

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
REVENUES			
Local sources			
Property taxes	\$ 1,442,805	\$ 5,914,682	\$ 4,471,877
Investment income	146,907	272,671	125,764
Total local sources	1,589,712	6,187,353	4,597,641
State sources			
Evidence based funding formula	1,656,744	1,757,842	101,098
Transportation - regular	21,848	14,137	(7,711)
Transportation - special education	2,980,119	2,324,522	(655,597)
Total state sources	4,658,711	4,096,501	(562,210)
Total revenues	6,248,423	10,283,854	4,035,431
EXPENDITURES			
Support services			
Business			
Pupil transportation services			
Salaries	1,252	6,621	5,369
Purchased services	6,259,885	6,290,687	30,802
Supplies and materials	7,740	10,553	2,813
Other objects	651	324	(327)
Total pupil transportation services	6,269,528	6,308,185	38,657
Total support services - business	6,269,528	6,308,185	38,657
Community services			
Purchased services	-	351	351
Total expenditures	6,269,528	6,308,536	39,008
NET CHANGE IN FUND BALANCE	<u>\$ (21,105)</u>	3,975,318	<u>\$ 3,996,423</u>
FUND BALANCE, JULY 1		<u>8,090,454</u>	
FUND BALANCE, JUNE 30		<u>\$ 12,065,772</u>	

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
REVENUES			
Local sources			
Property taxes	\$ 1,490,828	\$ 1,319,203	\$ (171,625)
FICA/Medicare only property taxes	1,405,853	1,638,139	232,286
Corporate personal property replacement taxes	-	2,026,981	2,026,981
Investment income	302,273	559,007	256,734
Total local sources	3,198,954	5,543,330	2,344,376
Total revenues	3,198,954	5,543,330	2,344,376
EXPENDITURES			
Instruction			
Regular programs	454,157	404,449	(49,708)
Pre-K programs	16,512	15,926	(586)
Special education programs	176,240	343,896	167,656
Remedial and supplemental programs - K-12	-	21,603	21,603
Adult/continuing education programs	540	-	(540)
CTE programs	36,582	83,650	47,068
Interscholastic programs	51,934	53,441	1,507
Summer school programs	6,674	19,607	12,933
Drivers education programs	804	885	81
Bilingual programs	31,969	44,070	12,101
Truant's alternative and optional programs	218	529	311
Total instruction	775,630	988,056	212,426
Support services			
Pupils			
Attendance and social work services	200,142	166,622	(33,520)
Guidance services	60,627	74,815	14,188
Health services	136,333	158,365	22,032
Psychological services	6,196	6,980	784
Speech pathology and audiology services	4,123	4,286	163
Other support services	15,896	11,768	(4,128)
Total pupils	423,317	422,836	3,647
Instructional staff			
Improvement of instructional services	70,968	87,786	16,818
Educational media services	42,737	43,211	474
Assessment and testing	4	2	(2)
Total instructional staff	113,709	130,999	17,290
General administration			
Board of education services	34,153	67,067	32,914
Executive administration services	32,903	29,412	(3,491)
Special area administrative services	39,582	95,713	56,131
Total general administration	106,638	192,192	85,554

(This schedule is continued on the following page.)

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Support services (Continued)			
School administration			
Office of principal services	\$ 136,164	\$ 137,115	\$ 951
Total school administration	136,164	137,115	951
Business			
Direction of business support services	2,236	1,813	(423)
Fiscal services	84,189	91,526	7,337
Operation and maintenance of plant services	1,338,472	1,205,094	(133,378)
Pupil transportation services	221	1,049	828
Food services	239,152	239,559	407
Internal services	46,803	43,626	(3,177)
Total business	1,711,073	1,582,667	(128,406)
Central			
Information services	9,005	8,251	(754)
Data processing services	104,143	106,894	2,751
Total central	113,148	115,145	1,997
Other support services	15,714	7,959	(7,755)
Total support services	2,619,763	2,588,913	(26,722)
Community services	4,453	29,502	25,049
Total expenditures	3,399,846	3,606,471	210,753
NET CHANGE IN FUND BALANCE	<u>\$ (200,892)</u>	1,936,859	<u>\$ 2,133,623</u>
FUND BALANCE, JULY 1		<u>5,285,797</u>	
FUND BALANCE, JUNE 30		<u>\$ 7,222,656</u>	

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Ten Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially determined contribution	\$ 1,466,980	\$ 1,533,797	\$ 1,581,982	\$ 1,505,670	\$ 1,519,305	\$ 1,320,764	\$ 1,675,554	\$ 1,658,133	\$ 1,383,616	\$ 1,358,078
Contributions in relation to the actuarially determined contribution	1,487,656	1,599,287	1,581,981	1,505,670	1,577,551	1,333,554	1,687,611	1,657,485	1,383,616	1,358,078
CONTRIBUTION DEFICIENCY (Excess)	\$ (20,676)	\$ (65,490)	\$ 1	\$ -	\$ (58,246)	\$ (12,790)	\$ (12,057)	\$ 648	\$ -	\$ -
Covered payroll	\$ 12,113,794	\$ 12,813,680	\$ 13,316,346	\$ 13,047,398	\$ 12,919,260	\$ 13,786,676	\$ 14,127,774	\$ 14,135,831	\$ 16,015,803	\$ 17,036,197
Contributions as a percentage of covered payroll	12.28%	12.48%	11.88%	11.54%	12.21%	9.67%	11.95%	11.73%	8.64%	7.97%

Notes to Required Supplemental Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was aggregate entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 20 years; the asset valuation method was five-year smoothed; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.75% to 13.75% compounded annually and wage growth of 2.75%.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS**

Last Ten Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Statutorily required contribution	\$ 781,251	\$ 820,487	\$ 932,495	\$ 339,039	\$ 362,069	\$ 264,509	\$ 282,251	\$ 286,122	\$ 461,188	\$ 826,585
Contributions in relation to the statutorily required contribution	791,315	888,992	908,039	339,238	361,821	282,251	319,438	106,560	461,188	826,585
CONTRIBUTION DEFICIENCY (Excess)	\$ (10,064)	\$ (68,505)	\$ 24,456	\$ (199)	\$ 248	\$ (17,742)	\$ (37,187)	\$ 179,562	\$ -	\$ -
Covered payroll	\$ 37,300,609	\$ 39,425,189	\$ 41,316,776	\$ 42,689,785	\$ 45,605,062	\$ 48,663,963	\$ 49,331,326	\$ 52,308,947	\$ 55,497,542	\$ 60,834,158
Contributions as a percentage of covered payroll	2.12%	2.25%	2.20%	0.79%	0.79%	0.58%	0.65%	0.20%	0.83%	1.36%

Notes to Required Supplemental Information

Changes of assumptions: For the 2023-2022 measurement year, the assumed investment rate of return was of 7.00%, including an inflation rate of 2.50% and a real return of 4.50%. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated September 30, 2021. For the 2021-2017 measurement years, the assumed investment rate of return was 7.00%, including an inflation rate of 2.25% and a real return of 4.75%. Salary increases were assumed to vary by service credit. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 18, 2018 and August 13, 2015, respectively. For the 2015 measurement year, the assumed investment rate of return was 7.50%, including an inflation rate of 3.00% and a real return of 4.50%. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ended June 30, 2014.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHERS' HEALTH INSURANCE SECURITY FUND**

Last Seven Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2018	2019	2020	2021	2022	2023	2024
Actuarially determined contribution	\$ 347,061	\$ 375,670	\$ 419,566	\$ 447,708	\$ 453,848	\$ 371,834	\$ 407,589
Contributions in relation to the actuarially determined contribution	362,131	373,048	419,663	446,775	454,043	371,834	407,589
CONTRIBUTION DEFICIENCY (Excess)	\$ (15,070)	\$ 2,622	\$ (97)	\$ 933	\$ (195)	\$ -	\$ -
Covered payroll	\$ 42,689,785	\$ 45,605,062	\$ 48,663,963	\$ 49,331,326	\$ 52,308,947	\$ 55,497,542	\$ 60,834,158
Contributions as a percentage of covered payroll	0.85%	0.82%	0.86%	0.91%	0.87%	0.67%	0.67%

