



**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2023



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TINLEY PARK, ILLINOIS  
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## **INTRODUCTORY SECTION**

**KIRBY SCHOOL DISTRICT 140  
BOARD OF EDUCATION AND ADMINISTRATION  
June 30, 2023**

**BOARD OF EDUCATION**

Thomas J. Martelli	President
Carol DeMicheal	Vice President
Lucy Shalash	Secretary
Chuck Augustyniak	Member
John T. Lutz	Member
Aileen Mullee-DiTuri	Member
Tiana Pequette	Member

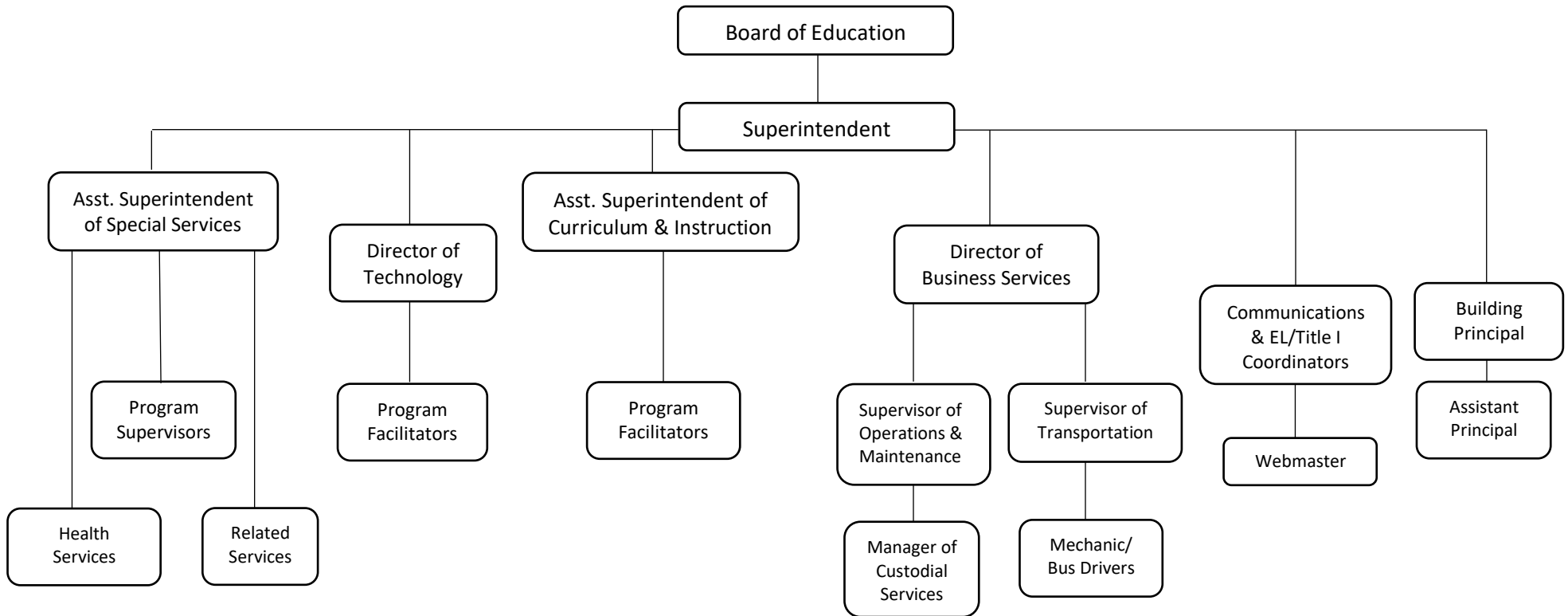
**CENTRAL ADMINISTRATION**

Dr. Daniel F. Callaghan	Superintendent
Dr. Meghan Ramirez	Assistant Superintendent of Curriculum and Instruction
Dr. Mary Dwyer	Assistant Superintendent of Special Services
Michael Andreshak	Director of Business Services
Brian Nemeth	Director of Technology
Susan Haynie	Communications Coordinator
Amanda Kelly	EL/Title I Coordinator

**BUILDING ADMINISTRATION**

Karyn Bissell	Principal, John A. Bannes School
Sandy Hutchinson	Principal, Fernway Park School
James Hanley	Principal, Helen Keller School
Annette Szczasny	Principal, Christa McAuliffe School
Julianne Cosentino	Principal, Millennium School
Michael Rumbaugh	Principal, Grissom Middle School
Maura Baskovich	Principal, Prairie View Middle School
Julie Simpson	Asst. Principal, Grissom Middle School
John Conley	Asst. Principal, Prairie View Middle School
Kelly Folliard	Asst. Principal, Christa McAuliffe School

# ORGANIZATIONAL CHART



## **FINANCIAL SECTION**



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

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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Education  
Kirby School District #140  
Tinley Park, Illinois

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Kirby School District #140 (the District) as of and for the year ended June 30, 2023, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of Kirby School District #140, as of June 30, 2023, and the respective changes in financial position, thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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

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

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

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

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

## **Other Matters**

### *Required Supplementary Information*

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

### *Supplementary Information*

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

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

### *Other Information*

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 4, 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.

*Sikich LLP*

Naperville, Illinois  
October 4, 2023

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

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

To the Board of Education  
Kirby School District #140  
Tinley Park, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Kirby School District 140 (the District), as of and for the year ended June 30, 2023, and the related notes to financial statements, which collectively comprise the District’s basic financial statements and have issued our report thereon dated October 4, 2023.

**Report on Internal Control over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

### **Purpose of this Report**

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

*Sikich LLP*

Naperville, Illinois  
October 4, 2023

**GENERAL PURPOSE EXTERNAL  
FINANCIAL STATEMENTS**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
as of and for the fiscal year ended June 30, 2023

As management of Kirby School District No. 140 (the District), we offer readers of the District's Annual Financial Report this narrative and analysis of the financial activities of the District for the fiscal year ended June 30, 2023.

**Financial Highlights**

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$81,193,820 (net position).
- The change in net position of the District during fiscal year 2023 was \$2,230,128.
- Fund balance of the District's governmental funds decreased by \$1,109,916 resulting in an ending fund balance of \$49,712,205.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$42,938,147.

**Overview of the Financial Statements**

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

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

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

**Government-wide Financial Statements**

The government-wide financial statements are designed to provide the reader of the District's Annual Financial Report a broad overview of the financial activities in a manner similar to a private sector business. The government-wide financial statements include the statement of net position and the statement of activities.

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

The statement of activities presents information showing how the net position of the District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement even though the resulting cash flow may be recorded in a future period.



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

The government-wide financial statements can be found on pages 7-9 of this report.

### **Fund Financial Statements**

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

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

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

The District maintains three different governmental funds. The major funds are the General Fund and Transportation Fund. They are presented separately in the fund financial statements with the remaining governmental fund labeled "nonmajor governmental fund." Individual fund information for the nonmajor fund is presented in the combining and individual fund financial statements and schedules section of this report.

The District adopts an annual appropriated budget for each of the governmental funds. A budgetary comparison for the General Fund and Transportation Fund is included in the basic financial statements section of this report to demonstrate compliance with the adopted budget. The remaining governmental fund budgetary comparison is reported in the combining and individual fund financial statements and schedules section of this report.

The basic governmental fund financial statements can be found on pages 10-13 of this report.

### **Notes to Basic Financial Statements**

The notes to basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes can be found on pages 14-48 of this report.

## Government-wide Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a school district's financial position.

Kirby School District No. 140		
Net Position		
as of June 30, 2023 and 2022		
	2023	2022
Assets:		
Current assets	75,547,076	75,178,039
Capital assets	68,657,195	68,515,502
Total assets	<u>144,204,271</u>	<u>143,693,541</u>
Deferred outflows of resources	<u>6,420,291</u>	<u>5,905,825</u>
Liabilities:		
Current liabilities	3,096,583	3,248,245
Noncurrent liabilities	19,670,380	27,492,396
Total liabilities	<u>22,766,963</u>	<u>30,740,641</u>
Deferred inflows of resources	<u>46,663,779</u>	<u>39,895,033</u>
Net position:		
Net investment in capital assets	68,258,298	67,199,341
Restricted	999,784	215,221
Unrestricted	11,935,738	11,549,130
Total net position	<u>\$81,193,820</u>	<u>\$78,963,692</u>

A portion of the District's net position reflects its investment in capital assets (e.g., land, construction in progress, buildings and improvements, and equipment), less any related outstanding debt that was used to acquire those assets. The District uses these capital assets to provide a variety of services to its 3,443 public school students. Accordingly, these assets are not available for future spending.

An additional portion of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance is an unrestricted balance of \$11,935,738.

## Governmental Activities

The District's overall net position increased \$2,230,128 during the fiscal year.

Kirby School District No. 140		
Changes in Net Position		
for the fiscal years ended June 30, 2023 and 2022		
	2023	2022
Revenues		
Program revenues:		
Charges for services	\$753,207	\$1,057,143
Operating grants and contributions	18,377,253	16,274,080
General revenues:		
Property taxes	41,956,568	42,298,397
Evidence based funding	6,064,418	5,882,015
Investment income (loss)	1,235,375	(661,254)
Other revenues	2,028,942	3,261,891
Total revenues	<u>70,415,763</u>	<u>68,112,272</u>
Expenses:		
Governmental activities:		
Instructional	46,547,624	44,113,465
Support services	20,258,604	17,719,566
Community services	410,858	102,763
Payments to other governments	953,847	956,305
Interest and fees	14,702	14,764
Total expenses	<u>68,185,635</u>	<u>62,906,863</u>
Increase in net position	2,230,128	5,205,409
Net position at the beginning of the year, as restated	<u>78,963,692</u>	<u>73,758,283</u>
Net position at the end of the year	<u><u>\$81,193,820</u></u>	<u><u>\$78,963,692</u></u>

## Financial Analysis of the District's Funds

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

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a school district's resources available for discretionary use as it represents the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the District itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the District's Board.

As of the end of the current fiscal year, the District’s governmental funds reported a combined ending fund balance of \$49,712,205. Of this amount, \$642,976, or 1.2%, is considered nonspendable because it has been used for prepaid expenditures. \$714,715, or 1.4%, of the total is restricted due to external limitations on its use for retirement benefits). \$5,416,364 or 10.8%, has been assigned, meaning there are limitations on its intended use.

The unassigned fund balance for the District at the end of the fiscal year was comprised of \$42,938,147 in the General Fund. The General Fund is the chief operating fund of the District. As a measure of the General Fund’s liquidity, it may be useful to compare the unassigned fund balance to total fund expenditures. Unassigned fund balance represents 64.4% of total General Fund expenditures.

**General Fund Budgetary Highlights**

During the current fiscal year, the operations of the General Fund resulted in an overall negative budget variance of (\$555,403).

The original budget as passed by the Board of Education was not amended during the year.

**Capital Assets and Debt Administration**

*Capital Assets.* The District’s investment in capital assets for its governmental activities as of June 30, 2023 amounted to \$68,657,195 (net of accumulated depreciation). This investment in capital assets included land, construction in progress, buildings and improvements, and equipment. The total increase in the District’s investment in capital assets for the current fiscal year was \$141,193, or .2%.

There were no major capital asset events during the current fiscal year.

Kirby School District No. 140		
Capital Assets (net of accumulated depreciation)		
as of June 30, 2023 and 2022		
	2023	2022
Land	\$ 1,096,591	\$ 1,096,591
Construction in progress	2,317,239	5,696,811
Buildings and improvements	62,900,098	59,270,517
Transportation and other equipment	2,343,267	2,451,583
Total net capital assets	\$ 68,657,195	\$ 68,515,502

Additional information on the District's capital assets can be found in the notes to basic financial statements.

## **Economic Factors and Next Year's Budget**

Kirby School District 140 encompasses approximately 12 square miles that include parts of the Villages of Tinley Park, Orland Park and Orland Hills. The District has 5 elementary (K-5) and 2 middle schools (6-8). The District has shown an decrease in enrollment. Future trends reflect that the declining enrollment will level off. During the year, there were some small projects at Prairie View & Keller. The District is passed a referendum to build a new school next to Fernway Elementary School. We are still projected to start it in the 2024 school year. Our staff numbers have increased due to COVID-19. We still don't know the final impact of this to our financials. We are monitoring this so our future expenditures are lower than our revenues. Funding for public education in Illinois will not grow significantly for the 2023-2024 fiscal period due to a continued decline in the state's revenue growth. The Evidenced Based Funding module continues to generate consistent revenue even though past trends have shown that these levels are not maintained. The state has reduced or eliminated categorical programs, such as Gifted Education, that have impacted specific educational initiatives that were started, and now are continued by using general operating funds. Unfunded and underfunded mandates including special education programs continue to require expenditure of operating funds. Also there still is the uncertainty with the state on funding the TRS program. If shifted to the local school districts, it would significantly impact Kirby 140 with an additional \$10 million expenditure. The District started the year with positive General and Special Revenue fund balances. The funding for education continues to be addressed through budget and spending constraints and through soliciting educational funding changes.

