

***Leland Community Unit School District No. 1***

***Leland, Illinois***

***Annual Financial Report  
and Other Financial Information***

***June 30, 2023***

DRAFT SUBJECT TO CHANGE

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1

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# ***Gorenz and Associates, Ltd.***

## ***Certified Public Accountants***

*Russell J. Rumbold II, CPA*  
*Cory S. Cowan, CPA*

*Jason A. Hobulin, CPA*  
*Kyle P. Hendrickson, CPA*

### **Independent Auditor's Report**

To the Board of Education  
Leland Community Unit School District No. 1  
Leland, Illinois

#### **Opinions**

We have audited the accompanying financial statements of Leland Community Unit School District No. 1 (the District) which comprise the Statement of Assets and Liabilities Arising from Cash Transactions of each fund and account group as of June 30, 2023, and the related Statement of Revenues Received, Expenditures Disbursed, Other Sources (Uses) and Changes in Fund Balances (All Funds), the Statement of Revenues Received (All Funds), and the Statements of Expenditures Disbursed - Budget to Actual for the year then ended and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

#### **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 each fund and account group of the District as of June 30, 2023, and each fund's respective revenues received, expenditures disbursed, other sources (uses) and changes in fund balances, revenues received, and expenditures disbursed - budget to actual, for the year then ended in accordance with the financial reporting provisions of the Illinois State Board of Education as described in Note #1.

#### **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" section of our report, 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 the District as of June 30, 2023, or changes in net position or cash flows thereof for the year then ended.

#### **Basis for Opinions**

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

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

As described in Note #1, the financial statements are prepared by the District on the basis of the financial reporting provisions of 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 meet 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 and pervasive.

## **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Illinois State Board of Education, as described in Note #1. 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 for the Audit of the Financial Statements**

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

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

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

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

## **Supplementary Information**

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Gorenz and Associates, Ltd.*

Peoria, Illinois  
December 15, 2023

# ***Gorenz and Associates, Ltd.***

***Certified Public Accountants***

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*Russell J. Rumbold II, CPA*  
*Cory S. Cowan, CPA*

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*Jason A. Hobulin, CPA*  
*Kyle P. Hendrickson, CPA*

## **Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

To the Board of Education  
Leland Community Unit School District No. 1  
Leland, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the Statement of Assets and Liabilities Arising from Cash Transactions of each fund and each account group as of June 30, 2023, and the related Statement of Revenues Received, Expenditures Disbursed, Other Sources (Uses) and Changes in Fund Balances (All Funds), the Statement of Revenues Received (All Funds), and the Statements of Expenditures Disbursed - Budget to Actual for the year then ended and the related notes to the financial statements of Leland Community Unit School District No. 1 (the District), which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 15, 2023. Our opinions were adverse due to the financial statements not being prepared in accordance with accounting principles generally accepted in the United States of America. However, the financial statements were found to be fairly stated on the regulatory basis of accounting, in accordance with financial reporting provisions of the Illinois State Board of Education as described in Note #1.

### **Report on Internal Control Over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2023-001 that we consider to be a material weakness.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District'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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

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

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Gorenz and Associates, Ltd.*

Peoria, Illinois  
December 15, 2023

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF ASSETS AND LIABILITIES  
ARISING FROM CASH TRANSACTIONS  
JUNE 30, 2023

											Account Groups		
	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Trust and Agency Funds	General Fixed Assets	General Long Term Debt	Total (Memorandum Only)
<u>Assets</u>													
<u>Current Assets</u>													
Cash and Cash Equivalents	1,774,134	387,634	61,913	294,223	234,523	610,638	289,233	220,663	68,258	61,772			4,002,991
Investments	501,948	341,633		294,478	64,068		551,233						1,753,360
<u>Capital Assets</u>													
Land											136,694		136,694
Buildings & Building Improvements											5,072,251		5,072,251
Site Improvements & Infrastructure											3,072,270		3,072,270
Capitalized Equipment											1,239,922		1,239,922
Construction in Progress											497,482		497,482
Amounts Available in Debt Service Funds												61,913	61,913
Amounts to be Provided for Payment of Debt												2,118,087	2,118,087
Total Assets	2,276,082	729,267	61,913	588,701	298,591	610,638	840,466	220,663	68,258	61,772	10,018,619	2,180,000	17,954,970
<u>Liabilities and Fund Balances</u>													
<u>Liabilities:</u>													
Long Term Debt Payable												2,180,000	2,180,000
Total Liabilities	0	0	0	0	0	0	0	0	0	0	0	2,180,000	2,180,000
<u>Fund Balances:</u>													
Reserved	26,979				93,927					61,772			182,678
Unreserved	2,249,103	729,267	61,913	588,701	204,664	610,638	840,466	220,663	68,258				5,573,673
Investments in General Fixed Assets											10,018,619		10,018,619
Total Fund Balances	2,276,082	729,267	61,913	588,701	298,591	610,638	840,466	220,663	68,258	61,772	10,018,619	0	15,774,970
Total Liabilities and Fund Balances	2,276,082	729,267	61,913	588,701	298,591	610,638	840,466	220,663	68,258	61,772	10,018,619	2,180,000	17,954,970

The accompanying notes are an integral part of these financial statements.



LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF ASSETS AND LIABILITIES  
ARISING FROM CASH TRANSACTIONS  
JUNE 30, 2023

											Account Groups		Total
	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Trust and Agency Funds	General Fixed Assets	General Long Term Debt	(Memorandum Only)
<b><u>Assets/Liabilities for Student Activity Funds</u></b>													
<b><u>Current Assets</u></b>													
Student Activity Fund Cash and Investments		50,638											50,638
Total Current Assets for Student Activity Funds		50,638											50,638
<b><u>Current Liabilities</u></b>													
Fund Balance Reserved for Student Activity Funds		50,638											50,638
Total Liabilities and Fund Balance for Student Activity Funds		50,638											50,638
<b><u>Total Assets/Liabilities District and Student Activity Funds</u></b>													
Total Current Assets and Student Activity Funds	2,326,720	729,267	61,913	588,701	298,591	610,638	840,466	220,663	68,258	61,772			5,806,989
Total Capital Assets and Student Activity Funds											10,018,619	2,180,000	12,198,619
Total Assets with Student Activity Funds (Memorandum Only)													18,005,608
Long-Term Liabilities and Student Activity Funds												2,180,000	2,180,000
Reserved Fund Balance and Student Activity Funds	77,617	0	0	0	93,927	0	0	0	0	61,772			233,316
Unreserved Fund Balance and Student Activity Funds	2,249,103	729,267	61,913	588,701	204,664	610,638	840,466	220,663	68,258	0			5,573,673
Investments in General Fixed Assets											10,018,619		10,018,619
Total Liabilities and Fund Balance and Student Activity Funds	2,326,720	729,267	61,913	588,701	298,591	610,638	840,466	220,663	68,258	61,772	10,018,619	2,180,000	18,005,608

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,  
OTHER SOURCES (USES) AND CHANGES IN FUND BALANCES (ALL FUNDS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts:										
Local Sources	2,783,641	405,172	232,779	212,962	129,943	2,574	37,668	262,999	30,837	4,098,575
State Sources	395,300			114,887		50,000				560,187
Federal Sources	390,518	16,875				26,000				433,393
Total Direct Receipts	3,569,459	422,047	232,779	327,849	129,943	78,574	37,668	262,999	30,837	5,092,155
Receipts for On-Behalf Payments	957,655									957,655
Total Receipts	4,527,114	422,047	232,779	327,849	129,943	78,574	37,668	262,999	30,837	6,049,810
Disbursements:										
Instruction	2,088,256				38,695			2,616		2,129,567
Support Services	678,841	334,077		392,657	58,712	618,225		259,308	31,440	2,373,260
Payments to Other Governmental Units	506,203			4,440						510,643
Debt Services			260,621							260,621
Total Direct Disbursements	3,273,300	334,077	260,621	397,097	97,407	618,225	0	261,924	31,440	5,274,091
Disbursements for On-Behalf Payments	957,655									957,655
Total Disbursements	4,230,955	334,077	260,621	397,097	97,407	618,225	0	261,924	31,440	6,231,746
Excess of Direct Receipts Over (Under) Direct Disbursements	296,159	87,970	(27,842)	(69,248)	32,536	(539,651)	37,668	1,075	(603)	(181,936)
Other Sources of Funds:										
Permanent Transfers -										
Abolishment or Abatement of the Working Cash Fund						1,100,000				1,100,000
Sale of Bonds										
Principal on Bonds Sold							1,175,000			1,175,000
Premium on Bonds Sold							27,414			27,414
Other (Uses) of Funds:										
Permanent Transfers -										
Abolishment or Abatement of the Working Cash Fund							(1,100,000)			(1,100,000)
Total Other Sources and (Uses) of Funds	0	0	0	0	0	1,100,000	102,414	0	0	1,202,414
Excess of Receipts and Other Sources of Funds Over (Under) Disbursements and Other Uses of Funds	296,159	87,970	(27,842)	(69,248)	32,536	560,349	140,082	1,075	(603)	1,020,478
Fund Balances without Student Activity Funds - July 1, 2022	1,979,923	641,297	89,755	657,949	266,055	50,289	700,384	219,588	68,861	4,674,101
Fund Balances without Student Activity Funds - June 30, 2023	2,276,082	729,267	61,913	588,701	298,591	610,638	840,466	220,663	68,258	5,694,579