Notes to Required Supplemental Information

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Ten Calendar Years

MEASUREMENT DATE DECEMBER 31,	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
TOTAL PENSION LIABILITY										
Service cost	\$ 1,497,870	\$ 1,376,234	\$ 1,398,793	\$ 1,466,220	\$ 1,313,082	\$ 1,349,937	\$ 1,473,636	\$ 1,355,156	\$ 1,360,109	\$ 1,512,796
Interest	4,656,933	4,972,352	5,234,751	5,499,547	5,442,171	5,653,510	5,971,833	6,094,341	6,226,712	6,589,444
Differences between expected and actual experience	(788,111)	1,116,133	1,016,026	(631,383)	1,365,578	2,189,927	123,315	(615,586)	2,328,198	(601,668)
Changes in assumptions	2,675,593	84,159	(174,298)	(2,425,701)	2,146,777	-	(851,414)	-	-	(20,141)
Benefit payments, including refunds of member contributions	(3,528,043)	(3,846,691)	(4,080,097)	(4,249,898)	(4,944,366)	(4,793,361)	(4,935,758)	(5,000,969)	(5,020,208)	(4,956,094)
Net change in total pension liability	4,514,242	3,702,187	3,395,175	(341,215)	5,323,242	4,400,013	1,781,612	1,832,942	4,894,811	2,524,337
Total pension liability - beginning	63,107,528	67,621,770	71,323,957	74,719,132	74,377,917	79,701,159	84,101,172	85,882,784	87,715,726	92,610,537
TOTAL PENSION LIABILITY - ENDING	\$ 67,621,770	\$ 71,323,957	\$ 74,719,132	\$ 74,377,917	\$ 79,701,159	\$ 84,101,172	\$ 85,882,784	\$ 87,715,726	\$ 92,610,537	\$ 95,134,874
PLAN FIDUCIARY NET POSITION										
Contributions - employer	\$ 1,487,656	\$ 1,599,287	\$ 1,581,981	\$ 1,505,670	\$ 1,577,551	\$ 1,333,554	\$ 1,687,611	\$ 1,657,485	\$ 1,515,169	\$ 1,242,214
Contributions - member	575,577	604,868	606,604	625,531	654,248	632,611	658,373	648,598	710,330	728,813
Net investment income	3,603,786	305,140	4,222,491	11,473,376	(4,264,306)	12,906,332	11,216,451	14,677,863	(12,206,856)	8,959,737
Benefit payments, including refunds of member contributions	(3,528,043)	(3,846,691)	(4,080,097)	(4,249,898)	(4,944,366)	(4,793,361)	(4,935,758)	(5,000,969)	(5,020,208)	(4,956,094)
Other (net transfer)	(100,662)	901,102	411,562	(1,575,744)	1,737,736	402,699	243,470	(1,876,235)	(102,149)	1,595,103
Net change in plan fiduciary net position	2,038,314	(436,294)	2,742,541	7,778,935	(5,239,137)	10,481,835	8,870,147	10,106,742	(15,103,714)	7,569,773
Plan fiduciary net position - beginning	59,810,863	61,849,177	61,412,883	64,155,424	71,934,359	66,695,222	77,177,057	86,047,204	96,153,946	81,050,232
PLAN FIDUCIARY NET POSITION - ENDING	\$ 61,849,177	\$ 61,412,883	\$ 64,155,424	\$ 71,934,359	\$ 66,695,222	\$ 77,177,057	\$ 86,047,204	\$ 96,153,946	\$ 81,050,232	\$ 88,620,005
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 5,772,593	\$ 9,911,074	\$ 10,563,708	\$ 2,443,558	\$ 13,005,937	\$ 6,924,115	\$ (164,420)	\$ (8,438,220)	\$ 11,560,305	\$ 6,514,869

MEASUREMENT DATE DECEMBER 31,	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Plan fiduciary net position as a percentage of the total pension liability	91.46%	86.10%	85.86%	96.71%	83.68%	91.77%	100.19%	109.62%	87.52%	93.15%
Covered payroll	\$ 12,113,794	\$ 12,813,680	\$ 13,316,346	\$ 13,047,398	\$ 12,919,260	\$ 13,786,676	\$ 14,127,774	\$ 14,135,831	\$ 15,738,228	\$ 16,196,263
Employer's net pension liability as a percentage of covered payroll	47.65%	77.35%	79.33%	18.73%	100.67%	50.22%	(1.16%)	(59.69%)	73.45%	40.22%

Assumption Changes

2015 - changes in assumptions related to investment rate of return, retirement age and mortality rates.

2016 - changes in assumptions related to retirement age and mortality rates.

2017 - changes in assumptions related to inflation rates, salary rates and mortality rates.

2018 - changes in assumptions related to the investment rate of return

2020 - changes in assumptions related to inflation rates, salary increases and mortality rates.

2023 - changes in assumptions related to mortality rates.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY AND RELATED RATIOS
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Last Ten Fiscal Years

MEASUREMENT DATE JUNE 30,	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
District's proportion of the net pension liability	0.01644128%	0.02258322%	0.02295532%	0.02203997%	0.00725462%	0.00731842%	0.00655270%	0.00204845%	0.00871044%	0.00111393%
District's proportionate share of the net pension liability	\$ 10,005,881	\$ 14,794,286	\$ 18,120,022	\$ 16,838,124	\$ 5,654,598	\$ 5,935,835	\$ 5,649,431	\$ 1,598,020	\$ 7,302,863	\$ 946,627
State's proportionate share of the net pension liability associated with the District	275,578,370	228,260,631	308,907,911	331,816,459	387,363,681	422,446,873	442,492,765	133,931,032	633,475,030	81,694,389
TOTAL	\$ 285,584,251	\$ 243,054,917	\$ 327,027,933	\$ 348,654,583	\$ 393,018,279	\$ 428,382,708	\$ 448,142,196	\$ 135,529,052	\$ 640,777,893	\$ 82,641,016
District's covered payroll	\$ 38,072,544	\$ 37,300,609	\$ 39,425,189	\$ 41,316,776	\$ 42,689,785	\$ 45,605,062	\$ 48,663,963	\$ 49,331,326	\$ 52,308,947	\$ 55,497,542
District's proportionate share of the net pension liability associated with the employer as a percentage of its covered payroll	750.11%	651.61%	829.49%	843.86%	920.64%	939.33%	920.89%	274.73%	1,224.99%	148.91%
Plan fiduciary net position as a percentage of the total pension liability	43.00%	41.50%	36.40%	39.30%	40.00%	39.60%	37.80%	45.10%	42.80%	43.90%

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN

Last Seven Fiscal Years

MEASUREMENT DATE JUNE 30,	2018	2019	2020	2021	2022	2023	2024
TOTAL OPEB LIABILITY							
Service cost	\$ 256,038	\$ 271,298	\$ 361,338	\$ 377,004	\$ 351,300	\$ 262,584	\$ 196,374
Interest	234,569	200,415	179,567	174,585	145,768	254,097	259,228
Changes of benefit terms	(246,451)	-	131,010	-	-	-	-
Differences between expected and actual experience	(329,894)	-	(157,272)	-	315,623	-	(627,031)
Changes of assumptions	(883,290)	69,844	285,513	196,183	(727,474)	(15,983)	(912,981)
Benefit payments	(213,744)	(809,922)	(840,936)	(695,082)	(553,924)	(564,421)	(308,756)
Other changes	-	(5,382)	95,083	-	-	-	-
Net change in total OPEB liability	(1,182,772)	(273,747)	54,303	52,690	(468,707)	(63,723)	(1,393,166)
Total OPEB liability - beginning	8,313,086	7,130,314	6,856,567	6,910,870	6,963,560	6,494,853	6,431,130
TOTAL OPEB LIABILITY - ENDING	\$ 7,130,314	\$ 6,856,567	\$ 6,910,870	\$ 6,963,560	\$ 6,494,853	\$ 6,431,130	\$ 5,037,964
Covered-employee payroll	\$ 56,531,694	\$ 59,234,226	N/A	N/A	\$ 57,055,689	\$ 59,327,768	\$ 59,795,857
Employer's total OPEB liability as a percentage of covered-employee payroll	12.61%	11.58%	N/A	N/A	11.38%	10.84%	8.43%

N/A - Not available

There were changes in assumptions related to the discount rate, health care rates and decrements in 2023 and 2024.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
COLLECTIVE NET OPEB LIABILITY AND RELATED RATIOS
TEACHERS' HEALTH INSURANCE SECURITY FUND

Last Seven Fiscal Years

MEASUREMENT DATE JUNE 30,	2017	2018	2019	2020	2021	2022	2023
District's proportion of the collective net OPEB liability	0.179797%	0.178824%	0.185593%	0.191970%	0.190135%	0.195420%	0.191396%
District's proportionate share of the collective net OPEB liability	\$ 46,656,514	\$ 47,112,886	\$ 51,367,370	\$ 51,325,038	\$ 41,934,953	\$ 13,375,884	\$ 13,641,497
State's proportionate share of the collective net OPEB liability associated with the District	61,271,596	63,262,446	69,557,973	69,531,449	56,857,676	18,196,565	18,447,626
TOTAL	\$ 107,928,110	\$ 110,375,332	\$ 120,925,343	\$ 120,856,487	\$ 98,792,629	\$ 31,572,449	\$ 32,089,123
Plan's fiduciary net position as a percentage of the total pension liability	(0.17%)	(0.07%)	0.25%	0.70%	1.40%	5.24%	6.21%
District's covered payroll	\$ 41,316,776	\$ 42,689,785	\$ 45,605,062	\$ 48,663,963	\$ 49,331,326	\$ 52,308,947	\$ 55,497,542
Proportionate of the collective net OPEB liability associated with employer as a percentage of its covered payroll	261.22%	260.37%	265.16%	236.84%	200.26%	60.36%	57.82%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented for as many years as is available.