## **Requests for Information**

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Director of Business Services/CSBO  
Kirby School District No. 140  
16931 South Grissom Drive  
Tinley Park, IL 60477

## **BASIC FINANCIAL STATEMENTS**

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

STATEMENT OF NET POSITION

June 30, 2023

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	<b>Governmental Activities</b>
<b>ASSETS</b>	
Cash and investments	\$ 53,454,354
Receivables (net of allowance for uncollectibles)	
Property taxes	20,202,052
Intergovernmental	1,157,872
Interest	58,502
Prepaid items	674,296
Capital assets	
Capital assets not being depreciated	3,413,830
Depreciable building, property and equipment, net	65,243,365
Total assets	144,204,271
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension items - TRS	223,075
Pension items - IMRF	3,835,103
OPEB items - District plan	906,387
OPEB items - THIS	1,455,726
Total deferred outflows of resources	6,420,291
Total assets and deferred outflows of resources	150,624,562
<b>LIABILITIES</b>	
Accounts payable	697,811
Salaries and wages payable	2,362,574
Unearned revenue	36,198
Long-term liabilities	
Due within one year	424,367
Due after one year	19,246,013
Total liabilities	22,766,963
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Pension items - TRS	558,008
OPEB items - District plan	949,293
OPEB items - THIS	22,418,190
Property taxes levied for subsequent years	22,738,288
Total deferred inflows of resources	46,663,779
Total liabilities and deferred inflows of resources	69,430,742

(This statement is continued on the following page.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

STATEMENT OF NET POSITION (Continued)

June 30, 2023

---

	<u>Governmental Activities</u>
<b>NET POSITION</b>	
Net investment in capital assets	\$ 68,258,298
Restricted for	
Transportation	285,066
Retirement	714,718
Unrestricted	<u>11,935,738</u>
<b>TOTAL NET POSITION</b>	<u><u>\$ 81,193,820</u></u>

See accompanying notes to financial statements.



**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2023

FUNCTIONS AND PROGRAMS	Program Revenues				Net (Expense) Revenue and Changes in Net Position
PRIMARY GOVERNMENT	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Governmental Activities
Governmental Activities					
Instruction	\$ 46,547,624	\$ 698,516	\$ 18,038,085	\$ -	\$ (27,811,023)
Support services	20,258,604	54,691	80,164	-	(20,123,749)
Community Services	410,858	-	259,004	-	(151,854)
Payments to other governments	953,847	-	-	-	(953,847)
Interest and fees	14,702	-	-	-	(14,702)
Total governmental activities	68,185,635	753,207	18,377,253	-	(49,055,175)
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 68,185,635</b>	<b>\$ 753,207</b>	<b>\$ 18,377,253</b>	<b>\$ -</b>	<b>(49,055,175)</b>
			General Revenues		
			Property taxes		41,956,568
			Replacement taxes		350,505
			State aid - formula grants, grants and contributions		6,064,418
			State aid - ESSR grants		1,201,167
			Investment earnings		1,235,375
			Other general revenues		477,270
			Total		51,285,303
			CHANGE IN NET POSITION		2,230,128
			NET POSITION, JULY 1		78,963,692
			NET POSITION, JUNE 30		<b>\$ 81,193,820</b>

See accompanying notes to financial statements.

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

BALANCE SHEET  
GOVERNMENTAL FUNDS

June 30, 2023

	General	Nonmajor Governmental	Total
<b>ASSETS</b>			
Pooled cash and investments	\$ 52,370,760	\$ 1,083,594	\$ 53,454,354
Receivables			
Property taxes, net	18,624,868	1,577,184	20,202,052
Due from other governments	1,154,726	3,146	1,157,872
Interest	58,502	-	58,502
Prepaid items	357,910	316,386	674,296
	<b>\$ 72,566,766</b>	<b>\$ 2,980,310</b>	<b>\$ 75,547,076</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 681,796	\$ 16,015	\$ 697,811
Salaries and wages payable	2,173,363	189,211	2,362,574
Unearned revenue	36,198	-	36,198
	2,891,357	205,226	3,096,583
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property taxes levied for subsequent years	20,962,988	1,775,300	22,738,288
	20,962,988	1,775,300	22,738,288
Total liabilities and deferred inflows of resources	23,854,345	1,980,526	25,834,871
<b>FUND BALANCES</b>			
Nonspendable			
Prepaid items	357,910	285,066	642,976
Restricted for			
Retirement	-	714,718	714,718
Assigned for			
Working cash	5,416,364	-	5,416,364
Unassigned	42,938,147	-	42,938,147
	48,712,421	999,784	49,712,205
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 72,566,766</b>	<b>\$ 2,980,310</b>	<b>\$ 75,547,076</b>

See accompanying notes to financial statements.

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

June 30, 2023

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<b>FUND BALANCES OF GOVERNMENTAL FUNDS</b>	<b>\$ 49,712,205</b>
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Amounts reported for governmental activities in the statement of net position are different because:

Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet	68,657,195
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Differences between expected and actual experiences, assumptions changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	3,835,103

Differences between expected and actual experiences, assumptions changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Teachers' Retirement System of the State of Illinois are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	223,075
Deferred inflows of resources	(558,008)

Differences between expected and actual experiences, assumptions changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Teachers' Health Insurance Security Fund are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	1,455,726
Deferred inflows of resources	(22,418,190)

Differences between expected and actual experiences and assumptions changes for the OPEB plan are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	906,387
Deferred inflows of resources	(949,293)

Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net position	
Lease payable	(398,897)
Compensated absences	(178,568)
Net OPEB liability	(4,283,725)
Total OPEB liability - TRIP	(6,427,661)
Net pension liability - IMRF	(6,257,964)
Net pension liability - TRS	(2,123,565)

<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$ 81,193,820</b>
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See accompanying notes to financial statements.

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	General	Nonmajor Governmental	Total
<b>REVENUES</b>			
Property taxes	\$ 38,919,874	\$ 3,036,694	\$ 41,956,568
Corporate personal property replacement taxes	350,505	-	350,505
State aid	21,854,274	12,517	21,866,791
Federal aid	3,180,950	-	3,180,950
Investment income	1,224,389	10,986	1,235,375
Other	1,163,017	67,461	1,230,478
<b>Total revenues</b>	<b>66,693,009</b>	<b>3,127,658</b>	<b>69,820,667</b>
<b>EXPENDITURES</b>			
Current			
Instruction			
Regular programs	36,863,707	1,074,791	37,938,498
Special programs	6,799,752	184,587	6,984,339
Other instructional programs	2,184,284	22,208	2,206,492
Student activity funds	402,939	-	402,939
Support services			
Pupils	4,081,277	70,818	4,152,095
Instructional staff	3,667,959	73,464	3,741,423
General administration	1,221,108	50,723	1,271,831
School administration	1,646,265	47,658	1,693,923
Business	4,829,569	2,618,502	7,448,071
Community services	411,210	12	411,222
Intergovernmental			
Payments to other districts and government units	953,847	-	953,847
Debt service			
Principal	-	203,971	203,971
Interest	-	14,702	14,702
Capital outlay	3,586,495	-	3,586,495
<b>Total expenditures</b>	<b>66,648,412</b>	<b>4,361,436</b>	<b>71,009,848</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>44,597</b>	<b>(1,233,778)</b>	<b>(1,189,181)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of lease payable	-	79,265	79,265
Transfer (out)	(600,000)	-	(600,000)
Transfer in	-	600,000	600,000
<b>Total other financing sources (uses)</b>	<b>(600,000)</b>	<b>679,265</b>	<b>79,265</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(555,403)</b>	<b>(554,513)</b>	<b>(1,109,916)</b>
<b>FUND BALANCES, JULY 1</b>	<b>49,267,824</b>	<b>1,554,297</b>	<b>50,822,121</b>
<b>FUND BALANCES, JUNE 30</b>	<b>\$ 48,712,421</b>	<b>\$ 999,784</b>	<b>\$ 49,712,205</b>

See accompanying notes to financial statements.

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

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**NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS** \$ (1,109,916)

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

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

Capital asset additions	3,106,986
Depreciation expense	(2,965,293)

The change in the Illinois Municipal Retirement Fund net pension liability and deferred outflows/inflows of resources are not a source or use of financial resources	(791,735)
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The change in the Teachers' Retirement System of the State of Illinois net pension liability and deferred outflows/inflows of resources are not a source or use of financial resources	618,281
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The change in the Teachers' Health Insurance Security Fund total OPEB liability and deferred outflows/inflows of resources are not a source or use of financial resources	3,149,201
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The change in the net OPEB liability and deferred outflows/inflows of resources are not a source or use of financial resources	116,033
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The change in the compensated absences liability is not a source or use of financial resources	(18,135)
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Some revenues and expenses reported in the statement of activities do not provide (use) current financial resources and, therefore, are not reported in the governmental funds	
State proportionate share contribution revenue - TRS and THIS	595,096
State proportionate share expense - TRS and THIS	(595,096)

The issuance of long-term debt payable (lease liability) is reported as an other financing source in governmental funds but as an increase of debt outstanding in the statement of activities	(79,265)
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The repayment of long-term debt (lease liability) is reported as an expenditure when due in governmental funds but as a reduction of principal on the government-wide statement of activities	203,971
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<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$ 2,230,128</b>
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See accompanying notes to financial statements.

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2023

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Kirby School District #140 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

a. Nature of Operations

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

b. Reporting Entity

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

c. Fund Accounting

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

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c. Fund Accounting (Continued)

Funds are classified into the following categories: governmental and fiduciary.

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds), the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds) and the management of funds held in trust where the interest earnings can be used for governmental services (permanent fund). The General Fund is used to account for all activities of the general government not accounted for in some other fund. The District has no permanent funds.

The District reports the following major governmental funds:

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

d. Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of material interfund activity other than interfund sales and services has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user fees and charges for support. The District has no business-type activities.

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

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within 60 days after year end. Expenditures are recorded when the related liability is incurred.

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

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

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

f. Cash and Investments

Cash and Cash Equivalents

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



**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

f. Cash and Investments (Continued)

Investments

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

g. Property Taxes

Property taxes are levied as of January 1 on property values assessed on the same date. The lien date for the levy is January 1. The tax levy is divided into two billings: the first billing is mailed on or about February 1 of the following year and the second billing is mailed on or about July 1 of the following year. The billings are considered past due 30 days after the respective tax billing date at which time the applicable property is subject to lien and penalties and interest are assessed. The District receives significant distributions of property taxes in the month following the due dates. Revenue is recognized on the current year's levy in conjunction with the amount budgeted by the Board for the current year with the unrecognized amount being recorded as a deferred inflow of resources.

h. Capital Assets

Capital assets are tangible and intangible assets, which include land, construction in progress, buildings and improvements, equipment, and right-to-use leased vehicles reported in the government-wide financial statements are defined by the District as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year.

As the District constructs or acquires capital assets each period, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs, which are amounts spent in relation to capital assets that do not increase the asset's capacity or efficiency or increase its estimated useful life. Donated capital assets are recorded at acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of donation. Intangible assets follow the same capitalization policies as tangible capital assets and are reported with tangible assets in the appropriate capital asset class.

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

h. Capital Assets (Continued)

Land and construction in progress are not depreciated. Buildings, improvements, equipment and the right-to-use leased vehicles are depreciated/amortized using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	20-50
Equipment	5-8
Rights-to-use leased vehicles	5

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

i. Deferred Outflows/Inflows of Resources

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

j. Compensated Absences/Other

It is the District's policy to permit administrative personnel to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the District does not have a policy to pay any amounts when employees separate from service with the District. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

k. Long-Term Liabilities

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

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

k. Long-Term Liabilities (Continued)

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

l. Net Position/Fund Balances

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

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

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

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

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

m. Prepaid Items/Expenses

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

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

n. Use of Estimates

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

**2. DEPOSITS AND INVESTMENTS**

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

The Illinois School District Liquid Asset Fund Plus (ISDLAF), operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at net asset value (NAV) rather than market value. The Multi-Class Series invests in high-quality short-term debt instruments (money market instruments), and shares may be redeemed on any Illinois banking day. The Term Series invest in high-quality debt instruments, which are generally money market instruments but may include instruments with a maturity over one year, and shared may be redeemed with seven day's advance notice. There were no known restrictions on the redemption of the District's investments as of June 30, 2023.

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

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

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**2. DEPOSITS AND INVESTMENTS (Continued)**

Deposits with Financial Institutions

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

Investments

The following are the District’s investments in debt securities as of June 30, 2023:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasuries	\$ 26,381,841	\$ 19,084,737	\$ 7,297,104	\$ -	\$ -
<b>TOTAL</b>	<b>\$ 26,381,841</b>	<b>\$ 19,084,737</b>	<b>\$ 7,297,104</b>	<b>\$ -</b>	<b>\$ -</b>

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

The District has the following recurring fair value measurements as of June 30, 2023: the U.S. Treasuries are valued using quoted matrix pricing models (Level 2 inputs).

Credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. State Statues limit the investment in commercial paper and corporate bonds to the top three ratings of two nationally recognized statistical rating organizations (NRSRO’s). The District has no investment policy that would further limit its investment choices.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the District’s investment policy prefers that all security transactions that are exposed to custodial credit risk are processed with the underlying investments held by a third party custodian.

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**2. DEPOSITS AND INVESTMENTS (Continued)**

Investments (Continued)

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

Concentration of credit risk for investments is the risk that the District has a high percentage of their investments invested in one type of investment. The District's investment policy does not further limit its investment choices beyond the Illinois School Code.

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District's investment policy does not address interest rate risk.

**3. CAPITAL ASSETS**

Changes in capital assets during the year ended June 30, 2023, are as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 1,096,591	\$ -	\$ -	\$ 1,096,591
Construction in progress	5,696,811	2,717,564	6,097,136	2,317,239
Total capital assets not being depreciated	6,793,402	2,717,564	6,097,136	3,413,830
Capital/intangible assets being depreciated				
Buildings/ Improvements	97,590,382	6,097,136	-	103,687,518
Equipment	4,094,429	310,157	-	4,404,586
Right-to-use leased vehicles	1,450,159	79,265	783,444	745,980
Total capital/intangible assets being depreciated	103,134,970	6,486,558	783,444	108,838,084
Less accumulated depreciation/amortization for Capital assets being depreciated				
Buildings/ Improvements	38,319,865	2,467,555	-	40,787,420
Equipment	2,194,169	277,360	-	2,471,529
Right-to-use leased vehicles	898,836	220,378	783,444	335,770
Total accumulated depreciation/amortization	41,412,870	2,965,293	783,444	43,594,719
Total capital/intangible assets being depreciated, net	61,722,100	3,521,265	-	65,243,365
<b>GOVERNMENTAL ACTIVITIES CAPITAL/INTANGIBLE ASSETS, NET</b>	<b>\$ 68,515,502</b>	<b>\$ 6,238,829</b>	<b>\$ 6,097,136</b>	<b>\$ 68,657,195</b>

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**3. CAPITAL ASSETS (Continued)**

Depreciation/amortization expense was charged to governmental activities as follows:

Instruction	\$ 1,865,158
Support services	<u>1,100,135</u>
<b>TOTAL</b>	<b><u>\$ 2,965,293</u></b>

**4. LONG-TERM DEBT**

a. Changes in Long-Term Debt

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

	Beginning Balances	Additions	Reductions	Ending Balances	Current Portion
Leases payable	\$ 523,603	\$ 79,265	\$ 203,971	\$ 398,897	\$ 147,113
Compensated absences	160,433	128,997	110,862	178,568	124,997
Net pension liability - TRS	2,166,620	-	43,055	2,123,565	-
Net pension liability - IMRF	-	6,257,964	-	6,257,964	-
Total OPEB liability - THIS	21,162,930	-	14,735,269	6,427,661	-
Net OPEB liability - District	3,478,810	804,915	-	4,283,725	152,257
<b>TOTAL</b>	<b><u>\$ 27,492,396</u></b>	<b><u>\$ 7,271,141</u></b>	<b><u>\$ 15,093,157</u></b>	<b><u>\$ 19,670,380</u></b>	<b><u>\$ 424,367</u></b>

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

b. Leases

Obligations of governmental activities under leases payable, typically paid from the Transportation Fund, including future interest payments at June 30, 2023, were as follows:

Year Ending June 30,	Principal	Interest
2024	\$ 147,113	\$ 11,068
2025	149,746	8,435
2026	86,119	4,232
2027	15,919	1,782
<b>TOTAL</b>	<b><u>\$ 398,897</u></b>	<b><u>\$ 25,517</u></b>

**4. LONG-TERM DEBT (Continued)**

b. Leases (Continued)

The District enters into lease arrangements on an annual basis for the right-to-use school buses. Payments of \$17,701-\$72,650 are due in annual installments through 2027. Total intangible right-to-use assets acquired under these agreements are \$745,980.

c. Legal Debt Margin

The June 30, 2023, remaining legal debt limit of the District was \$58,980,501 based upon 6.90% of its 2021 equalized assessed valuation (most recent available) of \$853,485,517, resulting in a legal debt margin of \$58,980,501. Total debt applicable to the limit was \$0.

**5. RETIREMENT PLAN COMMITMENTS**

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

a. Teachers' Retirement System of the State of Illinois

*Plan Description*

The District participates in the TRS. TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration. TRS issues a publicly available financial report that can be obtained at <http://trsil.org/financial/acfrs/fy2022>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.



**5. RETIREMENT PLAN COMMITMENTS (Continued)**

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

*Benefits Provided*

TRS provides retirement, disability and death benefits. Tier 1 members have TRS or reciprocal system service prior to January 1, 2011. Tier 1 members qualify for retirement benefits at age 62 with five years of service, at age 60 with ten years, or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last ten years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.20% of final average salary up to a maximum of 75% with 34 years of service.

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

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

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it had not yet gone into effect. The earliest possible implementation date is July 1, 2020. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2026. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and are funded by bonds issued by the State.

*Contributions*

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

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

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

*Contributions* (Continued)

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2022, was 9% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

*On-Behalf Contributions to TRS*

The State makes employer pension contributions on behalf of the District. For the year ended June 30, 2023, state contributions recognized by the employer were based on the State's proportionate share of the collective net pension liability (NPL) associated with the employer, and the employer recognized revenue and expenditures of \$14,469,560 in pension contributions from the State.

*2.2 Formula Contributions*

Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2023, were \$160,020 and are deferred because they were paid after the June 30, 2022, measurement date.

*Federal and Special Trust Fund Contributions*

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

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

For the year ended June 30, 2023, the employer pension contribution was 10.49% of salaries paid from federal and special trust funds. For the year ended June 30, 2023, salaries totaling \$415,067 were paid from federal and special trust funds that required employer contributions of \$43,540. These contributions are deferred because they were paid after the June 30, 2022 measurement date.

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

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

*Employer Retirement Cost Contributions*

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

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2023, the employer paid \$0 to TRS for employer contributions due on salary increases in excess of 6% and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2022, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the employer. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the District were as follow:

District's proportionate share of the net pension liability	\$ 2,123,565
State's proportionate share of the net pension liability associated with the District	<u>184,205,178</u>
<b>TOTAL</b>	<u><u>\$ 186,328,743</u></u>

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2022, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2022, the employer's proportion was 0.0025328677%, which was a decrease of 0.000244448% from its proportion measured as of June 30, 2021 (0.0027773157%).

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

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

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

For the year ended June 30, 2023, the employer recognized the following pension expense/expenditures and revenue pertaining to the District's employees:

	Governmental Activities	General Fund
State on-behalf contributions - revenue and expense/expenditure	\$ 14,469,560	\$ 13,897,128
District TRS pension (benefit) expense	(415,765)	202,516
Total TRS expense/expenditure	<u>\$ 14,053,795</u>	<u>\$ 14,099,644</u>

At June 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 4,268	\$ 11,708
Net difference between projected and actual earnings on pension plan investments	1,943	-
Assumption changes	9,792	4,054
Changes in proportion and differences between employer contributions and proportionate share of contributions	4,556	542,246
District contributions subsequent to the measurement date	202,516	-
TOTAL	<u>\$ 223,075</u>	<u>\$ 558,008</u>

\$202,516 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending June 30, 2024.

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**5. RETIREMENT PLAN COMMITMENTS (Continued)**

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

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

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ (344,091)
2025	(85,968)
2026	(72,503)
2027	(18,770)
2028	<u>(16,117)</u>
 TOTAL	 <u>\$ (537,449)</u>

*Actuarial Assumptions*

The total pension liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

In the June 30, 2022, actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully generational basis using projection table MP-2020. In the June 30, 2021 actuarial valuation, mortality rates were also based on the PuT-2010 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully generational basis using projection table MP-2020.

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

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

*Actuarial Assumptions* (Continued)

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. large cap	16.30%	5.73%
U.S. equities small/mid cap	1.90%	6.78%
International equities developed	14.10%	6.56%
Emerging market equities	4.70%	8.55%
U.S. bonds core	6.90%	1.15%
Cash equivalents	1.20%	(0.32%)
TIPS	0.50%	0.33%
International debt developed	1.20%	6.56%
Emerging international debt	3.70%	3.76%
Real estate	16.00%	5.42%
Private debt	12.50%	5.29%
Hedge funds	4.00%	3.48%
Private equity	15.00%	10.04%
Infrastructure	2.00%	5.86%
TOTAL	100.00%	

*Discount Rate*

At June 30, 2022, the discount rate used to measure the total pension liability was 7%, which was the same as the June 30, 2021, rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, district contributions and state contributions will be made at the current statutorily required rates.

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

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

*Discount Rate* (Continued)

Based on those assumptions, TRS' fiduciary net position at June 30, 2022, was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6%) or 1 percentage point higher (8%) than the current rate.

	1% Decrease (6%)	Current Discount Rate (7%)	1% Increase (8%)
Employer's proportionate share of the net pension liability	\$ 2,597,139	\$ 2,123,565	\$ 1,730,861

*TRS Fiduciary Net Position*

Detailed information about the TRS' fiduciary net position as of June 30, 2022, is available in the separately issued TRS Annual Comprehensive Financial Report.

*Plan Description*

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases and death benefits to plan members and beneficiaries. The employer plan is affiliated with IMRF, an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained at [www.imrf.org](http://www.imrf.org).

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

b. Illinois Municipal Retirement Fund

*Plan Administration*

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

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

*Plan Membership*

At December 31, 2022, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	489
Inactive employees entitled to but not yet receiving benefits	418
Active employees	<u>239</u>
 TOTAL	 <u><u>1,146</u></u>

*Benefits Provided*

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

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



**5. RETIREMENT PLAN COMMITMENTS (Continued)**

b. Illinois Municipal Retirement Fund (Continued)

*Benefits Provided* (Continued)

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

*Contributions*

Participating members are required to contribute 4.50% of their annual salary to IMRF. The District is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the year ended June 30, 2023, was 9.95% of covered payroll.

*Actuarial Assumptions*

The District's net pension liability (asset) was measured as of December 31, 2022 and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2022
Actuarial cost method	Entry-age normal
Assumptions	
Price inflation	2.25%
Salary increases	2.85% to 13.75%
Investment rate of return	7.25%
Asset valuation method	Fair value

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

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

b. Illinois Municipal Retirement Fund (Continued)

*Actuarial Assumptions (Continued)*

*Single Discount Rate*

A single discount rate of 7.25% was used to measure the total pension liability. The projection of cash flows used to determine this single discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that district contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

b. Illinois Municipal Retirement Fund (Continued)

*Changes in the Net Pension Liability (Asset)*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2022	\$ 41,190,903	\$ 43,927,938	\$ (2,737,035)
Changes for the period			
Service cost	630,993	-	630,993
Interest	2,918,596	-	2,918,596
Difference between expected and actual experience	820,335	-	820,335
Changes in assumptions	-	-	-
Employer contributions	-	838,129	(838,129)
Employee contributions	-	348,469	(348,469)
Net investment income	-	(5,750,683)	5,750,683
Benefit payments and refunds	(2,499,818)	(2,499,818)	-
Other (net transfer)	-	(60,990)	60,990
Net changes	1,870,106	(7,124,893)	8,994,999
BALANCES AT DECEMBER 31, 2022	\$ 43,061,009	\$ 36,803,045	\$ 6,257,964

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**5. RETIREMENT PLAN COMMITMENTS (Continued)**

b. Illinois Municipal Retirement Fund (Continued)

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

For the year ended June 30, 2023, the District recognized pension expense of \$1,573,157.

At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 346,974	\$ -
Assumption changes	-	-
Net difference between projected and actual earnings on pension plan investments	3,139,310	-
Employer contributions after the measurement date	348,819	-
<b>TOTAL</b>	<u>\$ 3,835,103</u>	<u>\$ -</u>

\$348,819 reported as deferred outflows of resources resulting from district contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	
2024	\$ 172,341
2025	526,249
2026	1,010,567
2027	1,777,127
2028	-
Thereafter	-
<b>TOTAL</b>	<u>\$ 3,486,284</u>

**5. RETIREMENT PLAN COMMITMENTS (Continued)**

b. Illinois Municipal Retirement Fund (Continued)

*Discount Rate Sensitivity*

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 10,933,212	\$ 6,257,964	\$ 2,441,997

**6. OTHER POSTEMPLOYMENT BENEFITS**

a. Retirees Health Plan

*Plan Description*

The District's other postemployment benefits (OPEB) plan is a single-employer defined benefit healthcare plan that is administered by the District. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and may be amended by the District through its employment contracts. The plan does not issue a separate, publicly available report. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The activity of the plan is reported in the District's General Fund.

*Benefits Provided*

IMRF - Non-certified employees who contribute to IMRF are eligible for post-retirement medical coverage. For retirement benefits, a Tier 1 member must have worked at least eight years and must be 55 years old; a Tier 2 member must have worked at least ten years and be at least 62 years old.

