

SYCAMORE COMMUNITY UNIT
SCHOOL DISTRICT NO. 427
SYCAMORE, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
JUNE 30, 2023

245 West Exchange Street
Sycamore, IL 60178
Phone: 815.899.8100
www.syc427.org

**SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427
SYCAMORE, ILLINOIS**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2023**

Prepared by:

Business Office

Nicole Stuckert, Assistant Superintendent for Business Services/Chief School Business Official

TABLE OF CONTENTS

PAGE

INTRODUCTORY SECTION

Principal Officials	1
Organizational Chart	2
Transmittal Letter	3
Association of School Business Officials International Certificate	9

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT	12
-------------------------------------	--------------------

MANAGEMENT'S DISCUSSION AND ANALYSIS	16
---	--------------------

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements	
Statement of Net Position	26
Statement of Activities	28
Fund Financial Statements	
Balance Sheet - Governmental Funds	29
Reconciliation of Total Governmental Fund Balance to the	
Statement of Net Position - Governmental Activities	30
Statement of Revenues, Expenditures and Changes in	
Fund Balances - Governmental Funds	31
Reconciliation of the Statement of Revenues, Expenditures and Changes in	
Fund Balances to the Statement of Activities - Governmental Activities	32
Statement of Fiduciary Net Position	33
Statement of Changes in Fiduciary Net Position	34
Notes to Financial Statements	35

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Employer Contributions	
Teacher's Health Insurance Security Fund	75
Schedule of the Employer's Proportionate Share of the Collective Net OPEB Liability	
Teacher's Health Insurance Security Fund	78
Schedule of Changes in the Employer's Total OPEB Liability	
Retiree's Health Plan	80
Schedule of the Employer's Proportionate Share of the Net Pension Liability and Employer	
Contributions - Teacher's Retirement System	82
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	84

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION - Continued

REQUIRED SUPPLEMENTARY INFORMATION - Continued

Schedule of Changes in the Employer's Net Pension Liability/(Asset)	
Illinois Municipal Retirement Fund	86
Schedule of Revenues, Expenditures and Changes in Fund Balance	
General Fund	88
Transportation - Special Revenue Fund	89

OTHER SUPPLEMENTARY INFORMATION

Combining Balance Sheet - General Fund - by Accounts	94
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	
General Fund - by Accounts	95
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Educational Account - General Fund	96
Operations and Maintenance Account - General Fund	106
Working Cash Account - General Fund	108
Debt Service Fund	109
Combining Balance Sheet - Nonmajor Governmental Funds	110
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	
Nonmajor Governmental Funds	111
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Municipal Retirement/Social Security - Special Revenue Fund	112
Capital Projects Account - Capital Projects Fund	114
Fire Prevention and Safety - Capital Projects Fund	115
Schedule of Changes in Fiduciary Net Position - Budget and Actual	
Scholarship Trust - Private Purpose Trust Fund	116
Consolidated Year-End Financial Report	117
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statement Performed in Accordance with <i>Governmental Auditing Standards</i>	118

SUPPLEMENTAL SCHEDULES

Long-Term Debt Requirements	
General Obligation School Bonds of 2015	121
General Obligation Refunding School Bonds of 2017	122
General Obligation Limited Refunding School Bonds of 2019A	123
General Obligation Refunding School Bonds of 2019B	124
General Obligation Taxable Refunding School Bonds of 2019C	125
General Obligation Taxable Limited Tax School Bonds of 2021A	126
General Obligation Limited Tax School Bonds of 2021B	127
General Obligation Refunding School Bonds of 2021C	128
Capital Appreciation Bonds of 2007B	129

TABLE OF CONTENTS

PAGE

STATISTICAL SECTION (Unaudited)

Net Position by Component - Last Ten Fiscal Years	<u>132</u>
Changes in Net Position - Last Ten Fiscal Years	<u>134</u>
Fund Balances of Governmental Funds - Last Ten Fiscal Years	<u>136</u>
Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years	<u>138</u>
Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years	<u>140</u>
Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years	<u>142</u>
Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago	<u>144</u>
Property Tax Levies and Collections - Last Ten Fiscal Years	<u>145</u>
Ratios of Outstanding Debt by Type - Last Ten Fiscal Years	<u>146</u>
Ratio of General Obligation Bonded Debt Outstanding - Last Ten Fiscal Years	<u>147</u>
Schedule of Direct and Overlapping Governmental Activities Debt	<u>148</u>
Schedule of Legal Debt Margin - Last Ten Fiscal Years	<u>150</u>
Demographic and Economic Statistics - Last Ten Fiscal Years	<u>152</u>
Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago	<u>153</u>
Employees by Function - Last Ten Fiscal Years	<u>154</u>
Operating Indicators by Function - Last Ten Fiscal Years	<u>156</u>
School Building Information - Last Ten Fiscal Years	<u>158</u>
Operating Statistics - Last Ten Fiscal Years	<u>160</u>

INTRODUCTORY SECTION

This section includes miscellaneous data regarding the District including: Principal Officials, Organizational Chart, Letter of Transmittal and Certificate of Excellence for Association of School Business Officials.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Principal Officials

June 30, 2023

Board of Education

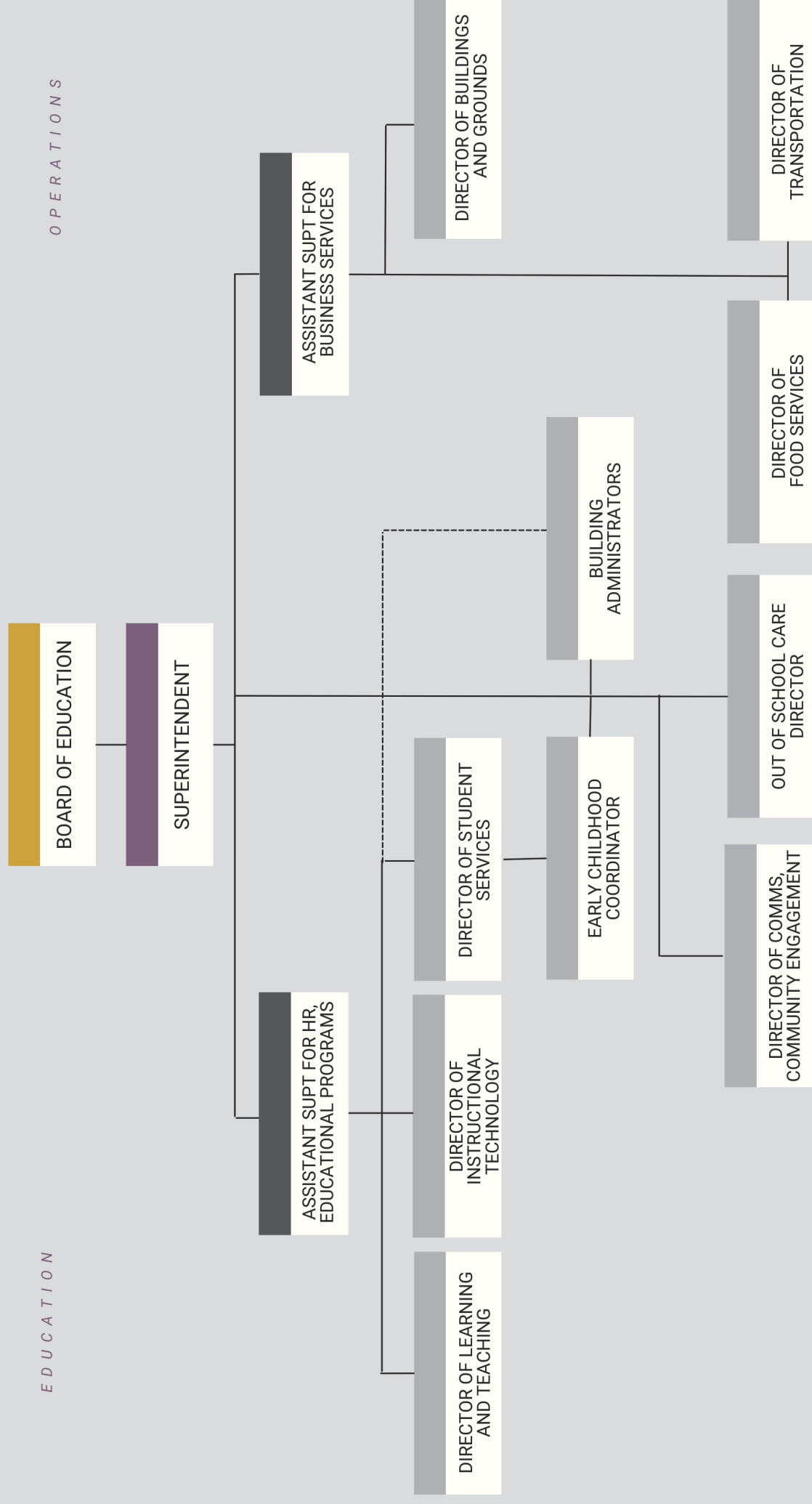
		<u>Term Expires</u>
James Dombek	President	2025
Michael DeVito	Vice President	2025
Eric N. Jones	Secretary	2025
James Chyllo	Member	2025
Christian Copple	Member	2025
Beth Marie Evans	Member	2027
Alex Grados	Member	2027