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2024

1. BUDGETS AND BUDGETARY ACCOUNTING

Budgets are adopted on a basis consistent with GAAP, except that the District does not budget for “on-behalf” contributions from the State for the employer’s share of the Teachers’ Retirement System Pension and Teachers’ Health Insurance Security Fund. Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end. The District did not amend their budget in FY24.

2. EXCESS EXPENDITURES OVER APPROPRIATIONS

The following fund over expended appropriations in fiscal year 2024:

Fund	Budget	Expenditures	Excess
General	\$ 99,659,130	\$ 108,698,573	\$ (9,039,443)
Operations and Maintenance	24,047,849	33,426,376	(9,378,527)
Capital Projects	4,728,751	6,202,797	(1,474,046)
Illinois Municipal Retirement/Social Security Fund	3,399,846	3,606,471	(210,753)
Transportation	6,269,528	6,308,536	(39,008)

SUPPLEMENTARY INFORMATION

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

COMBINING BALANCE SHEET
GENERAL FUND - BY ACCOUNT

June 30, 2024

	Educational Accounts	Working Cash Accounts	Total
ASSETS			
Cash and investments	\$ 63,290,916	\$ 8,343,313	\$ 71,634,229
Receivables			
Property taxes, net	13,416,884	-	13,416,884
Intergovernmental	3,265,527	-	3,265,527
Leases	4,062,535	-	4,062,535
Prepaid assets	705,688	-	705,688
TOTAL ASSETS	\$ 84,741,550	\$ 8,343,313	\$ 93,084,863
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 1,991,352	\$ -	\$ 1,991,352
Salaries and wages payable	750,405	-	750,405
Claims payable	1,291,338	-	1,291,338
Total liabilities	4,033,095	-	4,033,095
DEFERRED INFLOWS OF RESOURCES			
Property taxes levied for subsequent years	13,416,884	-	13,416,884
Unavailable revenue - grants	36,967	-	36,967
Leases	3,855,484	-	3,855,484
Total deferred inflows of resources	17,309,335	-	17,309,335
Total liabilities and deferred inflows of resources	21,342,430	-	21,342,430
FUND BALANCES			
Nonspendable	705,688	-	705,688
Assigned			
Working cash	-	8,343,313	8,343,313
Student activity funds	1,338,467	-	1,338,467
Unassigned	61,354,965	-	61,354,965
Total fund balances	63,399,120	8,343,313	71,742,433
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 84,741,550	\$ 8,343,313	\$ 93,084,863

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GENERAL FUND - BY ACCOUNT**

For the Year Ended June 30, 2024

	Educational Accounts	Working Cash Accounts	Total
REVENUES			
Property taxes	\$ 26,175,918	\$ -	\$ 26,175,918
State aid	90,597,576	-	90,597,576
Federal aid	26,802,802	-	26,802,802
Investment income	5,414,537	-	5,414,537
Other	4,381,788	-	4,381,788
Total revenues	153,372,621	-	153,372,621
EXPENDITURES			
Current			
Instruction			
Regular programs	52,858,335	-	52,858,335
Special programs	19,372,269	-	19,372,269
Other instructional programs	21,368,518	-	21,368,518
Student activity funds	983,971	-	983,971
Support services			
Pupils	15,241,865	-	15,241,865
Instructional staff	6,932,121	-	6,932,121
General administration	4,025,749	-	4,025,749
School administration	4,620,162	-	4,620,162
Business	6,767,638	-	6,767,638
Central	2,366,686	-	2,366,686
Other support services	533,197	-	533,197
Community services	938,495	-	938,495
Intergovernmental	533,708	-	533,708
Capital outlay	2,226,360	-	2,226,360
Total expenditures	138,769,074	-	138,769,074
NET CHANGE IN FUND BALANCES	14,603,547	-	14,603,547
FUND BALANCES, JULY 1	48,795,573	8,343,313	57,138,886
FUND BALANCES, JUNE 30	\$ 63,399,120	\$ 8,343,313	\$ 71,742,433

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND**

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
REVENUES			
Local sources			
Property taxes	\$ 9,503,221	\$ 10,395,378	\$ 892,157
Investment income	2,085	451,924	449,839
Total local sources	9,505,306	10,847,302	1,341,996
Federal sources			
Qualified school construction bond credits	2,102,890	959,890	(1,143,000)
Total federal sources	2,102,890	959,890	(1,143,000)
Total revenues	11,608,196	11,807,192	198,996
EXPENDITURES			
Debt service			
Payments on long-term debt			
Interest on long-term debt	3,778,057	2,422,500	(1,355,557)
Principal payments on long-term debt	8,239,443	9,195,000	955,557
Total payments on long-term debt	12,017,500	11,617,500	(400,000)
Total expenditures	12,017,500	11,617,500	(400,000)
NET CHANGE IN FUND BALANCE	<u>\$ (409,304)</u>	189,692	<u>\$ 598,996</u>
FUND BALANCE, JULY 1		<u>11,143,702</u>	
FUND BALANCE, JUNE 30		<u>\$ 11,333,394</u>	

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND**

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
REVENUES			
Local sources			
Corporate personal property replacement taxes	\$ 14,615,124	\$ 11,486,226	\$ (3,128,898)
Total local sources	14,615,124	11,486,226	(3,128,898)
Total revenues	14,615,124	11,486,226	(3,128,898)
EXPENDITURES			
Support services			
Business			
Facilities acquisition and construction services			
Capital outlay	4,728,751	6,202,797	1,474,046
Total facilities acquisition and construction services	4,728,751	6,202,797	1,474,046
Total support services - business	4,728,751	6,202,797	1,474,046
Total expenditures	4,728,751	6,202,797	1,474,046
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	9,886,373	5,283,429	(4,602,944)
OTHER FINANCING SOURCES (USES)			
Transfers (out)	-	(1,655,727)	(1,655,727)
Total other financing sources (uses)	-	(1,655,727)	(1,655,727)
NET CHANGE IN FUND BALANCE	<u>\$ 9,886,373</u>	3,627,702	<u>\$ (6,258,671)</u>
FUND BALANCE, JULY 1		<u>35,101,717</u>	
FUND BALANCE, JUNE 30		<u>\$ 38,729,419</u>	

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FIRE PREVENTION AND SAFETY FUND**

For the Year Ended June 30, 2024

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
<hr/>			
REVENUES			
Local sources			
Property taxes	\$ 1,627,472	\$ 9,777	\$ (1,617,695)
Investment income	204,446	302,895	98,449
	<hr/>		
Total local sources	1,831,918	312,672	(1,519,246)
	<hr/>		
Total revenues	1,831,918	312,672	(1,519,246)
	<hr/>		
EXPENDITURES			
None	-	-	-
	<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ 1,831,918</u>	312,672	<u>\$ (1,519,246)</u>
FUND BALANCE, JULY 1		<u>5,414,104</u>	
FUND BALANCE, JUNE 30		<u>\$ 5,726,776</u>	

STATISTICAL SECTION

This part of the J. Sterling Morton High School District #201 annual comprehensive 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.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	89-96
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	97-102
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.	103-106
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	107-108
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.	109-112

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

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF NET POSITION BY COMPONENT

Last Ten Fiscal Years

Fiscal Year	2024	2023	2022	2021
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ 147,382,942	\$ 136,395,688	\$ 134,956,300	\$ 132,547,764
Restricted	62,522,309	53,481,021	67,534,987	43,365,366
Unrestricted	37,338,496	370,377	(54,346,776)	(63,900,179)
TOTAL NET POSITION	\$ 247,243,747	\$ 190,247,086	\$ 148,144,511	\$ 112,012,951

Note: GASB Statement No. 75 was implemented for fiscal year ended June 30, 2018. GASB Statement No. 68 was implemented for the fiscal year ended June 30, 2015.