**6. OTHER POSTEMPLOYMENT BENEFITS**

a. Retirees Health Plan

*Benefits Provided (Continued)*

TRS - Certified employees who contribute to TRS are eligible to continue on the District's medical, dental or vision plan. The District offers a special retirement benefit for certified employees who were tenured prior to July 1, 1991. They may retire with 20 years of service and without an age requirement. For this group, the District will pay the coverage of a single employee for the same type of plan of insurance if the retiree elects to keep medical coverage for the duration of his or her life. The District allows spouses to remain in the medical plan if the retiree pays the additional premium associated with spousal coverage. If the certified employee was not tenured prior to July 1, 1991, the District does not subsidize any healthcare benefit. Non-certified retirees are allowed to continue to participate in the dental program if they pay the premium associated with such coverage. Coverage for medical and dental benefits continues after age 65. A select group of retirees, both certified and non-certified, have been provided with healthcare coverage for life. No employee who was tenured after July 1, 1991 has been eligible for the lifetime benefit.

*Membership*

As of June 30, 2022 (most recent information available), membership consisted of:

Retirees and beneficiaries currently receiving benefits	109
Active employees	<u>470</u>
<b>TOTAL</b>	<b><u>579</u></b>
Participating employers	<u>1</u>

*Total OPEB Liability*

The District's total OPEB liability of \$4,283,725 was based upon an actuarial valuation performed June 30, 2022 rolled forward to June 30, 2023.

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

a. Retirees Health Plan (Continued)

*Actuarial Assumptions and Other Inputs*

The total OPEB liability at June 30, 2023 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Actuarial cost method	Entry-age normal
Actuarial value of assets	N/A
Salary increases	2.00%
Discount rate	3.65%
Healthcare cost trend rates	4.70% initial, 3.50% ultimate

The discount rate was based on the High Quality 20 Year Tax-Exempt G.O. Bond Rate as of June 30, 2023.

Mortality rates were based on the PubT-2010 Teachers' Mortality Table projected generationally with scale MP-2021.

*Changes in the Total OPEB Liability*

	<u>Total OPEB Liability</u>
BALANCES AT JULY 1, 2022	<u>\$ 3,478,810</u>
Changes for the period	
Service cost	239,942
Interest	120,455
Difference between expected and actual experience	663,616
Changes in benefit terms	-
Changes in assumptions	(66,841)
Benefit payments	<u>(152,257)</u>
Net changes	<u>804,915</u>
BALANCES AT JUNE 30, 2023	<u>\$ 4,283,725</u>

There were changes in assumptions related to the discount rate since the prior measurement date.

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

a. Retirees Health Plan (Continued)

*Rate Sensitivity*

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the District calculated using the discount rate of 3.65% as well as what the District total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.65%) or 1 percentage point higher (4.65%) than the current rate:

	1% Decrease (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB liability	\$ 4,956,470	\$ 4,283,725	\$ 3,743,872

The table below presents the total OPEB liability of the District calculated using the healthcare rate of 4.70% to 3.50% as well as what the District's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (3.70% to 2.50%) or 1 percentage point higher (5.70% to 4.50%) than the current rate:

	1% Decrease (3.70% to 2.50%)	Current Healthcare Rate (4.70% to 3.50%)	1% Increase (5.70% to 4.50%)
Total OPEB liability	\$ 3,695,435	\$ 4,283,725	\$ 5,025,410

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

For the year ended June 30, 2023, the District recognized OPEB expense of \$36,221. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 906,387	\$ 63,812
Changes of assumptions	-	885,481
<b>TOTAL</b>	<b>\$ 906,387</b>	<b>\$ 949,293</b>

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

a. Retirees Health Plan (Continued)

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

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

Year Ending June 30,	
2024	\$ (125,738)
2025	44,860
2026	44,860
2027	(8,497)
2028	(28,231)
Thereafter	<u>29,840</u>
<b>TOTAL</b>	<u><u>\$ (42,906)</u></u>

b. Teachers' Health Insurance Security Fund

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

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS 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 THIS.



**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

b. Teachers' Health Insurance Security Fund (Continued)

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

- On-behalf contributions to the THIS Fund - The State makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members which were 0.90% of pay during the year ended June 30, 2023. State contributions were \$248,307 and the District recognized revenue and expenditures of this amount during the year.
- Employer contributions to the THIS Fund - The District also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67% during the year ended June 30, 2023. For the year ended June 30, 2023, the District paid \$184,851 to the THIS Fund, which was 100% of the required contribution.

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

*Actuarial Assumptions*

The total OPEB liability was determined by an actuarial valuation as of June 30, 2021, rolled forward to June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation	2.25%
Salary increases	Depends on service and ranges from 8.50% at one year of service to 3.50% at 20 or more years of service. Salary increase includes a 3.25% wage inflation assumption
Investment rate of return	2.75%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	Trend for fiscal year 2023 based on expected increases used to develop average costs. For fiscal years on and after 2024, trend starts at 8.00% gradually decreases to an ultimate trend of 4.25%

**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

b. Teachers' Health Insurance Security Fund (Continued)

*Actuarial Assumptions* (Continued)

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

*Single Discount Rate*

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

Since the THIS is financed on a pay-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index described above. The discount rates are 3.69% as of June 30, 2022, and 1.92% as of June 30, 2021.

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

The following presents the District's proportionate share of the collective net OPEB liability, as well as what the District's proportionate share of the collective net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.69%) or 1 percentage point higher (4.69%) than the current discount rate:

	1% Decrease (2.69%)	Current Discount Rate (3.69%)	1% Increase (4.69%)
Employer's proportionate share of the collective net OPEB liability	\$ 7,143,487	\$ 6,427,661	\$ 5,692,181

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

b. Teachers' Health Insurance Security Fund (Continued)

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

The following table shows the District's net OPEB liability as of June 30, 2023, using current trend rates and sensitivity trend rates that are either 1 percentage point higher or lower. The current claims trend rates are 8.00% in plan year 2024 decreasing to an ultimate trend rate of 4.25% in plan year 2039.

	<u>1% Decrease<sup>a</sup></u>	<u>Current Discount Rate</u>	<u>1% Increase<sup>b</sup></u>
Employer's proportionate share of the collective net OPEB liability	\$ 5,431,553	\$ 6,427,661	\$ 7,520,875

<sup>a</sup> One percentage point decrease in healthcare trend rates are 7% in plan year 2024 decreasing to an ultimate rate of 3.25% in plan year 2039.

<sup>b</sup> One percentage point increase in healthcare trend rates are 9% in plan year 2024 decreasing to an ultimate rate of 5.25% in plan year 2039.

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

The collective net OPEB liability was measured as of June 30, 2022 and the total OPEB liability used to calculate the collective net OPEB liability was determined by an actuarial valuation as of that date. The District proportion of the collective net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of the District, actuarially determined. At June 30, 2022, the District's proportion was 0.093907%, which was a decrease of 0.002047% from its proportion measured as of June 30, 2021, (0.095954%). The State's support and total are for disclosure purposes only.

The amount recognized by the District as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the District were as follows:

Employer's proportionate share of the net OPEB liability	\$ 6,427,661
State's proportionate share of the net OPEB liability associated with the employer	<u>8,744,187</u>
<b>TOTAL</b>	<u><u>\$ 15,171,848</u></u>

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

b. Teachers' Health Insurance Security Fund (Continued)

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

For the year ended June 30, 2023, the employer recognized the following OPEB expense/expenditures and revenue pertaining to the District's employees:

	Governmental Activities	General Fund
State on-behalf contributions - revenue and expense/expenditure	\$ 270,971	\$ 248,307
District TRS pension (benefit) expense	(2,864,350)	184,851
Total TRS expense/expenditure	<u>\$ (2,593,379)</u>	<u>\$ 433,158</u>

At June 30, 2023, the District disclosed deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 4,204,006
Changes of assumptions	5,799	15,855,329
Net difference between projected and actual earnings on OPEB plan investments	781	-
Changes in the proportion and differences between employer contributions and proportionate share of contributions	1,264,295	2,358,855
Employer contributions subsequent to the measurement date	184,851	-
TOTAL	<u>\$ 1,455,726</u>	<u>\$ 22,418,190</u>

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**6. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

b. Teachers' Health Insurance Security Fund (Continued)

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

\$184,851 disclosed as deferred outflows of resources related to OPEB resulting from the District's contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ending June 30, 2024. Other amounts disclosed as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

Year Ended June 30,	
2024	\$ (2,392,818)
2025	(2,392,819)
2026	(2,392,819)
2027	(2,392,819)
2028	(2,392,818)
Thereafter	<u>(9,183,222)</u>
 TOTAL	 <u>\$ (21,147,315)</u>

**7. RISK MANAGEMENT**

The District is exposed to various risks of loss related to employee health, torts; theft of, damage to and destruction of assets; errors and omission; injuries to employees; employees' health; and natural disasters. The District purchases commercial insurance to handle these risks of loss. During fiscal year 2023, there was no significant reduction in insurance coverage for any category. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**8. COMMITMENTS AND CONTINGENCIES**

a. Grantor Agencies

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

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**8. COMMITMENTS AND CONTINGENCIES (Continued)**

b. Litigation

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

**9. INDIVIDUAL FUND DISCLOSURES**

Transfer from/to other funds at June 30, 2023, consisted of the following:

	Transfer From	Transfer To
General Fund	\$ 600,000	\$ -
Nonmajor Governmental Funds	-	600,000
	<hr/>	<hr/>
TOTAL	\$ 600,000	\$ 600,000

\$600,000 was transferred from the General Fund to the IMRF/Social Security fund to pay expenses out of this fund.

**REQUIRED SUPPLEMENTARY INFORMATION**

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
<b>REVENUES</b>			
Local sources			
Property taxes	\$ 40,566,000	\$ 38,919,874	\$ (1,646,126)
Corporate personal property replacement taxes	334,000	350,505	16,505
Interest	170,600	1,224,389	1,053,789
Sales to pupils - lunch	51,000	32,674	(18,326)
Admission - other	29,000	29,482	482
Rentals - regular textbooks	601,000	621,679	20,679
Fees	22,100	14,681	(7,419)
Student activity fund revenue	373,000	389,874	16,874
Rentals	-	27,520	27,520
Donations	74,000	47,107	(26,893)
Total local sources	42,220,700	41,657,785	(562,915)
State sources			
Evidence based funding	5,800,000	6,064,418	264,418
Special education - private facility tuition	180,000	345,776	165,776
Special education - orphanage - individual	85,000	80,855	(4,145)
CTE - secondary program improvement (CTEI)	-	6,850	6,850
State free lunch and breakfast	1,500	675	(825)
Transportation - special education	850,000	1,207,329	357,329
Other restricted revenue from state sources	4,000	2,936	(1,064)
On-behalf payments to TRS and THIS from the state	21,000,000	14,145,435	(6,854,565)
Total state sources	27,920,500	21,854,274	(6,066,226)
Federal sources			
Special milk program	62,000	62,448	448
Title I - low income	517,000	494,423	(22,577)
Title I - other	22,100	12,829	(9,271)
Title IV - safe and drug free schools	24,000	27,743	3,743
Federal special education - preschool flow through	20,000	42,664	22,664
Federal special education - IDEA flow through	885,000	944,932	59,932
Title III - LIPLEP	16,100	18,880	2,780
Medicaid matching funds - administrative outreach	90,000	90,860	860
Medicaid matching funds - fee-for-service program	176,000	285,004	109,004
Other restricted revenues from federal sources	1,700,000	1,201,167	(498,833)
Total federal sources	3,512,200	3,180,950	(331,250)
Total revenues	73,653,400	66,693,009	(6,960,391)

(This schedule is continued on the following pages.)