District Administration

Steve Wilder	Superintendent
Nicole Stuckert	Assistant Superintendent for Business Services/Chief School Business Official
Nick Reineck	Assistant Superintendent for H/R and Educational Programs

Official Issuing Report

Nicole Stuckert	Assistant Superintendent for Business Services/Chief School Business Official
-----------------	---





January 11, 2024

President and Members of the Board of Education, and
Citizens of Sycamore Community Unit School District #427
Sycamore, IL 60178

The Annual Comprehensive Financial Report of the Sycamore Community Unit School District #427, Sycamore, Illinois, for the fiscal year ended June 30, 2023, is hereby submitted. The report was prepared by the Assistant Superintendent for Business Services/Chief School Business Official with assistance from the Business Office staff. The audit was completed on January 11, 2024, and the report was subsequently issued.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data as presented is accurate in all material aspects and is reported in a manner designed to fairly set forth the financial position and results of the operations of the District, as shown by the disclosure of all financial activity of its various funds. All disclosures necessary for the reader to gain an understanding of the District's financial status are incorporated into the report. Additional discussion and analysis of the financial performance of the Sycamore Community Unit School District #427 are included in the Management's Discussion and Analysis. The district does not have such financial accountability over any other entity and thus does not include any other entity as a component unit in this report. Additionally, the district is an independent entity, not includable as a component unit of any other reporting entity.

The Annual Comprehensive Financial Report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the Independent Auditor's Report, Management's Discussion and Analysis, Basic Financial Statements, Notes to the Financial Statements, and the General, Major Special Revenue Funds, Combining, and Individual Fund Financial Statements and Schedules. The Statistical Section includes selected financial and demographic information generally presented on a multi-year basis. The introductory and statistical sections have not been audited.

General District Information and History

Sycamore Community Unit School District #427 is located in DeKalb County, approximately seventy (70) miles west of Chicago, Illinois. The City of Sycamore is the County Seat of DeKalb County. DeKalb County has a long history associated with agriculture and agriculture related industries. Within the past twenty years, the County and the Sycamore School District have undergone a change from a quiet rural area to an extended far-western suburb of the City of Chicago. Whereas the majority of Sycamore citizens in the past earned their living primarily through agriculture, now many of the citizens work in the Fox Valley suburbs or commute to the City of Chicago for their livelihood.

The Sycamore School District consists of seven school buildings, an administration center, a transportation facility, and a warehouse distribution center. The seven schools include five elementary schools, a middle school for students in grades six through eight, and a high school. Interestingly, the District also owns one additional building known as the North Grove School, which is one of only two one-room schoolhouses remaining on its original site in Illinois. Built in 1886, it is the oldest school building in the Sycamore District, and the facility is listed on the National Historical Register. The District leases this building to the North Grove School Association for one dollar a year, while the North Grove School Association maintains the facility. In an effort to maintain its connection with the rural history of Sycamore and DeKalb County, the Board of Education named the most recently constructed elementary school after the original North Grove School.

A summary of the school buildings is shown below:

Year Built	Facility	FY23 Enrollment	FY24 Projected Enrollment
1959	High School	1,157	1,178
1978	Middle School	814	829
2009	North Grove Elementary	481	426
1997	South Prairie Elementary	288	306
1969	North Elementary	299	290
1952	West Elementary	245	251
1951	Southeast Elementary	262	298

The District employs 514 employees and is the largest employer in the City of Sycamore. Of these employees, 20 are administrators, 286 are certified staff, and 208 are non-certified staff.

The District is governed by an elected seven member Board of Education. The governing power of the Board of Education is codified in The School Code of Illinois. As the governing body of the School District, a Board of Education:

- Has the corporate power to sue and be sued in all courts;
- Has the power to levy and collect taxes on property and to issue bonds;
- Can contract for appointed administrators, teachers, and other personnel, as well as for goods and services.

The Superintendent is the Chief Executive Officer of the District and is directly responsible to the Board of Education for all the operations of the District.

The Assistant Superintendent for Business Services/Chief School Business Official is also the District's Treasurer. The Assistant Superintendent for Business Services /Chief School Business Official reports directly to the Superintendent. As the District's Treasurer, the Assistant Superintendent for Business Services /Chief School Business Official is directly responsible for all financial operations, investments, and custody of all District funds and assets.

Programs

Little Spartans Early Childhood

The District runs an Early Childhood Program at South Prairie Elementary. The Early Childhood Special Education (ECSE) program serves students ages 3-5 with identified disabilities as specified under the Individuals with Disabilities Education Improvement Act (IDEA). Typically developing peers are also included in this program, as well as community models. Our ECSE program focuses on:

- Developmentally appropriate curriculum with an emphasis on:
 - Language,
 - Socialization,
 - Motor Skills,
 - and Pre-academic skill development.

Students are able to join the program throughout the year as they turn the age of 3. At the end of school year 2022-2023, the program had 132 students.

Life School

Life School is the Sycamore School District's transition program for students who have an Individual Educational Plan (IEP), completed four years of high school, and are at least 18 years old. The goal is to provide students with a variety of possible post school outcomes in a real-life community based program. Life School has two different programs-the Transition Program and the Developmental Training Program.

The Transition Program focuses on functional life skills with functional academic skills embedded into daily activities. The Transition Program emphasizes five domains:

- Work
- Home
- Community
- Recreation & Leisure
- Social-Interpersonal Skills

The Developmental Training Program serves young adults with greater limitations due to their developmental and intellectual disabilities. This program also emphasizes five domains:

- Social/Communication
- Home
- Community
- Recreation & Leisure
- Functional Skills

In order for a student to attend Life School, the High School's IEP team must determine that the placement is appropriate according to the student's needs and their IEP goals. Students going on in Life School will receive a Certificate of Attendance at their High School's graduation ceremony. Once a student has completed the Life School Program or they "age-out" (upon turning 22 years old) of the program, they will be issued a diploma. The program currently serves 9 students, some of whom tuition in from other nearby school districts.

OSCAR (Out of School Care)

Out of School Care (OSCAR) is a childcare program at Sycamore Community School District 427 that offers a nurturing, caring, and safe environment for kindergarten through fifth grade students before and after school. By providing fun, active, and brain-stimulating activities, OSCAR empowers our students to succeed socially and academically in school and prepares them for their futures.

Students enrolled in kindergarten through fifth grade in the District are eligible to participate in OSCAR. In addition to before and after school care, OSCAR offers full daycare, early dismissal care, and summer care programs.

During the school year, OSCAR meets at all five elementary schools. Students participate in a range of activities to keep them active, and breakfast and snacks are offered to ensure students are ready to learn at school. A number of community partnerships allow us to provide our students with enriching opportunities outside of the school building. The program served, on average, 426 students during the school year. The 2023 summer program served 176 students.

OSCAR Jr is a daycare provided to students who are currently enrolled in the Little Spartans Early Learning Program. The program served, on average, 41 students during the school year.

Care is provided Monday through Thursday from 7:30 AM to 5:00 PM. OSCAR Jr follows the same academic calendar as Little Spartans.

English Language Learners (ELL)

The English Language Learners (ELL) program is designed to meet the needs of students whose first language is not English. Students are assessed when they register if parents indicate that another language is spoken in their home. There is a continuum of services provided to students depending on how well they are able to speak, read, write, and listen in English.

- Students at the elementary level who require ELL support will work with a certified ELL teacher, who is also fluent in Spanish, and will receive support from a Paraprofessional providing instruction to support the student as they learn English. The elementary level program is housed at North Grove Elementary.
- Students at the Middle School who require ELL support will have one to two class periods taught by a certified ELL teacher, who is also fluent in Spanish.
- Students at the High School who require ELL support will have one class period taught by a certified ELL teacher, who is also fluent in Spanish.

