

**MERIDIAN COMMUNITY UNIT  
SCHOOL DISTRICT NO. 223**

**Stillman Valley, Illinois**

Annual Financial Report

June 30, 2020

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

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BOARD OF EDUCATION

John Smith, President, to April 2023  
Kristine Youman, Vice-President, to April 2023  
Jill Huber, Secretary, to April 2021  
Tim Flynn, Member, to April 2023  
Marsha Welden, Member, to April 2021  
Tim DeVries, Member, to April 2021  
Matt Rhodes, Member, to April 2021

\* \* \* \* \*

RECORDING SECRETARY

Elaine Nicholson

\* \* \* \* \*

TREASURER

Louise Suttman

\* \* \* \* \*

SUPERINTENDENT

Phillip J Caposey

\* \* \* \* \*

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Annual Financial Report  
June 30, 2020

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## Independent Auditor's Report

Board of Education  
Meridian Community Unit School District No. 223  
Ogle County, Illinois

### Report on the Financial Statements

We have audited the accompanying financial statements of Meridian Community Unit School District No. 223, as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting practices prescribed or permitted by the Illinois State Board of Education. Management is also responsible 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.

### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As described in Note 1, the financial statements are prepared by Meridian Community Unit School District No. 223 with the financial reporting practices prescribed or permitted by the Illinois State Board of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Illinois State Board of Education.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Meridian Community Unit School District No. 223, as of June 30, 2020, or the changes in its financial position for the year then ended.

***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of Meridian Community Unit School District No. 223 as of June 30, 2020, and the revenues it received and expenditures it paid, and budgetary results for the year then ended, in accordance with the financial reporting provisions of the Illinois State Board of Education as described in Note 1.

***Other Matters***

***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise Meridian Community Unit School District No. 223’s financial statements. The information listed in the table of contents as “Other Information” and “Statistical Information,” which is the responsibility of management, is presented for the purpose of additional analysis and is not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

***Supplemental Information***

Our audit was conducted for the purpose of forming opinions on the financial statements taken as a whole. The schedules listed in the table of contents as “Supplemental Information” are presented

for the purposes of additional analysis and are not a required part of the financial statements of Meridian Community Unit School District No. 223. Such information is the responsibility of management and has been derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole on the basis of accounting as described in Note 1.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 6, 2020, on our consideration of Meridian Community Unit School District No. 223'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 Meridian Community Unit School District No. 223'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 Meridian Community Unit School District No. 223's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Panning Group, LLC". The signature is written in a cursive, flowing style.

Freeport, Illinois  
October 6, 2020



# BENNING GROUP, LLC

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**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***

Board of Education  
Meridian Community Unit School District No. 223  
Ogle County, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Meridian Community Unit School District No. 223 as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Meridian Community Unit School District No. 223's financial statements, and have issued our report thereon dated October 6, 2020. Our opinion was adverse because the financial statements are not prepared in accordance with generally accepted accounting principles. However, the financial statements were found to be fairly stated on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles, in accordance with regulatory reporting requirements established by the Illinois State Board of Education.

## **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Meridian Community Unit School District No. 223's internal control over financial reporting (internal control) to determine the 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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District'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

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may exist that were not identified. We did identify certain deficiencies in internal control, described below, that we consider to be material weaknesses.

### **Financial Reporting & Material Adjustments**

The District lacks adequate procedures over financial reporting related to reconciling balance sheet accounts, particularly payroll liability accounts, and identifying and recording necessary adjustments throughout the year and during the year end reporting process, which in turn required several material adjusting journal entries. These adjustments were required to properly report the District's financial activity and reconcile balances to prior year audited financial statements.

#### **Management's response:**

Management will periodically review and reconcile the general ledger to identify possible misclassifications and proper recording of transactions.

We also noted certain other matters involving the internal control over financial reporting that we reported to management of Meridian Community Unit School District No. 223 in a separate letter dated October 6, 2020.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Meridian Community Unit School District No. 223's financial statements are free of 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 determination of financial statement amounts. 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 that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we reported to management of Meridian Community Unit School District No. 223 in a separate letter dated October 6, 2020.

### **District's Response to Findings**

Meridian Community Unit School District No. 223's response to the findings identified in our audit is described previously. Meridian Community Unit School District No. 223's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **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 entity'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.

*Penning Group, LLC*

Freeport, Illinois  
October 6, 2020

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Statements of Assets and Liabilities  
Arising from Cash Transactions  
June 30, 2020

											Account Groups	
	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety	Agency Funds	General Fixed Assets	General Long-Term Debt
<b>ASSETS</b>												
Current assets												
Cash	\$ 8,855,149	\$ 125,732	\$ 485,370	\$ 1,210,642	\$ 137,257	\$ 129,179	\$ 656,235	\$ 152,246	\$ 299,706	\$ 243,743	\$ -	\$ -
Investments	75,925	-	-	-	-	-	-	-	-	-	-	-
Total current assets	8,931,074	125,732	485,370	1,210,642	137,257	129,179	656,235	152,246	299,706	243,743	-	-
Capital assets												
Land	-	-	-	-	-	-	-	-	-	-	2,569,982	-
Building & building improvements	-	-	-	-	-	-	-	-	-	-	34,430,289	-
Site improvements & infrastructure	-	-	-	-	-	-	-	-	-	-	1,443,666	-
Capitalized equipment	-	-	-	-	-	-	-	-	-	-	3,870,515	-
Amount available in debt service funds	-	-	-	-	-	-	-	-	-	-	-	485,370
Amount to be provided for payment on long-term debt	-	-	-	-	-	-	-	-	-	-	-	11,901,778
<b>Total assets</b>	<b>8,931,074</b>	<b>125,732</b>	<b>485,370</b>	<b>1,210,642</b>	<b>137,257</b>	<b>129,179</b>	<b>656,235</b>	<b>152,246</b>	<b>299,706</b>	<b>243,743</b>	<b>42,314,452</b>	<b>12,387,148</b>
<b>LIABILITIES AND FUND BALANCES</b>												
<b>LIABILITIES</b>												
Current liabilities												
Other payables	\$ (9,436)	\$ (503)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payroll deductions & withholdings	12,973	(448)	-	3,045	(288)	-	-	-	-	-	-	-
Due to activity fund organizations	-	-	-	-	-	-	-	-	-	243,743	-	-
Total current liabilities	3,537	(951)	-	3,045	(288)	-	-	(96)	-	243,743	-	-
Long-term liabilities												
Long-term debt payable	-	-	-	-	-	-	-	-	-	-	-	12,387,148
Total long-term liabilities	-	-	-	-	-	-	-	-	-	-	-	12,387,148
<b>Total liabilities</b>	<b>3,537</b>	<b>(951)</b>	<b>-</b>	<b>3,045</b>	<b>(288)</b>	<b>-</b>	<b>-</b>	<b>(96)</b>	<b>-</b>	<b>243,743</b>	<b>-</b>	<b>12,387,148</b>
<b>FUND BALANCES</b>												
Reserved fund balances	-	-	-	-	-	-	-	-	-	-	-	-
Unreserved fund balances	8,927,537	126,683	485,370	1,207,597	137,545	129,179	656,235	152,342	299,706	-	-	-
Investments in general fixed assets	-	-	-	-	-	-	-	-	-	-	42,314,452	-
<b>Total fund balances</b>	<b>8,927,537</b>	<b>126,683</b>	<b>485,370</b>	<b>1,207,597</b>	<b>137,545</b>	<b>129,179</b>	<b>656,235</b>	<b>152,342</b>	<b>299,706</b>	<b>-</b>	<b>42,314,452</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>8,931,074</b>	<b>125,732</b>	<b>485,370</b>	<b>1,210,642</b>	<b>137,257</b>	<b>129,179</b>	<b>656,235</b>	<b>152,246</b>	<b>299,706</b>	<b>243,743</b>	<b>42,314,452</b>	<b>12,387,148</b>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Statements of Revenue Received, Expenditures Disbursed,  
Other Sources (Uses) and Changes in Fund Balances  
Year ended June 30, 2020

	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
<b>REVENUE</b>									
Local sources	\$ 5,798,655	\$ 1,078,573	\$ 1,401,959	\$ 282,209	\$ 329,332	\$ 4,540	\$ 61,954	\$ 406,737	\$ 65,804
Flow-through from one district to another district	-	-	-	-	-	-	-	-	-
State sources	6,391,829	310,000	-	385,522	-	-	-	-	-
Federal sources	653,258	-	-	-	-	-	-	-	-
Total direct revenue	12,843,742	1,388,573	1,401,959	667,731	329,332	4,540	61,954	406,737	65,804
Revenue for on-behalf payments	6,652,106	-	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>\$ 19,495,848</b>	<b>\$ 1,388,573</b>	<b>\$ 1,401,959</b>	<b>\$ 667,731</b>	<b>\$ 329,332</b>	<b>\$ 4,540</b>	<b>\$ 61,954</b>	<b>\$ 406,737</b>	<b>\$ 65,804</b>
<b>EXPENDITURES</b>									
Instruction	9,160,151	-	-	-	192,148	-	-	-	-
Support services	3,576,000	1,751,579	-	947,986	322,940	-	-	441,472	-
Community services	2,980	-	-	-	-	-	-	-	-
Payments to other districts & gov't units	663,284	-	-	-	-	-	-	97,239	-
Debt service	-	-	1,825,069	-	-	-	-	-	-
Total direct expenditures	13,402,415	1,751,579	1,825,069	947,986	515,088	-	-	538,711	-
Expenditures for on-behalf payments	6,652,106	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>20,054,521</b>	<b>1,751,579</b>	<b>1,825,069</b>	<b>947,986</b>	<b>515,088</b>	<b>-</b>	<b>-</b>	<b>538,711</b>	<b>-</b>
<b>Excess of direct revenue over (under) direct expenditures</b>	<b>\$ (558,673)</b>	<b>\$ (363,006)</b>	<b>\$ (423,110)</b>	<b>\$ (280,255)</b>	<b>\$ (185,756)</b>	<b>\$ 4,540</b>	<b>\$ 61,954</b>	<b>\$ (131,974)</b>	<b>\$ 65,804</b>
<b>OTHER SOURCES (USES) OF FUNDS</b>									
<b>Permanent transfer between various funds</b>									
Abatement or abolishment of the working cash fund	-	-	-	-	-	-	-	-	-
Transfer among funds	-	-	-	-	-	-	-	-	-
Sale or compensation of fixed assets	-	-	-	-	-	-	-	-	-
Other sources (uses) not classified elsewhere	-	-	-	-	-	-	-	-	-
<b>Total other sources (uses) of funds</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess of revenues and other sources of funds over (under) expenditures and other uses of funds</b>	<b>(558,673)</b>	<b>(363,006)</b>	<b>(423,110)</b>	<b>(280,255)</b>	<b>(185,756)</b>	<b>4,540</b>	<b>61,954</b>	<b>(131,974)</b>	<b>65,804</b>
<b>FUND BALANCES - July 1, 2019</b>	<b>9,486,210</b>	<b>489,689</b>	<b>908,480</b>	<b>1,487,852</b>	<b>323,301</b>	<b>124,639</b>	<b>594,281</b>	<b>284,316</b>	<b>233,902</b>
<b>FUND BALANCES - June 30, 2020</b>	<b>\$ 8,927,537</b>	<b>\$ 126,683</b>	<b>\$ 485,370</b>	<b>\$ 1,207,597</b>	<b>\$ 137,545</b>	<b>\$ 129,179</b>	<b>\$ 656,235</b>	<b>\$ 152,342</b>	<b>\$ 299,706</b>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Educational Fund

Statement of Revenue Received - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>REVENUE FROM LOCAL SOURCES</b>			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	\$ 4,847,053	\$ 6,249,861	\$ (1,402,808)
Leasing purposes levy	69,369	89,258	(19,889)
Special education purposes levy	55,438	71,478	(16,040)
Total ad valorem taxes levied by district	<u>4,971,860</u>	<u>6,410,597</u>	<u>(1,438,737)</u>
Payments in lieu of taxes:			
Mobile home privilege tax	<u>8</u>	<u>-</u>	<u>8</u>
Total payments in lieu of taxes	<u>8</u>	<u>-</u>	<u>8</u>
Earnings on investments:			
Interest on investments	<u>200,604</u>	<u>140,000</u>	<u>60,604</u>
Total earnings on investments	<u>200,604</u>	<u>140,000</u>	<u>60,604</u>
Food service:			
Sales to pupils - Lunch	<u>284,682</u>	<u>350,000</u>	<u>(65,318)</u>
Total food service	<u>284,682</u>	<u>350,000</u>	<u>(65,318)</u>
District/school activity income:			
Admissions - athletic	38,621	22,000	16,621
Fees	<u>169,267</u>	<u>145,000</u>	<u>24,267</u>
Total district/school activity income	<u>207,888</u>	<u>167,000</u>	<u>40,888</u>
Other revenue from local sources:			
Contributions and donations from private sources	18,778	-	18,778
Drivers' education fees	14,267	6,000	8,267
Other local revenues	<u>62,917</u>	<u>60,000</u>	<u>2,917</u>
Total other revenue from local sources	<u>133,613</u>	<u>66,000</u>	<u>67,613</u>
<b>Total revenue from local sources</b>	<u>\$ 5,798,655</u>	<u>\$ 7,133,597</u>	<u>\$ (1,334,942)</u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Educational Fund