**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES</b>			
Instruction			
Regular programs			
Salaries	\$ 16,712,512	\$ 16,062,074	\$ (650,438)
Employee benefits	4,729,042	4,773,618	44,576
On-behalf payments to TRS and THIS from the state	20,347,393	13,705,844	(6,641,549)
Purchased services	931,749	651,320	(280,429)
Supplies and materials	1,480,470	1,670,851	190,381
Capital outlay	135,454	19,837	(115,617)
Other objects	7,387	-	(7,387)
Total regular programs	44,344,007	36,883,544	(7,460,463)
Special education programs			
Salaries	5,438,200	5,833,732	395,532
Employee benefits	-	2,788	2,788
On-behalf payments to TRS and THIS from the state	150,357	101,279	(49,078)
Purchased services	4,600	1,875	(2,725)
Supplies and materials	372,818	129,696	(243,122)
Capital outlay	30,000	13,756	(16,244)
Total special education programs	5,995,975	6,083,126	87,151
Remedial and supplemental programs - Pre-K			
Salaries	679,000	730,382	51,382
Total remedial and supplemental programs - Pre-K	679,000	730,382	51,382
Interscholastic programs			
Salaries	496,154	473,478	(22,676)
Purchased services	17,320	10,967	(6,353)
Supplies and materials	15,400	27,443	12,043
Capital outlay	112,900	108,307	(4,593)
Other objects	5,000	4,355	(645)
Total interscholastic programs	646,774	624,550	(22,224)

(This schedule is continued on the following pages.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Instruction (Continued)			
Summer school programs			
Salaries	\$ 165,705	\$ 786,633	\$ 620,928
Employee benefits	1,259	684	(575)
On-behalf payments to TRS and THIS from the state	36,888	24,848	(12,040)
Supplies and materials	1,300	636	(664)
Other objects	-	405	405
Total summer school programs	<u>205,152</u>	<u>813,206</u>	<u>608,054</u>
Gifted programs			
Salaries	481,000	-	(481,000)
Purchased services	600	-	(600)
Supplies and materials	5,000	-	(5,000)
Other objects	500	-	(500)
Total gifted programs	<u>487,100</u>	<u>-</u>	<u>(487,100)</u>
Bilingual programs			
Salaries	564,265	650,724	86,459
Purchased services	1,400	223	(1,177)
Supplies and materials	14,400	7,425	(6,975)
Total bilingual programs	<u>580,065</u>	<u>658,372</u>	<u>78,307</u>
Truant alternative and optional programs			
Salaries	109,000	196,463	87,463
Purchased services	1,100	-	(1,100)
Supplies and materials	2,500	-	(2,500)
Total truant alternative and optional programs	<u>112,600</u>	<u>196,463</u>	<u>83,863</u>
Student activity fund expenditures			
Other objects	335,000	402,939	67,939
Total student activity fund expenditures	<u>335,000</u>	<u>402,939</u>	<u>67,939</u>
Total instruction	<u>53,385,673</u>	<u>46,392,582</u>	<u>(6,993,091)</u>

(This schedule is continued on the following pages.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
<b>EXPENDITURES (Continued)</b>			
Support services			
Pupils			
Attendance and social work services			
Salaries	\$ 587,200	\$ 584,316	\$ (2,884)
Purchased services	1,700	-	(1,700)
Supplies and materials	54,290	-	(54,290)
Other objects	8,000	-	(8,000)
Total attendance and social work services	651,190	584,316	(66,874)
Guidance services			
Salaries	504,000	496,951	(7,049)
Purchased services	20,200	6,550	(13,650)
Supplies and materials	2,000	1,570	(430)
Total guidance services	526,200	505,071	(21,129)
Health services			
Salaries	485,321	392,894	(92,427)
Employee benefits	11,578	-	(11,578)
Purchased services	101,000	267,079	166,079
Supplies and materials	62,374	23,887	(38,487)
Total health services	660,273	683,860	23,587
Psychological services			
Salaries	391,000	471,057	80,057
Purchased services	353,901	257,442	(96,459)
Supplies and materials	17,527	16,872	(655)
Capital outlay	-	45,000	45,000
Total psychological services	762,428	790,371	27,943
Speech pathology and audiology services			
Salaries	1,107,500	1,129,510	22,010
Purchased services	20,017	1,500	(18,517)
Supplies and materials	11,825	898	(10,927)
Other objects	-	4,630	4,630
Total speech pathology and audiology services	1,139,342	1,136,538	(2,804)

(This schedule is continued on the following pages.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
<b>EXPENDITURES (Continued)</b>			
Support services (Continued)			
Pupils (Continued)			
Other support services - pupils			
Salaries	\$ 476,000	\$ 426,121	\$ (49,879)
Purchased services	500	-	(500)
Supplies and materials	500	-	(500)
Total support services - pupils	477,000	426,121	(50,879)
Total pupils	4,216,433	4,126,277	(90,156)
Instructional staff			
Improvement of instructional services			
Salaries	1,110,725	1,133,136	22,411
Employee benefits	17,276	1,296	(15,980)
On-behalf payments to TRS and THIS from the state	69,893	47,080	(22,813)
Purchased services	430,700	625,670	194,970
Supplies and materials	21,951	5,027	(16,924)
Other objects	1,000	-	(1,000)
Total improvement of instructional services	1,651,545	1,812,209	160,664
Educational media services			
Salaries	1,137,700	1,100,866	(36,834)
Purchased services	529,000	609,392	80,392
Supplies and materials	154,920	142,792	(12,128)
Capital outlay	1,366,000	623,030	(742,970)
Other objects	500	-	(500)
Total educational media services	3,188,120	2,476,080	(712,040)
Assessment and testing			
Purchased services	10,512	-	(10,512)
Supplies and materials	2,550	2,700	150
Total assessment and testing	13,062	2,700	(10,362)
Total instructional staff	4,852,727	4,290,989	(561,738)

(This schedule is continued on the following pages.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Support services (Continued)			
General administration			
Board of Education services			
Purchased services	\$ 129,800	\$ 200,153	\$ 70,353
Supplies and materials	2,000	119	(1,881)
Other objects	2,300	-	(2,300)
Total Board of Education services	<u>134,100</u>	<u>200,272</u>	<u>66,172</u>
Executive administration services			
Salaries	504,550	501,546	(3,004)
Purchased services	7,100	8,378	1,278
Supplies and materials	5,000	8,001	3,001
Other objects	5,000	1,769	(3,231)
Total executive administration services	<u>521,650</u>	<u>519,694</u>	<u>(1,956)</u>
Special area administration services			
Salaries	478,683	480,976	2,293
Employee benefits	1,359	491	(868)
On-behalf payments to TRS and THIS from the state	26,480	17,836	(8,644)
Purchased services	1,100	-	(1,100)
Supplies and materials	6,179	1,839	(4,340)
Other objects	500	-	(500)
Total special area administration services	<u>514,301</u>	<u>501,142</u>	<u>(13,159)</u>
Total general administration	<u>1,170,051</u>	<u>1,221,108</u>	<u>51,057</u>
School administration			
Office of the principal services			
Salaries	1,624,269	1,640,041	15,772
Employee benefits	17,282	4,140	(13,142)
Purchased services	1,000	-	(1,000)
Other objects	4,500	2,084	(2,416)
Total office of the principal services	<u>1,647,051</u>	<u>1,646,265</u>	<u>(786)</u>
Total school administration	<u>1,647,051</u>	<u>1,646,265</u>	<u>(786)</u>

(This schedule is continued on the following pages.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
<b>EXPENDITURES (Continued)</b>			
Support services (Continued)			
Business			
Fiscal services			
Salaries	\$ 396,495	\$ 403,769	\$ 7,274
Purchased services	46,300	30,534	(15,766)
Supplies and materials	10,400	9,023	(1,377)
Other objects	500	500	-
Total fiscal services	453,695	443,826	(9,869)
Food services			
Supplies and materials	168,000	193,419	25,419
Total food services	168,000	193,419	25,419
Operation and maintenance of plant services			
Salaries	1,700,435	1,633,506	(66,929)
Employee benefits	284,000	291,741	7,741
Purchased services	1,918,600	1,744,586	(174,014)
Supplies and materials	531,040	520,154	(10,886)
Capital outlay	8,980,000	2,770,686	(6,209,314)
Other objects	500	292	(208)
Total operation and maintenance of plant services	13,414,575	6,960,965	(6,453,610)
Direction of central support services			
Purchased services	10,000	1,000	(9,000)
Supplies and materials	3,000	1,045	(1,955)
Total direction of central support services	13,000	2,045	(10,955)
Total business	14,049,270	7,600,255	(6,449,015)
Other support services			
Salaries	10,904	-	(10,904)
Total other support services	10,904	-	(10,904)
Total support services	25,946,436	18,884,894	(7,061,542)

(This schedule is continued on the following page.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Community services			
Salaries	\$ 89,544	\$ 88,886	\$ (658)
Employee benefits	8,396	6,844	(1,552)
On-behalf payments to TRS and THIS from the state	368,989	248,548	(120,441)
Purchased services	27,600	64,423	36,823
Supplies and materials	17,174	2,509	(14,665)
Capital outlay	-	5,879	5,879
Total community services	511,703	417,089	(94,614)
Payments to other districts and governmental units			
Payments for special education programs			
Other objects	880,000	953,847	73,847
Total payments for special education programs	880,000	953,847	73,847
Total payments to other districts and governmental units	880,000	953,847	73,847
Total expenditures	80,723,812	66,648,412	(14,075,400)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(7,070,412)	44,597	7,115,009
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	-	(600,000)	(600,000)
Total other financing sources (uses)	-	(600,000)	(600,000)
NET CHANGE IN FUND BALANCE	\$ (7,070,412)	(555,403)	\$ 6,515,009
FUND BALANCE, JULY 1		49,267,824	
<b>FUND BALANCE, JUNE 30</b>		<b>\$ 48,712,421</b>	

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Nine Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially determined contribution	\$ 922,336	\$ 977,648	\$ 875,604	\$ 750,718	\$ 681,083	\$ 710,300	\$ 752,896	\$ 723,305	\$ 793,083
Contributions in relation to the actuarially determined contribution	922,336	977,648	875,604	750,718	681,083	710,300	752,896	723,305	793,083
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Covered payroll	\$ 5,624,945	\$ 5,878,375	\$ 6,182,549	\$ 6,388,897	\$ 6,406,737	\$ 6,401,539	\$ 6,247,460	\$ 7,020,457	\$ 7,968,346
Contributions as a percentage of covered payroll	16.40%	16.63%	14.16%	11.75%	10.63%	11.10%	11.11%	10.30%	9.95%

Notes to Required Supplemental Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was aggregate entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 21 years; the asset valuation method was five-year smoothed; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.85% to 13.75% compounded annually and wage growth of 3.25%.

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

(See independent auditor's report.)



**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

Last Nine Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2015	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially determined contribution	\$ 280,013	\$ 302,850	\$ 287,269	\$ 177,014	\$ 179,954	\$ 181,764	\$ 228,826	\$ 195,560	\$ 409,742
Contributions in relation to the actuarially determined contribution	280,013	302,850	287,269	177,014	179,954	181,764	228,826	195,560	409,742
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 22,536,761	\$ 23,150,293	\$ 23,015,293	\$ 23,747,734	\$ 23,710,586	\$ 24,134,149	\$ 24,909,576	\$ 25,914,891	\$ 27,589,709
Contributions as a percentage of covered payroll	1.24%	1.31%	1.25%	0.75%	0.76%	0.75%	0.92%	0.75%	1.49%

Notes to Required Supplemental Information

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

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

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
TEACHERS' HEALTH INSURANCE SECURITY FUND

Last Six Fiscal Years

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
Statutorily required contribution	\$ 208,980	\$ 218,137	\$ 222,034	\$ 229,168	\$ 173,630	\$ 236,109
Contributions in relation to the statutorily required contribution	208,980	218,137	222,034	229,168	173,630	236,109
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Covered payroll	\$ 23,747,734	\$ 23,710,586	\$ 24,134,149	\$ 24,909,576	\$ 25,914,891	\$ 27,589,709
Contributions as a percentage of covered payroll	0.88%	0.92%	0.92%	0.92%	0.67%	0.86%

Notes to Required Supplemental Information

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

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

Last Nine Calendar Years

MEASUREMENT DATE DECEMBER 31,	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>TOTAL PENSION LIABILITY</b>									
Service cost	\$ 665,815	\$ 636,308	\$ 670,705	\$ 682,864	\$ 649,252	\$ 672,277	\$ 676,382	\$ 574,717	\$ 630,993
Interest	1,951,845	2,148,223	2,270,295	2,375,676	2,427,838	2,542,340	2,676,022	2,791,280	2,918,596
Differences between expected and actual experience	(27,624)	106,321	(156,889)	185,012	406,770	577,004	731,688	757,753	820,335
Changes in assumptions	1,275,375	70,954	(109,437)	(961,645)	931,467	-	(258,955)	-	-
Benefit payments, including refunds of member contributions	(1,147,504)	(1,240,595)	(1,295,497)	(1,498,997)	(1,640,211)	(1,822,296)	(2,077,286)	(2,291,794)	(2,499,818)
Net change in total pension liability	2,717,907	1,721,211	1,379,177	782,910	2,775,116	1,969,325	1,747,851	1,831,956	1,870,106
Total pension liability - beginning	26,265,450	28,983,357	30,704,568	32,083,745	32,866,655	35,641,771	37,611,096	39,358,947	41,190,903
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 28,983,357</b>	<b>\$ 30,704,568</b>	<b>\$ 32,083,745</b>	<b>\$ 32,866,655</b>	<b>\$ 35,641,771</b>	<b>\$ 37,611,096</b>	<b>\$ 39,358,947</b>	<b>\$ 41,190,903</b>	<b>\$ 43,061,009</b>
<b>PLAN FIDUCIARY NET POSITION</b>									
Contributions - employer	\$ 870,575	\$ 929,698	\$ 1,011,526	\$ 745,039	\$ 762,687	\$ 626,771	\$ 730,853	\$ 784,614	\$ 838,129
Contributions - member	246,154	258,024	284,231	287,402	287,516	297,377	281,720	296,889	348,469
Net investment income	1,477,996	128,851	1,794,156	4,808,738	(1,725,918)	5,620,401	4,886,954	6,582,993	(5,750,683)
Benefit payments, including refunds of member contributions	(1,147,504)	(1,240,595)	(1,295,497)	(1,498,997)	(1,640,211)	(1,822,296)	(2,077,286)	(2,291,794)	(2,499,818)
Other (net transfer)	104,634	47,387	(67,958)	(477,216)	422,303	34,723	325,102	33,070	(60,990)
Net change in plan fiduciary net position	1,551,855	123,365	1,726,458	3,864,966	(1,893,623)	4,756,976	4,147,343	5,405,772	(7,124,893)
Plan fiduciary net position - beginning	24,244,826	25,796,681	25,920,046	27,646,504	31,511,470	29,617,847	34,374,823	38,522,166	43,927,938
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 25,796,681</b>	<b>\$ 25,920,046</b>	<b>\$ 27,646,504</b>	<b>\$ 31,511,470</b>	<b>\$ 29,617,847</b>	<b>\$ 34,374,823</b>	<b>\$ 38,522,166</b>	<b>\$ 43,927,938</b>	<b>\$ 36,803,045</b>
<b>EMPLOYER'S NET PENSION LIABILITY (ASSET)</b>	<b>\$ 3,186,676</b>	<b>\$ 4,784,522</b>	<b>\$ 4,437,241</b>	<b>\$ 1,355,185</b>	<b>\$ 6,023,924</b>	<b>\$ 3,236,273</b>	<b>\$ 836,781</b>	<b>\$ (2,737,035)</b>	<b>\$ 6,257,964</b>