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,  
OTHER SOURCES (USES) AND CHANGES IN FUND BALANCES (ALL FUNDS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Student Activity Fund Balance - July 1, 2022	36,563									36,563
Receipts - Student Activity Funds										
Total Student Activity Direct Receipts	67,284									67,284
Disbursements - Student Activity Funds										
Total Student Activity Fund Disbursements	53,209									53,209
Excess Direct Receipts Over(Under) Direct Disbursements	14,075									14,075
Student Activity Fund Balance - June 30, 2023	50,638									50,638
Receipts (with Student Activity Funds):										
Local Sources	2,850,925	405,172	232,779	212,962	129,943	2,574	37,668	262,999	30,837	4,165,859
State Sources	395,300			114,887		50,000				560,187
Federal Sources	390,518	16,875				26,000				433,393
Total Direct Receipts	3,636,743	422,047	232,779	327,849	129,943	78,574	37,668	262,999	30,837	5,159,439
Receipts for On-Behalf Payments	957,655									957,655
Total Receipts (with Student Activity Funds)	4,594,398	422,047	232,779	327,849	129,943	78,574	37,668	262,999	30,837	6,117,094
Disbursements (with Student Activity Funds):										
Instruction	2,141,465				38,695			2,616		2,182,776
Support Services	678,841	334,077		392,657	58,712	618,225		259,308	31,440	2,373,260
Payments to Other Governmental Units	506,203			4,440						510,643
Debt Services			260,621							260,621
Total Direct Disbursements	3,326,509	334,077	260,621	397,097	97,407	618,225	0	261,924	31,440	5,327,300
Disbursements for On-Behalf Payments	957,655									957,655
Total Disbursements (with Student Activity Funds)	4,284,164	334,077	260,621	397,097	97,407	618,225	0	261,924	31,440	6,284,955
Excess of Direct Receipts Over (Under) Direct Disbursements	310,234	87,970	(27,842)	(69,248)	32,536	(539,651)	37,668	1,075	(603)	(167,861)

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,  
OTHER SOURCES (USES) AND CHANGES IN FUND BALANCES (ALL FUNDS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Other Sources/Uses of Funds (with Student Activity Funds):										
Other Sources of Funds:										
Total Other Sources of Funds	0	0	0	0	0	1,100,000	1,202,414	0	0	2,302,414
Other (Uses) of Funds:										
Total Other Uses of Funds	0	0	0	0	0	0	(1,100,000)	0	0	(1,100,000)
Total Other Sources and (Uses) of Funds	0	0	0	0	0	1,100,000	102,414	0	0	1,202,414
Fund Balances (All sources) - June 30, 2023	2,326,720	729,267	61,913	588,701	298,591	610,638	840,466	220,663	68,258	5,745,217

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF REVENUES RECEIVED (ALL FUNDS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts From Local Sources:										
Ad Valorem Taxes Levied By Local Education Agency:										
Designated Purposes Levies	2,463,349	307,920	232,138	123,171	52,118		30,795	262,525	30,795	3,502,811
Leasing Levy	30,795									30,795
Special Education Levy	24,637									24,637
Social Security/Medicare Levy					61,793					61,793
Payments in Lieu of Taxes:										
Mobile Home Privilege Tax	1,754	214	157	86	81		21	183	21	2,517
Corporate Personal Property Replacement Taxes	123,430	82,596		82,596	15,000					303,622
Other Payments in Lieu of Taxes	681	83	61	33	31		8	71	8	976
Tuition:										
Special Ed - Tuition From Other LEAs (In State)	45,567									45,567
Interest on Investments	24,117	3,109	423	2,212	920	2,574	6,844	220	13	40,432
Food Services:										
Sales to Pupils - Lunch	37,409									37,409
District/School Activity Income:										
Admissions - Athletic	4,218									4,218
Fees	8,517									8,517
Other Pupil Activity Revenue	6,561									6,561
Student Activity Fund Revenues	67,284									
Textbook Income:										
Sales - Other	1,379									1,379
Other Receipts from Local Sources:										
Contributions from Private Sources		1,250								1,250
Refund of Prior Years' Expenditures	9,893			4,864						14,757
Drivers' Education Fees	1,334									1,334
Other Local Revenue		10,000								10,000
Total Receipts from Local Sources (without Student Activity Funds)	2,783,641	405,172	232,779	212,962	129,943	2,574	37,668	262,999	30,837	4,098,575
Total Receipts from Local Sources (with Student Activity Funds)	2,850,925									

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF REVENUES RECEIVED (ALL FUNDS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Receipts From State Sources:										
Unrestricted Grants-in-Aid:										
Evidence Based Funding Formula - Sec. 18-8.15	352,301									352,301
Restricted Grants-in-Aid:										
Special Education:										
Private Facilities Tuition	31,225									31,225
Orphanage - Individual	6,742									6,742
Career and Technical Education (CTE):										
CTE - Secondary Program Improvement (CTEI)	1,599									1,599
State Free Lunch and Breakfast	292									292
Driver Education	3,141									3,141
Transportation:										
Transportation - Regular / Vocational				88,781						88,781
Transportation - Special Education				26,106						26,106
School Infrastructure - Maintenance Projects						50,000				50,000
Total Receipts from State Sources	395,300	0	0	114,887	0	50,000	0	0	0	560,187
Receipts From Federal Sources:										
Restricted Grants-in-Aid Received										
Directly from the Federal Govt.:										
Other Direct Federal Sources	22,062	14,275								36,337
Restricted Grants-in-Aid Received Directly from the Federal Government Through the State:										
Food Service										
National School Lunch Program	88,716									88,716
School Breakfast Program	11,934									11,934
Title 1:										
Low Income	68,624									68,624
Federal - Special Education:										
Pre-School Flow Through	2,144									2,144
I.D.E.A.-Flow Through	84,750									84,750
Title II - Teacher Quality	7,283									7,283
Medicaid Matching - Administrative Outreach	11,614									11,614
Medicaid Matching - Fee for Service Program	8,012									8,012
Other Federal	85,379	2,600				26,000				113,979
Total Receipts from Federal Sources	390,518	16,875	0	0	0	26,000	0	0	0	433,393
Total Direct Receipts (without Student Activity Funds)	3,569,459	422,047	232,779	327,849	129,943	78,574	37,668	262,999	30,837	5,092,155
Total Direct Receipts (with Student Activity Funds)	3,636,743									

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
EDUCATIONAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Actual	Budget	Variance with Budget
Expenditures Disbursed:			
Instruction:			
Regular Programs:			
Salaries	1,060,951	1,036,000	(24,951)
Employee Benefits	208,200	245,869	37,669
Purchased Services	4,360	1,400	(2,960)
Supplies and Materials	33,918	29,500	(4,418)
Capital Outlay	304	0	(304)
Total Regular Programs	<u>1,307,733</u>	<u>1,312,769</u>	<u>5,036</u>
Special Education Programs:			
Salaries	235,045	234,616	(429)
Employee Benefits	51,540	64,212	12,672
Purchased Services	16,552	17,500	948
Supplies and Materials	5,401	12,000	6,599
Total Special Education Programs	<u>308,538</u>	<u>328,328</u>	<u>19,790</u>
Remedial and Supplemental Programs K-12:			
Salaries	68,668	65,705	(2,963)
Employee Benefits	25,142	27,760	2,618
Purchased Services	28,617	18,926	(9,691)
Supplies and Materials	22,641	14,997	(7,644)
Other Objects	4,275	12,825	8,550
Total Remedial and Supplemental Programs K-12	<u>149,343</u>	<u>140,213</u>	<u>(9,130)</u>
Interscholastic Programs:			
Salaries	56,636	58,380	1,744
Employee Benefits	4,033	3,000	(1,033)
Purchased Services	14,296	13,000	(1,296)
Supplies and Materials	1,402	4,500	3,098
Capital Outlay	1,145	0	(1,145)
Other Objects	3,536	3,400	(136)
Total Interscholastic Programs	<u>81,048</u>	<u>82,280</u>	<u>1,232</u>
Driver's Education Programs:			
Salaries	4,369	3,000	(1,369)
Employee Benefits	432	300	(132)
Total Drivers Education Programs	<u>4,801</u>	<u>3,300</u>	<u>(1,501)</u>
Truants' Alternative & Optional Programs:			
Other Objects	8,077	12,000	3,923
Total Truants' Alternative Programs	<u>8,077</u>	<u>12,000</u>	<u>3,923</u>