Statement of Revenue Received - Actual and Budget  
Year ended June 30, 2020

	Actual	Budget	Actual over (under) Budget
<b>REVENUE FROM STATE SOURCES</b>			
Unrestricted grants-in-aid:			
Evidence based funding formula - Sec. 18-8.05	\$ 6,272,000	\$ 6,217,000	\$ 55,000
Total unrestricted grants-in-aid	6,272,000	6,217,000	55,000
Restricted grants-in-aid:			
Special education			
Private facility tuition	44,625	-	44,625
Orphanage individual	32,098	-	32,098
Total special education	76,723	-	76,723
Career and technical education (CTE):			
Agriculture education	22,699	20,000	2,699
Total career and technical education	22,699	20,000	2,699
State free lunch and breakfast	2,354	2,200	154
Driver education	18,053	22,000	(3,947)
Total restricted grants-in-aid	119,829	44,200	75,629
<b>Total revenue from state sources</b>	<b>\$ 6,391,829</b>	<b>\$ 6,261,200</b>	<b>\$ 130,629</b>
<b>REVENUE FROM FEDERAL SOURCES</b>			
Restricted grants-in-aid received from federal government through the state:			
Food service:			
National school lunch program	\$ 138,997	\$ 127,000	\$ 11,997
School breakfast program	27,683	30,000	(2,317)
School food service program	67,899	-	67,899
Total food service	234,579	157,000	77,579
Title I:			
Low income	244,810	158,000	86,810
Total Title I	244,810	158,000	86,810

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Educational Fund

Statement of Revenue Received - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
Title IV:			
Safe and drug free schools	<u>17,223</u>	<u>10,000</u>	<u>7,223</u>
Total Title IV	<u>17,223</u>	<u>10,000</u>	<u>7,223</u>
Federal - special education:			
Preschool flow-through	6,206	7,700	(1,494)
IDEA flow-through	<u>73,404</u>	<u>85,000</u>	<u>(11,596)</u>
Total federal - special education	<u>79,610</u>	<u>92,700</u>	<u>(13,090)</u>
Title II - teacher quality	36,810	44,000	(7,190)
Medicaid matching funds - administrative outreach	21,049	-	21,049
Medicaid matching funds - fee-for-service program	<u>19,177</u>	<u>15,000</u>	<u>4,177</u>
<b>Total revenue from federal sources</b>	<u>\$ 653,258</u>	<u>\$ 476,700</u>	<u>\$ 176,558</u>
<b>Total direct revenue</b>	<u><u>\$ 12,843,742</u></u>	<u><u>\$ 13,871,497</u></u>	<u><u>\$ (1,027,755)</u></u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Educational Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>INSTRUCTION</b>			
Regular programs:			
Salaries	\$ 5,067,056	\$ 5,237,971	\$ (170,915)
Employee benefits	1,166,861	1,120,274	46,587
Purchased services	843	11,000	(10,157)
Supplies and materials	220,659	189,000	31,659
Capital outlay	212	-	212
Total regular programs	<u>6,455,631</u>	<u>6,558,245</u>	<u>(102,614)</u>
Special education programs:			
Salaries	1,275,747	1,231,490	44,257
Employee benefits	211,263	161,660	49,603
Supplies and materials	187	-	187
Total special education programs	<u>1,487,197</u>	<u>1,393,150</u>	<u>94,047</u>
Remedial and supplemental programs K-12:			
Purchased services	97,755	-	97,755
Supplies and materials	55,643	156,000	(100,357)
Total remedial and supplemental programs K-12	<u>153,398</u>	<u>156,000</u>	<u>(2,602)</u>
CTE programs:			
Salaries	304,730	326,510	(21,780)
Employee benefits	79,856	61,365	18,491
Supplies and materials	4,378	6,500	(2,122)
Total CTE programs	<u>388,964</u>	<u>394,375</u>	<u>(5,411)</u>
Interscholastic programs:			
Salaries	336,721	317,500	19,221
Employee benefits	20,957	22,000	(1,043)
Purchased services	95,291	120,000	(24,709)
Supplies and materials	41,265	50,000	(8,735)
Capital outlay	81,352	90,000	(8,648)
Other objects	2,474	2,000	474
Total interscholastic programs	<u>578,060</u>	<u>601,500</u>	<u>(23,440)</u>

See accompanying notes to financial statements.



MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Educational Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	Actual	Budget	Actual over (under) Budget
Driver's education programs:			
Salaries	26,769	15,000	11,769
Employee benefits	10,085	1,763	8,322
Supplies and materials	880	2,000	(1,120)
Total driver's education programs	37,734	18,763	18,971
Bilingual programs:			
Salaries	52,056	14,000	38,056
Employee benefits	7,111	7,000	111
Total bilingual programs	59,167	21,000	38,167
<b>Total instruction</b>	<b>\$ 9,160,151</b>	<b>\$ 9,143,033</b>	<b>\$ 17,118</b>
<b>SUPPORT SERVICES</b>			
<b>Support services - pupils</b>			
Guidance services:			
Salaries	\$ 249,969	\$ 250,000	\$ (31)
Employee benefits	58,586	49,375	9,211
Purchased services	13,558	-	13,558
Total guidance services	322,113	299,375	22,738
Health services:			
Salaries	120,750	131,000	(10,250)
Employee benefits	7,542	7,353	189
Purchased services	1,175	7,500	(6,325)
Supplies and materials	15,278	6,700	8,578
Total health services	144,745	152,553	(7,808)
Speech pathology & audiology services:			
Salaries	7,339	7,340	(1)
Employee benefits	593	7,924	(7,331)
Purchased services	100,001	171,436	(71,435)
Total speech pathology & audiology services	107,933	186,700	(78,767)
<b>Total support services - pupils</b>	<b>\$ 574,791</b>	<b>\$ 638,628</b>	<b>\$ (63,837)</b>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Educational Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	Actual	Budget	Actual over (under) Budget
<b>Support services - instructional staff</b>			
Improvement of instruction services:			
Salaries	\$ 3,561	\$ 28,000	\$ (24,439)
Employee benefits	457	-	457
Purchased services	144,404	144,000	404
Supplies and materials	26,854	-	26,854
Total improvement of instruction services	175,276	172,000	3,276
Educational media services:			
Salaries	209,493	235,000	(25,507)
Employee benefits	34,175	36,300	(2,125)
Supplies and materials	18,123	21,000	(2,877)
Total educational media services	261,791	292,300	(30,509)
Assessment & testing:			
Purchased services	27,500	25,000	2,500
Total assessment & testing	27,500	25,000	2,500
<b>Total support services - instructional staff</b>	<b>\$ 464,567</b>	<b>\$ 489,300</b>	<b>\$ (24,733)</b>
<b>Support services - general administration</b>			
Board of education services:			
Salaries	\$ 61,021	\$ 53,500	\$ 7,521
Employee benefits	33,558	33,333	225
Purchased services	115,762	161,333	(45,571)
Supplies and materials	23,412	28,000	(4,588)
Other objects	12,735	11,500	1,235
Total board of education services	246,488	287,666	(41,178)
Executive administration services:			
Salaries	155,269	158,500	(3,231)
Employee benefits	35,267	43,275	(8,008)
Purchased services	13,863	21,800	(7,937)
Other objects	674	-	674
Total executive administration services	205,073	223,575	(18,502)

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Educational Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	Actual	Budget	Actual over (under) Budget
Tort immunity services:			
Purchased services	137,160	91,000	46,160
Total tort immunity services	137,160	91,000	46,160
<b>Total support services -     general administration</b>	<b>\$ 588,721</b>	<b>\$ 602,241</b>	<b>\$ (13,520)</b>
<b>Support services - school administration</b>			
Office of the principal services:			
Salaries	\$ 674,709	\$ 703,000	\$ (28,291)
Employee benefits	132,842	133,228	(386)
Purchased services	4,008	8,000	(3,992)
Supplies and materials	12,095	10,000	2,095
Other objects	2,356	4,000	(1,644)
Total office of the principal services	826,010	858,228	(32,218)
<b>Total support services - school administration</b>	<b>\$ 826,010</b>	<b>\$ 858,228</b>	<b>\$ (32,218)</b>
<b>Support services - business</b>			
Fiscal services:			
Salaries	\$ 62,130	\$ 66,000	\$ (3,870)
Employee benefits	24	-	24
Purchased services	16,455	19,000	(2,545)
Supplies and materials	2,485	2,000	485
Total fiscal services	81,094	87,000	(5,906)
Operation and maintenance of plant services:			
Salaries	162	-	162
Employee benefits	13	-	13
Supplies and materials	749	-	749
Total operation & maintenance of plant services	924	-	924

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Educational Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	Actual	Budget	Actual over (under) Budget
Food services:			
Salaries	191,231	210,000	(18,769)
Employee benefits	1,544	16,000	(14,456)
Purchased services	7,244	8,000	(756)
Supplies and materials	210,460	245,000	(34,540)
Capital outlay	46,319	37,000	9,319
Other objects	458	-	458
Total food services	457,256	516,000	(58,744)
<b>Total support services - business</b>	<b>\$ 539,274</b>	<b>\$ 603,000</b>	<b>\$ (63,726)</b>
<b>Support services - central</b>			
Information services:			
Salaries	\$ 121,669	\$ 120,000	\$ 1,669
Employee benefits	14,633	20,000	(5,367)
Purchased services	299,341	406,000	(106,659)
Supplies and materials	81,562	48,000	33,562
Capital outlay	51,304	70,000	(18,696)
Total information services	568,509	664,000	(95,491)
Staff services:			
Purchased services	14,128	6,500	7,628
Total staff services	14,128	6,500	7,628
<b>Total support services - central</b>	<b>\$ 582,637</b>	<b>\$ 670,500</b>	<b>\$ (87,863)</b>
<b>Total support services</b>	<b>\$ 3,576,000</b>	<b>\$ 3,861,897</b>	<b>\$ (285,897)</b>
<b>COMMUNITY SERVICES</b>			
Supplies and materials	\$ 2,980	\$ -	\$ 2,980
<b>Total community services</b>	<b>\$ 2,980</b>	<b>\$ -</b>	<b>\$ 2,980</b>

See accompanying notes to financial statements.

## MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

## Educational Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>PAYMENTS TO OTHER DISTRICTS &amp; GOV'T UNITS</b>			
<b>Payments to other districts &amp; gov't units (in-state)</b>			
Other payments to in-state gov't units:			
Purchased services	<u>\$ 17,470</u>	<u>\$ -</u>	<u>\$ 17,470</u>
Total other payments to in state gov't units	<u>17,470</u>	<u>-</u>	<u>17,470</u>
<b>Total payments to other gov't units (in-state)</b>	<u>\$ 17,470</u>	<u>\$ -</u>	<u>\$ 17,470</u>
<b>Payments to other districts &amp; gov't units - tuition (in-state)</b>			
Payments for special education programs tuition:			
Other objects	<u>\$ 641,414</u>	<u>\$ 590,000</u>	<u>\$ 51,414</u>
Total payments for special education programs	<u>641,414</u>	<u>590,000</u>	<u>51,414</u>
Payments for CTE programs tuition:			
Other objects	<u>4,400</u>	<u>-</u>	<u>4,400</u>
Total payments for CTE programs	<u>4,400</u>	<u>-</u>	<u>4,400</u>
<b>Total payments to other gov't units     tuition (in-state)</b>	<u>\$ 645,814</u>	<u>\$ 590,000</u>	<u>\$ 55,814</u>
<b>Total payments to other districts     &amp; gov't units</b>	<u>\$ 663,284</u>	<u>\$ 590,000</u>	<u>\$ 73,284</u>
<b>Total direct expenditures</b>	<u>\$ 13,402,415</u>	<u>\$ 13,594,930</u>	<u>\$ (192,515)</u>
<b>Excess (deficiency) of revenue     over expenditures</b>	<u>\$ (558,673)</u>	<u>\$ 276,567</u>	<u>\$ (835,240)</u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Operations and Maintenance Fund

Statement of Revenue Received - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>REVENUE FROM LOCAL SOURCES</b>			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	<u>\$ 696,418</u>	<u>\$ 898,000</u>	<u>\$ (201,582)</u>
Total ad valorem taxes levied by district	<u>696,418</u>	<u>898,000</u>	<u>(201,582)</u>
Payments in lieu of taxes:			
Mobile home privilege tax	<u>1</u>	<u>-</u>	<u>1</u>
Corporate personal property replacement taxes	<u>226,741</u>	<u>200,000</u>	<u>26,741</u>
Total payments in lieu of taxes	<u>226,742</u>	<u>200,000</u>	<u>26,742</u>
Earnings on investments:			
Interest on investments	<u>4,178</u>	<u>-</u>	<u>4,178</u>
Total earnings on investments	<u>4,178</u>	<u>-</u>	<u>4,178</u>
District/school activity income:			
Fees	<u>10,140</u>	<u>-</u>	<u>10,140</u>
Total district/school activity income	<u>10,140</u>	<u>-</u>	<u>10,140</u>
Other revenue from local sources:			
Rentals	<u>87,706</u>	<u>38,000</u>	<u>49,706</u>
Other local revenues	<u>53,389</u>	<u>5,000</u>	<u>48,389</u>
Total other revenue from local sources	<u>141,095</u>	<u>43,000</u>	<u>98,095</u>
<b>Total revenue from local sources</b>	<u>\$ 1,078,573</u>	<u>\$ 1,141,000</u>	<u>\$ (62,427)</u>
<b>REVENUE FROM STATE SOURCES</b>			
Unrestricted grants-in-aid:			
Evidence based funding formula - section 18-8.05	<u>\$ 310,000</u>	<u>\$ 310,000</u>	<u>\$ -</u>
Total unrestricted grants-in-aid	<u>310,000</u>	<u>310,000</u>	<u>-</u>
<b>Total revenue from state sources</b>	<u>\$ 310,000</u>	<u>\$ 310,000</u>	<u>\$ -</u>
<b>Total direct revenue</b>	<u>\$ 1,388,573</u>	<u>\$ 1,451,000</u>	<u>\$ (62,427)</u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Operations and Maintenance Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>SUPPORT SERVICES</b>			
<b>Support services - business:</b>			
Operations and maintenance of plant services:			
Salaries	\$ 529,832	\$ 545,000	\$ (15,168)
Employee benefits	94,615	90,000	4,615
Purchased services	357,339	386,500	(29,161)
Supplies and materials	486,528	426,000	60,528
Capital outlay	283,265	270,000	13,265
	<u>1,751,579</u>	<u>1,717,500</u>	<u>34,079</u>
Total operations and maintenance of plant services	<u>1,751,579</u>	<u>1,717,500</u>	<u>34,079</u>
<b>Total support services - business</b>	<u>\$ 1,751,579</u>	<u>\$ 1,717,500</u>	<u>\$ 34,079</u>
<b>Total support services</b>	<u>\$ 1,751,579</u>	<u>\$ 1,717,500</u>	<u>\$ 34,079</u>
<b>Total direct expenditures</b>	<u>\$ 1,751,579</u>	<u>\$ 1,717,500</u>	<u>\$ 34,079</u>
<b>Excess (deficiency) of revenue     over expenditures</b>	<u>\$ (363,006)</u>	<u>\$ (266,500)</u>	<u>\$ (96,506)</u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Debt Services Fund