All ELL classes place an emphasis on learning English vocabulary, reading, and writing. In addition, pre-teaching concepts are done to help students develop academic vocabulary and understanding. Currently, there are 102 students being served in this program.

Economic Condition and Outlook

Approximately 90% of the City of Sycamore's incorporated area is contiguous with that of the School District. Additionally, a portion of the Town of Cortland is also within the School District's boundaries. Residential property makes up 73.00% of the School District's tax base. Commercial and industrial values are approximately 19.70% of property values combined. The remainder is composed of farmland and railroad.

The City of Sycamore imposes an "impact fee" on residential development. Revenues from this fee have been an important component of the District's financial plan and can be used for: 1) the purchase of real estate or structures for use as schools or educational facilities for students in the School District; 2) the construction of new buildings for use as schools or educational facilities for students in the School District; or 3) the modification of existing school buildings or educational facilities for students in the School District. Revenues for Fiscal Year 2023 increased to \$148,707 from \$118,846 in Fiscal Year 2022.

For 2022-2023, residential construction contributed to 43 new housing starts.

The District saw an 8.00% increase in property values in 2022. This increase in value impacts the District's property tax revenues, as well as the District's tax rates.

Rates will rise in a time of declining property values, which is necessary to provide the funds the District is entitled to under the Property Tax Extension Limitation Law. Fortunately, the District was able to decrease the tax rate for the 2022 levy and provide some relief to its taxpayers.

DeKalb County passed the Property Tax Extension Limitation Law, commonly known as "tax caps," in 1999. This law restricts the School District's property tax levy to an increase of 105%, or the annual Consumer Price Index (whichever is less), excluding growth from new construction.

The District ended Fiscal Year 2023 with a balanced operational budget, which will continue for the foreseeable future.

Financial Information & Policies

Sycamore CUSD #427 conforms to Generally Accepted Accounting Principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB) and the United States of America, as applicable to governmental entities. The District reports on a modified accrual basis of accounting. The presentation permits the reader to obtain an overview of the District's financial operations by reviewing the combined statements in the front section of this report. Detailed representations of the combined statements are available throughout the remainder of the report.

The District Administration is responsible for establishing and maintaining internal controls. Internal controls provide reasonable assurance that District assets are protected from loss, theft, or misuse. These controls are based on the principle of “reasonable assurance,” which recognizes the cost of a control should not exceed the benefits to be derived from that control.

The District’s independent auditor, Lauterbach & Amen, LLP, considered the District’s internal controls to determine auditing procedures for the purpose of expressing an opinion on the financial statements. The auditor also tested the District’s compliance with provisions of laws, regulations, contracts, and grants. As a result of the audit, no material weaknesses or significant deficiencies in internal controls were noted, and no material noncompliance was determined.

District Funds

The District’s accounts are organized as separate accounting entities called funds. District resources are allocated to and accounted for in individual funds as required by the State of Illinois. Each fund has specific functions based upon the purposes for which the District’s resources are to be expended. This allows for a more controlled process of spending activities. The following describes the fund types implemented in School District 427:

1. **General Fund** – accounts for the revenues and expenditures that are used in providing the educational program for the students of the District (e.g., Operations and Maintenance and Working Cash)
2. **Special Revenue Funds** – accounts for specific revenue sources that are legally restricted to expenditures for specified purposes (e.g., Transportation and Municipal Retirement/Social Security).
3. **Debt Service Fund** – accounts for the accumulation of resources for, and the payments of, general long-term debt principal, interest, and related costs. All bond issues are maintained through the Bond and Interest Fund.
4. **Capital Projects Fund** – accounts for financial resources to be used for the acquisition or construction of major capital facilities.
5. **Activity Fund** – accounts for the assets held by the District for student organizations.

Budget Control

The District maintains sound budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Activities of all funds are included in the annual appropriated budget. Budgetary control is maintained at the fund level. Monthly budget variances at the fund level, as well as more detailed program line item levels, are provided to the Board with the Treasurer’s Report.

The District also maintains an encumbrance accounting system as one process for accomplishing budgetary control. Encumbered amounts lapse at year-end. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

Major Initiatives

Improvements to District Facilities

The District had several capital improvement projects during the 2022-2023 school year. The following list summarizes the projects by school:

Sycamore High School

- New building speaker system
- HVAC upgrades in the Greenhouse

South Prairie Elementary

- HVAC upgrades

West, Southeast & North Elementary

- Plumbing

Certificate of Excellence

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to Sycamore Community Unit School District #427 for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2022. This certificate is a prestigious national award recognizing standards for preparation of state and local government financial reports. This year's Annual Comprehensive Financial Report will again be submitted for the ASBO Certificate of Excellence award.

In order to be awarded this Certificate, the District must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose contents conform to program standards. Such reports must satisfy generally accepted accounting principles and applicable legal requirements.

We believe that our current report conforms to the Certificate requirements, and we are submitting it to ASBO International to determine its eligibility for the Certificate.

Other Information

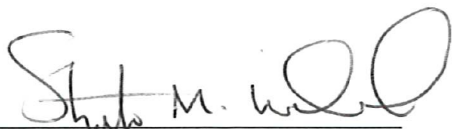
Independent Audit

The School Code of Illinois and the District's adopted policy require an annual, independent audit of the book of accounts, financial records, and all fund transactions of the District. The audit was performed by the independent certified public accountants that are selected by the District's Board of Education. The auditor's opinion has been included in this report.

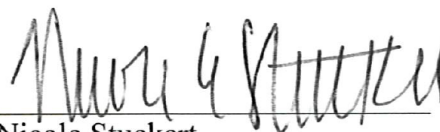
Acknowledgments

We wish to thank the members of the Board of Education for their interest and support in planning and conducting the financial operations of Sycamore CUSD #427 in both a highly responsible and effective manner. The preparation of the report on a timely basis could not be accomplished without the efficient and dedicated services of all members of the Business Office who assisted in the closing of the District's financial records and the preparation of this report.

Respectfully submitted,



Steve Wilder
Superintendent



Nicole Stuckert
Assistant Superintendent for Business
Services/ Chief School Business Official



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

**Sycamore Community Unit
School District 427**

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2022.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'John W. Hutchison'. The signature is written in a cursive style with a large, looped 'J'.

**John W. Hutchison
President**

A handwritten signature in black ink, reading 'Siobhán McMahon'. The signature is written in a cursive style with a large, looped 'S'.

**Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director**

FINANCIAL SECTION

This section includes:

Independent Auditors' Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the District's independent auditing firm.



January 11, 2024

Members of the Board of Education
Sycamore Community Unit School District No. 427
Sycamore, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Sycamore Community Unit School District No. 427 (the District), Illinois, 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 the District, as of June 30, 2023, and the respective changes in financial position 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 twelve 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, and required pension and other post-employment benefit (OPEB) schedules, as 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 Sycamore Community Unit School District No. 427, Illinois' basic financial statements. The other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, other supplementary information and supplemental 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 statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 11, 2024, 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 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.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Management's Discussion and Analysis

June 30, 2023

The discussion and analysis of Sycamore Community Unit School District No. 427 (the "District") financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2023. Please read it in conjunction with the transmittal letter, which can be found in the introductory section of this report and the District's financial statements, which can be found in the basic financial statements section of this report.

FINANCIAL HIGHLIGHTS

- Total District assets and deferred outflows fell short of its liabilities and deferred inflows at June 30, 2023 by \$14,063,259. Of this amount, a deficit balance of \$34,645,345 was unrestricted. The unrestricted balance decreased \$15,790,611 from the prior year.
- The District's net position increased by \$5,601,372. This represents a 28.5 percent increase from June 30, 2022.
- The District's combined fund balances at June 30, 2023 were \$23,355,398, a decrease from the prior year fund balance of \$30,677,884.
- Revenues for the year were \$77,497,904, as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances. Tax revenues were 51.9 percent of the total revenues of the District. Expenditures for the year were \$84,820,720. Instruction and support services were 70.6 percent of the total expenditures.
- The District has \$72,049,811 in capital assets and \$79,799,483 outstanding long-term debt.
- Beginning net position was restated to correct an error in reporting of property taxes.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the District's finances. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. The remaining statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

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

The Statement of Net Position reports information on all of the District's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the District's property tax base and the condition of the District's infrastructure, is needed to assess the overall health of the District.