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
EDUCATIONAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Actual	Budget	Variance with Budget
Regular K-12 Programs - Private Tuition	9,218	0	(9,218)
Special Education Programs K-12 - Private Tuition	219,498	165,000	(54,498)
Student Activity Fund Expenditures	53,209	0	(53,209)
Total Instruction (Without Student Activity Funds)	2,088,256	2,043,890	(44,366)
Total Instruction (With Student Activity Funds)	2,141,465	2,043,890	(97,575)
Supporting Services:			
Support Services - Pupils:			
Attendance and Social Work Services:			
Salaries	48,742	47,384	(1,358)
Employee Benefits	12,454	13,140	686
Purchased Services	0	300	300
Supplies and Materials	0	1,000	1,000
Total Attendance and Social Work Services	61,196	61,824	628
Guidance Services:			
Salaries	36,386	42,154	5,768
Employee Benefits	10,613	12,190	1,577
Purchased Services	705	300	(405)
Supplies and Materials	3,301	2,300	(1,001)
Other Objects	50	0	(50)
Total Guidance Services	51,055	56,944	5,889
Total Support Services-Pupils	112,251	118,768	6,517
Support Services-Instructional Staff:			
Educational Media Services:			
Salaries	79,192	87,040	7,848
Employee Benefits	19,214	18,880	(334)
Purchased Services	37,315	38,800	1,485
Supplies and Materials	18,799	27,100	8,301
Capital Outlay	13,079	0	(13,079)
Total Educational Media Services	167,599	171,820	4,221
Total Support Services-Instructional Staff	167,599	171,820	4,221
Support Services-General Administration:			
Board of Education Services:			
Salaries	726	1,500	774
Purchased Services	31,454	35,500	4,046
Supplies and Materials	4,364	3,000	(1,364)
Other Objects	2,967	1,000	(1,967)
Total Board of Education Services	39,511	41,000	1,489

The accompanying notes are an integral part of these financial statements.



LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
EDUCATIONAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Actual	Budget	Variance with Budget
Executive Administration Services:			
Salaries	61,344	61,344	0
Employee Benefits	41,521	41,984	463
Purchased Services	615	3,500	2,885
Other Objects	1,650	3,000	1,350
Total Executive Administration Services	105,130	109,828	4,698
Total Support Services-General Administration	144,641	150,828	6,187
Support Services-School Administration:			
Office of the Principal Services:			
Salaries	115,118	113,259	(1,859)
Employee Benefits	35,209	45,832	10,623
Purchased Services	1,030	3,000	1,970
Supplies and Materials	25,784	19,000	(6,784)
Capital Outlay	0	800	800
Other Objects	419	0	(419)
Total Office of the Principal Service	177,560	181,891	4,331
Total Support Services-School Administration	177,560	181,891	4,331
Support Services-Business:			
Fiscal Services:			
Salaries	54,218	53,701	(517)
Employee Benefits	6,945	6,940	(5)
Purchased Services	7,611	8,800	1,189
Supplies and Materials	1,994	500	(1,494)
Other Objects	588	700	112
Total Fiscal Services	71,356	70,641	(715)
Food Services:			
Purchased Services	0	1,000	1,000
Supplies and Materials	0	500	500
Capital Outlay	5,434	5,000	(434)
Total Food Services	5,434	6,500	1,066
Total Support Services-Business	76,790	77,141	351
Total Supporting Services	678,841	700,448	21,607
Payments to Other Governmental Units (In-State):			
Payments for Regular Programs:			
Purchased Services	177,463	136,000	(41,463)
Other Objects	2,200	0	(2,200)
Total Payments for Regular Programs	179,663	136,000	(43,663)

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
EDUCATIONAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Actual	Budget	Variance with Budget
Payments for Special Education Programs:			
Purchased Services	133,201	149,496	16,295
Total Payments for Spec. Ed. Programs	133,201	149,496	16,295
Payments for CTE Programs:			
Purchased Services	7,412	0	(7,412)
Other Objects	12,823	28,000	15,177
Total Payments for CTE Programs	20,235	28,000	7,765
Other Payments to Governmental Units:			
Purchased Services	25,454	10,000	(15,454)
Total Other Payments to Governmental Units	25,454	10,000	(15,454)
Total Payments to Other Governmental Units (In-State)	358,553	323,496	(35,057)
Payments to Other Governmental Units - Tuition (In-State):			
Special Education Programs - Tuition	126,182	120,732	(5,450)
CTE Programs - Tuition	5,858	0	(5,858)
Community College Programs - Tuition	15,610	5,000	(10,610)
Total Payments to Other Governmental Units - Tuition (In-State)	147,650	125,732	(21,918)
Total Payments to Other Governmental Units	506,203	449,228	(56,975)
Total Direct Disbursements (without Student Activity Funds)	3,273,300	3,193,566	(79,734)
Total Direct Disbursements (with Student Activity Funds)	3,326,509	3,193,566	(132,943)

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
OPERATIONS AND MAINTENANCE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Supporting Services:			
Support Services-Business:			
Operation and Maintenance of			
Plant Services:			
Salaries	140,544	150,102	9,558
Employee Benefits	9,031	13,380	4,349
Purchased Services	69,305	76,300	6,995
Supplies and Materials	73,977	71,000	(2,977)
Capital Outlay	41,220	25,000	(16,220)
	<u>334,077</u>	<u>335,782</u>	<u>1,705</u>
Total Direct Disbursements	<u><u>334,077</u></u>	<u><u>335,782</u></u>	<u><u>1,705</u></u>

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
DEBT SERVICES FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Interest on Long-Term Debt	65,621	32,384	(33,237)
Payments of Principal on Long-Term Debt	<u>195,000</u>	<u>195,000</u>	<u>0</u>
Total Direct Disbursements	<u><u>260,621</u></u>	<u><u>227,384</u></u>	<u><u>(33,237)</u></u>

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
TRANSPORTATION FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Supporting Services:			
Support Services-Business:			
Pupil Transportation Services:			
Salaries	215,332	133,980	(81,352)
Employee Benefits	6,945	6,940	(5)
Purchased Services	99,260	82,700	(16,560)
Supplies and Materials	36,155	22,750	(13,405)
Capital Outlay	34,965	40,000	5,035
Total Supporting Services	<u>392,657</u>	<u>286,370</u>	<u>(106,287)</u>
Payments to Other Governmental Units (In-State):			
Payments for Special Education Programs:			
Purchased Services	<u>4,440</u>	<u>12,000</u>	<u>7,560</u>
Total Payments to Other Governmental Units	<u>4,440</u>	<u>12,000</u>	<u>7,560</u>
Total Direct Disbursements	<u><u>397,097</u></u>	<u><u>298,370</u></u>	<u><u>(98,727)</u></u>

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Actual	Budget	Variance with Budget
Expenditures Disbursed:			
Instruction:			
Regular Programs:			
Employee Benefits	20,408	14,843	(5,565)
Special Education Programs:			
Employee Benefits	7,527	11,106	3,579
Remedial and Supplemental Programs K-12:			
Employee Benefits	8,020	6,854	(1,166)
Interscholastic Programs:			
Employee Benefits	2,740	790	(1,950)
Total Instruction	<u>38,695</u>	<u>33,593</u>	<u>(5,102)</u>
Supporting Services:			
Support Services-Pupils:			
Attendance and Social Work Services:			
Employee Benefits	495	656	161
Guidance Services:			
Employee Benefits	438	662	224
Other Support Services-Pupils:			
Employee Benefits	2,573	1,697	(876)
Total Support Services-Pupils	<u>3,506</u>	<u>3,015</u>	<u>(491)</u>
Support Services-Instructional Staff:			
Improvement of Instruction Services:			
Employee Benefits	0	6,927	6,927
Educational Media Services:			
Employee Benefits	7,509	0	(7,509)
Total Support Services-Instructional Staff	<u>7,509</u>	<u>6,927</u>	<u>(582)</u>

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Support Services-General Administration:			
Board of Education Services:			
Employee Benefits	21	0	(21)
Executive Administration Services:			
Employee Benefits	2,473	0	(2,473)
Total Support Services-General Administration	<u>2,494</u>	<u>0</u>	<u>(2,494)</u>
Support Services-School Administration:			
Office of the Principal Services:			
Employee Benefits	8,512	10,693	2,181
Total Support Services-School Administration	<u>8,512</u>	<u>10,693</u>	<u>2,181</u>
Support Services-Business:			
Fiscal Services:			
Employee Benefits	7,223	7,273	50
Operation and Maintenance of			
Plant Services:			
Employee Benefits	11,840	13,052	1,212
Pupil Transportation Services:			
Employee Benefits	17,628	15,822	(1,806)
Total Support Services-Business	<u>36,691</u>	<u>36,147</u>	<u>(544)</u>
Total Support Services	<u>58,712</u>	<u>56,782</u>	<u>(1,930)</u>
Total Direct Disbursements	<u><u>97,407</u></u>	<u><u>90,375</u></u>	<u><u>(7,032)</u></u>

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
CAPITAL PROJECTS FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Support Services:			
Support Services-Business:			
Facilities Acquisition & Construction:			
Purchased Services	26,000	0	(26,000)
Capital Outlay	<u>592,225</u>	<u>1,445,485</u>	<u>853,260</u>
Total Direct Disbursements	<u><u>618,225</u></u>	<u><u>1,445,485</u></u>	<u><u>827,260</u></u>

The accompanying notes are an integral part of these financial statements.



LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
TORT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Actual	Budget	Variance with Budget
Expenditures Disbursed:			
Instruction:			
Special Education Programs:			
Salaries	2,616	5,000	2,384
Total Special Education Programs	2,616	5,000	2,384
Total Instruction	2,616	5,000	2,384
Support Services:			
Support Services - Pupils:			
Attendance and Social Work Services:			
Salaries	9,145	5,265	(3,880)
Total Attendance and Social Work Services	9,145	5,265	(3,880)
Guidance Services:			
Salaries	2,100	4,386	2,286
Total Guidance Services	2,100	4,386	2,286
Other Support Services-Pupils:			
Salaries	20,675	20,000	(675)
Total Other Support Services-Pupils	20,675	20,000	(675)
Total Support Services-Pupils	31,920	29,651	(2,269)
Support Services-Instructional Staff:			
Educational Media Services:			
Salaries	14,345	14,208	(137)
Total Educational Media Services	14,345	14,208	(137)
Total Support Services-Instructional Staff	14,345	14,208	(137)
Support Services-General Administration:			
Executive Administration Services:			
Salaries	30,672	30,672	0
Total Executive Administration Services	30,672	30,672	0
Risk Management and Claims Services Payments:			
Salaries	353	0	(353)
Purchased Services	23,243	23,000	(243)
Total Risk Management and Claims Payments	23,596	23,000	(596)
Total Support Services-General Administration	54,268	53,672	(596)

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
TORT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Actual	Budget	Variance with Budget
Support Services-School Administration:			
Office of the Principal Services:			
Salaries	19,086	25,264	6,178
Total Office of the Principal Service	19,086	25,264	6,178
Total Support Services-School Administration	19,086	25,264	6,178
Support Services-Business:			
Fiscal Services:			
Salaries	6,024	5,967	(57)
Total Fiscal Services	6,024	5,967	(57)
Operation and Maintenance of Plant Services:			
Salaries	25,129	27,943	2,814
Capital Outlay	710	0	(710)
Total Operation and Maintenance of Plant Services	25,839	27,943	2,104
Total Support Services-Business	31,863	33,910	2,047
Support Services-Central:			
Staff Services:			
Salaries	5,425	0	(5,425)
Total Staff Services	5,425	0	(5,425)
Total Support Service-Central	5,425	0	(5,425)
Other Support Services:			
Purchased Services	102,401	100,000	(2,401)
Total Other Supporting Services	102,401	100,000	(2,401)
Total Supporting Services	259,308	256,705	(2,603)
Total Direct Disbursements	261,924	261,705	(219)

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
STATEMENT OF EXPENDITURES DISBURSED  
BUDGET TO ACTUAL  
FIRE PREVENTION AND SAFETY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Actual</u>	<u>Budget</u>	<u>Variance with Budget</u>
Expenditures Disbursed:			
Support Services:			
Support Services-Business:			
Facilities Acquisition & Construction:			
Purchased Services	2,560	0	(2,560)
Capital Outlay	<u>28,880</u>	<u>28,880</u>	<u>0</u>
Total Direct Disbursements	<u><u>31,440</u></u>	<u><u>28,880</u></u>	<u><u>(2,560)</u></u>

The accompanying notes are an integral part of these financial statements.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

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Note #1 - Summary of Significant Accounting Policies

The District's accounting policies conform to the modified cash basis of accounting as prescribed by the Illinois State Board of Education within Title 23 Education and Cultural Resources of the Illinois Administrative Code. Part 100 of Title 23 provides the requirements for accounting, budgeting, financial reporting, and auditing of school districts within the State of Illinois.

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.

Component Units

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 includes, but is 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 that would exercise such oversight as to result in the District being considered a component unit of the entity.

B. Basis of Presentation - Fund Accounting

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 disbursed. The District maintains individual funds required by the State of Illinois. The various funds are summarized by type in the financial statements. These funds are grouped 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 funds and account groups are used by the District:

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.

The Educational 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. The Educational Fund includes the Student Activity Funds. These funds are used to account for financial resources used for student programs.

The Operations and Maintenance Fund, the Transportation Fund, and the Illinois Municipal Retirement/Social Security Fund are used to account for cash received from specific sources (other than those accounted for in the Fiduciary Funds) that are legally restricted to cash for specific purposes.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

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Note #1 - Summary of Significant Accounting Policies (cont'd)

B. Basis of Presentation - Fund Accounting (cont'd)

Governmental Funds (cont'd) -

The Debt Services Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

The Working Cash Fund accounts for financial resources held by the District to be used for temporary interfund loans to other funds.

The Tort Fund accounts for financial resources held by the District to be used for tort immunity and tort judgment purposes.

The Fire Prevention and Safety Fund and Capital Projects Fund are used to account for financial resources to be used for the acquisition or construction of capital facilities (other than those financed by Fiduciary Funds).

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 include Scholarship Funds, which account for assets held by the District as an agent for the beneficiaries. These funds are custodial in nature and do not involve the measurement of the results of operations.

Governmental and Expendable Trust Funds - Measurement Focus

The financial statements of all Governmental Funds and Expendable Trust 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.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

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Note #1 - Summary of Significant Accounting Policies (cont'd.)

B. Basis of Presentation - Fund Accounting (cont'd.)

General Fixed Assets and General Long-Term Debt Account Group

All fixed assets are valued at historical cost or estimated cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated. The District records purchases of property and equipment as expenditures of various funds when paid. The District maintains a detailed list of property and equipment purchased for insurance purposes.

The District does not have a formal capitalization policy but follows grant guidelines when applicable.

No depreciation has been provided on fixed assets in these financial statements. The Illinois State Board of Education's Annual Financial Report (ISBE Form SD50-35/JA50-60) includes depreciation of \$277,993 which has been utilized for the calculation of the per capita tuition charge, and accumulated depreciation totaling \$5,423,072. Depreciation has been computed over the estimated useful lives of the assets using the straight-line method. The District has considered possible impairments to its capital assets and asserts that there are none known or anticipated.

The estimated useful lives are as follows:

Depreciable Land	50 years
Buildings	
Permanent	50 years
Temporary	20 years
Infrastructure Improvements other than Buildings	20 years
Capitalized Equipment	3-10 years

Long-term liabilities expected to be financed from Debt Services Funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds. Proceeds from sales of bonds are included as receipts in the appropriate fund on the date received. Related principal payable in the future is recorded at the same time in the General Long-Term Debt Account Group.

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

C. Basis of Accounting

Basis of accounting refers to when revenues received and expenditures disbursed are recognized in the account and how they are reported in the financial statements. The District maintains its accounting records for all funds and account groups on the modified cash basis of accounting under guidelines prescribed by the Illinois State Board of Education. Accordingly, revenues are 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 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.

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

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

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Note #1 - Summary of Significant Accounting Policies (cont'd.)

D. Budgets and Budgetary Accounting

The budget for all Governmental Funds and for the Expendable Trust Fund is prepared on the modified 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 Chapter 105, Section 5, Paragraph 17.1 of the Illinois Compiled Statutes. The original budget was passed on September 21, 2022 and was amended on April 26, 2023.

For each fund, total fund expenditures disbursed may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

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

1. Prior to July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
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 (in other ways) by the same procedures required of its original adoption.

E. Cash and Cash Equivalents

Cash includes amounts in demand deposits and time deposit (savings) accounts. Cash equivalents include amounts in time deposits and other investments with original maturities of less than 90 days.

F. Investments

Investments are stated at cost or amortized cost, which approximates market. The District, under 30 ILCS 235/2, may legally invest in all securities guaranteed by the full faith and credit of the United States, as well as interest-bearing savings accounts, certificates of deposit, or time deposits constituting direct obligations of banks insured by FDIC and savings and loan associates insured by FSLIC. The District may also invest in short-term obligations of the Federal National Mortgage Association, the Public Treasurer's Investment Pool, and all interest-bearing obligations of the State of Illinois.

G. Inventories

Inventory consists of expendable supplies held for consumption. The cost is recorded as an expenditure disbursed at the time the individual inventory items are purchased.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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Note #1 - Summary of Significant Accounting Policies (cont'd.)

H. Fund Balances

In accordance with Government Accounting Standards, fund balances are classified into five major classifications: Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance.

**Nonspendable** - The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts. As of June 30, 2023, the District had no amounts classified as nonspendable.

**Restricted** - The restricted fund balance classification refers to amounts that are subject to outside restrictions not controlled by the entity, such as restrictions imposed by creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The District has certain funds that are, by definition, restricted for specified purposes. These funds consist of the reserved amounts in the Educational Fund as identified in Note #3, the Operations and Maintenance, Debt Services, Transportation, Municipal Retirement/Social Security, Capital Projects, Tort, and the Fire Prevention and Safety funds.

**Committed** - 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 policies 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. As of June 30, 2023, the District had no amounts classified as committed.

**Assigned** - 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 the School Board itself by assigning amounts to be used for specific purposes. As of June 30, 2023, the District had no amounts classified as assigned.

**Unassigned** - The unassigned fund balance classification is the residual classification for amounts in the general funds (Educational and Working Cash) for amounts that have not been restricted, committed, or assigned to specific purposes within the general funds.