<b>MEASUREMENT DATE DECEMBER 31,</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
Plan fiduciary net position as a percentage of the total pension liability	89.01%	84.42%	86.17%	95.88%	83.10%	91.40%	92.19%	106.64%	85.47%
Covered payroll	\$ 5,461,574	\$ 5,700,482	\$ 6,029,757	\$ 6,340,761	\$ 6,373,300	\$ 6,445,756	\$ 6,235,949	\$ 6,505,919	\$ 7,661,143
Employer's net pension liability as a percentage of covered payroll	58.35%	83.93%	73.59%	21.37%	94.52%	50.21%	13.42%	(42.07%)	81.68%

Assumption Changes:

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

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

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

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

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

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

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

Last Nine Fiscal Years

<b>MEASUREMENT DATE JUNE 30,</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
District's proportion of the net pension liability	0.00812700%	0.00801600%	0.00775200%	0.00702200%	0.00339300%	0.00285000%	0.00286300%	0.00277700%	0.00253287%
District's proportionate share of the net pension liability	\$ 4,946,145	\$ 5,251,246	\$ 6,118,854	\$ 5,364,428	\$ 2,644,795	\$ 2,311,767	\$ 2,468,412	\$ 2,166,620	\$ 2,123,565
State's proportionate share of the net pension liability associated with the District	134,189,083	147,071,944	182,694,042	170,714,595	181,179,538	164,525,956	193,338,886	181,585,773	184,205,178
<b>TOTAL</b>	<b>\$ 139,135,228</b>	<b>\$ 152,323,190</b>	<b>\$ 188,812,896</b>	<b>\$ 176,079,023</b>	<b>\$ 183,824,333</b>	<b>\$ 166,837,723</b>	<b>\$ 130,177,329</b>	<b>\$ 183,752,393</b>	<b>\$ 186,328,743</b>
District's covered payroll	\$ 21,791,234	\$ 22,536,761	\$ 23,150,593	\$ 23,015,293	\$ 23,747,734	\$ 23,710,586	\$ 24,134,149	\$ 24,909,576	\$ 25,914,891
Proportion of the collective net pension liability associated with the employer as a percentage of its covered payroll	638.49%	675.89%	815.59%	765.05%	774.07%	703.64%	926.44%	737.68%	719.00%
Plan fiduciary net position as a percentage of the total pension liability	42.95%	41.50%	36.40%	39.30%	40.00%	39.60%	37.80%	45.10%	42.80%

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

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

Last Six Fiscal Years

<b>MEASUREMENT DATE JUNE 30,</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
<b>TOTAL OPEB LIABILITY</b>						
Service cost	\$ 241,445	\$ 278,412	\$ 87,086	\$ 77,396	\$ 297,127	\$ 239,942
Interest	227,469	235,388	161,960	79,354	85,781	120,455
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience	(47,821)	(1,543,790)	(863,369)	599,834	(87,358)	596,775
Changes of assumptions	-	204,717	-	(141,554)	(763,654)	-
Benefit payments	(300,220)	(378,293)	(290,320)	(193,943)	(123,145)	(152,257)
Other changes	-	-	-	-	-	-
Net change in total OPEB liability	120,873	(1,203,566)	(904,643)	421,087	(591,249)	804,915
Total OPEB liability - beginning	5,636,308	5,757,181	4,553,615	3,648,972	4,070,059	3,478,810
<b>TOTAL OPEB LIABILITY - ENDING</b>	<b>\$ 5,757,181</b>	<b>\$ 4,553,615</b>	<b>\$ 3,648,972</b>	<b>\$ 4,070,059</b>	<b>\$ 3,478,810</b>	<b>\$ 4,283,725</b>
Covered-employee payroll	\$ 26,720,017	\$ 26,732,897	\$ 27,685,539	\$ 28,239,250	\$ 26,906,876	\$ 26,906,876
Employer's total OPEB liability as a percentage of covered-employee payroll	21.55%	5.06%	13.18%	3.99%	12.93%	15.92%

There were changes in assumptions related to the discount rate made in 2019-2023.

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

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

Last Six Fiscal Years

<b>MEASUREMENT DATE JUNE 30,</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
District's proportion of the collective net OPEB liability	0.100053%	0.102610%	0.091212%	0.095134%	0.095954%	0.093907%
District's proportionate share of the collective net OPEB liability	\$ 25,963,367	\$ 27,033,534	\$ 25,245,154	\$ 25,434,840	\$ 21,162,930	\$ 6,427,661
State's proportionate share of the collective net OPEB liability associated with the District	34,096,352	36,300,206	34,185,159	34,457,281	28,693,844	8,744,187
<b>TOTAL</b>	<b>\$ 60,059,719</b>	<b>\$ 63,333,740</b>	<b>\$ 59,430,313</b>	<b>\$ 37,164,857</b>	<b>\$ 49,856,774</b>	<b>\$ 15,171,848</b>
Plan's fiduciary net position as a percentage of the total pension liability	(0.17%)	(0.07%)	0.25%	0.70%	1.40%	5.24%
District's covered payroll	\$ 23,015,293	\$ 23,747,734	\$ 23,710,586	\$ 24,134,149	\$ 24,909,576	\$ 25,914,891
Proportionate of the collective net OPEB liability associated with employer as a percentage of its covered payroll	260.96%	260.37%	250.65%	236.84%	200.15%	58.54%

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

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2023

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**1. BUDGETS AND BUDGETARY ACCOUNTING**

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds. The level of control (level at which expenditures may not exceed budget/appropriations) is the fund. The budget appropriations lapse at the end of each fiscal year. The District does not utilize an encumbrance system. The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- a. The administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- b. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
- c. Prior to September 30 the budget is legally adopted through passage of a resolution. On or before the last Tuesday in December, a tax levy ordinance is filed with the County Clerk to obtain tax revenues.
- d. The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund without Board of Education approval; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.
- e. The Board of Education may amend the budget by the same procedures required of its original adoption. The budget was not amended during the year ended June 30, 2023.

**2. EXCESS EXPENDITURES OVER APPROPRIATIONS**

The following fund over expended appropriations in fiscal year 2023:

Fund	Budget	Expenditures	Excess
Transportation	\$ 2,225,300	\$ 2,575,396	\$ (350,096)



**SUPPLEMENTARY INFORMATION**

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

COMBINING BALANCE SHEET  
GENERAL FUND - BY ACCOUNT

June 30, 2023

	Educational Accounts	Operations and Maintenance Accounts	Working Cash Accounts	Total
<b>ASSETS</b>				
Pooled cash and investments	\$ 25,070,649	\$ 21,870,808	\$ 5,429,303	\$ 52,370,760
Receivables				
Property taxes, net	16,489,102	2,032,699	103,067	18,624,868
Intergovernmental	1,154,726	-	-	1,154,726
Interest	58,502	-	-	58,502
Prepaid items	357,910	-	-	357,910
<b>TOTAL ASSETS</b>	<b>\$ 43,130,889</b>	<b>\$ 23,903,507</b>	<b>\$ 5,532,370</b>	<b>\$ 72,566,766</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 334,241	\$ 347,555	\$ -	\$ 681,796
Salaries and wages payable	2,125,747	47,616	-	2,173,363
Unearned revenue	36,198	-	-	36,198
Total liabilities	2,496,186	395,171	-	2,891,357
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Property taxes levied for subsequent years	18,559,093	2,287,889	116,006	20,962,988
Total deferred inflows of resources	18,559,093	2,287,889	116,006	20,962,988
Total liabilities and deferred inflows of resources	21,055,279	2,683,060	116,006	23,854,345
<b>FUND BALANCES</b>				
Nonspendable - prepaid items	357,910	-	-	357,910
Assigned for working cash	-	-	5,416,364	5,416,364
Unassigned	21,717,700	21,220,447	-	42,938,147
Total fund balances	22,075,610	21,220,447	5,416,364	48,712,421
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 43,130,889</b>	<b>\$ 23,903,507</b>	<b>\$ 5,532,370</b>	<b>\$ 72,566,766</b>

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	Educational Accounts	Operations and Maintenance Accounts	Working Cash Accounts	Eliminations	Total
<b>REVENUES</b>					
Property taxes	\$ 34,394,987	\$ 4,226,196	\$ 298,691	\$ -	\$ 38,919,874
Corporate personal property replacement taxes	350,505	-	-	-	350,505
State aid	15,789,856	6,064,418	-	-	21,854,274
Federal aid	3,180,950	-	-	-	3,180,950
Investment income	890,742	212,785	120,862	-	1,224,389
Other	1,088,390	74,627	-	-	1,163,017
<b>Total revenues</b>	<b>55,695,430</b>	<b>10,578,026</b>	<b>419,553</b>	<b>-</b>	<b>66,693,009</b>
<b>EXPENDITURES</b>					
Current					
Instruction					
Regular programs	36,863,707	-	-	-	36,863,707
Special programs	6,799,752	-	-	-	6,799,752
Other instructional programs	2,184,284	-	-	-	2,184,284
Student activity funds	402,939	-	-	-	402,939
Support services					
Pupils	4,081,277	-	-	-	4,081,277
Instructional staff	3,667,959	-	-	-	3,667,959
General administration	1,221,108	-	-	-	1,221,108
School administration	1,646,265	-	-	-	1,646,265
Business	639,290	4,190,279	-	-	4,829,569
Community services	411,210	-	-	-	411,210
Intergovernmental	953,847	-	-	-	953,847
Capital outlay	815,809	2,770,686	-	-	3,586,495
<b>Total expenditures</b>	<b>59,687,447</b>	<b>6,960,965</b>	<b>-</b>	<b>-</b>	<b>66,648,412</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(3,992,017)</b>	<b>3,617,061</b>	<b>419,553</b>	<b>-</b>	<b>44,597</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	16,000,000	-	(16,000,000)	-
Transfers (out)	(16,600,000)	-	-	16,000,000	(600,000)
<b>Total other financing sources (uses)</b>	<b>(16,600,000)</b>	<b>16,000,000</b>	<b>-</b>	<b>-</b>	<b>(600,000)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(20,592,017)</b>	<b>19,617,061</b>	<b>419,553</b>	<b>-</b>	<b>(555,403)</b>
<b>FUND BALANCES, JULY 1</b>	<b>42,667,627</b>	<b>1,603,386</b>	<b>4,996,811</b>	<b>-</b>	<b>49,267,824</b>
<b>FUND BALANCES, JUNE 30</b>	<b>\$ 22,075,610</b>	<b>\$ 21,220,447</b>	<b>\$ 5,416,364</b>	<b>\$ -</b>	<b>\$ 48,712,421</b>

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
EDUCATIONAL ACCOUNTS

For the Year Ended June 30, 2023

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
<b>REVENUES</b>			
Local sources			
Educational property taxes	\$ 36,055,700	\$ 34,394,987	\$ (1,660,713)
Corporate personal property replacement taxes	334,000	350,505	16,505
Interest on investments	150,000	890,742	740,742
Sales to pupils - lunch	51,000	32,674	(18,326)
Admission - other	29,000	29,482	482
Rentals - regular textbooks	601,000	621,679	20,679
Fees	22,100	14,681	(7,419)
Student activity fund revenue	373,000	389,874	16,874
	<u>37,615,800</u>	<u>36,724,624</u>	<u>(891,176)</u>
State sources			
Special education - private facility tuition	180,000	345,776	165,776
Special education - orphanage - individual	85,000	80,855	(4,145)
CTE - secondary program improvement (CTEI)	-	6,850	6,850
State free lunch and breakfast	1,500	675	(825)
Transportation - special education	850,000	1,207,329	357,329
Other restricted revenue from state sources	4,000	2,936	(1,064)
On behalf payment to TRS and THIS from the state	21,000,000	14,145,435	(6,854,565)
	<u>22,120,500</u>	<u>15,789,856</u>	<u>(6,330,644)</u>
Federal sources			
Special milk program	62,000	62,448	448
Title I - low income	517,000	494,423	(22,577)
Title I - other	22,100	12,829	(9,271)
Title IV - student support and academic enrichment grant	24,000	27,743	3,743
Federal special education - preschool flow-through	20,000	42,664	22,664
Federal special education - IDEA - flow-through	885,000	944,932	59,932
Title III - LIPLEP	16,100	18,880	2,780
Medicaid matching funds - administrative outreach	90,000	90,860	860
Medicaid matching funds - fee-for-service program	176,000	285,004	109,004
Other restricted revenues from federal sources	1,700,000	1,201,167	(498,833)
	<u>3,512,200</u>	<u>3,180,950</u>	<u>(331,250)</u>
Total revenues	<u>63,248,500</u>	<u>55,695,430</u>	<u>(7,553,070)</u>