Management's Discussion and Analysis

June 30, 2023

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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 local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, 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 the District's near-term financing requirements.

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

The District maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Transportation and Debt Service Funds, which are considered major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds.

Management's Discussion and Analysis

June 30, 2023

USING THIS ANNUAL REPORT - Continued

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's employee pension obligations, post-employment retirement benefit obligations and budgetary comparison schedules for the General Fund and major special revenue funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, assets/deferred outflows fell short of liabilities/deferred inflows by \$14,063,259.

	Net Position	
	2023	2022
Current Assets	\$ 49,553,273	56,004,110
Capital Assets	72,049,811	66,257,861
Total Assets	121,603,084	122,261,971
Deferred Outflows	14,740,651	13,343,651
Total Assets/Deferred Outflows	136,343,735	135,605,622
Long-Term Debt	96,695,014	109,916,239
Other Liabilities	10,732,408	11,067,461
Total Liabilities	107,427,422	120,983,700
Deferred Inflows	42,979,572	16,076,733
Total Liabilities/Deferred Inflows	150,406,994	137,060,433
Net Position		
Net Investment in Capital Assets	6,043,052	3,760,892
Restricted	14,539,034	15,203,512
Unrestricted (Deficit)	(34,645,345)	(18,854,734)
Total Net Position	(14,063,259)	109,670

Management's Discussion and Analysis

June 30, 2023

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

A portion of the District's net position, \$6,043,052, reflects its net investment in capital assets (for example, land, construction in progress, buildings, improvements other than buildings, equipment, leased assets), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$14,539,034, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining deficit of \$34,645,345, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

	Change in Net Position	
	2023	2022
Revenues		
Program Revenues		
Charges for Services	\$ 3,002,235	2,199,591
Operating Grants and Contributions	18,434,466	17,187,499
General Revenues		
Property Taxes	40,250,651	38,483,274
Replacement Taxes	2,085,154	2,371,997
Federal and State Aid	11,863,523	11,451,716
Earnings on Investments	559,969	90,878
Other General Revenues	1,301,906	1,180,857
Total Revenues	77,497,904	72,965,812
Expenses		
Instruction	28,495,808	27,540,920
Support Services	22,052,457	22,422,794
Community Services	1,268,407	1,069,343
Interest and Fees	3,331,581	2,636,970
Payments to Other Districts/Govts.	2,188,572	2,241,388
On-Behalf Retirement Contributions	14,559,707	12,212,753
Total Expenses	71,896,532	68,124,168
Change in Net Position	5,601,372	4,841,644
Net Position - Beginning as Restated	(19,664,631)	(4,731,974)
Net Position - Ending	(14,063,259)	109,670

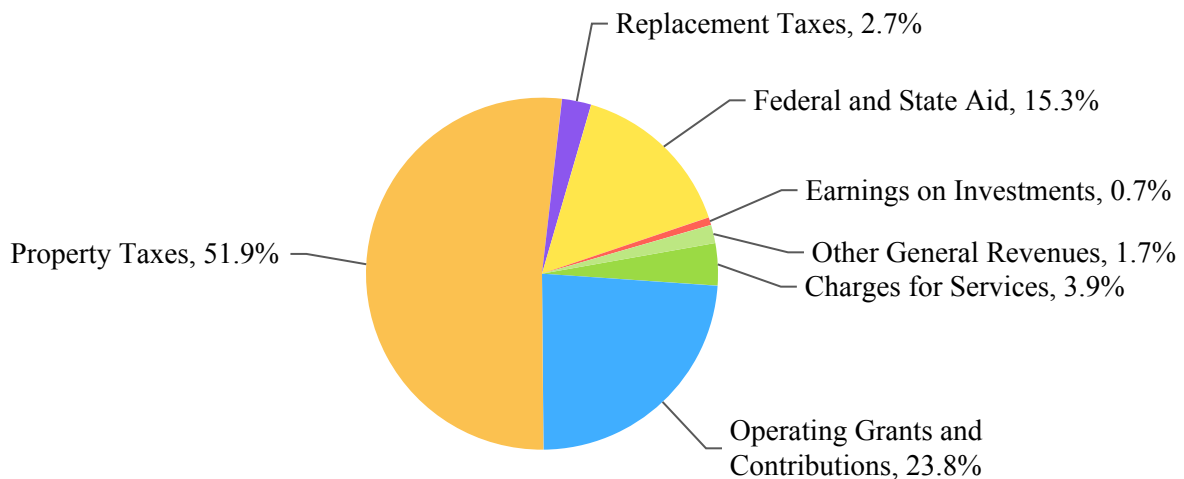
Management's Discussion and Analysis

June 30, 2023

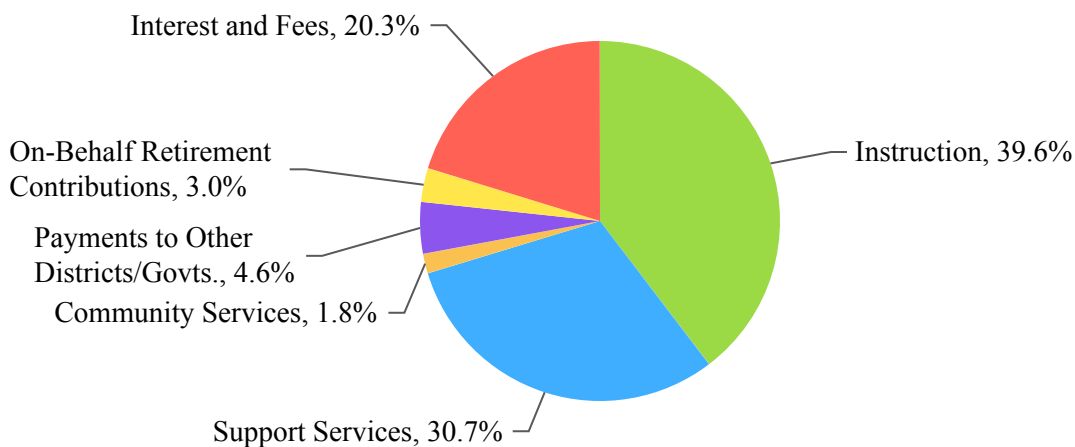
GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Net position of the District's governmental activities increased by 28.5 percent (a restated deficit \$19,664,631 in 2022 compared to deficit \$14,063,259 in 2023). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled a deficit of \$34,645,345 at June 30, 2023.

District-Wide Revenues by Source



District-Wide Expenses by Function



Revenues for governmental activities totaled \$77,497,904, while the cost of all governmental functions totaled \$71,896,532. This results in a surplus of \$5,601,372. In 2022, revenues of \$72,965,812 exceeded expenses of \$68,124,168, resulting in a surplus of \$4,841,644. The surplus in 2023 is due to higher revenues from charges for services, property taxes, and operating grants compared to last year.

Management's Discussion and Analysis

June 30, 2023

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows/outflows and balances of spendable resources. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The District's governmental funds reported combined ending fund balances of \$23,355,398, which is a decrease of \$7,322,486, or 23.9 percent, from last year's total of \$30,677,884. The decrease is due to spending the remainder of the 2021 bond sale for capital improvement projects. Of the \$23,355,398 total, \$5,621,511, or 24.1 percent, of the fund balance constitutes unassigned fund balance.

The District's General Fund includes the Educational Account, Operations and Maintenance Account and the Working Cash Account.

The Educational Account's balance at June 30, 2023 was \$740,363, an increase of \$493,110 from the previous year. The increase can be attributed to additional grant revenue.

The Operations and Maintenance Account's balance at June 30, 2023 was \$1,241,833, a decrease of \$8,450,812 from the previous year. The decrease in the current year can be attributed to spending the remainder of the 2021 bond sale for capital improvement projects.

The Working Cash Account's balance at June 30, 2023 was \$4,597,818, an increase of \$197,014 from the previous year. Money may not be expended from this fund, only transferred into funds where money may be needed. The increase is due to funds not being transferred out to other funds.

The Transportation Fund's balance at June 30, 2023 was \$6,796,192, a decrease of \$465,405 from the previous year. The decrease in the current year can be attributed to the purchase of new buses to update the aging fleet.