Statement of Revenues Received - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>REVENUE FROM LOCAL SOURCES</b>			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	\$ 1,394,536	\$ 1,824,851	\$ (430,315)
Other	<u>610</u>	<u>-</u>	<u>610</u>
Total ad valorem taxes levied by district	<u>1,395,146</u>	<u>1,824,851</u>	<u>(429,705)</u>
Payments in lieu of taxes:			
Mobile home privilege tax	<u>2</u>	<u>-</u>	<u>2</u>
Total payments in lieu of taxes	<u>2</u>	<u>-</u>	<u>2</u>
Earnings on investments:			
Interest on investments	<u>6,811</u>	<u>-</u>	<u>6,811</u>
Total earnings on investments	<u>6,811</u>	<u>-</u>	<u>6,811</u>
<b>Total revenue from local sources</b>	<u>\$ 1,401,959</u>	<u>\$ 1,824,851</u>	<u>\$ (422,892)</u>
<b>Total direct revenue</b>	<u><u>\$ 1,401,959</u></u>	<u><u>\$ 1,824,851</u></u>	<u><u>\$ (422,892)</u></u>

See accompanying notes to financial statements.



MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Debt Services Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>DEBT SERVICES</b>			
Debt services - interest on long-term debt:			
Other objects	<u>\$ 740,160</u>	<u>\$ 740,160</u>	<u>\$ -</u>
Debt services - principal on long-term debt:			
Other objects	<u>1,084,459</u>	<u>1,084,459</u>	<u>-</u>
Debt services - other:			
Other objects	<u>450</u>	<u>-</u>	<u>450</u>
<b>Total debt services</b>	<u>\$ 1,825,069</u>	<u>\$ 1,824,619</u>	<u>\$ 450</u>
<b>Total direct expenditures</b>	<u>\$ 1,825,069</u>	<u>\$ 1,824,619</u>	<u>\$ 450</u>
<b>Excess (deficiency) of revenue over expenditures</b>	<u><u>\$ (423,110)</u></u>	<u><u>\$ 232</u></u>	<u><u>\$ (423,342)</u></u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Transportation Fund

Statement of Revenues Received - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>REVENUE FROM LOCAL SOURCES</b>			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	<u>\$ 272,469</u>	<u>\$ 356,000</u>	<u>\$ (83,531)</u>
Total ad valorem taxes levied by district	<u>272,469</u>	<u>356,000</u>	<u>(83,531)</u>
Earnings on investments:			
Interest on investments	<u>9,740</u>	<u>-</u>	<u>9,740</u>
Total earnings on investments	<u>9,740</u>	<u>-</u>	<u>9,740</u>
<b>Total revenue from local sources</b>	<u>\$ 282,209</u>	<u>\$ 356,000</u>	<u>\$ (73,791)</u>
<b>REVENUE FROM STATE SOURCES</b>			
<b>Restricted grants-in-aid:</b>			
Transportation:			
Regular and vocational	<u>\$ 292,104</u>	<u>\$ 536,000</u>	<u>\$ (243,896)</u>
Special education	<u>93,418</u>	<u>178,000</u>	<u>(84,582)</u>
Total transportation	<u>385,522</u>	<u>714,000</u>	<u>(328,478)</u>
Total restricted grants-in-aid	<u>385,522</u>	<u>714,000</u>	<u>(328,478)</u>
<b>Total revenue from state sources</b>	<u>\$ 385,522</u>	<u>\$ 714,000</u>	<u>\$ (328,478)</u>
<b>Total direct revenue</b>	<u>\$ 667,731</u>	<u>\$ 1,070,000</u>	<u>\$ (402,269)</u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Transportation Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>SUPPORT SERVICES</b>			
Support services - business:			
Pupil transportation services:			
Salaries	\$ 530,779	\$ 522,222	\$ 8,557
Employee benefits	36,698	33,333	3,365
Purchased services	291,472	390,866	(99,394)
Supplies & materials	<u>89,037</u>	<u>115,000</u>	<u>(25,963)</u>
Total pupil transportation services	<u>947,986</u>	<u>1,061,421</u>	<u>(113,435)</u>
<b>Total support services</b>	<u>\$ 947,986</u>	<u>\$ 1,061,421</u>	<u>\$ (113,435)</u>
<b>Total direct expenditures</b>	<u>\$ 947,986</u>	<u>\$ 1,061,421</u>	<u>\$ (113,435)</u>
<b>Excess (deficiency) of revenue over expenditures</b>	<u>\$ (280,255)</u>	<u>\$ 8,579</u>	<u>\$ (288,834)</u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Municipal Retirement / Social Security Fund

Statement of Revenue Received - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>REVENUE FROM LOCAL SOURCES</b>			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	\$ 128,794	\$ 165,000	\$ (36,206)
FICA/Medicare only purposes levies	168,181	235,000	(66,819)
Other tax levies	<u>23</u>	<u>-</u>	<u>23</u>
Total ad valorem taxes levied by district	<u>296,998</u>	<u>400,000</u>	<u>(103,002)</u>
Payments in lieu of taxes:			
Mobile home privilege tax	1	-	1
Corporate personal property replacement taxes	<u>30,000</u>	<u>29,000</u>	<u>1,000</u>
Total payments in lieu of taxes	<u>30,001</u>	<u>29,000</u>	<u>1,001</u>
Earnings on investments:			
Interest on investments	<u>1,721</u>	<u>-</u>	<u>1,721</u>
Total earnings on investments	<u>1,721</u>	<u>-</u>	<u>1,721</u>
Other revenue from local sources:			
Other local revenues	<u>612</u>	<u>-</u>	<u>612</u>
Total other revenue from local sources	<u>612</u>	<u>-</u>	<u>612</u>
<b>Total revenue from local sources</b>	<u>\$ 329,332</u>	<u>\$ 429,000</u>	<u>\$ (99,668)</u>
<b>Total direct revenue</b>	<u><u>\$ 329,332</u></u>	<u><u>\$ 429,000</u></u>	<u><u>\$ (99,668)</u></u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Municipal Retirement / Social Security Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>INSTRUCTION</b>			
Regular programs:			
Employee benefits	<u>\$ 80,604</u>	<u>\$ 80,676</u>	<u>\$ (72)</u>
Special education programs:			
Employee benefits	<u>90,246</u>	<u>75,156</u>	<u>15,090</u>
Remedial and supplemental programs - K-12:			
Employee benefits	<u>-</u>	<u>900</u>	<u>(900)</u>
CTE programs:			
Employee benefits	<u>4,254</u>	<u>3,916</u>	<u>338</u>
Interscholastic programs:			
Employee benefits	<u>15,728</u>	<u>14,358</u>	<u>1,370</u>
Driver's education programs:			
Employee benefits	<u>575</u>	<u>172</u>	<u>403</u>
Bilingual programs:			
Employee benefits	<u>741</u>	<u>1,560</u>	<u>(819)</u>
<b>Total instruction</b>	<u>\$ 192,148</u>	<u>\$ 176,738</u>	<u>\$ 15,410</u>
<b>SUPPORT SERVICES</b>			
<b>Support services - pupils:</b>			
Guidance services:			
Employee benefits	<u>\$ 3,447</u>	<u>\$ 3,178</u>	<u>\$ 269</u>
Health services:			
Employee benefits	<u>16,906</u>	<u>15,154</u>	<u>1,752</u>
Speech pathology & audiology services:			
Employee benefits	<u>94</u>	<u>-</u>	<u>94</u>
<b>Total support services - pupils</b>	<u>20,447</u>	<u>18,332</u>	<u>2,115</u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Municipal Retirement / Social Security Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	Actual	Budget	Actual over (under) Budget
<b>Support services - instructional staff:</b>			
Educational media services:			
Employee benefits	11,670	12,097	(427)
Total support services - instructional staff	11,670	12,097	(427)
<b>Support services - general administration:</b>			
Board of education services:			
Employee benefits	2,170	-	2,170
Executive administration services:			
Employee benefits	14,722	17,170	(2,448)
Educational, inspectional, supervisory services related to loss prevention or reduction:			
Employee benefits	4,707	1,394	3,313
Total support services - general administration	21,599	18,564	3,035
<b>Support services - school administration:</b>			
Office of the principal services:			
Employee benefits	46,712	46,642	70
Total support services - school administration	46,712	46,642	70
<b>Support services - business:</b>			
Fiscal services:			
Employee benefits	9,766	10,831	(1,065)
Operations and maintenance of plant services:			
Employee benefits	83,866	82,246	1,620
Pupil transportation services:			
Employee benefits	78,318	88,353	(10,035)
Food services:			
Employee benefits	28,713	29,674	(961)
Total support services - business	200,663	211,104	(10,441)

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Municipal Retirement / Social Security Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>Support services - central:</b>			
Information services:			
Employee benefits	<u>21,849</u>	<u>10,645</u>	<u>11,204</u>
Total support services - central	<u>21,849</u>	<u>10,645</u>	<u>11,204</u>
<b>Total support services</b>	<u>\$ 322,940</u>	<u>\$ 317,384</u>	<u>\$ 5,556</u>
<b>Total direct expenditures</b>	<u>\$ 515,088</u>	<u>\$ 494,122</u>	<u>\$ 20,966</u>
<b>Excess (deficiency) of revenue over expenditures</b>	<u><u>\$ (185,756)</u></u>	<u><u>\$ (65,122)</u></u>	<u><u>\$ (120,634)</u></u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Capital Projects Fund

Statement of Revenue Received - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>REVENUE FROM LOCAL SOURCES</b>			
Earnings on investments:			
Interest on investments	<u>\$ 832</u>	<u>\$ -</u>	<u>\$ 832</u>
Total earnings on investments	<u>832</u>	<u>-</u>	<u>832</u>
Other revenue from local sources:			
Impact fees from municipal or county governments	<u>3,708</u>	<u>-</u>	<u>3,708</u>
Total other revenue from local sources	<u>3,708</u>	<u>-</u>	<u>3,708</u>
<b>Total revenue from local sources</b>	<u>\$ 4,540</u>	<u>\$ -</u>	<u>\$ 4,540</u>
<b>Total direct revenue</b>	<u><u>\$ 4,540</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 4,540</u></u>

See accompanying notes to financial statements.



MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Capital Projects Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>SUPPORT SERVICES</b>			
Support services - business:			
Facilities acquisition and construction services:			
Capital outlay	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total facilities acquisition and construction services	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total support services</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Total direct expenditures</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Excess (deficiency) of revenue over expenditures</b>	<u><u>\$ 4,540</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 4,540</u></u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Working Cash Fund

Statement of Revenue Received - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>REVENUE FROM LOCAL SOURCES</b>			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	<u>\$ 58,042</u>	<u>\$ 90,000</u>	<u>\$ (31,958)</u>
Total ad valorem taxes levied by district	<u>58,042</u>	<u>90,000</u>	<u>(31,958)</u>
Earnings on investments:			
Interest on investments	<u>3,912</u>	<u>-</u>	<u>3,912</u>
Total earnings on investments	<u>3,912</u>	<u>-</u>	<u>3,912</u>
<b>Total revenue from local sources</b>	<u>\$ 61,954</u>	<u>\$ 90,000</u>	<u>\$ (28,046)</u>
<b>Total direct revenue</b>	<u><u>\$ 61,954</u></u>	<u><u>\$ 90,000</u></u>	<u><u>\$ (28,046)</u></u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Tort Fund