(This schedule is continued on the following pages.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)  
EDUCATIONAL ACCOUNTS

For the Year Ended June 30, 2023

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
<b>EXPENDITURES</b>			
Instruction			
Regular programs			
Salaries	\$ 16,712,512	\$ 16,062,074	\$ (650,438)
Employee benefits	4,729,042	4,773,618	44,576
On-behalf payments to TRS and THIS from the state	20,347,393	13,705,844	(6,641,549)
Purchased services	931,749	651,320	(280,429)
Supplies and materials	1,480,470	1,670,851	190,381
Capital outlay	135,454	19,837	(115,617)
Other objects	7,387	-	(7,387)
Total regular programs	44,344,007	36,883,544	(7,460,463)
Special education programs			
Salaries	5,438,200	5,833,732	395,532
Employee benefits	-	2,788	2,788
On-behalf payments to TRS and THIS from the state	150,357	101,279	(49,078)
Purchased services	4,600	1,875	(2,725)
Supplies and materials	372,818	129,696	(243,122)
Capital outlay	30,000	13,756	(16,244)
Total special education programs	5,995,975	6,083,126	87,151
Remedial and supplemental programs K-12			
Salaries	679,000	730,382	51,382
Total remedial and supplemental programs K-12	679,000	730,382	51,382
Interscholastic programs			
Salaries	496,154	473,478	(22,676)
Purchased services	17,320	10,967	(6,353)
Supplies and materials	15,400	27,443	12,043
Capital outlay	112,900	108,307	(4,593)
Other objects	5,000	4,355	(645)
Total interscholastic programs	646,774	624,550	(22,224)

(This schedule is continued on the following pages.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)  
EDUCATIONAL ACCOUNTS

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Instruction (Continued)			
Summer school programs			
Salaries	\$ 165,705	\$ 786,633	\$ 620,928
Employee benefits	1,259	684	(575)
On-behalf payments to TRS and THIS from the state	36,888	24,848	(12,040)
Supplies and materials	1,300	636	(664)
Other objects	-	405	405
	<hr/>	<hr/>	<hr/>
Total summer school programs	205,152	813,206	608,054
<hr/>			
Gifted programs			
Salaries	481,000	-	(481,000)
Purchased services	600	-	(600)
Supplies and materials	5,000	-	(5,000)
Other objects	500	-	(500)
	<hr/>	<hr/>	<hr/>
Total gifted programs	487,100	-	(487,100)
<hr/>			
Bilingual programs			
Salaries	564,265	650,724	86,459
Purchased services	1,400	223	(1,177)
Supplies and materials	14,400	7,425	(6,975)
	<hr/>	<hr/>	<hr/>
Total bilingual programs	580,065	658,372	78,307
<hr/>			
Truant alternative and optional programs			
Salaries	109,000	196,463	87,463
Purchased services	1,100	-	(1,100)
Supplies and materials	2,500	-	(2,500)
	<hr/>	<hr/>	<hr/>
Total truant alternative and optional programs	112,600	196,463	83,863
<hr/>			
Student activity fund expenditures			
Other objects	335,000	402,939	67,939
	<hr/>	<hr/>	<hr/>
Total student activity fund expenditures	335,000	402,939	67,939
<hr/>			
Total instruction	53,385,673	46,392,582	(6,993,091)

(This schedule is continued on the following pages.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)  
EDUCATIONAL ACCOUNTS

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Support services			
Pupils			
Attendance and social work services			
Salaries	\$ 587,200	\$ 584,316	\$ (2,884)
Purchased services	1,700	-	(1,700)
Supplies and materials	54,290	-	(54,290)
Other objects	8,000	-	(8,000)
Total attendance and social work services	<u>651,190</u>	<u>584,316</u>	<u>(66,874)</u>
Guidance services			
Salaries	504,000	496,951	(7,049)
Purchased services	20,200	6,550	(13,650)
Supplies and materials	2,000	1,570	(430)
Total guidance services	<u>526,200</u>	<u>505,071</u>	<u>(21,129)</u>
Health services			
Salaries	485,321	392,894	(92,427)
Employee benefits	11,578	-	(11,578)
Purchased services	101,000	267,079	166,079
Supplies and materials	62,374	23,887	(38,487)
Total health services	<u>660,273</u>	<u>683,860</u>	<u>23,587</u>
Psychological services			
Salaries	391,000	471,057	80,057
Purchased services	353,901	257,442	(96,459)
Supplies and materials	17,527	16,872	(655)
Capital outlay	-	45,000	45,000
Total psychological services	<u>762,428</u>	<u>790,371</u>	<u>27,943</u>
Speech pathology and audiology services			
Salaries	1,107,500	1,129,510	22,010
Purchased services	20,017	1,500	(18,517)
Supplies and materials	11,825	898	(10,927)
Other objects	-	4,630	4,630
Total speech pathology and audiology services	<u>1,139,342</u>	<u>1,136,538</u>	<u>(2,804)</u>

(This schedule is continued on the following pages.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)  
EDUCATIONAL ACCOUNTS

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Support services (Continued)			
Pupils (Continued)			
Other support services - pupils			
Salaries	\$ 476,000	\$ 426,121	\$ (49,879)
Purchased services	500	-	(500)
Supplies and materials	500	-	(500)
	<hr/>	<hr/>	<hr/>
Total other support services - pupils	477,000	426,121	(50,879)
	<hr/>	<hr/>	<hr/>
Total pupils	4,216,433	4,126,277	(90,156)
	<hr/>	<hr/>	<hr/>
Instructional staff			
Improvement of instructional services			
Salaries	1,110,725	1,133,136	22,411
Employee benefits	17,276	1,296	(15,980)
On-behalf payments to TRS and THIS from the state	69,893	47,080	(22,813)
Purchased services	430,700	625,670	194,970
Supplies and materials	21,951	5,027	(16,924)
Other objects	1,000	-	(1,000)
	<hr/>	<hr/>	<hr/>
Total improvement of instructional services	1,651,545	1,812,209	160,664
	<hr/>	<hr/>	<hr/>
Educational media services			
Salaries	1,137,700	1,100,866	(36,834)
Purchased services	529,000	609,392	80,392
Supplies and materials	154,920	142,792	(12,128)
Capital outlay	1,366,000	623,030	(742,970)
Other objects	500	-	(500)
	<hr/>	<hr/>	<hr/>
Total educational media services	3,188,120	2,476,080	(712,040)
	<hr/>	<hr/>	<hr/>
Assessment and testing			
Purchased services	10,512	-	(10,512)
Supplies and materials	2,550	2,700	150
	<hr/>	<hr/>	<hr/>
Total assessment and testing	13,062	2,700	(10,362)
	<hr/>	<hr/>	<hr/>
Total instructional staff	4,852,727	4,290,989	(561,738)
	<hr/>	<hr/>	<hr/>

(This schedule is continued on the following pages.)



**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)  
EDUCATIONAL ACCOUNTS

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Support services (Continued)			
General administration			
Board of Education services			
Purchased services	\$ 129,800	\$ 200,153	\$ 70,353
Supplies and materials	2,000	119	(1,881)
Other objects	2,300	-	(2,300)
Total Board of Education services	<u>134,100</u>	<u>200,272</u>	<u>66,172</u>
Executive administration services			
Salaries	504,550	501,546	(3,004)
Purchased services	7,100	8,378	1,278
Supplies and materials	5,000	8,001	3,001
Other objects	5,000	1,769	(3,231)
Total executive administration services	<u>521,650</u>	<u>519,694</u>	<u>(1,956)</u>
Special area administration services			
Salaries	478,683	480,976	2,293
Employee benefits	1,359	491	(868)
On-behalf payments to TRS and THIS from the state	26,480	17,836	(8,644)
Purchased services	1,100	-	(1,100)
Supplies and materials	6,179	1,839	(4,340)
Other objects	500	-	(500)
Total special area administration services	<u>514,301</u>	<u>501,142</u>	<u>(13,159)</u>
Total general administration	<u>1,170,051</u>	<u>1,221,108</u>	<u>51,057</u>
School administration			
Office of the principal services			
Salaries	1,624,269	1,640,041	15,772
Employee benefits	17,282	4,140	(13,142)
Purchased services	1,000	-	(1,000)
Other objects	4,500	2,084	(2,416)
Total office of the principal services	<u>1,647,051</u>	<u>1,646,265</u>	<u>(786)</u>
Total school administration	<u>1,647,051</u>	<u>1,646,265</u>	<u>(786)</u>

(This schedule is continued on the following pages.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)  
EDUCATIONAL ACCOUNTS

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Support services (Continued)			
Business			
Fiscal services			
Salaries	\$ 396,495	\$ 403,769	\$ 7,274
Purchased services	46,300	30,534	(15,766)
Supplies and materials	10,400	9,023	(1,377)
Other objects	500	500	-
Total fiscal services	453,695	443,826	(9,869)
Food services			
Supplies and materials	168,000	193,419	25,419
Total food service	168,000	193,419	25,419
Direction of central support services			
Purchased services	10,000	1,000	(9,000)
Supplies and materials	3,000	1,045	(1,955)
Total direction of central support services	13,000	2,045	(10,955)
Total business	634,695	639,290	4,595
Other support services			
Salaries	10,904	-	(10,904)
Total other support services	10,904	-	(10,904)
Total support services	12,531,861	11,923,929	(607,932)
Community services			
Salaries	89,544	88,886	(658)
Employee benefits	8,396	6,844	(1,552)
On-behalf payments to TRS and THIS from the state	368,989	248,548	(120,441)
Purchased services	27,600	64,423	36,823
Supplies and materials	17,174	2,509	(14,665)
Capital outlay	-	5,879	5,879
Total community services	511,703	417,089	(94,614)

(This schedule is continued on the following page.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)  
EDUCATIONAL ACCOUNTS

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Payments to other districts and governmental units			
Payments for special education programs			
Other objects	\$ 880,000	\$ 953,847	\$ 73,847
Total payments for special education programs	880,000	953,847	73,847
Total payments to other districts and governmental units	880,000	953,847	73,847
Total expenditures	67,309,237	59,687,447	(7,621,790)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,060,737)	(3,992,017)	68,720
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	(16,000,000)	(16,600,000)	(600,000)
Total other financing sources (uses)	(16,000,000)	(16,600,000)	(600,000)
NET CHANGE IN FUND BALANCE	\$ (20,060,737)	(20,592,017)	\$ (531,280)
FUND BALANCE, JULY 1		42,667,627	
FUND BALANCE, JUNE 30		\$ 22,075,610	

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
WORKING CASH ACCOUNTS**

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>REVENUES</b>			
Local sources			
Property taxes	\$ 304,710	\$ 298,691	\$ (6,019)
Interest on investments	16,600	120,862	104,262
	321,310	419,553	98,243
Total local sources			
	321,310	419,553	98,243
Total revenues			
	321,310	419,553	98,243
<b>EXPENDITURES</b>			
None	-	-	-
	-	-	-
Total expenditures			
	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 321,310</b>	<b>419,553</b>	<b>\$ 98,243</b>
<b>FUND BALANCE, JULY 1</b>		<b>4,996,811</b>	
<b>FUND BALANCE, JUNE 30</b>		<b>\$ 5,416,364</b>	

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (under)</b>
<b>REVENUES</b>			
Local sources			
Property taxes	\$ 4,510,300	\$ 4,226,196	\$ (284,104)
Interest on investments	4,000	212,785	208,785
Rentals	-	27,520	27,520
Donations	74,000	47,107	(26,893)
	<hr/>	<hr/>	<hr/>
Total local sources	4,588,300	4,513,608	(74,692)
State sources			
Evidence based funding	5,800,000	6,064,418	264,418
	<hr/>	<hr/>	<hr/>
Total revenues	10,388,300	10,578,026	189,726
<b>EXPENDITURES</b>			
Support services			
Business			
Operation and maintenance of plant services			
Salaries	1,700,435	1,633,506	(66,929)
Employee benefits	284,000	291,741	7,741
Purchased services	1,918,600	1,744,586	(174,014)
Supplies and materials	531,040	520,154	(10,886)
Capital outlay	8,980,000	2,770,686	(6,209,314)
Other objects	500	292	(208)
	<hr/>	<hr/>	<hr/>
Total operation and maintenance of plant services	13,414,575	6,960,965	(6,453,610)
Total support services - business	13,414,575	6,960,965	(6,453,610)
	<hr/>	<hr/>	<hr/>
Total expenditures	13,414,575	6,960,965	(6,453,610)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<hr/>	<hr/>	<hr/>
	(3,026,275)	3,617,061	6,643,336
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	16,000,000	16,000,000	-
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	16,000,000	16,000,000	-
NET CHANGE IN FUND BALANCE	<hr/>	<hr/>	<hr/>
	\$ 12,973,725	19,617,061	\$ 6,643,336
FUND BALANCE, JULY 1		<hr/>	
		1,603,386	
FUND BALANCE, JUNE 30		<hr/>	
		\$ 21,220,447	

(See independent auditor's report.)