It is the District’s policy to consider restricted resources to have been spent first when an expenditure is incurred for which both restricted and unrestricted (i.e. committed, assigned or unassigned fund balances) are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

The District follows the regulatory basis of reporting fund balances under guidelines prescribed by the Illinois State Board of Education, which is a special purpose reporting framework. The regulatory basis reports Reserved and Unreserved fund balance. See Note #3 for more detail.



LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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Note #1 - Summary of Significant Accounting Policies (cont'd)

I. Leases

The District accounts for leases as follows:

*Lease contracts that transfer ownership* – lease expenditures are recognized in the individual funds as capital outlay and included in the General Fixed Assets Account Group when paid.

*All other lease contracts* – lease expenditures are recognized in the individual funds as purchased services when paid.

No right-of-use asset and corresponding liability has been recorded in the financial statements in accordance with the basis of accounting described in this note.

J. Subscription-Based Information Technology Arrangements

The District accounts for subscription-based technology arrangements by recognizing expenditures in the individual funds as purchased services when paid. No right-of-use asset and corresponding liability has been recorded in the financial statements in accordance with the basis of accounting described in this note.

K. Use of Estimates

The preparation of financial statements in conformity with the guidelines prescribed by the Illinois State Board of Education requires the use of management's estimates and assumptions that affect the reported amount of assets and liabilities arising from cash transactions and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues received and expenditures disbursed during the reporting period. Accordingly, actual results may differ from those estimates.

L. Total Memorandum Only

The "Total Memorandum Only" column represents the aggregation (by addition) of the line-item amounts reported for each fund type and account group. No consolidations or other eliminations were made in arriving at the totals; thus, they do not present consolidated information.

These totals are presented only to facilitate financial analysis and are not intended to reflect the financial position or results of operations of the District as a whole.

Note #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. Taxes are levied in DeKalb and LaSalle Counties. The 2022 levy was passed by the Board on December 21, 2022. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments in June and September. The District receives significant distributions of tax receipts approximately one month after these due dates. The District received \$477,664 from the 2022 tax levy prior to June 30, 2023. The balance of the taxes received were from the 2021 and prior tax levies.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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Note #2 – Property Taxes (cont'd.)

The following are the tax rates applicable to the various levies per \$100 of assessed valuation:

	Maximum Rate	Actual 2022 Rate	Actual 2021 Rate	Actual 2020 Rate
Educational	4.0000	4.00000	3.99949	4.00000
Operations and Maintenance	0.5000	0.50000	0.49994	0.50000
Transportation	0.2000	0.20000	0.19998	0.20000
Debt Services	None	0.44320	0.36681	0.38966
Municipal Retirement	None	0.05513	0.08910	0.08155
Social Security	None	0.10874	0.09900	0.11458
Tort Immunity	None	0.41722	0.42749	0.45653
Leasing	0.0500	0.05000	0.05000	0.05000
Special Education	0.0400	0.04000	0.04000	0.04000
Fire Prevention and Safety	0.0500	0.05000	0.05000	0.05000
Working Cash	0.0500	0.05000	0.05000	0.05000
Total		5.91429	5.87181	5.93232

Note #3 - Regulatory Fund Balances

The District follows the regulatory basis of reporting fund balances under guidelines prescribed by the Illinois State Board of Education, which consists of Reserved and Unreserved Fund Balances. Reserved Fund Balances results when constraints placed on fund balance use is either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation. Unreserved Fund Balances consists of fund balance that does not meet the criteria of the preceding category.

The District has the following categories of reserved fund balances:

1. Special Education Levy  
Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Educational Fund. Expenditures disbursed exceeded revenue received for this purpose, resulting in no reserved fund balance.
2. Leasing Levy  
Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the Educational Fund. Revenue received exceeded expenditures disbursed for this purpose, resulting in a reserved fund balance of \$26,979.
3. Social Security Levy  
Cash disbursed and the related cash receipts of this restricted tax levy are accounted for in the Municipal Retirement/Social Security Fund. Revenue received exceeded expenditures disbursed for this purpose, resulting in a reserved fund balance of \$93,927.
4. Trust and Agency Funds  
The District had various trust accounts for scholarships and memorials during the fiscal year totaling \$61,772. This balance is included in the financial statements as reserved in the Trust and Agency Fund.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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Note #3 - Regulatory Fund Balances (cont'd.)

5. Student Activity Funds

The District has Student Activity Funds that are included in the Educational Fund balance. As of June 30, 2023, net revenues received exceeded expenditures disbursed, resulting in a reserved balance of \$50,638.

6. State Grants

Proceeds from state grants and the related expenditures have been included in the Educational, Transportation, and Capital Projects Funds. Expenditures disbursed exceeded revenues received for this purpose, resulting in no reserved fund.

7. Federal Grants

Proceeds from federal grants and the related expenditures have been included in the Educational, Operations and Maintenance, and Capital Projects Funds. Expenditures disbursed exceeded revenue received for those specific purposes, resulting in no reserved fund balance.

When both reserved and unreserved resources are available for use, it is the District's policy to use reserved resources first to finance qualifying activities, then unreserved resources as they are needed.

Note #4 - Deposits and Investments

The District is allowed to invest in securities as authorized by the District's investment policy, Sections 2 and 6 of the Public Funds Investment Act (30 ILCS 235), and Section 8-7 of the School Code of Illinois (105 ILCS 5). These include the following items:

- (1) in bonds, notes, certificates of indebtedness, treasury bills, or other securities now or hereafter issued, which are guaranteed by the full faith and credit of the United States of America as to principal and interest;
- (2) in interest-bearing savings accounts, interest-bearing certificates of deposits, interest-bearing time deposits, or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act;
- (3) in short term obligations of corporations organized in the United States with assets exceeding \$500,000,000;
- (4) in money market mutual funds registered under the Investment Company Act of 1940;
- (5) in short term discount obligations of the Federal National Mortgage Association;
- (6) in dividend-bearing share accounts, share certificate accounts, or class of share accounts of a credit union chartered under the laws of this State or the laws of the United States and is located within the State of Illinois;
- (7) in a Public Treasurer's Investment Pool created under Section 17 of the State Treasurer Act;
- (8) in the Illinois School District Liquid Asset Fund Plus;
- (9) in repurchase agreements of government securities;
- (10) in any investment as authorized by the Public Funds Investment Act, and Acts amendatory thereto.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

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Note #4 – Deposits and Investments (cont'd.)

**Custodial Credit Risk Related to Deposits with Financial Institutions**

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's general investment policy requires all amounts deposited or invested with financial institutions in excess of any insurance limit shall be collateralized by securities eligible for District investment or any other high-quality, interest-bearing security rated at least AA/Aa by one or more standard rating services to include Standard & Poor's, Moody's, or Fitch. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization.

The District's investment policy states the preferred method for safekeeping of collateral is to have securities registered in the District's name and held by a third-party custodian. Safekeeping practices should qualify for the Governmental Accounting Standards Board's Statement III, Category I, the highest recognized safekeeping procedures.

As of June 30, 2023, none of the District's deposits were exposed to custodial credit risk.

**Custodial Credit Risk of Investments**

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At year end, none of the District's investments were subject to custodial credit risk due to one of the following:

- Investments were part of an insured pool
- Investments were book-entry only in the name of the District and were fully insured
- Investments were part of a mutual fund
- Investments were held by an agent in the District's name

**Interest Rate Risk**

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The District's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Investments**

As of June 30, 2023, the District had the following investments and maturities:

Investment Type	Book Value	Fair Value	Investment Maturities (in Years)			
			Less Than 1	1-5	6-10	More Than 10
ISDLAF – Liquid	259,174	259,174	259,174	\$ 0	\$ 0	\$ 0
ISDLAF – MAX	240,326	240,326	240,326	0	0	0
Total	499,500	400,500	499,500	\$ 0	\$ 0	\$ 0

**Credit Risk**

As of June 30, 2023, all investment types of the District are not rated.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

Note #4 – Deposits and Investments (cont'd.)

**Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. Disclosures are required for any issuer that represents 5% or more of total investments, exclusive of mutual funds, external investment pools and investments issued or guaranteed by the U.S. government. The District's investment policy places no limit on the amount the District may invest in any one issuer. The following percentages reflect the breakdown of investments for the District as of June 30, 2023:

51.89% - ISDLAF Liquid  
48.11% - ISDLAF MAX

ISDLAF+ (Investment Pool) -

During the year ended June 30, 2023, the District maintained an account with the Illinois School District Liquid Asset Fund Plus (also known as ISDLAF+). ISDLAF+ is an external investment pool created in cooperation by the Illinois Association of School Boards, the Illinois Association of School Business Officials and the Illinois Association of School Administrators. Its primary purpose is to provide School Districts, Community College Districts and Educational Service Regions with an alternative investment vehicle, which will enable them to earn a competitive rate of return on fully collateralized investments, while maintaining immediate access to invested funds.

The Multi-Class Series invests in money market instruments having a maximum remaining maturity of one year (except that U.S. government obligations may have remaining maturities of up to two years). It has earned an AAA rating from Standard & Poor's ("S&P"). The Multi-Class Series consists of two classes of shares: the Liquid Class and the MAX Class. The Liquid Class offers check writing privileges, while the MAX Class does not.