Statement of Revenue Received - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>REVENUE FROM LOCAL SOURCES</b>			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	\$ 404,181	\$ 520,000	\$ (115,819)
Other	<u>109</u>	<u>-</u>	<u>109</u>
Total ad valorem taxes levied by district	<u>404,290</u>	<u>520,000</u>	<u>(115,710)</u>
Payments in lieu of taxes:			
Mobile home privilege tax	<u>1</u>	<u>-</u>	<u>1</u>
Total payments in lieu of taxes	<u>1</u>	<u>-</u>	<u>1</u>
Earnings on investments:			
Interest on investments	<u>2,446</u>	<u>-</u>	<u>2,446</u>
Total earnings on investments	<u>2,446</u>	<u>-</u>	<u>2,446</u>
<b>Total revenue from local sources</b>	<u>\$ 406,737</u>	<u>\$ 520,000</u>	<u>\$ (113,263)</u>
<b>Total direct revenue</b>	<u><u>\$ 406,737</u></u>	<u><u>\$ 520,000</u></u>	<u><u>\$ (113,263)</u></u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Tort Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>SUPPORT SERVICES</b>			
Risk management and claims services payments:			
Purchased services	<u>\$ 90,422</u>	<u>\$ 110,000</u>	<u>\$ (19,578)</u>
Total risk management	<u>90,422</u>	<u>110,000</u>	<u>(19,578)</u>
Educational, inspectional, supervisory services related to loss prevention or reduction:			
Salaries	125,171	95,000	30,171
Employee benefits	25,983	27,000	(1,017)
Purchased services	142,418	180,000	(37,582)
Supplies & materials	31,536	40,000	(8,464)
Capital outlay	<u>25,942</u>	<u>68,000</u>	<u>(42,058)</u>
Total educational, inspectional, supervisory services related to loss prevention or reduction	<u>351,050</u>	<u>410,000</u>	<u>(58,950)</u>
<b>Total support services</b>	<u>\$ 441,472</u>	<u>\$ 520,000</u>	<u>\$ (78,528)</u>
<b>PAYMENTS TO OTHER DIST &amp; GOVT UNITS</b>			
Payments for special education programs:			
Other objects	<u>\$ 97,239</u>	<u>\$ -</u>	<u>\$ 97,239</u>
<b>Total payments to other govt units</b>	<u>\$ 97,239</u>	<u>\$ -</u>	<u>\$ 97,239</u>
<b>Total direct expenditures</b>	<u>\$ 538,711</u>	<u>\$ 520,000</u>	<u>\$ 18,711</u>
<b>Excess (deficiency) of revenue     over expenditures</b>	<u><u>\$ (131,974)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (131,974)</u></u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Fire Prevention and Safety Fund

Statement of Revenue Received - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>REVENUE FROM LOCAL SOURCES</b>			
Ad valorem taxes levied by local education agency:			
Designated purposes levies	<u>\$ 64,181</u>	<u>\$ 90,000</u>	<u>\$ (25,819)</u>
Total ad valorem taxes levied by district	<u>64,181</u>	<u>90,000</u>	<u>(25,819)</u>
Earnings on investments:			
Interest on investments	<u>1,623</u>	<u>-</u>	<u>1,623</u>
Total earnings on investments	<u>1,623</u>	<u>-</u>	<u>1,623</u>
<b>Total revenue from local sources</b>	<u>\$ 65,804</u>	<u>\$ 90,000</u>	<u>\$ (24,196)</u>
<b>Total direct revenue</b>	<u><u>\$ 65,804</u></u>	<u><u>\$ 90,000</u></u>	<u><u>\$ (24,196)</u></u>

See accompanying notes to financial statements.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Fire Prevention and Safety Fund

Statement of Expenditures Disbursed - Actual and Budget  
Year ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Actual over (under) Budget</u>
<b>SUPPORT SERVICES</b>			
Support services - business:			
Facilities acquisition & construction services:			
Purchased services	\$ -	\$ -	\$ -
Capital outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total facilities acquisition & construction services	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total support services - business</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Total support services</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Total direct expenditures</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Excess (deficiency) of revenue over expenditures</b>	<u>\$ 65,804</u>	<u>\$ 90,000</u>	<u>\$ (24,196)</u>

See accompanying notes to financial statements.

Notes to Financial Statements

June 30, 2020

**(1) Summary of Significant Accounting Policies**

The District's accounting policies conform to the cash basis of accounting, as defined by the Illinois State Board of Education.

**(a) Principles Used to Determine the Scope of the Reporting Entity**

The District's reporting entity includes the District's governing board and all related organizations for which the District exercises oversight responsibility.

The District has developed criteria to determine whether outside agencies with activities which benefit the citizens of the District, including joint agreements which serve pupils from numerous districts, should be included within its financial reporting entity. The criteria include, but are not limited to, whether the District exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

Joint agreements have been determined not to be part of the reporting entity after applying the manifesting of oversight, scope of public service and special financing relationships criteria, and, are therefore excluded from the accompanying financial statements because the District does not control the assets, operations or management of the joint agreements. In addition, the District is not aware of any entity which would exercise such oversight as to result in the District being considered a component unit of the entity.

**(b) Basis of Presentation – Fund Accounting**

These financial statements comply with the regulatory basis of reporting as prescribed by the Illinois State Board of Education.

The accounts of the District are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets and liabilities arising from cash transactions, fund balance, revenue received and expenditures paid. The District maintains individual funds required by the State of Illinois. These funds are presented on the regulatory basis as required for reports filed with the Illinois State Board of Education. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following fund types and account groups are used by the District:

Notes to Financial Statements

Governmental Funds

Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities arising from cash transactions are accounted for through governmental funds.

*Educational Fund* – This fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

*Operations and Maintenance Fund* – This fund is also a general operating fund used to account for costs of maintaining school buildings.

*Debt Service Fund* – This fund is a debt retirement fund. Resources of this fund are used to retire principal and interest maturities of outstanding bond obligations and other long-term debt instruments.

*Transportation Fund* – This fund is a special revenue fund used to account for the costs of transporting pupils to and from school and school activities.

*Municipal Retirement/Social Security Fund* – This fund is a special revenue fund used to pay the District's share of municipal retirement benefits for covered employees. The District's share of Social Security and Medicare-only is also paid from this fund.

*Capital Projects Fund* – Proceeds of construction bond issues, the capital improvement tax levy, and if applicable, school facility occupation tax proceeds are accounted for in this fund.

*Working Cash Fund* – The resources of this fund are held by the District to be used for temporary interfund loans to any fund of the District for which taxes are levied.

*Tort Fund* – This fund is a special revenue fund used to account for tort immunity or tort judgment purposes.

*Fire Prevention and Safety Fund* – Proceeds of fire prevention and safety bond issues and tax levy are accounted for in this fund.

Fiduciary Funds

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds.

*Agency Funds* – Agency funds include Student Activity Funds. Student Activity Funds are those that are owned, operated and managed generally for educational, recreational and



Notes to Financial Statements

cultural purposes by the student body under the guidance and direction of adults or a staff member. Although the Board of Education has the ultimate responsibility for Student Activity Funds, they are not local education funds.

Governmental Funds – Measurement Focus

The financial statements of all governmental funds focus on the measurement of spending or "financial flow" and the determination of changes in financial position rather than upon net income determination. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (cash receipts and other financing sources) and decreases (cash disbursements and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

General Fixed Assets and General Long-Term Debt Account Groups

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

**(c) Basis of Accounting**

Basis of accounting refers to when revenue received and expenditures paid are recognized in the accounts and how they are reported on the financial statements. The District maintains its accounting records for all funds and account groups on the cash basis of accounting under guidelines prescribed by the Illinois State Board of Education. Accordingly, revenue is recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when cash is received or when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions.

Cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

Notes to Financial Statements

Proceeds from sales of bonds are included as other financing sources in the appropriate fund on the date received. Related bond principal payable in the future is recorded at the same time in the General Long-Term Debt Account Group.

**(d) Budgets and Budgetary Accounting**

The budget for all Governmental Fund Types is prepared on the cash basis of accounting which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with 105 ILCS 5/17-1. The original budget was passed on September 5, 2019 with an amended budget passed on June 4, 2020. The budget lapses at the end of each fiscal year.

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

1. The Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on July 1. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is held as to such budget prior to final action.
3. Prior to October 1, the budget is legally adopted through passage of a resolution.
4. Formal budgetary integration is employed as a management control device during the year.
5. The Board of Education may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget.
6. The Board of Education may amend the budget by the same procedures required of its original adoption.

**(e) Cash**

The District considers cash on hand, cash on deposit with banks and other institutions, certificates of deposit, money market accounts, and repurchase agreements to be cash for financial statement purposes.

**(f) Investments**

All investments are reported at fair value. The District has adopted a formal written investment policy. The institutions in which investments are made must be approved by the Board of Education. The District's investments consist of The Illinois Funds Local Government Investment Pool.

Notes to Financial Statements

**(g) *Commingled Accounts***

The District uses common bank accounts to hold the monies of more than one fund. Interest earned on these common accounts is credited to each participating fund based on its approximate share of the account prior to the payment of interest.

**(h) *General Fixed Assets***

General fixed assets with expected useful lives that exceed one year and cost more than \$500, are recorded as expenditures paid in the Governmental or Activity Funds and capitalized at cost in the general fixed assets account group. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated general fixed assets are stated at estimated fair market value as of the date of acquisition. Depreciation accounting is not considered applicable (except to determine the per capita tuition charge).

Depreciation is computed using the straight line method over estimated lives ranging from three to fifty years. Estimated lives are determined based on the policies prescribed by the Illinois State Board of Education.

**(2) *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 levy was passed by the board on December 5, 2019. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments on approximately June 1 and September 1. The District receives significant distributions of tax receipts during June, July, August, September, October, and November. Taxes recorded in these financial statements are from the 2019, 2018, and prior tax levies.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Notes to Financial Statements

The following are the tax rate limits permitted by the *Illinois Compiled Statutes* and by local referendum and the actual rates levied per \$100 of assessed valuation:

	- 2019 Levy Year -		- 2018 Levy Year -	
	Limit	Actual	Limit	Actual
Educational	3.4800	3.4800	3.4800	3.4800
Special education	0.0400	0.0400	0.0400	0.0397
Oper. & maint.	0.5000	0.5000	0.5000	0.5000
Debt Service	As needed	0.9616	As needed	1.0160
Transportation	0.2000	0.1877	0.2000	0.1986
Municipal retirement	As needed	0.0417	As needed	0.1114
Social security	As needed	0.1460	As needed	0.1114
Working cash	0.0500	0.0193	0.0500	0.0500
Tort immunity	As needed	0.2919	As needed	0.2895
Facilities leasing	0.0500	0.0500	0.0500	0.0496
Fire prevention and safety	0.0500	0.0365	0.0500	0.0496
		<u>5.7546</u>		<u>5.8958</u>

**(3) Cash Deposits and Investments**

The District is allowed to invest in securities as authorized by the Illinois Public Funds Investment Act - 30 ILCS 235/2 and 6; and the Illinois School Code - 105 ILCS 5/8-7.

Cash and investments as of June 30, 2020 are classified in the accompanying financial statements as follows:

Statement of Assets and Liabilities Arising from Cash Transactions

Cash	\$ 12,295,259
Investments	<u>75,925</u>
Total cash and investments	<u>\$ 12,371,184</u>

Cash and investments as of June 30, 2020 consist of the following:

Cash on hand	\$ -
Deposits with financial institutions	
District	12,051,516
Agency	243,743
Investments	
District	75,925
Agency	<u>-</u>
Total cash and investments	<u>\$ 12,371,184</u>

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Notes to Financial Statements

Deposits – custodial credit risk

Custodial credit risk for deposits is the risk that, in the event of a depository financial institution failure, the District's deposits may not be returned to it. The District's policy requires all amounts deposited or invested with financial institutions in excess of any insurance limit shall be collateralized by: (1) securities eligible for district investment or any other high-quality, interest-bearing security rated at least AA/Aa by one or more standard rating service to include Standard & Poor's, Moody's, or Fitch, (2) mortgages, (3) letters of credit issued by a Federal Home Loan Bank, or (4) loans covered by a State Guaranty under the Illinois Farm Development Act. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization. The Chief Investment Officer shall determine other collateral requirements.

Safekeeping and custody arrangements

The preferred method of safekeeping is to have pledged securities registered in the District's name and held by a third-party custodian. Safekeeping practices should qualify for the Governmental Accounting Standards Board (GASB) Statement No. 3 Deposits with Financial Institution, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements, Category I, the highest recognized safekeeping procedures.

As of June 30, 2020, \$12,059,508 of the District's bank balance of \$12,634,106, were exposed to custodial credit risk as follows:

Uninsured and collateralized by securities held by the pledging financial institution	<u>\$ 12,059,508</u>
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Investments

As of June 30, 2020, the District had the following investments:

<u>Investment</u>	<u>Fair Value</u>
Illinois Funds Money Market Fund	<u>\$ 75,925</u>

The Illinois Funds Money Market Fund (formerly known as IPTIP) is a money market fund created in 1975 by the Illinois General Assembly. Its primary purpose is to provide the Public Treasurer and other custodians of public funds with an alternative investment vehicle which enable them to earn a competitive rate of return of fully collateralized investments, while maintaining immediate access to invested funds. The monies invested by the individual participants are pooled together and invested in U.S. Treasury bills and notes backed by full faith and credit of the U.S. Treasury. In addition, monies are invested in fully collateralized time deposits in Illinois financial institutions, in collateralized repurchase agreements, and in treasury mutual funds that invest in U.S. Treasury obligations and collateralized repurchase agreements. Investments in Illinois Funds Money Market Fund are valued at the funds share price which is equivalent to fair market value.

Notes to Financial Statements

Interest rate risk

In accordance with its investment policy, the District limits its exposure to interest rate risk, by structuring its portfolio to provide sufficient liquidity to pay District obligations as they come due.

Credit risk 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 investment in securities allowed under the investment policy. The Illinois Funds is rated AAAM by Standard & Poor's at June 30, 2020.

Custodial credit risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, the District will not be able to recover the value of its investment or collateral securities that are in the possession of another party. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to indirect investments in securities through the use of mutual funds or governmental investment pools such as Illinois Funds.

Concentration of credit risk

No investment in any one issuer, other than U.S. Treasury securities, mutual funds, and Illinois Funds, represent 5% or more of the District's total investments.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Notes to Financial Statements

**(4) Changes in General Fixed Assets & Depreciation**

Under the regulatory basis of accounting, assets and depreciation are not recorded and therefore the financial statements do not reflect the amounts below.