The Debt Service Fund's balance at June 30, 2023 was \$3,156,900, an increase of \$173,299 from the previous year. The increase in the current year can be attributed to debt service payments being lower than the previous year.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund is the District's largest budgeted fund and consists of the Educational, Operations and Maintenance and Working Cash Accounts. Exclusive of on-behalf payments, the General Fund's actual revenues of \$51,399,379 were \$255,896 less than budgeted revenues of \$51,655,275. State sources were \$243,073 more than the budgeted, federal sources were \$2,856,024 less than budgeted and local sources were \$2,357,055 more than budgeted.

Actual expenditures, exclusive of on behalf payments, of \$50,957,325, were less than budgeted expenditures, exclusive of on behalf payments, of \$51,459,323 by \$501,998. Instruction services were \$826,342 more than budgeted, support services were \$1,485,505 less than the budgeted and community services were \$318,706 more than budgeted.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Management's Discussion and Analysis

June 30, 2023

CAPITAL ASSETS

The District's investment in capital assets for its governmental and business type activities as of June 30, 2023 was \$72,049,811 (net of accumulated depreciation and amortization). This investment in capital assets includes land, construction in progress, buildings, improvements other than buildings, equipment and leased assets.

	Capital Assets - Net of Depreciation and Amortization	
	2023	2022
Land	\$ 782,089	782,089
Construction in Progress	—	9,360,050
Buildings	67,507,283	52,559,054
Improvements Other Than Buildings	1,085,347	1,258,608
Equipment	2,324,173	1,661,665
Leased Assets - Equipment	350,919	636,395
Total	72,049,811	66,257,861

This year's major additions included:

Construction in Progress	\$ 7,896,223
Buildings	15,307
Improvements Other Than Buildings	2,871
Equipment	973,770
Total	8,888,171

Additional information on the District's capital assets can be found in Note 3 of this report.

DEBT ADMINISTRATION

At year-end, the District had total outstanding debt of \$79,799,483 as compared to \$83,756,624 the previous year, a decrease of 4.7 percent. The current debt limit for the District is \$96,339,186. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding	
	2023	2022
General Obligation Bonds	\$ 67,835,000	69,695,000
Capital Appreciation Bonds	11,618,349	13,425,229
Leases Payable	346,134	636,395
	79,799,483	83,756,624

Additional information on the District's long-term debt can be found in Note 3 of this report.

Management's Discussion and Analysis

June 30, 2023

FACTORS BEARING ON THE DISTRICT'S FUTURE

The 2022-2023 budget reflects an effort to balance resources with expenditures. For the sixth year in a row, the District ended the year with a balanced budget in its operating funds. The District continues to meet students' interests and needs, while ensuring financial stability for its stakeholders.

The District currently has active contracts with all employment groups. The custodial employees' bargaining agreement will end on June 30, 2025. The support personnel contract expires on August 12, 2027. The teachers' contract is effective through July 31, 2026. Sycamore has had a history of collaborative bargaining.

The District completed a District-wide capacity analysis and facilities assessment in 2020 which identified \$19.8 million of prioritized projects, including some life safety work to be completed over the next 3 years. In the final year of projects (summer 2022), the following work was done throughout the district:

- asphalt and concrete paving repairs and replacement;
- roof repairs, recoating or replacements;
- replacement of mechanical and plumbing equipment that are past their useful life;
- mechanical and plumbing upgrades required due to changes in use or to meet new code requirements;
- electrical system repairs;
- interior wall repairs, interior finish repairs, and repainting;
- replacements of damaged casework;
- repair and refinishing or replacement of damaged doors, frames, and hardware

The District has also identified close to \$50,000,000 in capital projects that need to be completed at Sycamore High School. Financing options are currently being explored to address these necessary improvements.

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 government's finances. For questions concerning any of the information provided in this report or requests for additional information, contact the Assistant Superintendent for Business Services/Chief School Business Official at 245 W. Exchange Street, Suite 1, Sycamore, IL 60178.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements
 - Governmental Funds
 - Fiduciary Fund

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Statement of Net Position

June 30, 2023

See Following Page

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Statement of Net Position****June 30, 2023**

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 28,589,160
Receivables - Net of Allowances	
Property Taxes	19,347,971
Intergovernmental	749,435
Other	246,256
Prepays	620,451
Total Current Assets	<u>49,553,273</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	782,089
Depreciable/Amortizable	139,302,966
Accumulated Depreciation/Amortization	<u>(68,035,244)</u>
Total Noncurrent Assets	<u>72,049,811</u>
Total Assets	<u>121,603,084</u>
DEFERRED OUTFLOWS OF RESOURCES	
Unamortized Loss on Refunding	10,163,664
Deferred Items - THIS	568,190
Deferred Items - RHP	340,676
Deferred Items - TRS	208,119
Deferred Items - IMRF	3,460,002
Total Deferred Outflows of Resources	<u>14,740,651</u>
Total Assets and Deferred Outflows of Resources	<u>136,343,735</u>

The notes to the financial statements are an integral part of this statement.

	Governmental Activities
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 411,547
Accrued Payroll	4,472,579
Claims Payable	643,738
Accrued Interest Payable	949,800
Current Portion of Long-Term Debt	4,254,744
Total Current Liabilities	<u>10,732,408</u>
Noncurrent Liabilities	
Total OPEB Liability - THIS	6,362,733
Total OPEB Liability - RHP	1,371,923
Net Pension Liability - TRS	2,102,066
Net Pension Liability - IMRF	5,402,836
General Obligation Bonds Payable - Net	72,065,717
Capital Appreciation Bonds Payable	9,339,625
Leases Payable	50,114
Total Noncurrent Liabilities	<u>96,695,014</u>
Total Liabilities	<u>107,427,422</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	20,572,017
Grants	97,994
Deferred Items - THIS	20,722,430
Deferred Items - RHP	1,178,828
Deferred Items - TRS	406,715
Deferred Items - IMRF	1,588
Total Deferred Inflows of Resources	<u>42,979,572</u>
Total Liabilities and Deferred Inflows of Resources	<u>150,406,994</u>
NET POSITION	
Net Investment in Capital Assets	6,043,052
Restricted	
Student Activities	373,248
Health Plan	27,518
Transportation	6,733,478
Debt Service	2,207,100
Employee Retirement	2,270,824
Capital Projects	2,926,866
Unrestricted (Deficit)	<u>(34,645,345)</u>
Total Net Position	<u>(14,063,259)</u>

The notes to the financial statements are an integral part of this statement.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Statement of Activities

For the Fiscal Year Ended June 30, 2023

		Program Revenues		(Expenses)/
		Charges	Operating	Revenues
	Expenses	for	Grants/	Governmental
		Services	Contributions	Activities
Governmental Activities				
Instruction	\$ 28,495,808	2,793,488	2,533,386	(23,168,934)
Support Services	22,052,457	208,747	1,341,373	(20,502,337)
Community Services	1,268,407	—	—	(1,268,407)
Payments to Other Districts/Govts.	2,188,572	—	—	(2,188,572)
State Retirement Contributions	14,559,707	—	14,559,707	—
Interest on Long-Term Debt	3,331,581	—	—	(3,331,581)
Total Governmental Activities	71,896,532	3,002,235	18,434,466	(50,459,831)
General Revenues				
Taxes				
Property Taxes, Levied for General Purposes				30,034,305
Property Taxes, Levied for Specific Purposes				3,586,759
Property Taxes, Levied for Debt Services				6,629,587
Intergovernmental				
Personal Property Replacement Taxes				2,085,154
Federal and State Aid				11,863,523
Earnings on Investments				559,969
Other General Revenues				1,301,906
				56,061,203
Change in Net Position				5,601,372
Net Position - Beginning as Restated				(19,664,631)
Net Position - Ending				(14,063,259)

The notes to the financial statements are an integral part of this statement.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Balance Sheet - Governmental Funds
June 30, 2023