ISDLAF+ also provides a Fixed Income Investment Program that allows investors to purchase investment instruments including certificates of deposit of banks and thrift institutions ("CDs"), commercial paper and banker's acceptances. CDs purchased under this program are fully FDIC insured and have been classified as deposits for note disclosure purposes.

**Foreign Currency Risk**

Foreign currency risk is the risk that an investment denominated in the currency of a foreign country could reduce its U.S. dollar value as a result of changes in foreign currency exchange rates. The District had no foreign currency risk as of June 30, 2023.

Note #5 – General Fixed Asset Account Group

A summary of changes in general fixed assets follows:

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023
Land	\$ 136,694	\$ 0	\$ 0	\$ 136,694
Permanent Buildings	4,977,221	95,030	0	5,072,251
Improvements Other than Buildings	3,071,110	1,160	0	3,072,270
10-Year Equipment	322,020	111,825	0	433,845
5-Year Equipment	749,736	34,965	0	784,701
3-Year Equipment	21,376	0	0	21,376
Construction in Progress	22,500	474,982	0	497,482
Total	\$ 9,300,657	\$ 717,962	\$ 0	\$ 10,018,619

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
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JUNE 30, 2023

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Note #6 – Pension Disclosures

The District contributes to two defined benefit pension plans: the Teachers Retirement System (TRS), and the Illinois Municipal Retirement Fund (IMRF). TRS is administered by the TRS board of trustees and is a cost sharing multiple employer plan. IMRF is administered by IMRF board of trustees and is an agent multiple-employer public employee retirement system. The benefits, benefit levels, employee contributions and employer contributions for both plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The aggregate employer recognized pension expense on a modified cash basis for the year ended June 30, 2023, was \$36,246.

A. Teacher's 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/acfrs/fy2022>; 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 than Tier 1.

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, 2026. One program allows retiring Tier 1 members to receive a partial lumpsum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the state of Illinois.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

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Note #6 – Pension Disclosures (cont'd.)

A. Teacher's Retirement System of the State of Illinois (cont'd.)

**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 June 30, 2022, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

**On behalf contributions to TRS.** The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2023, state of Illinois contributions recognized by the employer were based on the state's proportionate share of with the pension expense associated with the employer, and the employer recognized revenue and expenditures of \$946,349 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 remitted for the year ended June 30, 2023, were \$10,476.

**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, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling \$2,059 were paid from federal and special trust funds that required employer contributions of \$216. Contributions remitted for the year ended June 30, 2023, were \$216.

**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, 2023, the employer paid \$-0- to TRS for employer contributions due on salary increases in excess of 6 percent and \$-0- for sick leave days granted in excess of the normal annual allotment.

**Pension Expense**

For the year ended June 30, 2023, the employer recognized TRS pension expense of \$10,692 on a modified cash basis under this plan.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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Note #6 – Pension Disclosures (cont'd.)

B. Illinois Municipal Retirement Fund

**Plan Description.**

The District's defined benefit pension plan for non-certified 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 Illinois. IMRF issues a publicly available Annual Comprehensive Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information, for the plan as a whole, but not for individual employers. That report is available for download at <https://www.imrf.org/en/publications-and-archive/annual-financial-reports>.

**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.**

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

Retirees or Beneficiaries currently receiving benefits	21
Inactive employees entitled to but not yet receiving benefits	31
Active employees	18
Total members	<u>70</u>



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Note #6 – Pension Disclosures (cont'd.)

B. Illinois Municipal Retirement Fund (cont'd.)

**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 rates for calendar years 2022 and 2023 were 5.44% and 3.30%, respectively. For the fiscal year ended June 30, 2023, the District contributed \$25,554 to the plan, which is the recognized pension expense on the basis of accounting described in Note #1. 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.

Note #7 – Other Post-Employment Benefits

The District participates in two Post Employment benefit plans Other than Pensions. The two plans are the Teacher's Health Insurance Security (THIS) Fund and their own health insurance plan. All IMRF employers are required by State statutes to allow retirees to continue on their health plans.

A. Teacher Health Insurance Security

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). Annuity holders not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuity holders 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.

**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 0.90 percent of pay for the year ended June 30, 2023. State of Illinois contributions were \$11,306, and the employer recognized revenue and expenditures of this amount during the year.

**Employer contributions to the THIS Fund**

The employer also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2023. Contributions remitted for the year ended June 30, 2023, were \$12,091.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

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Note #7 – Other Post-Employment Benefits (cont'd.)

A. Teacher Health Insurance Security (cont'd.)

**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” (<http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>). Reports prior to FY2013 are available under “Healthcare and Family Services” (<http://www.auditor.illinois.gov/Audit-Reports/HEALTHCARE-FAMILY-SERVICES-Teacher-Health-Ins-Sec-Fund.asp>).

B. Post-Retirement Health Care Plan

*Plan Description.* The District provides post-retirement health care benefits for the retirees and their dependents through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual and union contracts. The plan is not accounted for as a trust fund, and an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

The District provides limited health care coverage at the active employee rate to all eligible employees in accordance with Illinois Statutes, which creates an implicit subsidy of retiree health care coverage. To be eligible for benefits, an employee must qualify for retirement under one of the Districts retirement plans. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer.

*Funding Policy.* Current policy is for the District to pay for post-retirement health care benefits or premiums as they occur. The District requires retirees to contribute 100% of the premium for their desired coverage.

*Contributions.* Contributions made by the District during the fiscal year ended June 30, 2023 were \$-0-. The District did not have an actuarial valuation performed for the plan as of June 30, 2023.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

Note #8 – General Long-Term Debt Account Group

Long-term debt at June 30, 2023 is comprised of the following:

Bonded indebtedness –

Bonded indebtedness is reflected in the General Long-Term Debt Account Group. The General Obligation Bond principal and interest expenditures are payable from property tax revenues (Debt Service Levy) accounted for in the Debt Services Fund.

The following is a summary of long-term debt activity of the District for the year ended June 30, 2023:

Description	Original Amount	Date of Issue	Date of Maturity	Interest Rate	Balance July 1, 2022	Additions	Reductions	Balance June 30, 2023	Due In Less Than One Year
G.O. Bonds, Series 2015	2,190,000	5/21/15		1.00-3.00%	1,200,000	0	(195,000)	1,005,000	200,000
G.O. Bonds, Series 2022	1,175,000	11/29/22	12/30/32	5.00%	0	1,175,000	0	1,175,000	0
Total					1,200,000	1,175,000	(195,000)	2,180,000	200,000

The annual debt service requirements are as follows:

	Principal	Interest	Total
2024	200,000	84,055	284,055
2025	205,000	78,888	283,888
2026	210,000	73,285	283,285
2027	215,000	67,225	282,225
2028	205,000	60,625	265,625
2029-2033	1,145,000	176,375	1,321,375
Total	2,180,000	540,453	2,720,453

Debt Services Fund Balance –

At June 30, 2023, the excess of assets over liabilities of the Debt Services Fund was allocable to the following:

Bond Issue	Amount
G.O. Bonds, Series 2015	53,230
G.O. Bonds, Series 2022	8,683
Total	61,913

Legal Debt Limit –

Under Section 5/19-1 of the Illinois School Code, the District is allowed to incur qualifying debt up to 13.8% of its latest equalized assessed value. As of January 1, 2022, the equalized assessed value was \$66,033,190.

Legal Debt Limit	9,112,580
Less Qualifying Debt	(2,180,000)
Legal Debt Margin	6,932,580

Note #9 - Tax Anticipation Warrants

There were no tax anticipation warrants issued, retired, or outstanding during the fiscal year ended June 30, 2023.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

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Note #10 - Interfund Loans and Transfers

During the year ended June 30, 2023, the District made no interfund loans.

During the year ended June 30, 2023, the District made the following permanent transfers:

<u>To (Fund)</u>	<u>From (Fund)</u>	<u>Amount</u>
Capital Projects Fund	Working Cash Fund	1,100,000

The transfer from the Working Cash Fund to the Capital Projects Fund was due to an abatement to fund District improvements.

Note #11 - Common Bank Accounts

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

Note #12 - Self-Insurance Plan

All employees of the District are covered under the State of Illinois Unemployment Insurance Act. The District elected to be self-insured, and therefore, is liable to the State for any payments made to an unemployed worker claiming benefits.

Note #13 - 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.

Note #14 - Commitments

As of June 30, 2023, the District had the following commitments:

*Unpaid Teacher's Contracts* – Teacher's contracts for services rendered during the school year for teachers electing twelve-month pay schedules are recorded as disbursements in the fiscal year when such checks are drawn. At June 30, 2023, the total amount of unpaid teacher's contracts for services performed during the year ended June 30, 2023, amounted to \$149,369.

*Vacation Pay* – Vacation pay is considered to be an expenditure in the year paid. Eligible administrators and support staff receive vacation pay. At June 30, 2023, the estimated unused vacation pay liability is \$12,777.

*Sick Pay* – Sick pay is considered to be an expenditure in the year paid. Accumulated sick pay benefits are available to eligible employees to use in future years. Sick pay does not vest if not used during the term of employment with the District.