**Assets at Cost**

	Balance <u>7/1/19</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>6/30/20</u>	Life in <u>Years</u>
Land	\$ 2,569,982	\$ -	\$ -	\$ 2,569,982	0
Buildings and improvements	34,161,624	268,665	-	34,430,289	50
Land improvements	1,344,223	99,443	-	1,443,666	20
Other equipment	3,494,628	73,968	441,928	3,126,668	10
Transportation equipment	560,242	-	-	560,242	20
Food service equipment	137,286	46,319	-	183,605	10
Total general fixed assets	<u>\$ 42,267,985</u>	<u>\$ 488,395</u>	<u>\$ 441,928</u>	<u>\$ 42,314,452</u>	

**Accumulated Depreciation**

	Balance <u>7/1/19</u>	Depreciation <u>for Year</u>	<u>Deletions</u>	Balance <u>6/30/20</u>	Undepreciated Cost <u>6/30/20</u>
Land	\$ -	\$ -	\$ -	\$ -	\$ 2,569,982
Buildings and improvements	12,224,641	644,314	-	12,868,955	21,561,334
Land improvements	838,067	48,441	-	886,508	557,158
Other equipment	1,512,151	309,911	441,928	1,380,134	1,746,534
Transportation equipment	44,463	30,801	-	75,264	484,978
Food service equipment	65,644	15,230	-	80,874	102,731
Total general fixed assets	<u>\$ 14,684,966</u>	<u>\$ 1,048,697</u>	<u>\$ 441,928</u>	<u>\$ 15,291,735</u>	<u>\$ 27,022,717</u>

Notes to Financial Statements

**(5) Employee Pensions and Other Benefit Plans**

The District participates in multiple retirement plans to provide retirement benefits to its employees. For the year ended June 30, 2020, the District recorded a total of \$1,280,757 in payments to the various retirement plans as detailed below.

It should be noted that actuarial accrued liabilities, deferred inflows of resources and deferred out flows of resources are not recorded in the financial statements since the District uses the regulatory basis of accounting as prescribed or permitted by the Illinois State Board of Education as described in Note 1.

**(a) *Teachers' Retirement System of the State of Illinois***

**Plan description**

The employer participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active 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 <https://www.trsil.org/financial/cafrs/fy2019>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

**Benefits provided**

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

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



Notes to Financial Statements

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

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

**Contributions**

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2019, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer. For the year ended June 30, 2020, the District reported expenditures of \$723,946 for this contribution.

- ***On behalf contributions to TRS.***

The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2020, state of Illinois contributions recognized by the employer were based on the state's proportionate share of the pension expense associated with the employer, and the employer recognized revenue and expenditures of \$6,577,568 in pension contributions from the state of Illinois.

- ***2.2 formula contributions.***

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2020, were \$47,044 and are deferred because they were paid after the June 30, 2019 measurement date.

Notes to Financial Statements

- ***Federal and special trust fund contributions.***

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

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

For the year ended June 30, 2020, the employer pension contribution was 10.66 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2020, salaries totaling \$5,000 were paid from federal and special trust funds that required employer contributions of \$533. These contributions are deferred because they were paid after the June 30, 2019 measurement date.

- ***Employer retirement cost contributions.***

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

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2020, the employer paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2019, the employer had 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 of the employer's proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the employer were as:

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Notes to Financial Statements

Employer's proportionate share of the net pension liability	\$ 851,226
State's proportionate share of the net pension liability associated with the employer	<u>60,580,839</u>
Total	<u><u>\$ 61,432,065</u></u>

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018, and rolled forward to June 30, 2019. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2019, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2019, the employer's proportion was .0010494951 percent, which was a decrease of .0000033527 from its proportion measured as of June 30, 2018.

At June 30, 2020, the employer had 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	\$ 13,958	\$ -
Net difference between projected and actual earnings on pension plan investments	1,348	-
Changes of assumptions	19,073	16,339
Changes in proportion and differences between employer contributions and proportionate share of contributions	197,068	697,530
Employer contributions subsequent to the measurement date	-	-
Total	<u><u>\$ 231,447</u></u>	<u><u>\$ 713,869</u></u>

Deferred outflows of resources and (deferred inflows) of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2021	\$ (237,146)
2022	(82,126)
2023	(109,190)
2024	(54,038)
2025	78

## Notes to Financial Statements

**Actuarial assumptions**

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

In the June 30, 2019 actuarial valuation, mortality rates were based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table MP-2017. In the June 30, 2018 actuarial valuation, mortality rates were also based on the RP-2014 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2014.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equities large cap	15.0%	6.70%
U.S. equities small/mid cap	2.0%	7.70%
International equities developed	13.6%	7.00%
Emerging market equities	3.4%	9.50%
U.S. bonds core	8.0%	2.20%
U.S. bonds high yield	4.2%	4.00%
International debt developed	2.2%	1.10%
Emerging international debt	2.6%	4.40%
Real estate	16.0%	5.20%
Real return	4.0%	1.80%
Absolute return	14.0%	4.10%
Private equity	15.0%	9.70%
Total	100%	

## Notes to Financial Statements

**Discount rate**

At June 30, 2019, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2018 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2019 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the employer's proportionate share of the net pension liability to changes in the discount rate**

The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what the employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's proportionate share of the net pension liability	\$ 1,039,698	\$ 851,226	\$ 696,265

**TRS fiduciary net position**

Detailed information about the TRS's fiduciary net position as of June 30, 2019 is available in the separately issued TRS *Comprehensive Annual Financial Report*.

**(b) Illinois Municipal Retirement Fund Pension Plan**

*Plan Description.* The District's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of

## Notes to Financial Statements

Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report may be obtained online at [www.imrf.org](http://www.imrf.org).

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

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

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

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

*Employees Covered by Benefit Terms.* As of December 31, 2019, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	113
Inactive plan members entitled to but not yet receiving benefits	120
Active members	109
Total	<u>342</u>

Notes to Financial Statements

*Contributions.* As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2019 was 7.20%. For the fiscal year ended June 30, 2020, the District contributed \$199,833 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

*Net Pension Liability.* The District's net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The following are the methods and assumptions used to determine total pension liability at December 31, 2019:

- The actuarial cost method used was Entry Age Normal.
- The asset valuation method used was Market Value of Assets.
- The inflation rate was assumed to be 2.50%.
- Salary increases were expected to be 3.35% to 14.25%, including inflation.
- The investment rate of return was assumed to be 7.25%.
- Projected retirement age was from the Experience-based table of rates, specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study from years 2014 to 2016.
- For non-disabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates for Mortality (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For disabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For active members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation.

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Notes to Financial Statements

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	37%	5.75%
International Equity	18%	6.50%
Fixed Income	28%	3.25%
Real Estate	9%	5.20%
Alternative Investments	7%	3.6%-7.6%
Cash Equivalents	1%	1.85%
	<u>100%</u>	

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

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75%, and the resulting single discount rate is 7.25%.



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Notes to Financial Statements

*Changes in Net Pension Liability*

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) Liability (A) - (B)
Balances at December 31, 2018	\$11,348,683	\$ 10,021,345	\$ 1,327,338
Changes for the year:			
Service cost	204,214	-	204,214
Interest on the total pension liability	805,530	-	805,530
Changes of benefit terms	-	-	-
Difference between expected and actual experience of the total pension liability	154,000	-	154,000
Changes of assumptions	-	-	-
Contributions - employer	-	158,473	(158,473)
Contributions - employee	-	112,742	(112,742)
Net investment income	-	1,931,159	(1,931,159)
Benefit payments, including refunds of employee contributions	(680,075)	(680,075)	-
Other (net transfer)	-	3,146	(3,146)
Net changes	483,669	1,525,445	(1,041,776)
Balances at December 31, 2019	<u>\$ 11,832,352</u>	<u>\$ 11,546,790</u>	<u>\$ 285,562</u>

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate.* The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	Single Discount Rate Assumption		
	1% Decrease 6.25%	Current 7.25%	1% Increase 8.25%
Total pension liability	\$ 13,240,284	\$ 11,832,352	\$ 10,677,768
Plan fiduciary net position	11,546,790	11,546,790	11,546,790
Net pension (asset) liability	<u>\$ 1,693,494</u>	<u>\$ 285,562</u>	<u>\$ (869,022)</u>

*Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions.* Pension expense as reflected in the financial statements for the fiscal year ended June 30, 2020 was \$199,833. At December 31, 2019, the District had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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Notes to Financial Statements

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Deferred amounts to be recognized in pension expense in future periods:		
Difference between expected and actual experience	\$ 145,479	\$ -
Changes of assumptions	44,646	-
Net difference between projected and actual earnings on pension plan investments	867,894	1,387,011
Total deferred amounts to be recognized in pension expense in future periods	1,058,019	1,387,011
Pension contributions made subsequent to the measurement date	-	-
Total deferred amounts related to pensions	<u>\$ 1,058,019</u>	<u>\$ 1,387,011</u>

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

<u>Year Ending December 31</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2020	\$ (1,095)
2021	(125,813)
2022	41,779
2023	(243,863)
2024	-
	<u>\$ (328,992)</u>

**(c) Aggregate Information**

Since the District participates in more than one retirement plan, GASB 68 requires disclosure of the following, which aggregates selected information from the Teachers' Retirement System and the Illinois Municipal Retirement Fund.

	<u>TRS</u>	<u>IMRF</u>	<u>Total</u>
Net Pension Liabilities	\$ 851,226	\$ 285,562	\$ 1,136,788
Net Pension Assets	-	-	-
Deferred Outflows of Resources	231,447	1,058,019	1,289,466
Deferred Inflows of Resources	713,869	1,387,011	2,100,880
Pension expenditures for the year ended June 30, 2020	771,523	199,833	971,356

Notes to Financial Statements

**(d) Social Security**

Employees not qualifying for coverage under the Teachers' Retirement System of the State of Illinois or the Illinois Municipal Retirement Fund are considered "non-participating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The District paid \$166,202, the total required contribution for the current fiscal year.

**(e) Medicare**

All employees, except certificated personnel hired prior to April 1, 1986, are covered under the Basic Hospital Insurance Plan provision of the Medicare health insurance program. The District paid \$143,199, the total required contribution for the current fiscal year.

**(6) Fund Balance Reporting**

According to Government Accounting Standards, fund balances are to be classified into five major classifications: Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. The Regulatory Model, followed by the District, only reports Reserved and Unreserved Fund Balances. Below are definitions of the differences and a reconciliation of how these balances are reported.

**(a) Nonspendable Fund Balance**

The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. Due to the cash basis nature of the District, all such items are expensed at the time of purchase, so there is nothing to report for this classification.

**(b) Restricted Fund Balance**

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

1. Special Education

Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Educational Fund. At June 30, 2020 expenditures disbursed exceeded revenues received for this purpose, resulting in no restricted fund balance.

Notes to Financial Statements

2. Leasing Levy

Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Educational Fund. At June 30, 2020, expenditures disbursed exceeded revenues received for this purpose, resulting in no restricted fund balance.

3. State Grants

Proceeds from state grants and the related expenditures have been included in multiple District funds. At June 30, 2020, expenditures disbursed exceeded revenue received from state grants, resulting in no restricted balances.

4. Federal Grants

Proceeds from federal grants and the related expenditures have been included in multiple District funds. At June 30, 2020, expenditures disbursed exceeded revenue received from federal grants, resulting in no restricted balances.

5. IMRF/Social Security

Cash disbursed and the related cash receipts of these restricted tax levies are accounted for in the Municipal Retirement/Social Security Fund. Revenue received exceeded expenditures disbursed for these purposes, resulting in a restricted fund balance of \$137,545. For purposes of Regulatory reporting, the Social Security portion of the fund balance, \$0, will be classified as Reserved, and the Municipal Retirement portion of the fund balance, \$137,545, will be classified as Unreserved.

**(c) Committed Fund Balance**

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the School Board). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

The School Board commits fund balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Employee contracts for services rendered during the school year for employees electing twelve month pay schedules are recorded as disbursements in the fiscal year when such checks are drawn. At June 30, 2020, the total amount of unpaid contracts for services performed during the fiscal year ended June 30, 2020 amounted to \$805,227. This amount is shown as Unreserved in the Educational Fund.

Notes to Financial Statements

**(d) *Assigned Fund Balance***

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the School Board itself or (b) the finance committee or by the Superintendent when the School Board has delegated the authority to assign amounts to be used for specific purposes.

The District budgets property tax revenue based on the tax levy approved by the Board the previous December. For the fiscal year ending June 30, 2021, the District budgets property tax revenue based on the 2019 tax levy of which \$2,173,925 was received by the District prior to June 30, 2020 and is therefore included as revenue under the cash method of accounting in this fiscal year. Of this amount, \$1,510,828 were received in the Educational, Operations and Maintenance and Working Cash funds. The amount of assigned fund balance is limited to the overall respective fund balances after applying restrictions and commitments as described previously. For purposes of Regulatory reporting, these amounts are shown as Unreserved in the financial statements.

**(e) *Unassigned Fund Balance***

The unassigned fund balance classification is the residual classification for amounts in the General Operating Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds. Unassigned Fund Balance amounts are shown in the financial statements as Unreserved Fund Balances in the Educational, Operations and Maintenance, and Working Cash Funds.

**(f) *Regulatory – Fund Balance Definitions***

Reserved Fund Balances are those balances that are reserved for a specific purpose, other than the regular purpose of any given fund. Unreserved Fund Balances are all balances that are not reserved for a specific purpose other than the specified purpose of a fund.