	General	Special Revenue Transportation	Debt Service	Nonmajor	Totals
ASSETS					
Cash and Investments	\$ 11,766,613	6,582,486	3,361,524	6,878,537	28,589,160
Receivables - Net of Allowances					
Property Taxes	14,449,321	682,277	3,216,186	1,000,187	19,347,971
Intergovernmental	574,445	174,990	—	—	749,435
Other	48,658	190,695	—	6,903	246,256
Prepays	557,737	62,714	—	—	620,451
Total Assets	27,396,774	7,693,162	6,577,710	7,885,627	49,553,273
LIABILITIES					
Accounts Payable	362,586	48,961	—	—	411,547
Accrued Payroll	4,358,824	113,755	—	—	4,472,579
Claims Payable	643,738	—	—	—	643,738
Total Liabilities	5,365,148	162,716	—	—	5,527,864
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	15,353,618	734,254	3,420,810	1,063,335	20,572,017
Grants	97,994	—	—	—	97,994
Total Deferred Inflows of Resources	15,451,612	734,254	3,420,810	1,063,335	20,670,011
Total Liabilities and Deferred Inflows of Resources	20,816,760	896,970	3,420,810	1,063,335	26,197,875
FUND BALANCES					
Nonspendable	557,737	62,714	—	—	620,451
Restricted	400,766	6,733,478	3,156,900	6,822,292	17,113,436
Unassigned	5,621,511	—	—	—	5,621,511
Total Fund Balances	6,580,014	6,796,192	3,156,900	6,822,292	23,355,398
Total Liabilities, Deferred Inflows of Resources and Fund Balances	27,396,774	7,693,162	6,577,710	7,885,627	49,553,273

The notes to the financial statements are an integral part of this statement.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities

June 30, 2023

Total Governmental Fund Balances	\$ 23,355,398
Amounts reported for Governmental Activities in the Statement of Net Position are different because:	
Capital assets used in Governmental Activities are not financial resources and therefore, are not reported in the funds.	72,049,811
Deferred Outflows/Inflows of Resources related to the retirement plans not reported in the funds.	
Deferred Items - THIS	(20,154,240)
Deferred Items - RHP	(838,152)
Deferred Items - TRS	(198,596)
Deferred Items - IMRF	3,458,414
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Total OPEB Liability - THIS	(6,362,733)
Total OPEB Liability - RHP	(1,371,923)
Net Pension Liability - TRS	(2,102,066)
Net Pension Liability - IMRF	(5,402,836)
General Obligation Bonds Payable - Net	(73,745,717)
Capital Appreciation Bonds Payable	(11,618,349)
Leases Payable	(346,134)
Unamortized Loss on Refunding	10,163,664
Accrued Interest Payable	(949,800)
Net Position of Governmental Activities	(14,063,259)

The notes to the financial statements are an integral part of this statement.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended June 30, 2023**

	General	Special Revenue Transportation	Debt Service	Nonmajor	Totals
Revenues					
Local Sources					
Property Taxes	\$ 30,034,305	1,532,259	6,629,587	2,054,500	40,250,651
Personal Property Replacement Taxes	1,787,272	—	—	297,882	2,085,154
Earnings on Investments	412,803	—	147,166	—	559,969
Other Revenue from Local Sources	4,135,147	163,115	—	5,879	4,304,141
State Sources	13,064,146	708,430	—	—	13,772,576
Federal Sources	1,965,706	—	—	—	1,965,706
On-Behalf Payments - State of Illinois	14,559,707	—	—	—	14,559,707
Total Revenues	65,959,086	2,403,804	6,776,753	2,358,261	77,497,904
Expenditures					
Instruction	29,227,851	—	—	588,902	29,816,753
Support Services	18,383,485	2,806,495	—	8,883,707	30,073,687
Community Services	1,157,417	—	—	110,990	1,268,407
Payments to Other Districts and Govt. Units	2,188,572	—	—	—	2,188,572
Debt Service					
Principal Retirement	—	—	4,595,261	—	4,595,261
Interest and Fiscal Charges	—	—	2,318,333	—	2,318,333
On-Behalf Expenditures	14,559,707	—	—	—	14,559,707
Total Expenditures	65,517,032	2,806,495	6,913,594	9,583,599	84,820,720
Excess (Deficiency) of Revenues Over (Under) Expenditures	442,054	(402,691)	(136,841)	(7,225,338)	(7,322,816)
Other Financing Sources (Uses)					
Disposal of Capital Assets	330	—	—	—	330
Transfers In	—	—	310,140	7,955,646	8,265,786
Transfers Out	(8,203,072)	(62,714)	—	—	(8,265,786)
	(8,202,742)	(62,714)	310,140	7,955,646	330
Net Change in Fund Balances	(7,760,688)	(465,405)	173,299	730,308	(7,322,486)
Fund Balances - Beginning	14,340,702	7,261,597	2,983,601	6,091,984	30,677,884
Fund Balances - Ending	6,580,014	6,796,192	3,156,900	6,822,292	23,355,398

The notes to the financial statements are an integral part of this statement.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the
Governmental Funds to the Statement of Activities - Governmental Activities
For the Fiscal Year Ended June 30, 2023**

Net Change in Fund Balances - Total Governmental Funds	\$ (7,322,486)
---	-----------------------

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 and reported as depreciation expense.

Capital Outlays	8,888,171
Depreciation Expense	(3,096,221)

Changes in Deferred Items Related to Pensions.

Change in Deferred Items - THIS	(10,998,577)
Change in Deferred Items - RHP	252,941
Change in Deferred Items - TRS	332,876
Change in Deferred Items - IMRF	6,858,467

The issuance of long-term debt provides current financial resources to
Governmental Funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Change in Total OPEB Liability - THIS	14,098,198
Change in Total OPEB Liability - RHP	(20,093)
Change in Net Pension Liability - TRS	(6,600)
Change in Net Pension Liability/(Asset) - IMRF	(6,967,317)
Retirement of Long-Term Debt	4,595,261
Amortization on Bond Premium	935,933
Amortization of Loss on Refunding	(1,281,535)

Capital appreciation bonds appreciate over the life of the bond and the current year's
amortized capital appreciation is recorded as an interest expense in the
government-wide statements.

	(638,120)
--	-----------

Changes to accrued interest on long-term debt in the Statement of Activities
does not require the use of current financial resources and, therefore, are not
reported as expenditures in the governmental funds.

	(29,526)
--	----------

Changes in Net Position of Governmental Activities	5,601,372
---	------------------

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Statement of Fiduciary Net Position
June 30, 2023

	Private Purpose Trust
ASSETS	
Cash and Cash Equivalents	\$ 666,223
NET POSITION	
Assets Held in Trust	666,223

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Statement of Changes in Fiduciary Net Position

June 30, 2023

	Private Purpose Trust
Additions	
Earnings on Investments	\$ 8,712
Deductions	
Payments for Scholarships	40,204
Change in Fiduciary Net Position	(31,492)
Net Position - Beginning	697,715
Net Position - Ending	666,223

The notes to the financial statements are an integral part of this statement.

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Sycamore Community Unit School District No. 427 (the “District”) is a public school system governed by an elected Board of Education. The District is organized under the School Code of the State of IL, as amended.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the District’s accounting policies established under GAAP and used by the District are described below.

REPORTING ENTITY

In determining the financial reporting entity, the District complies with the provisions of GASB Statement No. 61, “The Financial Reporting Omnibus - an Amendment of GASB Statements No. 14 and No. 34” and includes all component units that have a significant operational or financial relationship with the District. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

BASIS OF PRESENTATION

Government-Wide Statements

The District’s basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District’s major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The District’s operating activities are all considered governmental activities, that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered business-type activities.

In the government-wide Statement of Net Position, both the governmental activities column is (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The District’s net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District’s functions (instruction, support services, community services, etc.). The functions are supported by general government revenues (property and personal property replacement taxes, earnings on investments, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which 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 contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function) are normally covered by general revenue (property and personal property replacement taxes, earnings on investments, etc.). This government-wide focus is more on the sustainability of the District as an entity and the change in the District’s net position resulting from the current year’s activities.

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the District:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

General Fund is the general operating fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund and is comprised of three accounts: the Educational Account, the Operations and Maintenance Account and the Working Cash Account.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes, other than those accounted for in the Debt Service Fund or Capital Projects Fund. The Transportation Fund, a major fund, is used to account for all revenue and expenditures made for student transportation. Additionally, the District maintains one nonmajor special revenue fund.

Debt Service Fund is used to account for the accumulation of resources that are restricted, committed, or assigned for, and the payment of, long-term debt principal, interest and related costs. The primary revenue sources are local property taxes levied specifically for debt service and transfers from other funds. The Debt Service Fund is a major fund.

Capital Projects Funds are used to account for the financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities. Revenues are derived from state and federal grant funding, local impact fees, and transfers from other funds. The District maintains two nonmajor capital projects funds.

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or custodial capacity for others and therefore are not available to support District programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Custodial Funds are used to account for assets held by the District in a purely custodial capacity. The Private-Purpose Trust Fund accounts for the resources held for the Essie B. Smith Scholarship Fund which awards scholarships annually to students in the District.