Data Source

Annual financial reports

2020	2019	2018	2017	2016	2015
<hr/>					
\$ 120,835,866	\$ 111,366,628	\$ 100,817,910	\$ 88,663,321	\$ 82,907,613	\$ 77,475,998
25,864,247	10,257,963	8,104,045	8,356,536	9,755,050	8,856,602
(66,816,725)	(67,208,051)	(76,592,382)	(23,616,459)	(33,027,575)	(38,791,327)
<hr/>					
\$ 79,883,388	\$ 54,686,540	\$ 32,329,573	\$ 73,403,398	\$ 59,635,088	\$ 47,541,273
<hr/>					

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF CHANGES IN NET POSITION

Last Ten Fiscal Years

Fiscal Year	2024	2023	2022	2021
EXPENSES				
Instruction	\$ 80,201,416	\$ 109,617,012	\$ 68,061,059	\$ 65,699,461
State retirement contributions*	-	-	9,163,586	49,981,598
Support services	62,010,462	80,229,723	60,552,999	44,049,475
Community services	853,420	739,534	982,087	599,472
Payments to other districts and government units	533,708	687,393	99,150	614,794
Interest and fees	3,596,798	4,223,733	4,797,229	5,269,633
TOTAL EXPENSES	\$ 147,195,804	\$ 195,497,395	\$ 143,656,110	\$ 166,214,433
PROGRAM REVENUES				
Charges for services	\$ 4,498,313	\$ 4,297,968	\$ 2,540,694	\$ 1,220,706
Operating grants and contributions	26,692,805	66,326,121	25,499,392	68,134,855
Capital grants and contributions	-	-	8,725,310	-
TOTAL PROGRAM REVENUES	\$ 31,191,118	\$ 70,624,089	\$ 36,765,396	\$ 69,355,561
NET EXPENSE BEFORE GENERAL REVENUES	\$ (116,004,686)	\$ (124,873,306)	\$ (106,890,714)	\$ (96,858,782)
GENERAL REVENUES				
Taxes				
Real estate taxes, levied for general purposes	\$ 55,815,513	\$ 46,936,626	\$ 51,526,281	\$ 48,692,339
Personal property replacement taxes	13,513,207	20,516,005	19,673,083	9,098,736
State aid-formula grants	91,881,154	86,297,084	74,000,950	68,300,574
Investment earnings	8,282,514	3,789,842	(3,014,085)	1,056,214
Miscellaneous	3,508,960	6,067,033	836,045	869,285
TOTAL GENERAL REVENUES	\$ 173,001,348	\$ 163,606,590	\$ 143,022,274	\$ 128,017,148
CHANGE IN NET POSITION	\$ 56,996,662	\$ 38,733,284	\$ 36,131,560	\$ 31,158,366

*State retirement contributions allocated by function starting in fiscal year 2023.

Note: District aggregated information differently for fiscal years 2014 through 2021 when compared to prior years.

Data Source

Annual financial reports

2020	2019	2018	2017	2016	2015
\$ 66,137,714	\$ 60,199,115	\$ 58,546,416	\$ 53,323,620	\$ 53,359,171	\$ 47,458,836
49,561,196	39,955,843	33,159,525	30,799,388	19,122,886	22,567,450
48,740,986	49,544,806	49,128,802	45,565,407	41,652,757	40,205,473
621,333	653,843	343,766	278,346	345,267	320,293
261,112	18,638	26,788	9,494	35,981	37,716
5,589,456	5,839,854	6,204,620	4,488,897	4,189,745	4,427,638
\$ 170,911,797	\$ 156,212,099	\$ 147,409,917	\$ 134,465,152	\$ 118,705,807	\$ 115,017,406
\$ 1,355,614	\$ 2,590,502	\$ 2,539,262	\$ 2,561,752	\$ 2,141,025	\$ 1,890,271
64,565,775	55,878,420	47,044,119	48,624,826	37,682,319	39,909,912
2,095,085	2,091,740	2,179,387	158,834	-	-
\$ 68,016,474	\$ 60,560,662	\$ 51,762,768	\$ 51,345,412	\$ 39,823,344	\$ 41,800,183
\$ (102,895,323)	\$ (95,651,437)	\$ (95,647,149)	\$ (83,119,740)	\$ (78,882,463)	\$ (73,217,223)
\$ 48,436,514	\$ 47,428,140	\$ 45,541,767	\$ 45,474,194	\$ 44,891,392	\$ 43,536,650
6,530,371	6,039,457	5,427,267	7,352,297	5,210,151	6,520,552
68,307,219	61,858,689	55,078,510	43,510,708	40,659,477	37,147,286
3,371,910	2,658,696	886,992	550,215	154,801	137,644
1,446,157	23,422	64,426	636	60,457	39,606
\$ 128,092,171	\$ 118,008,404	\$ 106,998,962	\$ 96,888,050	\$ 90,976,278	\$ 87,381,738
\$ 25,196,848	\$ 22,356,967	\$ 11,351,813	\$ 13,768,310	\$ 12,093,815	\$ 14,164,515

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF FUND BALANCES - GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2024	2023	2022	2021
GENERAL FUND				
Nonspendable	\$ 705,688	\$ 1,164,710	\$ 437,524	\$ 417,308
Assigned	9,681,780	9,590,867	728,849	847,973
Unassigned	61,354,965	46,383,309	50,471,302	52,870,159
TOTAL GENERAL FUND	\$ 71,742,433	\$ 57,138,886	\$ 51,637,675	\$ 54,135,440
ALL OTHER GOVERNMENT FUNDS				
Nonspendable, reported in				
Debt service fund	\$ 1,225	\$ -	\$ -	\$ -
Special revenue funds	405,817	437,429	78,482	229,974
Restricted, reported in				
Special revenue funds	45,056,322	36,923,215	29,812,790	25,493,673
Debt service fund	11,332,169	11,143,702	11,061,249	8,512,648
Capital projects funds	5,726,776	5,414,104	26,784,341	9,330,946
Assigned				
Special revenue funds	-	-	-	-
Capital projects funds	38,729,419	35,101,717	-	-
Unassigned, reported in				
Special revenue funds	-	-	-	-
GOVERNMENTAL FUNDS	\$ 101,251,728	\$ 89,020,167	\$ 67,736,862	\$ 43,567,241
TOTAL GOVERNMENTAL FUNDS	\$ 172,994,161	\$ 146,159,053	\$ 119,374,537	\$ 97,702,681

Data Source

Audited financial statements

2020	2019	2018	2017	2016	2015
\$ 676,094	\$ 428,343	\$ 450,957	\$ 400,206	\$ 470,969	\$ 605,246
-	-	-	-	-	-
57,705,886	53,494,002	51,234,234	53,774,164	47,940,823	47,265,710
\$ 58,381,980	\$ 53,922,345	\$ 51,685,191	\$ 54,174,370	\$ 48,411,792	\$ 47,870,956
\$ -	\$ -	\$ -	\$ -	\$ 9,621	\$ -
177,821	169,770	701,282	255,786	194,264	258,765
15,455,023	2,310,287	769,293	1,094,525	938,849	781,202
6,076,767	6,892,336	6,308,748	6,483,427	6,277,482	6,198,298
4,608,988	9,509,812	46,986,127	50,900,794	2,655,522	2,658,304
-	7,451,302	5,960,686	2,605,752	1,350,181	1,302,558
-	-	-	-	-	-
-	-	-	-	-	-
\$ 26,318,599	\$ 26,333,507	\$ 60,726,136	\$ 61,340,284	\$ 11,425,919	\$ 11,199,127
\$ 84,700,579	\$ 80,255,852	\$ 112,411,327	\$ 115,514,654	\$ 59,837,711	\$ 59,070,083