**(g) *Reconciliation of Fund Balance Reporting***

The first five columns of the following table represent Fund Balance Reporting according to generally accepted accounting principles. The last two columns represent Fund Balance Reporting under the regulatory basis of accounting utilized in preparation of the financial statements.

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Notes to Financial Statements

<u>Fund</u>	Generally Accepted Accounting Principles					Regulatory Basis	
	<u>Non-spendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>	<u>Unassigned</u>	Financial Statements- <u>Reserved</u>	Financial Statements- <u>Unreserved</u>
Educational	-	-	805,227	1,314,653	6,807,657	-	8,927,537
Operations & Maintenance	-	-	-	126,683	-	-	126,683
Debt Service	-	485,370	-	-	-	-	485,370
Transportation	-	1,207,597	-	-	-	-	1,207,597
Municipal Retirement	-	137,545	-	-	-	-	137,545
Capital Projects	-	129,179	-	-	-	-	129,179
Working Cash	-	-	-	7,287	648,948	-	656,235
Tort Liability	-	152,342	-	-	-	-	152,342
Fire Prevention and Safety	-	299,706	-	-	-	-	299,706

**(h) Expenditures of Fund Balance**

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

**(7) Long-Term Debt**

As of June 30, 2020, the District had long-term debt outstanding in the amount of \$12,387,148. The long-term debt is reported in the General Long-Term Debt Group and consists of the following.

**Bonded Indebtedness**

Bonded indebtedness current requirements for principal and interest expenditures are payable from future revenues of the Debt Service Fund. The revenues consist principally of property taxes collected by the District and interest earnings.

Bonded indebtedness consists of the following:

**Capital Appreciation School Bonds, Series 2000**

These bonds were issued in increments of \$5,000 with various maturity dates and interest is payable only at maturity. Formerly, accretion of interest was calculated annually and shown as an increase in the principal balance at the time of accretion. Due to the issuance of Series 2016 bonds and subsequent pay down of the Series 2000 and 2002 bonds, accretion will be recorded as interest expense when paid after June 30, 2016.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Notes to Financial Statements

Original Issue	\$9,650,000
Interest Rate	6.19 to 6.62%
Issue Date	June 15, 2000
Interest Date	December 1

The final payment consisting of \$956,549 of principal and \$258,451 of interest was made and the remaining bonds were retired during the fiscal year ended June 30, 2020.

Capital Appreciation School Bonds, Series 2002

Original Issue	\$2,060,000
Interest Rate	5.95% Average coupon
Issue Date	August 27, 2002
Interest Date	June 1 and December 1

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 1,092,576	\$ 297,424	\$ 1,390,000
2022	199,572	70,428	270,000
	<u>\$ 1,292,148</u>	<u>\$ 367,852</u>	<u>\$ 1,660,000</u>

General Obligation School Bonds, Series 2016A

Original Issue	\$11,095,000
Interest Rate	3.89% Average coupon
Issue Date	March 20, 2016
Interest Date	June 1 and December 1

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ -	\$ 454,619	\$ 454,619
2022	1,170,000	425,369	1,595,369
2023	1,285,000	363,994	1,648,994
2024	1,350,000	298,119	1,648,119
2025	1,420,000	228,868	1,648,868
2026	1,485,000	163,668	1,648,668
2027	1,205,000	115,894	1,320,894
2028	1,245,000	79,144	1,324,144
2029	1,280,000	40,469	1,320,469
2030	655,000	10,234	665,234
	<u>\$ 11,095,000</u>	<u>\$ 2,180,378</u>	<u>\$ 13,275,378</u>

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Notes to Financial Statements

Long-term liability activity for the year ended June 30, 2020 was as follows:

	<u>Balance</u> <u>7/1/2019</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance</u> <u>6/30/2020</u>
General				
obligation bonds	<u>\$ 13,471,607</u>	<u>\$ -</u>	<u>\$ 1,084,459</u>	<u>\$ 12,387,148</u>

Future cash flow requirements of the District for retirement of principal and interest by fiscal year follow:

**Total Long-Term Debt**

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 1,092,576	\$ 752,043	\$ 1,844,619
2022	1,369,572	495,797	1,865,369
2023	1,285,000	363,994	1,648,994
2024	1,350,000	298,119	1,648,119
2025	1,420,000	228,868	1,648,868
2026	1,485,000	163,668	1,648,668
2027	1,205,000	115,894	1,320,894
2028	1,245,000	79,144	1,324,144
2029	1,280,000	40,469	1,320,469
2030	655,000	10,234	665,234
	<u>\$ 12,387,148</u>	<u>\$ 2,548,230</u>	<u>\$ 14,935,378</u>

**(8) Legal Debt Margin**

2019 Equalized assessed valuation	<u>\$ 192,151,239</u>
Statutory debt limitation	
13.8% of 2019 equalized assessed valuation	\$ 26,516,871
Less total indebtedness	<u>12,387,148</u>
Legal Debt Margin	<u>\$ 14,129,723</u>

**(9) Interfund Loans**

There were no interfund loans made or repaid during the fiscal year ended June 30, 2020.



## Notes to Financial Statements

**(10) Interfund Transfers**

The District made no interfund transfers during the fiscal year ended June 30, 2020.

**(11) Overexpenditure of Budget**

The District over expended its budget in the following funds during the fiscal year ended June 30, 2020.

<u>Fund</u>	<u>Expenditures</u>	<u>Budget</u>
Operations & Maintenance	\$ 1,751,579	\$ 1,717,500
Debt Services	\$ 1,825,069	\$ 1,824,619
Municipal Retirement/Social Security	\$ 515,088	\$ 494,122
Tort	\$ 538,711	\$ 520,000

All other funds were operated within the legal confines of their budgets during the fiscal year ended June 30, 2020.

**(12) Joint Agreements**

The District is a member of Ogle County Educational Cooperative Joint Agreement located at 417 N. Colfax, Box 52, Byron, IL 61010, along with other area school districts to provide special education services. The District pays tuition to the Cooperative based upon the Cooperative's budgeted expenditures and the District's special education enrollment. The District made payments to the Ogle County Educational Cooperative during the fiscal year ended June 30, 2020 in the amount of \$851,415.

The District also has entered into an operating agreement with the Julia Hull District Library which is located on the Stillman Valley High School Campus. The Library reimburses the District for the cost of certain librarian and aides salaries and benefits and other operating costs. During the fiscal year ended June 30, 2020, the District received \$65,031 from the Library.

The District is also a member of Career Education Associates of North Central Illinois (CEANCI) located at 4151 Samuelson Road, Rockford, Illinois, 61109. CEANCI provides technical education services and receives state grants and reallocates to member districts. During the fiscal year ended June 30, 2020, the District paid CEANCI \$2,000 for technical education services and received \$0 from CEANCI for salary reimbursements and CTEI flow-through funding allocations.

The District's pupils benefit from programs administered under these joint agreements, and the District benefits from jointly administered grants and programming. The District does not have any equity interest in these joint agreements. The joint agreements are separately audited and are not included in these financial statements. Financial information about the joint agreements can be obtained by contacting them at the addresses given above.

## Notes to Financial Statements

**(13) Other Postemployment Benefits (OPEB)****(a) *Teacher Health Insurance Security (THIS) Fund***

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

The 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 percent of the percentage of salary actually required to be paid in the previous fiscal year.

- ***On behalf contributions to the THIS Fund***

The state of Illinois makes employer retiree health insurance contributions on behalf of the employer. State contributions are intended to cover the actuarial costs to the THIS Fund that are not covered by contributions from active members which were 1.24 percent of pay during the year ended June 30, 2020. State of Illinois contributions were \$74,538 and the employer recognized revenue and expenditures of this amount during the year.

- ***Employer contributions to the THIS Fund***

The employer also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.92 percent during the year ended June 30, 2020. For the year ended June 30, 2020, the employer paid \$74,111 to the THIS Fund, which was 100 percent of the required contribution.

## Notes to Financial Statements

**Further information on the THIS Fund**

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

**(b) Non-certified employees**

The District has evaluated its potential liability for other postemployment benefits. The District provides continued health insurance coverage at the active employer rate to all IMRF eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the District are required to pay 100% of the current premium. For the year ended June 30, 2020, six former employees have chosen to stay in the District's health insurance plan. Because this would result in an immaterial implicit subsidy, the District has chosen not to calculate this implicit subsidy in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

Additionally, the District has no former employees for whom the District is providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the District has not recorded any postemployment benefit liability as of June 30, 2020.

**(14) Risk Management**

The District is exposed to various risks of loss related to torts; damage to, and theft or destruction of assets; errors and omissions; injuries to employees; and natural disasters. Significant losses are covered by commercial insurance for all major programs except for workers' compensation for which the District participates in the Illinois Association of School Board Workers' Compensation Self Insurance Trust. Estimated payments are made annually to the Trust to cover claims, however, additional assessments could be required if the Trust reflects a deficit. For all insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

**(15) Operating Leases*****Bus Leases***

The District entered into a lease agreement for one Micro Bird bus with a lift in July 2016 for a term of four years. The principal amount of the lease is \$63,424 and requires three annual payments of \$12,137 beginning July 7, 2016 and on August 25th of each of the two subsequent years with a final payment of \$31,677 on August 25, 2019. The District made no lease payments during the current fiscal year exercising a buy-back option and returned the buses to the lessor.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Notes to Financial Statements

The District entered into a lease agreement for one 25-passenger bus in October 2016 for a term of four years. The principal amount of the lease is \$54,420 and requires three annual payments of \$10,336, with the first being made at closing, and on November 28th of each of the next two years. The final payment of \$27,500 is due on November 28, 2019. The District made no lease payments during the current fiscal year exercising a buy-back option and returned the buses to the lessor

The District entered into a lease agreement for five 77-passenger buses, including one with a lift, in January 2017 for a term of four years. The principal amount of the lease is \$410,169 and requires three annual payments of \$67,097 beginning March 1, 2017 and each of the two subsequent years with a final payment of \$243,988 on March 1, 2020. The District made no lease payments during the current fiscal year exercising a buy-back option and returned the buses to the lessor

The District entered into a lease agreement for seven 77-passenger buses in January 2017 for a term of four years. The principal amount of the lease is \$564,697 and requires three annual payments of \$90,853 beginning July 15, 2017 and on the same date each of the two subsequent years with a final payment of \$340,848 on July 15, 2020. The District made payments of \$90,853 during the fiscal year ended June 30, 2020. The District does not intend to make the final lease payment and will return the buses to the lessor.

The future lease payments are as follows:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 327,836	\$ 13,012	\$ 340,848
	<u>\$ 327,836</u>	<u>\$ 13,012</u>	<u>\$ 340,848</u>

The District entered into a lease agreement for twelve 77-passenger buses in February 2018 for a term of four years. The principal amount of the lease is \$971,256 and requires three annual payments of \$155,748 beginning July 15, 2018 and on the same date each of the two subsequent years with a final payment of \$591,361 on July 15, 2021. The District made advance payments of \$311,496 during the fiscal year ended June 30, 2018. These payments were intended to be paid in the fiscal years ended June 30, 2019 and 2020. The District also made an advance payment of \$155,748 during the fiscal year ended June 30, 2019. This payment was intended to be paid in the fiscal year ending June 30, 2021. The District does not intend to make the final lease payment and will return the buses to the lessor.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Notes to Financial Statements

The future lease payments are as follows:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ -	\$ -	\$ -
2022	567,936	23,425	591,361
	<u>\$ 567,936</u>	<u>\$ 23,425</u>	<u>\$ 591,361</u>

The District entered into a lease agreement for two 14-passenger buses in February 2018 for a term of four years. The principal amount of the lease is \$115,070 and requires three annual payments of \$21,622 beginning July 15, 2018 and on the same date each of the two subsequent years with a final payment of \$59,747 on July 15, 2021. The District made an advance payment of \$21,622 during the fiscal year ending June 30, 2018. The payment was intended to be paid in the fiscal year ended June 30, 2019. The District made payments of \$43,244 during the fiscal year ended June 30, 2020 which included an advance payment of \$21,622 intended to be paid in the fiscal year ending June 30, 2021. The District does not intend to make the final lease payment and will return the buses to the lessor.

The future lease payments are as follows:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ -	\$ -	\$ -
2022	57,381	2,367	59,748
	<u>\$ 57,381</u>	<u>\$ 2,367</u>	<u>\$ 59,748</u>

The District entered into a lease agreement for one 37-passenger bus in April 2019 for a term of four years. The principal amount of the lease is \$90,729 and requires three annual payments of \$16,986 beginning July 15, 2019 and on the same date each of the two subsequent years with a final payment of \$50,164 on July 15, 2022. The District made payments of \$33,972 during the fiscal year ended June 30, 2020 which included an advance payment of \$16,986 intended to be paid in the fiscal year ending June 30, 2021. The District does not intend to make the final lease payment and will return the bus to the lessor.

The future lease payments are as follows:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ -	\$ -	\$ -
2022	13,574	3,412	16,986
2023	47,510	2,654	50,164
	<u>\$ 61,084</u>	<u>\$ 6,066</u>	<u>\$ 67,150</u>

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Notes to Financial Statements

The District entered into a lease agreement for one 24-passenger lift bus in October 2019 for a term of four years. The principal amount of the lease is \$67,647 and requires three annual payments of \$13,997 beginning December 9, 2019 and on the same date each of the two subsequent years with a final payment of \$32,000 on December 9, 2022. The District made payments of \$13,997 during the fiscal year ended June 30, 2020. The District does not intend to make the final lease payment and will return the bus to the lessor.