The District's fiduciary funds are presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the District, these funds are not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded, regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the "current financial resources" measurement focus is used.

All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The accounting objectives of the "economic resources" measurement focus is the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

All custodial funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Custodial funds equity is classified as net position.

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after year-end, except for state aid. State aid payments received after 60 days are being considered as available as historically, state aid collected within 60 days has represented all state aid expected to be collected.

The state is currently behind on payments to local government agencies, which is a highly unusual circumstance, resulting in current year state aid collections after 60 days of year-end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due, and certain compensated absences, claims, and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

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

Property taxes, replacement taxes, certain state and federal aid and interest on investments are susceptible to accrual. Other receipts become measurable and available when cash is received by the District and are recognized as revenue at that time. Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until earned.

All custodial funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS AND NET POSITION OR EQUITY

Cash and Investments

For the purpose of the Statement of Net Position, cash and cash equivalents are considered to be cash on hand, demand deposits and cash with a fiscal agent.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. 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; Level 3 inputs are significant unobservable inputs.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes and intergovernmental.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents a consumption/acquisition of net assets that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Prepays

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepaids are valued at cost, which approximates market value, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

Capital Assets

Capital assets purchased or acquired with an original cost of \$1,500 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized/amortized. Other costs incurred for repairs and maintenance are expensed as incurred.

Notes to the Financial Statements

June 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS AND NET POSITION OR EQUITY

Capital Assets - Continued

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the District as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized/amortized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical costs based on replacement costs.

Depreciation/amortization on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings	15 - 50 Years
Improvements Other Than Buildings	15 - 20 Years
Equipment	5 - 20 Years
Leased Assets - Equipment	5 Years

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

Net Position

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

Net Investment in Capital Assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

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

Unrestricted - All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

Notes to the Financial Statements

June 30, 2023

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Annual budgets for all Governmental Funds are adopted on the modified accrual basis, consistent with generally accepted accounting principles (GAAP) for local governments.

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

- 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.
- Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
- Prior to October 1, 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.
- 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 following the public hearing process mandated by law. The budget, which was not amended, was adopted on September 27, 2022.
- Formal budgetary integration is employed as a management control device during the year for all Governmental Funds.
- The District has adopted a legal budget for all its Governmental Funds. The legal level of budgetary control is at the individual fund level, therefore, actual expenditures for the governmental funds may not legally exceed the total amount budgeted for such funds. However, under the State Budget Act, expenditures may exceed the budget if additional resources are available to finance such expenditures.
- The budget lapses at the end of each fiscal year.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget as of the date of this report:

Fund	Excess
Operations and Maintenance Account - General	\$ 849,534
Transportation	553,234
Municipal Retirement and Social Security	152,017
Debt Service	523,341
Capital Projects	71,984

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

Under State law, limits are imposed as to investments in commercial paper, corporate bonds and mutual funds in which the District may invest, as well as the Illinois School District Liquid Asset Fund Plus (ISDLAF+).

The ISDLAF+ is a non-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. It is not registered with the SEC as an investment company. Investments are sold valued at share price, which is the price for which the investment could be sold.

Deposits. At year-end, the carrying amount of the District's deposits totaled \$7,935,504 and the bank balances totaled \$9,447,840.

Investments. The District has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Treasury Obligations	\$ 4,093,930	4,093,930	—	—	—
ISDLAF+	16,559,726	16,559,726	—	—	—
Totals	20,653,656	20,653,656	—	—	—

The District has the following recurring fair value measurements as of June 30, 2023:

- U.S. Treasury Obligations of \$4,093,930 are valued using a matrix pricing model (Level 1 inputs)
- ISDLAF+ of \$16,559,726, which is measured at net asset value per share as determined by the pool

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District's investment policy states that the investment portfolio shall provide liquidity to pay the District's obligations as they become due. In this regard, the maturity and marketability of investments shall be considered.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in security instruments authorized under State Statute, the District's investment policy further states that safety of principal is the foremost objective of the District. At year-end, the District's investments in ISDLAF+ was rated AAAM by Standard & Poor's.

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy states that all amounts deposited with financial institutions in excess of any insurance limit shall be collateralized in accordance with the Public Funds Investment Act, 30 ILCS235/. The Superintendent or designee shall keep the Board informed of collateral agreements. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**DEPOSITS AND INVESTMENTS - Continued**

Custodial Credit Risk - Investments. For an investment, this is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy states that investments may only be made in banks, savings banks, savings and loan associations, or credit unions that are insured by the Federal Deposit Insurance Corporation or other approved share insurer. At year end, the District investments in ISDLAF+ were not subject to custodial credit risk.

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy requires that the investment portfolio is diversified as to materials and investments, as appropriate to the nature, purpose and amount of the funds. At year-end, the District does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools and other pooled investments).

INTERFUND TRANSFERS

Transfers are used to (1) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Debt Service	Educational Account - General	\$ 203,064 (1)
Debt Service	Operations and Maintenance Account - General	44,362 (1)
Debt Service	Transportation	62,714 (1)
Capital Projects	Operations and Maintenance Account - General	<u>7,955,646 (2)</u>
		<u>8,265,786</u>

PROPERTY TAXES

Property taxes for June 30, 2022 attach as an enforceable lien on January 1 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments: on or about June 1, and September 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

PERSONAL PROPERTY REPLACEMENT TAXES

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

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 782,089	—	—	782,089
Construction in Progress	9,360,050	7,896,223	17,256,273	—
	10,142,139	7,896,223	17,256,273	782,089
Depreciable/Amortizable Capital Assets				
Buildings	108,855,234	17,271,580	—	126,126,814
Improvements Other Than Buildings	4,006,954	2,871	—	4,009,825
Equipment	7,270,686	973,770	—	8,244,456
Leased Assets - Equipment	921,871	—	—	921,871
	121,054,745	18,248,221	—	139,302,966
Less Accumulated Depreciation/Amortization				
Buildings	56,296,180	2,323,351	—	58,619,531
Improvements Other Than Buildings	2,748,346	176,132	—	2,924,478
Equipment	5,609,021	311,262	—	5,920,283
Leased Assets - Equipment	285,476	285,476	—	570,952
	64,939,023	3,096,221	—	68,035,244
Total Net Depreciable/Amortizable Capital Assets	56,115,722	15,152,000	—	71,267,722
Total Net Capital Assets	66,257,861	23,048,223	17,256,273	72,049,811

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

Instruction	\$ 2,229,280
Support Services	866,941
	<u>3,096,221</u>

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Notes to the Financial Statements****June 30, 2023****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****LONG-TERM DEBT****General Obligation Bonds**

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General Obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
\$1,800,000 Limited Tax School Bonds of 2010E - Due in annual installments plus semi-annual interest at 2.00% to 3.00% through February 1, 2023.	\$ 205,000	—	205,000	—
\$2,875,000 General Obligation School Bonds of 2015 - Due in annual installments of \$765,000 to \$2,110,000 plus semi-annual interest at 3.05% to 3.15% through January 1, 2030.	2,875,000	—	—	2,875,000
\$9,680,000 General Obligation Refunding School Bonds of 2017 - Due in annual installments of \$3,100,000 to \$3,225,000 plus semi-annual interest at 3.55% to 4.00% through February 1, 2033.	9,680,000	—	—	9,680,000
\$9,800,000 General Obligation Limited Refunding School Bonds of 2019A - Due in annual installments of \$100,000 to \$1,475,000 plus semi-annual interest at 2.00% through February 1, 2031.	9,185,000	—	1,275,000	7,910,000
\$7,630,000 General Obligation Refunding School Bonds of 2019B - Due in annual installments of \$2,250,000 to \$3,000,000 plus semi-annual interest at 3.00% to 4.00% through February 1, 2037.	7,630,000	—	—	7,630,000
\$11,230,000 General Obligation Taxable Refunding School Bonds of 2019C - Due in annual installments of \$750,000 to \$3,810,000 plus semi-annual interest at 2.74% to 3.34% through February 1, 2035.	11,230,000	—	—	11,230,000