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

Note #14 – Commitments (cont'd)

*Construction Commitments –*

Contractor	Project	Fund to be Paid Out of	Outstanding Contract Amount
Chapmans Mechanical Systems	2022 Exhaust Fan	Educational	60,230
BurrOak	Masonry	Capital Projects and Fire Safety	196,300
Building Systems	Roof Repair	Capital Projects and Fire Safety	34,800
GRP Wegman	HVAC	Capital Projects	748,303

Note #15 - Disbursements and Transfers in Excess of Budget

As of June 30, 2023, the District had the following disbursements and/or transfers in excess of budget:

Fund	Actual	Budget
Educational	3,326,509	3,193,566
Debt Services	260,621	227,384
Transportation	397,097	298,370
IMRF	97,407	90,375
Working Cash	1,100,000	0
Tort	261,924	261,705
Fire Safety	31,440	28,880

Note #16 - Risk Management - Claims and Judgments

Significant losses are covered by commercial insurance for all major programs: property, liability, and worker's compensation. During the year ended June 30, 2023, there were no significant reductions in insurance coverage. Also, there have been no settlement amounts that have exceeded insurance coverage in the past three years.

The District is covered by a fully-insured policy for worker's compensation coverage. During the year ended June 30, 2023, there were no significant adjustments in premiums based on actual experience

Note #17 - Joint Agreements

The District is a member of the LaSalle/Putnam County Educational Alliance for Special Education located at 1009 Boyce Memorial Drive, Ottawa, Illinois and the Illinois Valley Vocational Center located at 600 Lions Rd, Sandwich, Illinois. 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 an 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 provided above. During the year ended June 30, 2023, the District paid \$98,427 to LaSalle/Putnam County Educational Alliance for Special Education for tuition and professional services and \$30,209 to Indian Valley Vocational Center for tuition.

Note #18 - Deficit Fund Balances

As of June 30, 2023, the District had no deficit fund balances

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2023

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Note #19 – Implementation of New Accounting Policies

Governmental Accounting Standards Board Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITAs) is effective for reported periods beginning after June 15, 2022. The objective of this statement is to better meet the information needs of financial statement users by establishing uniform accounting and financial reporting requirements for SBITAs, improving the comparability of financial statements among governments that have entered into SBITAs, and enhancing the understandability, reliability, relevance, and consistency of information about SBITAs. This pronouncement did not impact the preparation of these financial statements due to the basis of accounting as described in Note #1.

Note #20 - Subsequent Events

The District evaluates events and transactions that occur subsequent to year-end for potential recognition or disclosure in the financial statements through the date of the Independent Auditor's Report, which is the date the financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.

SUPPLEMENTARY INFORMATION

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
 COMBINING SCHEDULE OF REVENUES RECEIVED,  
 EXPENDITURES DISBURSED, AND FUND BALANCE  
 ALL STUDENT ACTIVITY FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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	Elementary Activity Fund	High School Activity Fund	Total
Beginning Activity Fund Balance, July 1, 2022	12,718	23,845	36,563
Revenues Received	26,420	40,864	67,284
Expenditures Dispersed	(19,662)	(33,547)	(53,209)
Ending Activity Fund Balances, June 30, 2023	<u>19,476</u>	<u>31,162</u>	<u>50,638</u>



LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED  
ELEMENTARY ACTIVITY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Bickel - Pep Club	57.04	0.00	0.00	57.04
ESP Grant	356.86	519.24	0.00	876.10
Field Trip 3rd/4th Grade	60.00	1,290.00	1,300.00	50.00
Field Trip 6th Grade	0.64	690.00	771.40	(80.76)
Field Trip 7th & 8th	437.50	645.00	624.00	458.50
General	251.51	0.00	0.00	251.51
Harris - PE	60.00	0.00	0.00	60.00
Harris - Hoops for Heart	100.00	0.00	0.00	100.00
Harris - Skate Program	0.00	1,046.00	1,046.00	0.00
Middle School Basketball	316.33	0.00	0.00	316.33
MS Student Council	354.49	0.00	0.00	354.49
MS Cheer	34.01	0.00	0.00	34.01
Science Fair 6th Grade	30.00	0.00	0.00	30.00
Science Fair 7 & 8	302.36	0.00	0.00	302.36
Smith - 2nd Installment - DC	0.65	0.00	0.00	0.65
Washington DC Accounts	10,106.50	22,078.50	15,920.73	16,264.27
Elementary Activity Account - Other	250.01	151.73	0.00	401.74
Total	12,717.90	26,420.47	19,662.13	19,476.24

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED  
HIGH SCHOOL ACTIVITY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Activities	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Athletics	197.54	0.00	124.69	72.85
Academic Bowl	63.50	0.00	0.00	63.50
Band & Chorus	5,292.91	1,256.50	2,217.03	4,332.38
Baseball	224.93	45.00	0.00	269.93
Basketball	269.21	2,824.00	2,901.00	192.21
Building Contingency	1,279.79	3,556.75	3,878.66	957.88
Cheerleading	1,098.64	1,128.00	1,267.91	958.73
Class of 2017	308.83	0.00	0.00	308.83
Class of 2019	550.53	0.00	0.00	550.53
Class of 2020	175.13	0.00	0.00	175.13
Class of 2021	478.03	0.00	0.00	478.03
Class of 2022	300.62	0.00	0.00	300.62
Class of 2023	1,213.07	6,725.50	7,316.41	622.16
Class of 2024	551.00	2,779.50	1,223.50	2,107.00
Class of 2025	0.00	999.00	444.53	554.47
Class of 2026	0.00	887.60	30.95	856.65
Class of 2027	0.00	110.00	103.00	7.00
Clearing Account	29.75	3,667.00	3,575.00	121.75
Computer Tech	150.00	0.00	0.00	150.00
Drama	4,695.08	0.00	200.00	4,495.08
General	0.00	454.00	440.00	14.00
Green Club	17.78	0.00	0.00	17.78
HS Girls Basketball	0.00	350.00	65.10	284.90
Stegman-Book Club (Hammer-Book Club)	962.77	2,948.69	2,666.82	1,244.64
Magazine Sales	36.00	0.00	0.00	36.00
Newspaper Account - Humphrey	69.00	0.00	0.00	69.00
SADD (Post Prom)	894.53	0.00	0.00	894.53
Schmitt - Children in Need	614.88	1,293.95	608.95	1,299.88
Score Board Donation	0.00	750.00	0.00	750.00
Shop Class	576.57	1,039.00	264.54	1,351.03
Student Council	4,030.59	7,851.68	4,857.47	7,024.80
Volleyball	0.01	65.00	0.00	65.01
Yearbook	123.46	1,900.00	1,361.61	661.85
High School Activity Account -Other	(359.24)	232.62	0.00	(126.62)
Total	23,844.91	40,863.79	33,547.17	31,161.53

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
SCHEDULE OF FUND BALANCE, REVENUES RECEIVED AND EXPENDITURES DISBURSED  
STUDENT SCHOLARSHIP FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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	Beginning Fund Balance	Revenues Received	Expenditures Disbursed	Ending Fund Balance
Pat & Karen Bergensen Memorial Fund	21,239.43	21.29	250.00	21,010.72
David Raczynski Scholarship	1,524.08	1.52	0.00	1,525.60
Joanna Hanners Scholarship	5,008.00	5.02	0.00	5,013.02
Florence Decker Memorial	4,140.76	4.15	0.00	4,144.91
John Scholfield Memorial	3,587.25	15.24	1,000.00	2,602.49
Richard Inman Memorial	5,706.92	32.76	250.48	5,489.20
Community Scholarship	11,392.50	0.00	0.00	11,392.50
Larson Scholarship (First Midwest Bank)	1,436.16	28.81	0.00	1,464.97
Larson Scholarship (Resource Bank)	17,750.00	0.00	11,250.00	6,500.00
Twait Memorial Scholarship	2,588.62	39.50	0.00	2,628.12
Total Reserved Fund Balance	74,373.72	148.29	12,750.48	61,771.53

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
SCHEDULE OF BONDED INDEBTEDNESS  
JUNE 30, 2023

HLS General Obligation/Refunding 2008 School Bonds, Series 2015

Original Issue: \$2,190,000

Principal Due: December 30

Interest Due: December 30 & June 30

Due Date	Interest	Principal	Interest Due		Total
	Rate		December 30	June 30	
2023-24	2.40%	200,000	13,853	11,452	225,305
2024-25	2.70%	205,000	11,453	8,685	225,138
2025-26	2.70%	210,000	8,685	5,850	224,535
2026-27	3.00%	215,000	5,850	2,625	223,475
2027-28	3.00%	175,000	2,625	0	177,625
		1,005,000	42,466	28,612	1,076,078

HLS General Obligation School Bonds, Series 2022

Original Issue: \$1,175,000

Principal Due: December 30

Interest Due: December 30 & June 30

Due Date	Interest	Principal	Interest Due		Total
	Rate		December 30	June 30	
2023-24	5.00%		29,375	29,375	58,750
2024-25	5.00%		29,375	29,375	58,750
2025-26	5.00%		29,375	29,375	58,750
2026-27	5.00%		29,375	29,375	58,750
2027-28	5.00%	30,000	29,375	28,625	88,000
2028-29	5.00%	175,000	28,625	24,250	227,875
2029-30	5.00%	185,000	24,250	19,625	228,875
2030-31	5.00%	185,000	19,625	15,000	219,625
2031-32	5.00%	200,000	15,000	10,000	225,000
2032-33	5.00%	200,000	10,000	5,000	215,000
2033-34	5.00%	200,000	5,000		205,000
		1,175,000	249,375	220,000	1,644,375