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2024	2023	2022	2021
REVENUES				
Local Sources				
Taxes	\$ 69,328,720	\$ 67,452,631	\$ 71,199,364	\$ 57,791,075
Investment earnings	8,282,514	3,789,842	(3,014,085)	1,056,214
Other local sources	4,421,203	5,691,016	3,376,739	2,090,081
State sources	116,970,734	115,734,063	104,870,779	97,333,289
Federal sources	27,762,692	19,762,566	20,686,929	13,485,306
Total revenues	226,765,863	212,430,118	197,119,726	171,755,965
EXPENDITURES				
Current				
Instruction	95,571,149	91,936,743	90,331,005	84,533,921
Support services	70,093,777	74,443,936	59,457,254	44,271,821
Community services	968,348	689,246	1,013,144	620,750
Non-programmed charges	533,708	687,393	99,150	614,794
Debt service				
Principal	9,195,000	9,195,000	9,195,000	9,195,000
Interest and other	2,422,500	2,423,725	2,423,825	2,423,725
Capital outlay	21,146,272	9,638,850	13,072,499	18,065,049
Total expenditures	199,930,754	189,014,893	175,591,877	159,725,060
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	26,835,109	23,415,225	21,527,849	12,030,905
OTHER FINANCING SOURCES (USES)				
Other financing sources (uses)				
Proceeds from issuance of debt	-	-	-	-
Sale of capital assets	-	-	144,007	-
Transfers in	1,655,727	-	-	-
Transfers (out)	(1,655,727)	-	-	-
Total other financing sources (uses)	-	-	144,007	-
NET CHANGE IN FUND BALANCE				
	\$ 26,835,109	\$ 23,415,225	\$ 21,671,856	\$ 12,030,905
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES				
	6.50%	6.48%	7.15%	8.20%

Data Source

Annual financial reports

2020	2019	2018	2017	2016	2015
\$ 54,966,885	\$ 53,467,597	\$ 50,969,034	\$ 52,826,491	\$ 50,101,543	\$ 50,057,202
3,371,910	2,658,696	886,992	550,215	154,801	137,644
2,801,771	2,613,924	2,603,688	2,562,388	2,201,482	1,929,877
95,613,554	87,190,182	93,251,333	80,478,488	65,029,204	66,723,666
12,472,023	12,611,869	11,741,217	11,523,161	11,713,269	10,333,532
169,226,143	158,542,268	159,452,264	147,940,743	129,200,299	129,181,921
83,192,774	76,150,093	84,101,196	79,324,626	67,649,839	66,480,680
46,665,750	46,589,144	44,336,388	42,118,211	40,667,849	40,033,096
620,701	656,921	317,626	272,425	337,879	315,655
261,112	554,513	819,814	845,189	938,128	992,336
9,195,000	9,195,000	9,244,036	9,353,158	9,346,659	9,340,458
2,423,825	2,423,725	2,512,168	371,039	13,797	19,998
22,422,254	55,128,347	21,224,363	9,979,152	9,478,520	9,725,737
164,781,416	190,697,743	162,555,591	142,263,800	128,432,671	126,907,960
4,444,727	(32,155,475)	(3,103,327)	5,676,943	767,628	2,273,961
-	-	-	50,000,000	-	-
-	-	-	-	-	-
-	-	50,000	39,820,619	165,456	165,456
-	-	(50,000)	(39,820,619)	(165,456)	(165,456)
-	-	-	50,000,000	-	-
\$ 4,444,727	\$ (32,155,475)	\$ (3,103,327)	\$ 5,676,943	\$ 767,628	\$ 2,273,961
8.16%	8.57%	8.32%	7.35%	7.87%	7.99%

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**EQUALIZED ASSESSED VALUATION AND
ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**

Last Ten Levy Years

Tax Levy Year		Equalized Assessed Valuation		Amount of Increase Increase Over Previous Year		Percentage of Increase Over Previous Year		Actual Estimated Value
2023	\$	2,612,876,617	\$	692,549,535		36.06%	\$	7,838,629,851
2022		1,920,327,082		(30,791,354)		(1.58%)		5,760,981,246
2021		1,951,118,436		(181,588,271)		(8.51%)		5,853,355,308
2020		2,132,706,707		492,158,784		30.00%		6,398,120,121
2019		1,640,547,923		(19,999,130)		(1.20%)		4,921,643,769
2018		1,660,547,053		(61,275,995)		(3.56%)		4,981,641,159
2017		1,721,823,048		279,550,072		19.38%		5,165,469,144
2016		1,442,272,976		48,421,027		3.47%		4,326,818,928
2015		1,393,851,949		(40,999,179)		(2.86%)		4,181,555,847
2014		1,434,851,128		(103,347,206)		(6.72%)		4,304,553,384

Tax Levy Year		Real Estate		Railroad		Air Pollution		Total EAV*
2023	\$	2,571,641,652	\$	41,155,151	\$	79,814	\$	2,612,876,617
2022		1,880,386,377		39,940,705		N/A		1,920,327,082
2021		N/A		N/A		N/A		1,951,118,436
2020		N/A		N/A		N/A		2,132,706,707
2019		N/A		N/A		N/A		1,640,547,923
2018		1,632,217,344		28,320,242		9,467		1,660,547,053
2017		1,694,424,793		27,394,270		3,985		1,721,823,048
2016		1,415,297,496		26,971,080		4,400		1,442,272,976
2015		1,368,096,911		25,750,151		4,887		1,393,851,949
2014		1,409,370,465		25,475,596		5,067		1,434,851,128

*Equalized Assessed Valuation is one-third of the actual estimated value

N/A - Information not available

Data Source

Cook County Levy, Rate and Extension Reports for 2013-2022

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

**SCHEDULE OF PROPERTY TAX RATES
(Direct and Overlapping Governments)**

Last Ten Levy Years

Tax Levy Year	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
OVERLAPPING GOVERNMENT										
County of Cook	0.3860	0.4310	0.4660	0.4530	0.4540	0.4890	0.4960	0.5330	0.5520	0.5680
Forest Preserve District	0.0750	0.0810	0.0580	0.0580	0.0590	0.0600	0.0620	0.0630	0.0690	0.0690
Consolidated Elections	0.0320	-	0.0190	-	0.0300	-	0.0310	-	0.0340	-
Town of Berwyn	0.0460	0.0590	0.0540	0.0480	0.0580	0.0550	0.0520	0.0600	0.0610	0.0590
General Assistance - Berwyn	0.0400	0.0520	0.0480	0.0420	0.0510	0.0480	0.0450	0.0520	0.0530	0.0510
Metropolitan Water Reclamation District	0.3450	0.3740	0.3820	0.3780	0.3890	0.3960	0.4020	0.4060	0.4260	0.4300
Community College #527	0.4670	0.6140	0.5720	0.5090	0.6450	0.6190	0.5830	0.6800	0.6980	0.6700
City of Berwyn	3.1930	4.2950	4.1110	3.6680	4.4930	4.2540	4.0120	4.7230	4.9010	4.5330
City of Berwyn Library Fund	0.4210	0.5640	0.4390	0.4040	0.5070	0.4950	0.4760	0.5760	0.5770	0.5550
Public Health - Berwyn	0.0760	0.0990	0.0910	0.0810	0.0980	0.0930	0.0870	0.1020	0.1050	0.1030
Mental Health - Berwyn	0.0690	0.0900	0.0830	0.0730	0.0890	0.0840	0.0770	0.0920	0.0920	0.0870
School District #98	2.6320	3.5490	3.2670	2.9840	3.6810	3.5400	3.3460	4.0490	4.1340	3.9710
North Berwyn Park District	0.4200	0.5750	0.4140	0.3730	0.4620	0.4420	0.4160	0.5020	0.5130	0.4920
Total overlapping rate (note)	8.2020	10.7830	10.0040	9.0710	11.0160	10.5750	10.0850	11.8380	12.2150	11.5880
DIRECT DEBT										
Morton S.D. #201	2.2220	2.9250	2.7280	2.4610	3.1280	3.0360	2.8750	3.2510	3.3390	3.2160
Representative Tax Rate	10.4240	13.7080	12.7320	11.5320	14.1440	13.6110	12.9600	15.0890	15.5540	14.8040
OTHER										
Berwyn Park District	0.3340	0.4320	0.4080	0.3550	0.4310	0.4060	0.3810	0.4430	0.4560	0.4380
School District #100	4.1460	5.5260	5.2420	4.3950	5.0240	4.5390	5.0760	4.4900	4.5680	4.2650
Town of Cicero	4.0850	5.6990	5.6510	5.0700	6.6330	6.5040	6.0290	0.3200	6.3150	5.7600
General Assistance - Cicero	0.0140	0.0190	0.0190	0.0170	0.0230	0.0230	0.0240	0.0410	0.0490	0.0470
Clyde Park District	0.3590	0.4790	0.4480	0.3960	0.5170	0.5070	0.4600	0.5300	0.5420	0.5560
Cicero Library Fund	0.1820	0.2540	0.2520	0.2250	0.2960	0.2870	0.2790	0.3940	0.3380	0.3510
Mental Health - Cicero	0.0620	0.0870	0.0860	0.0770	0.1040	0.1040	0.0930	0.1220	0.1200	0.1040