The future lease payments are as follows:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 11,333	\$ 2,664	\$ 13,997
2022	11,895	2,102	13,997
2023	30,488	1,512	32,000
	<u>\$ 53,716</u>	<u>\$ 6,278</u>	<u>\$ 59,994</u>

The District entered into a lease agreement for one 37-passenger lift bus in January 2020 for a term of four years. The principal amount of the lease is \$91,182 and requires three annual payments of \$17,617 beginning February 15, 2020 and on the same date each of the two subsequent years with a final payment of \$47,160 on February 15, 2023. The District made payments of \$17,617 during the fiscal year ended June 30, 2020. The District does not intend to make the final lease payment and will return the bus to the lessor.

The future lease payments are as follows:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 14,037	\$ 3,580	\$ 17,617
2022	14,719	2,898	17,617
2023	44,976	2,184	47,160
	<u>\$ 73,732</u>	<u>\$ 8,662</u>	<u>\$ 82,394</u>

The District entered into a lease agreement for four 77-passenger bused in January 2020 for a term of four years. The principal amount of the lease is \$337,350 and requires three annual payments of \$62,615 beginning in February 15, 2020 and on the same date each of the two subsequent years with a final payment of \$182,946 on February 15, 2023. The District made payments of \$62,615 during the fiscal year ended June 30, 2020. The District does not intend to make the final lease payment and will return the bus to the lessor.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Notes to Financial Statements

The future lease payments are as follows:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 49,247	\$ 13,368	\$ 62,615
2022	51,637	10,978	62,615
2023	174,475	8,471	182,946
	<u>\$ 275,359</u>	<u>\$ 32,817</u>	<u>\$ 308,176</u>

The District entered into a lease agreement for seven 77-passenger buses in January 2020 for a term of four years. The principal amount of the lease is \$590,363 and requires three annual payments of \$109,575 beginning July 15, 2020 and on the same date each of the two subsequent years with a final payment of \$321,490 on July 15, 2023. The District does not intend to make the final lease payment and will return the bus to the lessor.

The future lease payments are as follows:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 108,462	\$ 1,113	\$ 109,575
2022	85,677	23,898	109,575
2023	89,925	19,650	109,575
2024	306,299	15,191	321,490
	<u>\$ 590,363</u>	<u>\$ 59,852</u>	<u>\$ 650,215</u>

These lease agreements are accounted for in the Transportation Fund.

**(16) Contingencies**

The District has received funding from state and federal grants in the current and prior years, which are subject to audits by the granting agencies. The School Board believes any adjustments that may arise from these audits will be insignificant to District operations.

**(17) Unemployment Compensation**

The District is self-insured for unemployment compensation. The District is therefore liable to the state for any payments made to any of its former employees claiming benefits. During the fiscal year ended June 30, 2020, the District made no payments to the Illinois Department of Employment Security for unemployment compensation.

Notes to Financial Statements

**(18) Subsequent Events**

Subsequent events are events or transactions that occur after the balance sheet date but before financial statements are issued or are available to be issued. These events and transactions either provide additional evidence about conditions that existed at the date of the balance sheet, including the estimates inherent in the process of preparing financial statements (that is, recognized subsequent events), or provide evidence about conditions that did not exist at the date of the balance sheet but arose after that date (that is, non-recognized subsequent events).

The District has evaluated subsequent events through October 6, 2020, which was the date that these financial statements were available for issuance, and determined that there were no significant non-recognized subsequent events through that date.



MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Other Information (unaudited)

June 30, 2020

Teachers' Retirement System of the State of Illinois  
Schedule of the Employer's Proportionate Share  
of The Net Pension Liability

	<u>FY19*</u>	<u>FY18*</u>	<u>FY17*</u>	<u>FY16*</u>	<u>FY15*</u>	<u>FY14*</u>
Employer's proportion of the net pension liability	1.4%	1.4%	2.8%	1.9%	4.4%	2.1%
Employer's proportionate share of the net pension liability	\$ 851,226	\$ 820,640	\$ 1,512,485	\$ 1,024,330	\$ 2,004,876	\$ 1,038,911
State's proportionate share of the net pension liability associated with the employer	<u>60,580,839</u>	<u>56,217,313</u>	<u>52,302,135</u>	<u>54,232,859</u>	<u>43,627,531</u>	<u>48,490,417</u>
<b>Total</b>	<u><u>\$ 61,432,065</u></u>	<u><u>\$ 57,037,953</u></u>	<u><u>\$ 53,814,620</u></u>	<u><u>\$ 55,257,189</u></u>	<u><u>\$ 45,632,407</u></u>	<u><u>\$ 49,529,328</u></u>
Employer's covered-employee payroll	\$ 8,055,518	\$ 7,824,046	\$ 7,589,180	\$ 7,165,586	\$ 7,010,602	\$ 6,899,205
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	10.6%	10.5%	19.9%	14.3%	28.6%	15.1%
Plan fiduciary net position as a percentage of the total pension liability	39.6%	40.0%	39.3%	36.4%	41.5%	43.0%

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

Teachers' Retirement System of the State of Illinois  
Schedule of Employer Contributions

Statutorily-required contribution	\$ 772,252	\$ 751,985	\$ 736,609	\$ 723,187	\$ 732,250	\$ 728,802
Contributions in relation to the statutorily-required contribution	<u>771,310</u>	<u>781,862</u>	<u>731,446</u>	<u>751,378</u>	<u>746,982</u>	<u>762,075</u>
Contribution deficiency (excess)	<u>\$ 942</u>	<u>\$ (29,877)</u>	<u>\$ 5,163</u>	<u>\$ (28,191)</u>	<u>\$ (14,732)</u>	<u>\$ (33,273)</u>
Employer's covered-employee payroll	\$ 8,055,518	\$ 7,824,046	\$ 7,589,180	\$ 7,165,586	\$ 7,010,602	\$ 6,899,205
Contributions as a percentage of covered-employee payroll	9.57%	9.99%	9.64%	10.49%	10.66%	11.05%

See notes to other information.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Other Information (unaudited)

June 30, 2020

Illinois Municipal Retirement Fund  
Schedule of Changes in Net Pension Liability and Related Ratios

Calendar year ending December 31,	2019	2018	2017	2016	2015	2014
<b>Total pension liability</b>						
Service cost	\$ 204,214	\$ 176,104	\$ 194,711	\$ 190,464	\$ 226,984	\$ 270,740
Interest on the total pension liability	805,530	764,455	766,453	721,103	707,450	650,848
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience of the total pension liability	154,000	320,671	(81,883)	244,027	(203,737)	(78,377)
Changes of assumptions	-	289,890	(309,727)	(11,420)	10,938	408,990
Benefit payments, including refunds of employee contributions	(680,075)	(614,243)	(559,536)	(549,391)	(507,599)	(443,658)
<b>Net change in total pension liability</b>	<u>483,669</u>	<u>936,877</u>	<u>10,018</u>	<u>594,783</u>	<u>234,036</u>	<u>808,543</u>
<b>Total pension liability – beginning</b>	<u>11,348,683</u>	<u>10,411,806</u>	<u>10,401,788</u>	<u>9,807,005</u>	<u>9,572,969</u>	<u>8,764,426</u>
<b>Total pension liability – ending (a)</b>	<u>11,832,352</u>	<u>11,348,683</u>	<u>10,411,806</u>	<u>10,401,788</u>	<u>9,807,005</u>	<u>9,572,969</u>
<b>Plan fiduciary net position</b>						
Contributions – employer	158,473	203,124	167,584	176,264	188,457	266,306
Contributions – employee	112,742	101,533	74,652	78,655	80,248	93,820
Net investment income	1,931,159	(625,049)	1,727,093	622,964	45,700	531,720
Benefit payments, including refunds of employee contributions	(680,075)	(614,243)	(559,536)	(549,391)	(507,599)	(443,658)
Other (net transfer)	3,146	184,414	(212,512)	123,068	56,506	52,743
<b>Net change in plan fiduciary net position</b>	<u>1,525,445</u>	<u>(750,221)</u>	<u>1,197,281</u>	<u>451,560</u>	<u>(136,688)</u>	<u>500,931</u>
<b>Plan fiduciary net position – beginning</b>	<u>10,021,345</u>	<u>10,771,566</u>	<u>9,574,285</u>	<u>9,122,725</u>	<u>9,259,413</u>	<u>8,758,482</u>
<b>Plan fiduciary net position – ending (b)</b>	<u>11,546,790</u>	<u>10,021,345</u>	<u>10,771,566</u>	<u>9,574,285</u>	<u>9,122,725</u>	<u>9,259,413</u>
<b>Net pension (asset) liability – ending (a)-(b)</b>	<u>\$ 285,562</u>	<u>\$ 1,327,338</u>	<u>\$ (359,760)</u>	<u>\$ 827,503</u>	<u>\$ 684,280</u>	<u>\$ 313,556</u>
Plan fiduciary net position as a percentage of the total pension liability	97.59%	88.30%	103.46%	92.04%	93.02%	96.72%
Covered valuation payroll	\$ 2,194,877	\$ 1,982,961	\$ 1,656,452	\$ 1,713,054	\$ 1,769,644	\$ 1,939,177
Net pension (asset) liability as a percentage of covered valuation payroll	13.01%	66.94%	-21.72%	48.31%	38.67%	16.17%

See notes to other information.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Other Information (unaudited)

June 30, 2020

Illinois Municipal Retirement Fund  
Schedule of Contributions

Calendar Year Ending December 31,	Actuarially Determined Contribution (a)	Actual Contribution (b)	Contribution Deficiency (Excess) (a-b)	Covered Valuation Payroll ( c )	Actual Contribution as a % of Covered Payroll (b/c)
2014	\$ 251,705	\$ 266,306	\$ (14,601)	\$ 1,939,177	13.73%
2015	188,290	188,457	(167)	1,769,644	10.65%
2016	176,273	176,264	9	1,713,054	10.29%
2017	167,964	167,584	380	1,656,452	10.12%
2018	200,874	203,124	(2,250)	1,982,961	10.24%
2019	158,031	158,473	(442)	2,194,877	7.22%

See notes to other information.

## Notes to Other Information

June 30, 2020

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

**(1) Teachers Retirement System of the State of Illinois – Changes of Assumption**

For the 2019, 2018, and 2017 measurement years, the assumed investment rate of return was 7.0 percent, including an inflation rate of 2.5 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit, but the rates of increase in the 2018 measurement year were slightly higher.

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

**(2) Illinois Municipal Retirement Fund Pension Plan – Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2019 Contribution Rate\*****(a) Valuation Date**

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

**(b) Methods and Assumptions Used to Determine 2019 Contribution Rates**

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, and ECO groups): 24-year closed period. Early retirement incentive plan liabilities: a period up to 10 years selected by the Employer upon adoption of early retirement incentive.
Asset valuation method	5-year smoothed market; 20% corridor

## Notes to Other Information

Wage growth	3.25%
Price inflation	2.50%
Salary increases	3.35% to 14.25%, including inflation
Investment rate of return	7.50%
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**(c) Other Information**

There were no benefit changes during the year.

\* Based on valuation assumptions used in the December 31, 2017, actuarial valuation; note two year lag between valuation and rate setting.

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Agency Funds

Activity Funds and Trust Funds  
Statement of Assets and Liabilities  
Arising from Cash Transactions  
June 30, 2020

	<u>Balance 07/01/19</u>	<u>Revenues Received</u>	<u>Expenditures Disbursed</u>	<u>Balance 06/30/20</u>
ASSETS				
Elementary & High School	\$ 177,623	\$ 317,288	\$ 295,476	\$ 199,435
Junior High School	<u>42,980</u>	<u>44,330</u>	<u>43,002</u>	<u>44,308</u>
Total Activity Funds	<u>\$ 220,603</u>	<u>\$ 361,618</u>	<u>\$ 338,478</u>	<u>\$ 243,743</u>
LIABILITIES				
Amounts due to agency fund organizations	<u>\$ 220,603</u>	<u>\$ 361,618</u>	<u>\$ 338,478</u>	<u>\$ 243,743</u>

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Elementary & High School Activity Fund  
Statement of Revenues Received and Expenditures Disbursed  
For the year ended June 30, 2020

Fund	Balance 07/01/19	Revenues Received	Expenditures Disbursed	Balance 06/30/20
Academic Bowl	\$ 727	\$ -	\$ 331	\$ 396
Art Fees	488	4,411	4,039	860
Baseball	330	19,233	9,288	10,275
Boys Basketball	9,918	6,701	6,785	9,834
Girls Basketball	2,522	11,330	10,160	3,692
Cash Man	-	-	-	-
Cheerleaders	3,018	13,407	12,104	4,321
Chess Club	705	730	42	1,393
Drama Club	20,509	21,525	19,809	22,225
FFA	8,677	29,166	28,943	8,900
Football	4,205	39,110	31,741	11,574
FBLA	8,739	9,973	7,566	11,146
FBLA Store	285	10	-	295
Grade School Musical	1,045	-	-	1,045
Horticulture	855	7,624	7,835	644
Industrial Arts Club	109	3,963	113	3,959
Integrity Fund	2,051	5,400	4,330	3,121
Library - High School	3,059	364	376	3,047
Music	6,439	1,780	3,485	4,734
Music Boo	1,767	-	-	1,767
National Honors Society	210	712	837	85
Outdoor Club	2,532	1,075	794	2,813
Pom Pons	200	-	-	200
Renaissance Team	1,377	4,935	4,778	1,534
Scholarship Testing	3,797	7,239	5,773	5,263
Soccer - Boys	4,568	4,295	4,284	4,579
Soccer - Girls	2,112	444	402	2,154
Social Fund	204	7,341	7,074	471
Carried Forward	\$ 90,448	\$ 200,768	\$ 170,889	\$ 120,327

MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Elementary & High School Activity Fund  
Statement of Revenues Received and Expenditures Disbursed  
For the year ended June 30, 2020

Fund	Balance 07/01/19	Revenues Received	Expenditures Disbursed	Balance 06/30/20
Carried Forward	\$ 90,448	\$ 200,768	\$ 170,889	\$ 120,327
Girls Softball	3,841	6,162	4,393	5,610
Spanish	1,501	1,706	2,695	512
Student Council	3,640	9,854	10,671	2,823
Students for Students	6,072	5,000	4,547	6,525
Tournament Fund	21,847	46,417	57,029	11,235
Track - Boys & Girls	1,065	-	-	1,065
Volleyball	4,905	6,991	9,460	2,436
Wrestling	3,981	10,657	9,827	4,811
Yearbook	4,572	846	2,683	2,735
Highland Assembly	-	-	-	-
Wellness	631	392	305	718
Highland PBIS	1,687	1,214	1,882	1,019
Monroe Center Assembly	-	-	-	-
Monroe Center PBIS	6,631	9,469	3,493	12,607
Highland Library Club	2,778	1,846	1,811	2,813
Junior High Library	2,224	1,790	2,773	1,241
Monroe Center Library Club	1,185	240	2,757	(1,332)
Class of 2018	41	-	-	41
Class of 2019	-	-	-	-
Class of 2020	2,999	4,504	3,312	4,191
Class of 2021	1,915	2,989	2,524	2,380
Class of 2022	1,654	1,414	730	2,338
Class of 2023	-	5,029	3,695	1,334
K-5 Outdoor	14,006	-	-	14,006
	<u>\$ 177,623</u>	<u>\$ 317,288</u>	<u>\$ 295,476</u>	<u>\$ 199,435</u>



MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Junior High Activity Fund  
Statement of Revenues Received and Expenditures Disbursed  
For the year ended June 30, 2020

Fund	Balance 07/01/19	Revenues Received	Expenditures Disbursed	Balance 06/30/20
6th Grade	\$ 1,261	\$ 4,395	\$ 40	\$ 5,616
6th Grade Math	32	-	-	32
6th Grade Reading	5	74	43	36
6th Grade English	-	-	-	-
7th Grade	73	2,555	2,542	86
7th Grade Math	32	179	-	211
7th Grade English	-	87	-	87
7th Grade Literature	67	10	-	77
8th Grade	204	4,135	4,157	182
Academic Team	(3)	65	30	32
Art	63	800	465	398
Athletics	3,145	4	923	2,226
Band & Chorus	7,305	463	4,144	3,624
Basketball	691	1,305	1,402	594
Cheerleading	2,276	3,121	2,719	2,678
Concession Stand	3,589	3,214	3,400	3,403
Counseling Department	25	503	107	421
Drama	3,352	-	161	3,191
English Department	271	-	-	271
Girls Basketball	1,053	132	180	1,005
Girls PE	4,321	925	2,778	2,468
Common Room Donations	190	654	654	190
Homeless	51	-	-	51
JRH PTO	102	-	1	101
Office	31	-	31	-
PBIS	283	400	506	177
PBIS Assembly	-	698	197	501
Roller Skating	965	2,578	2,599	944
Student Council	3,002	12,665	10,870	4,797
Track	2,322	-	-	2,322
Volleyball	1,636	1,977	1,946	1,667
Wrestling	55	646	-	701
Yearbook	6,581	2,745	3,107	6,219
	<u>\$ 42,980</u>	<u>\$ 44,330</u>	<u>\$ 43,002</u>	<u>\$ 44,308</u>

**Illinois Grant Accountability and Transparency Act  
Grantee Portal - Audit Consolidated Year-End Financial Report**

[Grantee Portal](#) / [Audit Reviews](#) / [Audit](#) / CYEFR

The CYEFR has been submitted. If changes are needed, contact your state cognizant agency.

[PDF Report](#) [Excel Report](#)

CSFA #	Program Name	\$ State	\$ Federal	\$ Other	\$ Total
586-00-1581	Agricultural Education	19,807	0	0	19,807
586-18-0406	School Breakfast Program	0	27,683	0	27,683
586-18-0407	National School Lunch Program	0	138,997	0	138,997
586-18-0410	Summer Food Service Program	0	67,899	0	67,899
586-18-0421	Title IV Safe and Drug Free Formula	0	12,200	0	12,200
586-18-1015	Agricultural Education	4,549	0	0	4,549
586-18-2330	Non-Cash Commodity Value	0	45,449	0	45,449
586-43-0430	Title II - Teacher Quality	0	34,735	0	34,735
586-44-0414	Title I - Low Income	0	222,735	0	222,735
586-53-2362	Fed - Sp Ed - IDEA - Flow Through	0	73,404	0	73,404
586-57-0420	Fed. - Sp. Ed. - Pre-School Flow Through	0	6,206	0	6,206
	Other grant programs and activities		21,926	0	21,926
	All other costs not allocated			24,957,364	24,957,364
Totals:		24,356	651,234	24,957,364	25,632,954

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<b>Grantee Name</b>	MCUSD CUSD 223
<b>ID Numbers</b>	AUDIT:23270    Grantee:676198    DUNS:193035706    FEIN:362695263
<b>Audit Period</b>	7/1/2019 - 6/30/2020
<b>Submitted</b>	10/07/2020; Mary Ortgiesen; Bookkeeper; mortgiesen@mail.meridian223.org; 815 645 2230 ext 7004
<b>Accepted</b>	
<b>Program Count</b>	11

<b>All Programs Total</b>				
<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Personal Services (Salaries and Wages)	0.00	0.00	0.00	0.00
Fringe Benefits	0.00	0.00	0.00	0.00
Travel	0.00	0.00	0.00	0.00
Equipment	0.00	0.00	0.00	0.00
Supplies	0.00	0.00	0.00	0.00
Contractual Services	0.00	0.00	0.00	0.00
Consultant (Professional Services)	0.00	0.00	0.00	0.00
Construction	0.00	0.00	0.00	0.00
Occupancy - Rent and Utilities	0.00	0.00	0.00	0.00
Research and Development	0.00	0.00	0.00	0.00
Telecommunications	0.00	0.00	0.00	0.00
Training and Education	0.00	0.00	0.00	0.00
Direct Administrative Costs	0.00	0.00	0.00	0.00
Miscellaneous Costs	0.00	21,926.00	24,957,364.00	24,979,290.00
All Grant Specific Categories	24,356.00	629,308.13	0.00	653,664.13
<b>TOTAL DIRECT EXPENDITURES</b>	<b>24,356.00</b>	<b>651,234.13</b>	<b>24,957,364.00</b>	<b>25,632,954.13</b>
Indirect Costs	0.00	0.00	0.00	0.00
<b>TOTAL EXPENDITURES</b>	<b>24,356.00</b>	<b>651,234.13</b>	<b>24,957,364.00</b>	<b>25,632,954.13</b>

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<b>State Agency</b>	State Board Of Education (586)
<b>Program Name</b>	Agricultural Education (586-18-1015)
<b>Program Limitations</b>	No
<b>Mandatory Match</b>	No
<b>Indirect Cost Rate</b>	0.00 Base:

<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Expenditure-Grant Projects during the Audit Period	4,549.00	0.00	0.00	4,549.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>4,549.00</b>	<b>0.00</b>	<b>0.00</b>	<b>4,549.00</b>

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<b>State Agency</b>	State Board Of Education (586)
<b>Program Name</b>	Agricultural Education (586-00-1581)
<b>Program Limitations</b>	No
<b>Mandatory Match</b>	No
<b>Indirect Cost Rate</b>	0.00 Base:

<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Expenditure-Grant Projects during the Audit Period	19,807.00	0.00	0.00	19,807.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>19,807.00</b>	<b>0.00</b>	<b>0.00</b>	<b>19,807.00</b>

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<b>State Agency</b>	State Board Of Education (586)
<b>Program Name</b>	Fed - Sp Ed - IDEA - Flow Through (586-53-2362) <i>This program was added by the grantee</i>
<b>Program Limitations</b>	No
<b>Mandatory Match</b>	No
<b>Indirect Cost Rate</b>	0.00 Base:

<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Expenditure-Grant Projects during the Audit Period	0.00	73,404.00	0.00	73,404.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>0.00</b>	<b>73,404.00</b>	<b>0.00</b>	<b>73,404.00</b>

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<b>State Agency</b>	State Board Of Education (586)
<b>Program Name</b>	Fed. - Sp. Ed. - Pre-School Flow Through (586-57-0420) <i>This program was added by the grantee</i>
<b>Program Limitations</b>	No
<b>Mandatory Match</b>	No
<b>Indirect Cost Rate</b>	0.00 Base:

<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Expenditure-Grant Projects during the Audit Period	0.00	6,206.00	0.00	6,206.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>0.00</b>	<b>6,206.00</b>	<b>0.00</b>	<b>6,206.00</b>

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<b>State Agency</b>	State Board Of Education (586)
<b>Program Name</b>	National School Lunch Program (586-18-0407)
<b>Program Limitations</b>	No
<b>Mandatory Match</b>	No
<b>Indirect Cost Rate</b>	0.00 Base:

<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Revenues-Grant Projects during the Audit Period	0.00	138,997.00	0.00	138,997.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>0.00</b>	<b>138,997.00</b>	<b>0.00</b>	<b>138,997.00</b>



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<b>State Agency</b>	State Board Of Education (586)
<b>Program Name</b>	Non-Cash Commodity Value (586-18-2330) <i>This program was added by the grantee</i>
<b>Program Limitations</b>	No
<b>Mandatory Match</b>	No
<b>Indirect Cost Rate</b>	0.00 Base:

<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Revenues-Grant Projects during the Audit Period	0.00	45,449.00	0.00	45,449.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>0.00</b>	<b>45,449.00</b>	<b>0.00</b>	<b>45,449.00</b>

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<b>State Agency</b>	State Board Of Education (586)
<b>Program Name</b>	School Breakfast Program (586-18-0406)
<b>Program Limitations</b>	No
<b>Mandatory Match</b>	No
<b>Indirect Cost Rate</b>	0.00 Base:

<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Revenues-Grant Projects during the Audit Period	0.00	27,683.13	0.00	27,683.13
<b>TOTAL DIRECT EXPENDITURES</b>	<b>0.00</b>	<b>27,683.13</b>	<b>0.00</b>	<b>27,683.13</b>

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<b>State Agency</b>	State Board Of Education (586)
<b>Program Name</b>	Summer Food Service Program (586-18-0410) <i>This program was added by the grantee</i>
<b>Program Limitations</b>	No
<b>Mandatory Match</b>	No
<b>Indirect Cost Rate</b>	0.00 Base:

<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Revenues-Grant Projects during the Audit Period	0.00	67,899.00	0.00	67,899.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>0.00</b>	<b>67,899.00</b>	<b>0.00</b>	<b>67,899.00</b>

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<b>State Agency</b>	State Board Of Education (586)
<b>Program Name</b>	Title I - Low Income (586-44-0414)
<b>Program Limitations</b>	No
<b>Mandatory Match</b>	No
<b>Indirect Cost Rate</b>	0.00 Base:

<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Expenditure-Grant Projects during the Audit Period	0.00	222,735.00	0.00	222,735.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>0.00</b>	<b>222,735.00</b>	<b>0.00</b>	<b>222,735.00</b>

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<b>State Agency</b>	State Board Of Education (586)
<b>Program Name</b>	Title II - Teacher Quality (586-43-0430)
<b>Program Limitations</b>	No
<b>Mandatory Match</b>	No
<b>Indirect Cost Rate</b>	0.00 Base:

<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Expenditure-Grant Projects during the Audit Period	0.00	34,735.00	0.00	34,735.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>0.00</b>	<b>34,735.00</b>	<b>0.00</b>	<b>34,735.00</b>

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<b>State Agency</b>	State Board Of Education (586)
<b>Program Name</b>	Title IV Safe and Drug Free Formula (586-18-0421)
<b>Program Limitations</b>	No
<b>Mandatory Match</b>	No
<b>Indirect Cost Rate</b>	0.00 Base:

<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Expenditure-Grant Projects during the Audit Period	0.00	12,200.00	0.00	12,200.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>0.00</b>	<b>12,200.00</b>	<b>0.00</b>	<b>12,200.00</b>

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<b>Program Name</b>	Other grant programs and activities			
<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Miscellaneous Costs	0.00	21,926.00	0.00	21,926.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>0.00</b>	<b>21,926.00</b>	<b>0.00</b>	<b>21,926.00</b>

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<b>Program Name</b>	All other costs not allocated
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<b>Category</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Miscellaneous Costs	0.00	0.00	24,957,364.00	24,957,364.00
<b>TOTAL DIRECT EXPENDITURES</b>	<b>0.00</b>	<b>0.00</b>	<b>24,957,364.00</b>	<b>24,957,364.00</b>



MERIDIAN COMMUNITY UNIT SCHOOL DISTRICT NO. 223

Schedule of Average Daily Attendance, Operating Expense per Pupil,  
And Total Operating Expense  
(unaudited)

<u>Year ended June 30,</u>	<u>Average Daily Attendance</u>	<u>Operating Expense Per Pupil</u>	<u>Total Operating Expense</u>
2011	1,814	9,021	16,368,450
2012	1,816	9,808	17,808,720
2013	1,737	9,433	16,383,232
2014	1,681	9,403	15,809,814
2015	1,689	8,728	14,743,771
2016	1,650	9,655	15,932,760
2017	1,591	9,287	14,779,067
2018	1,681	9,096	15,293,803
2019	1,533	10,632	16,302,620
2020	1,467	11,346	16,644,492