**NONMAJOR GOVERNMENTAL FUNDS**

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2023

	<b>Transportation Fund</b>	<b>IMRF/Social Security Fund</b>	<b>Total</b>
<b>ASSETS</b>			
Pooled cash and investments	\$ 90,368	\$ 993,226	\$ 1,083,594
Receivables			
Property taxes	751,740	825,444	1,577,184
Due from other governments	3,146	-	3,146
Prepaid items	316,386	-	316,386
Total assets	1,161,640	1,818,670	2,980,310
<b>LIABILITIES</b>			
Accounts payable	16,015	-	16,015
Salaries and wages payable	14,444	174,767	189,211
Total liabilities	30,459	174,767	205,226
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property taxes levied for subsequent years	846,115	929,185	1,775,300
Total deferred inflows of resources	846,115	929,185	1,775,300
Total liabilities and deferred inflows of resources	876,574	1,103,952	1,980,526
<b>FUND BALANCES</b>			
Nonspendable			
Prepaid items	285,066	-	285,066
Restricted for			
Retirement	-	714,718	714,718
Total fund balances	285,066	714,718	999,784
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 1,161,640</b>	<b>\$ 1,818,670</b>	<b>\$ 2,980,310</b>

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2023

	<b>Transportation Fund</b>	<b>IMRF/Social Security Fund</b>	<b>Total</b>
<b>REVENUES</b>			
Local sources	\$ 1,624,238	\$ 1,490,903	\$ 3,115,141
State sources	12,517	-	12,517
<b>Total revenues</b>	<b>1,636,755</b>	<b>1,490,903</b>	<b>3,127,658</b>
<b>EXPENDITURES</b>			
Current			
Instruction			
Regular programs	-	1,074,791	1,074,791
Special programs	-	184,587	184,587
Other instructional programs	-	22,208	22,208
Support services			
Pupils	-	70,818	70,818
Instructional staff	-	73,464	73,464
General administration	-	50,723	50,723
School administration	-	47,658	47,658
Business	2,356,723	261,779	2,618,502
Community services	-	12	12
Debt service			
Principal	203,971	-	203,971
Interest	14,702	-	14,702
<b>Total expenditures</b>	<b>2,575,396</b>	<b>1,786,040</b>	<b>4,361,436</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(938,641)</b>	<b>(295,137)</b>	<b>(1,233,778)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of lease payable	79,265	-	79,265
Transfer in	-	600,000	600,000
<b>Total other financing sources (uses)</b>	<b>79,265</b>	<b>600,000</b>	<b>679,265</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(859,376)</b>	<b>304,863</b>	<b>(554,513)</b>
<b>FUND BALANCE, JULY 1</b>	<b>1,144,442</b>	<b>409,855</b>	<b>1,554,297</b>
<b>FUND BALANCE, JUNE 30</b>	<b>\$ 285,066</b>	<b>\$ 714,718</b>	<b>\$ 999,784</b>

(See independent auditor's report.)



**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>REVENUES</b>			
Local sources			
Property taxes	\$ 1,624,000	\$ 1,558,561	\$ (65,439)
Regular - transportation fees from pupils or parents	74,000	54,691	(19,309)
Investment income	5,100	10,986	5,886
	1,703,100	1,624,238	(78,862)
State sources			
Transportation - regular	18,000	12,517	(5,483)
	18,000	12,517	(5,483)
Total revenues	1,721,100	1,636,755	(84,345)
<b>EXPENDITURES</b>			
Support services			
Business			
Pupil transportation services			
Salaries	737,000	813,977	76,977
Employee benefits	160,000	200,995	40,995
Purchased services	827,700	894,992	67,292
Supplies and materials	124,500	174,660	50,160
Capital outlay	376,100	272,099	(104,001)
	2,225,300	2,356,723	131,423
Total pupil transportation services	2,225,300	2,356,723	131,423
Total support services - business	2,225,300	2,356,723	131,423
Debt service			
Principal	-	203,971	203,971
Interest	-	14,702	14,702
	-	218,673	218,673
Total expenditures	2,225,300	2,575,396	350,096
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(504,200)	(938,641)	(434,441)
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of lease payable	-	79,265	79,265
NET CHANGE IN FUND BALANCE	\$ (504,200)	(859,376)	\$ (355,176)
FUND BALANCE, JULY 1		1,144,442	
FUND BALANCE, JUNE 30		\$ 285,066	

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>REVENUES</b>			
Local sources			
Property taxes	\$ 501,700	\$ 615,798	\$ 114,098
FICA/Medicare only property taxes	801,500	862,335	60,835
Investment income	3,700	12,770	9,070
Total local sources	<u>1,306,900</u>	<u>1,490,903</u>	<u>184,003</u>
Total revenues	<u>1,306,900</u>	<u>1,490,903</u>	<u>184,003</u>
<b>EXPENDITURES</b>			
Instruction			
Regular programs	1,127,000	1,074,791	(52,209)
Special education programs	155,000	184,587	29,587
Interscholastic programs	400	349	(51)
Summer school programs	5,400	4,470	(930)
Bilingual programs	600	10,672	10,072
Truant alternative and optional programs	7,500	6,717	(783)
Total instruction	<u>1,295,900</u>	<u>1,281,586</u>	<u>(13,531)</u>
Support services			
Pupils			
Health services	36,000	31,531	(4,469)
Other support services	50,000	39,287	(10,713)
Total pupils	<u>86,000</u>	<u>70,818</u>	<u>(4,469)</u>
Instructional staff			
Improvement of instructional services	4,400	4,545	145
Educational media services	76,400	68,919	(7,481)
Total instructional staff	<u>80,800</u>	<u>73,464</u>	<u>(7,336)</u>

(This schedule is continued on the following page.)

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

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

For the Year Ended June 30, 2023

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Over (Under)</b>
<b>EXPENDITURES (Continued)</b>			
Support services (Continued)			
General administration			
Executive administration services	\$ 37,000	\$ 37,910	\$ 910
Special area administration services	16,000	12,813	(3,187)
Total general administration	53,000	50,723	(2,277)
School administration			
Office of principal services	-	47,658	47,658
Total school administration	-	47,658	47,658
Business			
Fiscal services	31,000	24,488	(6,512)
Operation and maintenance of plant services	198,000	160,102	(37,898)
Pupil transportation services	82,000	77,189	(4,811)
Total business	311,000	261,779	(49,221)
Total support services	530,800	504,442	(15,645)
Community services	-	12	12
Total expenditures	1,826,700	1,786,040	(29,164)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(519,800)	(295,137)	213,167
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfer in	-	600,000	600,000
NET CHANGE IN FUND BALANCE	\$ (519,800)	304,863	\$ 813,167
FUND BALANCE, JULY 1		409,855	
FUND BALANCE, JUNE 30		\$ 714,718	

(See independent auditor's report.)

## **OTHER INFORMATION**

**KIRBY SCHOOL DISTRICT #140  
TINLEY PARK, ILLINOIS**

SCHEDULE OF ASSESSED VALUATIONS, RATES,  
EXTENSIONS AND COLLECTIONS

Last Ten Levy Years

	2022*	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>ASSESSED VALUATION</b>	\$ 853,485,517	\$ 853,485,517	\$ 930,729,400	\$ 856,388,943	\$ 864,447,957	\$ 892,547,153	\$ 766,095,482	\$ 731,608,537	\$ 784,600,569	\$ 790,565,266
<b>TAX RATES PER \$100</b>										
Educational Fund	3.8220	3.8220	3.8130	3.9845	3.9834	3.5677	3.1054	3.2173	3.3663	3.2567
Operations and Maintenance Fund	0.4755	0.4755	0.4681	0.4959	0.4816	0.4564	0.4880	0.5056	0.5290	0.5049
Transportation Fund	0.1744	0.1744	0.1717	0.1819	0.1766	0.1673	1.1895	1.2323	0.8974	0.7031
Municipal Retirement/Social Security Fund	0.1418	0.1418	0.0888	0.1492	0.0309	0.2361	0.2682	0.2779	0.2725	0.2505
Working Cash Fund	0.0328	0.0328	0.0323	0.0342	0.0332	0.0314	0.0357	0.0370	0.0363	0.0333
Special Education Fund	0.0296	0.0296	0.0291	0.0308	0.0299	0.0283	0.0322	0.0334	0.0328	0.0301
<b>TOTAL</b>	<b>4.6761</b>	<b>4.6761</b>	<b>4.6030</b>	<b>4.8765</b>	<b>4.7356</b>	<b>4.4872</b>	<b>5.1190</b>	<b>5.3035</b>	<b>5.1343</b>	<b>4.7786</b>
<b>TAX EXTENSIONS</b>										
Educational Fund	\$ 35,758,679	\$ 35,572,230	\$ 35,488,712	\$ 34,122,817	\$ 34,434,419	\$ 31,843,404	\$ 23,790,329	\$ 23,538,041	\$ 25,200,140	\$ 25,746,339
Operations and Maintenance Fund	4,442,503	4,425,845	4,356,744	4,246,832	4,163,181	4,073,585	3,738,545	3,699,012	3,960,097	3,991,564
Transportation Fund	1,642,942	1,623,409	1,598,062	1,557,771	1,526,615	1,493,231	9,112,705	9,015,612	6,717,941	5,558,464
Municipal Retirement/Social Security Fund	1,804,242	1,318,957	826,486	1,277,731	267,114	2,107,303	2,054,677	2,033,139	2,039,936	1,980,365
Working Cash Fund	225,254	305,394	300,625	292,885	286,996	280,259	273,496	270,695	271,742	263,258
Special Education Fund	278,582	275,138	270,842	263,767	258,569	252,590	246,682	244,357	245,540	237,960
<b>TOTAL</b>	<b>\$ 44,152,202</b>	<b>\$ 43,520,973</b>	<b>\$ 42,841,471</b>	<b>\$ 41,761,803</b>	<b>\$ 40,936,894</b>	<b>\$ 40,050,372</b>	<b>\$ 39,216,434</b>	<b>\$ 38,800,856</b>	<b>\$ 38,435,396</b>	<b>\$ 37,777,950</b>
<b>AMOUNT COLLECTED AS OF JUNE 30, 2023</b>	<b>\$ 22,625,486</b>	<b>\$ 42,974,991</b>	<b>\$ 42,052,205</b>	<b>\$ 40,751,731</b>	<b>\$ 39,858,636</b>	<b>\$ 39,001,104</b>	<b>\$ 38,366,350</b>	<b>\$ 38,220,957</b>	<b>\$ 37,722,536</b>	<b>\$ 37,100,702</b>
<b>PERCENTAGE COLLECTED</b>	<b>51.2%</b>	<b>98.7%</b>	<b>98.2%</b>	<b>97.6%</b>	<b>97.4%</b>	<b>97.4%</b>	<b>97.8%</b>	<b>98.5%</b>	<b>98.1%</b>	<b>98.2%</b>

\*The 2022 levy was not available; the 2021 levy was used for EAV and tax rates.

(See independent auditor's report.)

**KIRBY SCHOOL DISTRICT #140**  
**TINLEY PARK, ILLINOIS**

FINANCIAL STATISTICS PER PUPIL

For the Year Ended June 30, 2023

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	<u>Actual</u>	<u>Per Pupil</u>
<b>REVENUES</b>		
Local sources	\$ 44,772,926	14,154
State sources	21,866,791	6,912
Federal sources	3,180,950	1,006
	<hr/>	
Total revenues	69,820,667	22,072
	<hr/>	
<b>EXPENDITURES</b>		
Current		
Instruction	47,532,268	15,026
Support services	18,307,343	5,787
Community services	411,222	130
Payments to other districts and governmental units	953,847	302
Capital outlay	3,586,495	1,134
Debt service	218,673	69
	<hr/>	
Total expenditures	71,009,848	22,448
	<hr/>	
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,189,181)</b>	<b>(376)</b>
	<hr/>	
<b>OTHER FINANCING SOURCES (USES)</b>	<b>79,265</b>	<b>25</b>
	<hr/>	
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ (1,109,916)</b>	<b>\$ (351)</b>
	<hr/> <hr/>	
Average pupil attendance for the year ended June 30, 2023	3,163	

(See independent auditor's report.)