Tax Levy Year	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
OTHER (Continued)										
School District #99	2.9870	3.9750	3.7150	3.3760	4.4530	4.3060	4.1110	4.7170	5.2380	4.9980
Town of Lyons	0.0350	0.0450	0.0430	0.0400	0.0600	0.0650	0.0630	0.0670	0.0700	0.0680
Road and Bridges - Lyons	0.0310	0.0400	0.0390	0.0360	0.0410	0.0410	0.0400	0.0470	0.0490	0.0480
General Assistance - Lyons	0.0050	0.0050	0.0050	0.0030	0.0040	0.0020	-	0.0030	0.0030	0.0030
Des Plaines Valley Mosquito	0.0120	0.0150	0.0140	0.0120	0.0140	0.0150	0.0150	0.0170	0.0170	0.0160
Mental Health - Lyons	0.0690	0.0890	0.0870	0.0800	0.0930	0.0930	0.0900	0.1100	0.1150	0.1120
School District #103	4.1720	5.0410	4.5630	4.4740	5.5500	5.4160	5.0620	5.7960	5.9240	5.4180
Village of Lyons	1.8620	2.3440	2.1200	1.8820	2.3110	2.2820	2.1230	2.4540	2.5030	2.4160
Village of Lyons Library	0.3140	0.4220	0.3930	0.3480	0.4260	0.4190	0.3880	0.4590	0.4680	0.4490
Town of Stickney	0.2120	0.2590	0.2650	0.2270	0.3050	0.3050	0.2970	0.3200	0.2930	0.2830
Road and Bridge - Stickney Twp.	0.0640	0.0800	0.0740	0.0650	0.0790	0.0770	0.0730	0.0820	0.0840	0.0800
General Assistance - Stickney	0.0090	0.0120	0.0130	0.0110	0.0130	0.0170	0.0160	0.0200	0.0200	0.0260
Stickney - Forest View Library	0.3870	0.4590	0.4590	0.3850	0.5190	0.5070	0.4780	0.5430	0.4890	0.4700
Public Health - Stickney	0.2680	0.3310	0.2760	0.2410	0.2510	0.2400	0.2220	0.2480	0.2740	0.2760
Village of Stickney	2.4140	2.9680	2.9460	2.4530	3.2630	3.1990	3.1160	3.7120	3.7210	3.6460

Note: Tax rates are expressed in dollars per \$100 of assessed valuations. It should be noted that the boundaries of some of the overlapping governments listed only partially overlap the District and, therefore, the totals shown above overstate the tax rates for individual taxpayers within the District.

Data Source

Cook County Clerk

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

TEN PRINCIPAL TAXPAYERS IN THE DISTRICT

Current Year and Nine Years Prior

2023				2014			
Rank	Taxpayer Name	2023 Equalized Assessed Valuation	Percent of District's Total Equalized Assessed Valuation	Rank	Taxpayer Name	2014 Equalized Assessed Valuation	Percent of District's Total Equalized Assessed Valuation
1	Hawthorne Works	\$ 22,071,224	0.84%	1	MacNeal Hospital Finance	\$ 17,440,485	1.22%
2	Wirtz Beverage Illinois	20,103,440	0.77%	2	Hawthorne Works Ste. 316	12,100,311	0.84%
3	Cermak Plaza Associate	19,787,459	0.76%	3	Wal-Mart Real Estate	11,221,412	0.78%
4	Citgo Petroleum	16,870,461	0.65%	4	ONC Cicero LLC	8,952,829	0.62%
5	Maribel Salinas	16,032,446	0.61%	5	Thomas Carey Hiers	8,403,342	0.59%
6	Extra Space Storage	15,436,013	0.59%	6	Concordia Realty Mgmt	8,107,762	0.57%
7	Liberty Propety Trust	14,684,064	0.56%	7	SVF W 47th Mc Cook LLC	7,061,217	0.49%
8	P7 DP McCook LLC	14,358,417	0.55%	8	HB Lyons Cold Storage	7,001,416	0.49%
9	Dimucci Development	14,130,186	0.54%	9	Heartland Bank	6,896,284	0.48%
10	Brea Alpha Industrial	13,349,712	0.51%	10	Cicero Marketplace	6,600,099	0.46%
TOTAL		\$ 166,823,422	6.38%	TOTAL		\$ 93,785,157	6.54%

Includes only those parcels with 2023 EAV's over \$100,000.

Data Source

Cook County Clerk's Office

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Tax Levy Year	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Rates extended										
Educational	0.9711	1.2072	1.5379	1.3080	1.6676	1.6457	1.6108	1.8533	1.9048	1.7459
PTAB/CE Recapture	0.0254	0.0687	0.0375	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Special education	0.0585	0.0755	0.0231	0.0210	0.0260	0.0257	0.0247	0.0293	0.0301	0.0296
Operations and maintenance	0.4078	0.5500	0.3547	0.3197	0.3960	0.3487	0.3463	0.4178	0.4242	0.4856
Transportation	0.2340	0.3124	0.0747	0.0673	0.0834	0.0709	0.0722	0.0747	0.0773	0.0759
Illinois municipal retirement/ Social Security	0.1170	0.0781	0.1538	0.1386	0.1718	0.1702	0.1634	0.1934	0.1964	0.1930
Debt service	0.4072	0.5541	0.5453	0.5305	0.6896	0.6813	0.6571	0.6822	0.7059	0.6857
Life safety	0.0004	0.0005	0.0005	0.0752	0.0931	0.0935	0.0000	0.0000	0.0000	0.0000
Total rates extended	2.2214	2.8465	2.7275	2.4603	3.1275	3.0360	2.8745	3.2507	3.3387	3.2157
Levies extended										
Educational	\$ 25,373,226	\$ 23,183,147	\$ 30,005,303	\$ 27,896,202	\$ 27,357,777	\$ 27,327,622	\$ 27,735,125	\$ 26,729,645	\$ 26,550,091	\$ 25,051,065
PTAB/CE Recapture	664,333	1,318,458	732,433	-	-	-	-	-	-	-
Special education	1,528,508	1,450,000	450,000	447,619	426,542	426,760	425,290	422,585	419,549	424,715
Operations and maintenance	10,654,499	10,561,799	6,920,000	6,817,577	6,496,569	5,790,327	5,962,673	6,025,816	5,912,719	6,967,637
Transportation	6,114,031	6,000,000	1,457,000	1,435,823	1,368,216	1,177,327	1,243,156	1,077,377	1,077,447	1,089,052
Illinois municipal retirement/ Social Security	3,057,016	1,500,500	3,000,000	2,957,726	2,818,460	2,826,250	2,813,458	2,789,354	2,737,524	2,769,262
Debt service	10,639,652	10,639,652	10,639,652	11,313,752	11,313,752	11,313,752	11,313,752	9,838,650	9,838,650	9,838,650
Life safety	10,115	10,000	10,000	1,602,820	1,527,350	1,552,611	-	-	-	-
Total levies extended	\$ 58,041,380	\$ 54,663,556	\$ 53,214,388	\$ 52,471,519	\$ 51,308,666	\$ 50,414,649	\$ 49,493,454	\$ 46,883,427	\$ 46,535,980	\$ 46,140,381
Current year collections	\$ 27,026,372	\$ 23,508,232	\$ 25,281,615	\$ 25,294,341	\$ 24,839,895	\$ 24,428,830	\$ 23,216,114	\$ 22,568,454	\$ 22,432,444	\$ 21,832,435
Subsequent collections	-	28,719,419	25,534,393	26,179,628	23,376,029	23,600,045	22,994,763	22,335,512	22,485,843	22,378,175
Total collections	\$ 27,026,372	\$ 52,227,651	\$ 50,816,008	\$ 51,473,969	\$ 48,215,924	\$ 48,028,875	\$ 46,210,877	\$ 44,903,966	\$ 44,918,287	\$ 44,210,610

Tax Levy Year	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Percent of current extensions collected	46.56%	43.01%	47.51%	48.21%	48.41%	48.46%	46.91%	48.14%	48.20%	47.32%
Percentage of extensions collected - subsequent year collections	0.00%	52.54%	47.98%	49.89%	45.56%	46.81%	46.46%	47.64%	48.32%	48.50%
Percentage of extensions collected - total	46.56%	95.54%	95.49%	98.10%	93.97%	95.27%	93.37%	95.78%	96.52%	95.82%

Notes: Percentage of extensions collected can exceed 100% due to prior years information not being available. Tax rates are expressed in dollars per one hundred dollars of assessed valuation.