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
SCHEDULE OF TAXES EXTENDED AND COLLECTED  
JUNE 30, 2023

	Educational Levy	Special Education Levy	Leasing Levy	Operation & Maintenance Levy	Debt Services Levy	Trans- portation Levy	Municipal Retirement Levy	Social Security Levy	Working Cash Levy	Tort Immunity Levy	Fire Safety Levy	Total All Levies
<u>2020 Levy</u>												
Assessed Valuation	58,046,867											
Tax Rate per \$100.00	<u>4.00000</u>	<u>0.04000</u>	<u>0.05000</u>	<u>0.50000</u>	<u>0.38966</u>	<u>0.20000</u>	<u>0.08155</u>	<u>0.11458</u>	<u>0.05000</u>	<u>0.45653</u>	<u>0.05000</u>	<u>5.93232</u>
Taxes Extended	<u>2,321,875</u>	<u>23,219</u>	<u>29,023</u>	<u>290,234</u>	<u>226,185</u>	<u>116,094</u>	<u>47,337</u>	<u>66,510</u>	<u>29,023</u>	<u>265,001</u>	<u>29,023</u>	<u>3,443,524</u>
Taxes Collected    99.55%	<u>2,311,387</u>	<u>23,114</u>	<u>28,892</u>	<u>288,923</u>	<u>225,163</u>	<u>115,570</u>	<u>47,124</u>	<u>66,209</u>	<u>28,892</u>	<u>263,805</u>	<u>28,892</u>	<u>3,427,971</u>
<u>2021 Levy</u>												
Assessed Valuation	62,003,554											
Tax Rate per \$100.00	<u>3.99949</u>	<u>0.04000</u>	<u>0.05000</u>	<u>0.49994</u>	<u>0.36681</u>	<u>0.19998</u>	<u>0.08910</u>	<u>0.09900</u>	<u>0.05000</u>	<u>0.42749</u>	<u>0.05000</u>	<u>5.87181</u>
Taxes Extended	<u>2,479,826</u>	<u>24,801</u>	<u>31,002</u>	<u>309,981</u>	<u>227,435</u>	<u>123,995</u>	<u>55,245</u>	<u>61,384</u>	<u>31,002</u>	<u>265,059</u>	<u>31,002</u>	<u>3,640,732</u>
Advance Taxes Received Prior to June 30, 2022	321,987	3,220	4,025	40,249	29,531	16,100	7,173	7,970	4,025	34,416	4,025	472,721
Taxes received July 1, 2022 thru June 30, 2023	<u>2,131,978</u>	<u>21,323</u>	<u>26,653</u>	<u>266,499</u>	<u>195,533</u>	<u>106,602</u>	<u>47,496</u>	<u>52,773</u>	<u>26,653</u>	<u>227,879</u>	<u>26,653</u>	<u>3,130,042</u>
Taxes Collected    98.96%	<u>2,453,965</u>	<u>24,543</u>	<u>30,678</u>	<u>306,748</u>	<u>225,064</u>	<u>122,702</u>	<u>54,669</u>	<u>60,743</u>	<u>30,678</u>	<u>262,295</u>	<u>30,678</u>	<u>3,602,763</u>
<u>2022 Levy</u>												
Assessed Valuation	66,033,190											
Tax Rate per \$100.00	<u>4.00000</u>	<u>0.04000</u>	<u>0.05000</u>	<u>0.50000</u>	<u>0.44320</u>	<u>0.20000</u>	<u>0.05513</u>	<u>0.10874</u>	<u>0.05000</u>	<u>0.41722</u>	<u>0.05000</u>	<u>5.91429</u>
Taxes Extended	<u>2,641,328</u>	<u>26,413</u>	<u>33,017</u>	<u>330,166</u>	<u>292,659</u>	<u>132,066</u>	<u>36,404</u>	<u>71,804</u>	<u>33,017</u>	<u>275,504</u>	<u>33,017</u>	<u>3,905,395</u>
Advance Taxes Received Prior to June 30, 2023	<u>323,057</u>	<u>3,231</u>	<u>4,038</u>	<u>40,382</u>	<u>35,795</u>	<u>16,153</u>	<u>4,453</u>	<u>8,782</u>	<u>4,038</u>	<u>33,697</u>	<u>4,038</u>	<u>477,664</u>
Taxes Receivable	<u>2,318,271</u>	<u>23,182</u>	<u>28,979</u>	<u>289,784</u>	<u>256,864</u>	<u>115,913</u>	<u>31,951</u>	<u>63,022</u>	<u>28,979</u>	<u>241,807</u>	<u>28,979</u>	<u>3,427,731</u>

LELAND COMMUNITY UNIT SCHOOL DISTRICT NO. 1  
SCHEDULE OF REVENUE RECEIVED, EXPENDITURES DISBURSED, OTHER  
SOURCES (USES) AND CHANGES IN FUND BALANCE BEFORE ADVANCE TAXES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Educational	Operations and Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention and Safety	Total (Memorandum Only)
Revenue Received Before Advance Taxes:										
Local Sources										
Real Estate Taxes (1)	2,517,687	307,787	225,874	123,118	115,819		30,782	263,244	30,782	3,615,093
Other Local Revenue	264,860	97,252	641	89,791	16,032	2,574	6,873	474	42	478,539
Evidence Based Funding	352,301									352,301
Other State Sources	42,999			114,887		50,000				207,886
Federal Sources	390,518	16,875				26,000				433,393
Total Direct Receipts	3,568,365	421,914	226,515	327,796	131,851	78,574	37,655	263,718	30,824	5,087,212
Expenditures Disbursed:										
Instruction	2,088,256				38,695			2,616		2,129,567
Support Services	678,841	334,077		392,657	58,712	618,225		259,308	31,440	2,373,260
Payments to Other Governmental Units	506,203			4,440						510,643
Debt Services			260,621							260,621
Total Direct Disbursements	3,273,300	334,077	260,621	397,097	97,407	618,225	0	261,924	31,440	5,274,091
Excess of Receipts Over (Under) Disbursements	295,065	87,837	(34,106)	(69,301)	34,444	(539,651)	37,655	1,794	(616)	(186,879)
Other Sources (Uses):										
Other Sources	0	0	0	0	0	1,100,000	1,202,414	0	0	2,302,414
Other Uses	0	0	0	0	0	0	(1,100,000)	0	0	(1,100,000)
Total Other Sources (Uses)	0	0	0	0	0	1,100,000	102,414	0	0	1,202,414
Excess of Receipts Over (Under) Disbursements and Other Sources (Uses)	295,065	87,837	(34,106)	(69,301)	34,444	560,349	140,069	1,794	(616)	1,015,535
Fund Balance Before Advanced Taxes, July 1, 2022	1,650,691	601,048	60,224	641,849	250,912	50,289	696,359	185,172	64,836	4,201,380
Fund Balance Before Advanced Taxes, June 30, 2023	1,945,756	688,885	26,118	572,548	285,356	610,638	836,428	186,966	64,220	5,216,915
Advanced Taxes Received Prior to June 30, 2023	330,326	40,382	35,795	16,153	13,235	0	4,038	33,697	4,038	477,664
Fund Balance After Advanced Taxes, June 30, 2023	2,276,082	729,267	61,913	588,701	298,591	610,638	840,466	220,663	68,258	5,694,579

(1) Real Estate Receipts have been reduced by the 2022 Levy received prior to June 30, 2023, and increased by the 2021 Levy received prior to June 30, 2022.

**Leland Community Unit School District No. 1**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ending June 30, 2023**

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**FINANCIAL STATEMENT FINDINGS**

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1. FINDING NUMBER: **2023 -001**      2. THIS FINDING IS: ☐ New      ☒ Repeat from Prior Year?  
Year originally reported? 2015

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**3. Criteria or specific requirement**

AU-C 265 has prescribed definitions for significant deficiencies and material weaknesses in an entity's internal control structure. Internal controls are designed to allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements and safeguard assets. A concept in a good system of internal control is adequate segregation of duties.

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**4. Condition**

A limited number of employees have the primary responsibility for performing most of the accounting and financial duties including key functions of recording, reconciling, and reporting cash transactions. This structure reduces certain aspects of the internal control system which rely on adequate segregation of duties.

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**5. Context**

Most district accounting and financial records are maintained by a limited number of employees.

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**6. Effect**

Inadequate segregation of duties increases the risk of misstatements in the financial statements.

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**7. Cause**

Limited funding currently precludes the hiring of additional staff.

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**8. Recommendation**

The Board should take steps it considers necessary to limit the risks that a lack of segregation of duties presents; such as, but not limited to, hiring additional staff.

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**9. Management's response**

The District will take the auditor's recommendation under consideration; however, the District has determined that the current internal control system is acceptable.

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