Data Source

Cook County Levy, Rate and Extension reports for 2014-2023

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

OUTSTANDING GENERAL BONDED DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended June 30,	Qualified School Construction Bonds	Capital Appreciation Bonds	Leases Payable and Loans	Total	Amount Available in Debt Service Fund	Net General Bonded Debt	Total Debt Per Capita*	Percentage of Total Debt to Personal Income*
2024	\$ 50,000,000	\$ 16,260,072	\$ -	\$ 66,260,072	\$ 11,333,394	\$ 54,926,678	\$ 420	11.10%
2023	50,000,000	23,668,568	-	73,668,568	11,143,702	62,524,866	457	2.99%
2022	50,000,000	30,491,354	-	80,491,354	11,061,249	69,430,105	438	1.30%
2021	50,000,000	36,720,744	-	86,720,744	8,512,648	78,208,096	494	1.53%
2020	50,000,000	42,477,630	-	92,477,630	6,076,767	86,400,863	545	1.74%
2019	50,000,000	47,914,794	-	97,914,794	6,892,336	91,022,458	618	1.83%
2018	50,000,000	53,101,460	-	103,101,460	6,308,748	96,792,712	651	1.93%
2017	50,000,000	58,028,145	49,036	108,077,181	6,483,427	101,593,754	680	2.12%
2016	-	62,298,614	207,194	62,505,808	6,277,482	56,228,326	391	1.26%
2015	-	67,125,462	358,853	67,484,315	6,198,298	61,286,017	424	0.83%

*In 2020, the District changed this page to reflect the net general bonded debt. For the years ending 2019 and prior, the amounts not been adjusted for this change in calculation.

Data Source

Annual financial report

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

RATIOS OF GENERAL BONDED DEBT
TO EQUALIZED ASSESSED VALUATION AND
GENERAL BONDED DEBT PER CAPITA

Last Ten Fiscal Years

Fiscal Year Ended June 30,	Tax Levy Year	General Bonded Debt	Equalized Assessed Valuation	Percentage of General Obligation Bonded Debt to Assessed Valuation	Estimated Population		General Obligation Bonded Debt Per Capita	Percentage of General Obligation Bonded Debt to Personal Income
2024	2023	\$ 66,260,072	\$ 2,612,876,617	2.54%	157,745	*	\$ 420	11.10%
2023	2022	73,668,568	1,920,327,082	3.84%	161,088	nces	457	2.99%
2022	2021	80,491,353	1,951,118,436	3.56%	158,449	nces	438	1.30%
2021	2020	86,720,744	2,132,706,707	3.67%	158,449	nces	494	1.46%
2020	2019	92,477,630	1,640,547,923	5.27%	158,449	nces	545	1.69%
2019	2018	97,914,794	1,660,547,053	5.90%	158,449	nces	618	1.83%
2018	2017	103,101,460	1,721,823,048	7.49%	158,927	nces	651	1.93%
2017	2016	108,028,145	1,442,272,976	7.49%	159,927	**+ ^	680	2.12%
2016	2015	62,298,614	1,442,272,976	1.98%	158,990	**+ ^	391	1.26%
2015	2014	67,125,462	1,434,851,128	2.32%	159,291	**	424	0.83%

*2019-2023 US Census

**The Census Bureau has reported an increase in the population of the communities in the District from 2010 to 2011 by approximately .44% and an increase of 0.057% from 2012 to 2013.

**+The Census Bureau has reported an decrease in the population of the communities in the District from 2010 to 2015 by approximately .19%

^US Census QuickFacts Per Capita Income in past 12 months (in 2017 dollars), 2013-2017

^US Census QuickFacts Per Capita Income in past 12 months (in 2016 dollars), 2012-2016

nces: National Center for Educational Statistics: 5 Year Average Estimates reported by US Census Bureau's American Community Survey's 2013-2017

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHEDULE OF DIRECT AND OVERLAPPING DEBT

June 30, 2024

Governmental Unit	Debt Outstanding	Overlapping Percent	Net Direct and Overlapping Debt
Overlapping Debt			
Cook County	\$ 2,405,216,720	1.290%	\$ 31,027,296
Cook County Forest Preserve	41,835,000	1.290%	539,672
Metropolitan Water Reclamation District	2,565,241,988 (1)	1.320%	33,861,194
City of Berwyn	170,925,000	100.000%	170,925,000
Town of Cicero	25,175,000	100.000%	25,175,000
Village of Forest View	11,580,000	39.570%	4,582,206
Village of Lyons	1,035,000 (3)(5)	95.190%	985,217
Village of McCook	19,510,000 (3)(4)	26.960%	5,259,896
Village of Stickney	2,950,000	100.000%	2,950,000
Berwyn Park District	3,870,000	100.000%	3,870,000
Central Stickney Park District	250,000	1.680%	4,200
Clyde Park District	1,605,000	96.120%	1,542,726
McCook Park District	250,000	27.230%	68,075
North Berwyn Park District	4,651,790 (3)	100.000%	4,651,790
McCook Public Library District	- (3)	27.230%	-
Stickney Forest View Public Library District	275,000	50.970%	140,168
School District #99	45,605,000 (3)	100.000%	45,605,000
School District #100	14,255,000	100.000%	14,255,000
School District #103	4,004,805 (2)	71.330%	2,856,627
School District #104	13,510,000	4.140%	559,314
Morton Community College District No. 527	6,795,000	100.000%	6,795,000
Total indirect debt			355,653,381
Direct Debt:			
J. Sterling Morton High School District # 201	5,338,540,303 (2)	100.000%	51,463,899
Total Direct and Overlapping General Obligation Bonded Debt			<u>\$ 407,117,280</u>

Note: Tax year 2022 values were not available as of the date of this statement. Therefore tax year 2020 values were used.

(1) Includes IEPA Revolving Loan Fund Bonds

(2) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.

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

(4) Includes self-supporting debt

(5) Excludes outstanding debt certificates, leases, self-supporting debt, and/or installment contracts

Data Sources

Offices of the Cook County Clerk, Cook County Comptroller and the Treasurer of the Metropolitan Water Reclamation District of Greater Chicago

J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS

SCHEDULE OF LEGAL BONDED DEBT MARGIN

Last Ten Levy Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Debt limit	\$ 180,288,487	\$ 132,502,569	\$ 134,627,172	\$ 147,156,763	\$ 113,197,807	\$ 114,577,747	\$ 118,805,790	\$ 99,516,835	\$ 96,175,785	\$ 99,004,728
Total debt applicable to limit	50,000,000	50,000,000	57,116,665	57,116,665	62,267,645	65,974,587	69,752,644	73,716,374	28,012,352	32,596,853
Legal debt margin	\$ 130,288,487	\$ 82,502,569	\$ 77,510,507	\$ 90,040,098	\$ 50,930,162	\$ 48,603,160	\$ 49,053,146	\$ 25,800,461	\$ 68,163,433	\$ 66,407,875
Total net debt applicable to the limit as a percentage of debt limit	28%	38%	42%	39%	55%	58%	59%	74%	29%	33%

Legal debt margin calculation for the fiscal year ended June 30, 2024:

Assessed Valuation	<u>\$ 2,612,876,617</u>
Debt Limit - 6.90% of Assessed Valuation	180,288,487
Total Debt Outstanding	<u>66,260,072</u>
Less: Exempted Debt	<u>(16,260,072)</u>
Net Subject to 6.90% Limit	<u>50,000,000</u>
Total Debt Margin	<u>\$ 130,288,487</u>

Data Source

Annual financial reports

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Years

Year	Population		Person Income (thousands of dollars)		Cook County Per Capita Personal Income		Annual Unemployment Rate (Cook County)
2023	\$ 157,745	*	\$ 7,353,022	****	\$ 47,801	^	4.40%
2022	161,088	nces	7,353,022		45,646	^	4.00%
2021	158,449	nces	5,343,217		33,722	^	4.00%
2020	158,449	nces	5,343,217		33,722	^	4.00%
2019	158,449	nces	5,343,217		33,722	^	4.00%
2018	158,449	nces	5,343,217		33,722	^	4.00%
2017	158,671	**+	5,105,874		32,179	^	5.20%
2016	159,927	**+	4,959,816		31,013	^	6.20%
2015	158,990	**	8,153,007		51,280	^	6.10%
2014	159,291	**	7,746,698		48,943	^	9.60%

Most recent available information provided.

Data Sources

^US Census QuickFacts Per Capita Income in past 12 months (in 2017 dollars), 2013-2017

^US Census QuickFacts Per Capita Income in past 12 months (in 2016 dollars), 2012-2016

*2019-2023 US Census

**The Census Bureau has reported an increase in the population of the communities in the District from 2010 to 2011 by approximately .44% and by .057% from 2012 to 2013

**+The Census Bureau has reported an decrease in the population of the communities in the District from 2010 to 2015 by approximately .19%

***U.S. Census Bureau's American FactFinder Results, 2012 American Community Survey - 1 Year Estimates

****2023 information unavailable. Most recent available information provided.

Per capita personal income for Cook County provided by Regional Economic Information System, Bureau of Economic Analysis, U.S. Department of Commerce. Per Capita Personal Income of \$46,937 is for 2011, most recent available at printing of this statement.

Unemployment rate provided by the Illinois Department of Employment Security, Labor Market Information Unit website: <http://lmi.ides.state.il.us/laus/laushis.htm>

nces: National Center for Educational Statistics: 5 Year Average Estimates reported by US Census Bureau's American Community Survey's 2013-2017

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

PRINCIPAL EMPLOYERS

Current Year and Nine Years' Prior

2024			2015		
Employer	Approximate Number Employed	Percentage of Total Employment	Employer	Approximate Number Employed	Percentage of Total Employment
Breakthru Beverage Illinois, LLC	1,000	1.66%	MacNeal Hospital	2,200	3.21%
Morton East & West High Schools	1,056	1.76%	Wirtz Beverage Illinois, LLC	1,000	1.46%
United Scrap Metal, Inc.	500	0.83%	Morton East & West High Schools	706	1.03%
Campagna-Turano Bakery	300	0.50%	Levin Bros Paper Corp	500	0.73%
ALL Construction Group	250	0.42%	USF Holland, Inc.	500	0.73%
Morton College	250	0.42%	Terrace Paper Co., Inc.	400	0.58%
The Royal Group	250	0.42%	Meade Electric Co.	400	0.58%
BNSF Railway Co.	200	0.33%	A&R Janitorial Services, Inc.	350	0.51%
Corey Steel Co.	200	0.33%	Campagna-Turano Bakery	300	0.44%
Saporito Finishing Co.	180	0.30%	Fontanini Italian Meats & Sausages	270	0.39%
Brad Foote Gear Works, Inc.	150	0.25%	Groot Industries, Inc.	250	0.36%
Broadwind Energy, Inc.	140	0.23%	Morton College	250	0.36%
Koppers, Inc., Chemicals & Allied Products	116	0.19%	Saporito Finishing Co.	250	0.36%
Elegant Packagin	100	0.17%	Tru Vue, Inc.	250	0.36%
Tough Cut Concrete Services, Inc.	100	0.17%	World Marketing - Chicago	250	0.36%
			Estes Express Lines, Inc.	245	0.36%
			Freeman	240	0.35%
	<u>4,792</u>			<u>8,361</u>	

Data Sources

Village Records/School District Records
Employer Website
A to Z Database.com - Business Edition

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

NUMBER OF FULL TIME EMPLOYEES

Last Ten Fiscal Years

Fiscal Year	2024	2023	2022	2021
Instructional services				
Regular programs				
Teachers	409	427	411	380
Special programs				
Administrators	8	7	7	6
Teachers	99	107	100	96
Teaching assistants/clerical	54	65	58	50
Other programs				
Administrators	3	3	1	1
Teachers	38	19	14	12
Teaching assistants/clerical	7	14	13	13
Support services				
Pupil support services				
Dean of students/administrators	12	13	10	10
Social workers	23	22	-	-
Guidance counselors	31	31	28	28
Psychologists	7	7	3	3
Speech pathologists	4	3	3	3
Clerical	43	43	43	43
Instructional staff services				
Administrators	9	8	8	6
Librarians	4	4	4	4
General administration services				
Treasurer	1	1	1	1
Superintendent/asst. superintendents	1	2	2	2
Special area administration	3	3	3	3
Clerical	11	11	11	9
School administration services				
Principals and assistant principals	15	14	14	14
Clerical	16	15	15	11
Business services				
Direction of business services	1	1	1	1
Fiscal services	15	14	14	14
Food service	56	32	29	29
Operations and maintenance of facilities				
Director/clerical	2	2	2	2
Engineers/custodial/maintenance	67	64	74	69
Security	99	85	68	68
Transportation services				
Bus drivers	1	1	1	1
Central services				
Data processing services	17	15	15	10
Total employees	1,056	1,033	953	889

Data Source

District records - full time equivalents.

2020	2019	2018	2017	2016	2015
421	360	338	333	337	331
6	5	4	3	3	3
90	62	57	55	53	50
66	56	56	55	49	54
1	1	1	1	1	1
12	12	12	12	8	8
13	14	11	11	10	10
11	10	9	9	9	9
-	-	-	-	-	-
29	26	25	25	25	25
5	5	5	5	5	5
3	3	3	3	3	3
43	43	43	43	43	43
6	6	6	6	6	6
4	3	3	3	3	3
1	1	1	1	1	1
2	3	3	3	3	2
3	3	3	3	3	3
9	9	8	8	8	8
14	11	11	11	11	11
11	11	9	9	9	9
2	1	1	1	1	1
14	14	14	14	14	14
27	25	25	25	25	25
2	2	2	2	2	2
72	65	65	65	61	61
66	47	47	47	64	53
1	1	1	1	1	1
10	10	10	10	10	10
943	809	773	764	768	752

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

OPERATING INDICATORS BY FUNCTION

Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Instruction										
Enrollment										
Regular Education	6,870	7,005	6,864	7,668	7,047	7,371	7,802	7,840	7,562	7,354
Special Education	1,000	1,002	1,026	995	1,006	1,069	992	958	937	945
Total enrollment	7,870	8,007	7,890	8,663	8,053	8,440	8,794	8,798	8,499	8,299
Percentage of limited English proficient	35.72%	29.26%	24.20%	21.10%	18.60%	18.10%	14.20%	18.00%	10.40%	11.20%
Pupil support services										
Percentage of students with disabilities	15.40%	12.50%	13.00%	13.00%	12.00%	12.70%	11.10%	10.60%	11.30%	11.30%
School Administration										
Student attendance rate	90.60%	89.70%	88.70%	92.90%	94.10%	92.20%	90.30%	93.00%	91.10%	88.50%
Fiscal services										
Purchase orders processed	4,019	3,518	3,646	2,318	3,278	2,858	2,838	2,923	3,023	2,897
W-2's issued	1,366	1,253	1,132	1,136	1,211	1,168	1,102	1,122	1,105	1,145
Maintenance										
District square footage maintained by custodians and maintenance staff	1,534,141	1,534,141	1,534,141	1,345,425	1,345,425	1,354,175	1,354,175	1,354,175	1,354,175	1,354,175
District acreage maintained by grounds staff	69	69	69	69	69	69	69	69	69	69

Data Source

District records

**J. STERLING MORTON HIGH SCHOOL DISTRICT #201
CICERO, ILLINOIS**

SCHOOL BUILDING INFORMATION

Last Ten Fiscal Years

Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Morton East										
Grounds area (acres)	12.75	12.75	12.75	12.75	12.75	12.75	12.75	12.75	12.75	12.75
Buildings (square feet)	639,997	639,997	639,997	639,997	639,997	639,997	639,997	639,997	639,997	639,997
Available capacity (students)	3,300	3,300	3,300	3,300	3,300	3,300	3,300	3,300	3,300	3,300
Enrollment (students housed)	3,411	3,397	3,210	3,186	3,462	3,427	3,427	3,427	3,427	3,427
Morton West										
Grounds area (acres)	41.60	41.60	41.60	41.60	41.60	41.60	41.60	41.60	41.60	41.60
Buildings (square feet)	471,868	471,868	471,868	471,868	471,868	471,868	471,868	471,868	471,868	471,868
Available capacity (students)	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
Enrollment (students housed)	3,410	3,456	3,541	3,357	3,522	3,577	3,577	3,577	3,577	3,577
Morton Freshman Center (2004)										
Grounds area (acres)	14	14.17	14.17	14.17	14.17	14.17	14.17	14.17	14.17	14.17
Buildings (square feet)	213,030	213,030	213,030	213,030	213,030	213,030	213,030	213,030	213,030	213,030
Available capacity (students)	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Enrollment (students housed)	1,032	1,139	1,123	1,100	1,066	1,233	1,233	1,233	1,233	1,233
Morton Alternative School (2008)										
Grounds area (acres)	3.06	3.06	3.06	3.06	3.06	3.06	3.06	3.06	3.06	3.06
Buildings (square feet)	20,530	20,530	20,530	20,530	20,530	20,530	20,530	20,530	20,530	20,530
Available capacity (students)	126	126	126	126	126	126	126	126	126	126
Enrollment (students housed)	40	38	50	25	60	84	84	84	84	84

Data Source

PY ACFR Financial Report