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

General Obligation Bonds - Continued

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
\$2,815,000 General Obligation Taxable Limited Tax School Bonds of 2021A - Due in annual installments of \$340,000 to \$1,275,000 plus semi-annual interest at 0.47% to 1.60% through February 1, 2029.	\$ 2,770,000	—	340,000	2,430,000
\$16,940,000 General Obligation Limited Tax School Bonds of 2021B - Due in annual installments of \$515,000 to \$1,875,000 plus semi-annual interest at 4.00% through February 1, 2041.	16,940,000	—	—	16,940,000
\$9,180,000 General Obligation Refunding School Bonds of 2021C - Due in annual installments of \$40,000 to \$2,825,000 plus semi-annual interest at 2.50% to 4.00% through February 1, 2037.	9,180,000	—	40,000	9,140,000
	69,695,000	—	1,860,000	67,835,000

Capital Appreciation Bonds Payable

The District issued capital appreciation bonds to provide funds for the acquisition and construction of major capital facilities. Capital appreciation bonds are direct obligations and pledge the full faith and credit of the government. Capital appreciation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
\$15,056,877 Capital Appreciation Bonds of 2007B - Due in annual installments plus semi-annual interest at 4.03% to 4.75% through January 1, 2027.	\$ 13,425,229	638,120	2,445,000	11,618,349

Notes to the Financial Statements
June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**LONG-TERM DEBT - Continued****Leases Payable**

The District has the following leases outstanding at year end:

Lease	Term Length	Start Date	Payments	Interest Rate
Buses	60 Months	July 1, 2019	\$62,714 annually	3.25%
Ford Trucks	60 Months	June 1, 2020	\$44,362 annually	3.59%
Printers and Copiers	60 Months	August 29, 2019	\$2,017 monthly	4.00%
Printers and Copiers	60 Months	August 29, 2019	\$312 monthly	6.00%
Printers and Copiers	60 Months	August 29, 2019	\$157 monthly	6.00%
Printers and Copiers	60 Months	August 29, 2019	\$10,257 monthly	3.50%
Printers and Copiers	60 Months	August 29, 2019	\$2,017 monthly	4.00%
Printers and Copiers	60 Months	August 29, 2019	\$433 monthly	4.00%
Printers and Copiers	60 Months	March 16, 2020	\$433 monthly	4.00%
Printers and Copiers	60 Months	July 30, 2020	\$1,765 monthly	4.00%

The future principal and interest lease payments as of the year-end were as follows:

Fiscal Year	Principal	Interest
2024	\$ 296,020	9,356
2025	50,114	588
Totals	<u>346,134</u>	<u>9,944</u>

Defeased Debt

In prior years, the government defeased general obligation and revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payment on the old bonds. Since the requirements which normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Defeased bonds of \$11,440,000 remain outstanding as of the date of this report.

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Total OPEB Liability - THIS	\$ 20,460,931	—	14,098,198	6,362,733	—
Total OPEB Liability - RHP	1,351,830	20,093	—	1,371,923	—
Net Pension Liability - TRS	2,095,466	6,600	—	2,102,066	—
Net Pension Liability/(Asset) - IMRF	(1,564,481)	6,967,317	—	5,402,836	—
General Obligation Bonds	69,695,000	—	1,860,000	67,835,000	1,680,000
Plus: Unamortized Premium	6,846,650	—	935,933	5,910,717	—
Capital Appreciation Bonds	13,425,229	638,120	2,445,000	11,618,349	2,278,724
Leases Payable	636,395	—	290,261	346,134	296,020
	<u>112,947,020</u>	<u>7,632,130</u>	<u>19,629,392</u>	<u>100,949,758</u>	<u>4,254,744</u>

The total OPEB liability for THIS and RHP and the net pension liability for TRS are being liquidated from the General Fund. The net pension liability for IMRF is being liquidated by the Municipal Retirement/Social Security Fund. The general obligation bonds, capital appreciation bonds and leases payable are being paid by the Debt Service Fund.

Legal Debt Margin

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 13.8% of the most recent available equalized assessed valuation of the District. At year-end the legal debt margin is as follows:

Assessed Valuation - 2022	<u>\$ 698,110,043</u>
Legal Debt Limit - 13.8% of Assessed Value	96,339,186
Amount of Debt Applicable to Limit	<u>68,181,134</u>
Legal Debt Margin	<u>28,158,052</u>

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity are as follows:

Fiscal Year	General Obligation Bonds		Capital Appreciation Bonds	
	Principal	Interest	Principal/ Accretion	Interest
2024	\$ 1,680,000	2,261,556	2,278,724	551,276
2025	1,370,000	2,231,848	2,790,096	444,904
2026	1,360,000	2,203,648	3,196,723	313,277
2027	1,385,000	2,176,448	3,352,806	157,194
2028	4,920,000	2,148,748	—	—
2029	5,020,000	2,031,514	—	—
2030	5,200,000	1,859,538	—	—
2031	5,275,000	1,698,976	—	—
2032	5,320,000	1,511,676	—	—
2033	5,520,000	1,305,536	—	—
2034	5,730,000	1,105,880	—	—
2035	5,930,000	903,731	—	—
2036	6,155,000	677,025	—	—
2037	5,885,000	488,800	—	—
2038	1,670,000	283,400	—	—
2039	1,735,000	216,600	—	—
2040	1,805,000	147,200	—	—
2041	1,875,000	75,000	—	—
Totals	67,835,000	23,327,124	11,618,349	1,466,651

NET POSITION RESTATEMENT

Beginning net position was restated to correct an error in reporting of property taxes. The following is a summary of the net position as originally reported and as restated:

Net Position	As Reported	As Restated	(Decreases)
Governmental Activities	\$ 109,670	(19,664,631)	(19,774,301)

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**NET POSITION CLASSIFICATION**

Net investment in capital assets was comprised of the following as of June 30, 2023:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 72,049,811
Plus: Unspent Bond Proceeds	1,624,602
Plus: Loss on Refunding	10,163,664
Plus: Original Issue Discount on Capital Appreciation Bonds	7,915,175
Less: Capital Related Debt	
General Obligation Bonds	(67,835,000)
Capital Appreciation Bonds	(11,618,349)
Leases Payable	(346,134)
Unamortized Premium	(5,910,717)
Net Investment in Capital Assets	<u>6,043,052</u>

FUND BALANCE CLASSIFICATIONS

In the governmental fund financial statements, the District considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The District first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority (the Board of Education), to be reported as committed; amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts that are constrained by the Board of Education's intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Education itself or b) a body or official to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. The District's highest level of decision-making authority is the Board of Education, who is authorized to assign amounts to a specific purpose.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Notes to the Financial Statements

June 30, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance Policy. The District's fund balance policy manual states that the combined Educational and Operations and Maintenance Accounts of the General Fund and Transportation Fund should maintain a minimum fund balance equal to 25% of budgeted operating expenditures.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Special Revenue Transportation	Debt Service	Nonmajor	Totals
Fund Balances					
Nonspendable					
Prepays	\$ 557,737	62,714	—	—	620,451
Restricted					
Student Activities	373,248	—	—	—	373,248
Health Plan	27,518	—	—	—	27,518
Transportation	—	6,733,478	—	—	6,733,478
Debt Service	—	—	3,156,900	—	3,156,900
Employee Retirement	—	—	—	2,270,824	2,270,824
Capital Projects	—	—	—	4,551,468	4,551,468
	400,766	6,733,478	3,156,900	6,822,292	17,113,436
Unassigned	5,621,511	—	—	—	5,621,511
Total Fund Balances	6,580,014	6,796,192	3,156,900	6,822,292	23,355,398

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT

The District has purchased insurance through a risk pool and from private insurance companies. Risks covered include general liability, workers compensation and other. Premiums have been displayed as expenditures in appropriate funds. No material decreases in insurance coverage have occurred, nor have any insurance claims in excess of insurance coverage been paid or reported during the last three years. The District also operates a self-insurance program for medical coverage for employees.

Collective Liability Insurance Cooperative (CLIC)

The District is a member of CLIC, which has been formed to provide casualty, workman's compensation, property and liability protections and to administer some or all insurance coverage and protection other than health, life and accident coverage procured by the member Districts. It is intended, by the creation of CLIC, to allow a member District to equalize annual fluctuations in insurance costs by establishing a program whereby reserves may be created and temporary deficits of individual Districts covered and to ultimately equalize the risks and stabilize the costs of providing casualty, property and liability protections. If, during any fiscal year, the funds on hand in the account of CLIC are not sufficient to pay expenses of administration, the Board of Directors shall require supplementary payment from all members. Such payment shall be made in the same proportion as prior payments during that year to CLIC. Complete financial statements for CLIC can be obtained from its administrator, 1441 Lake Street, Libertyville, IL 60048.

JOINT AGREEMENT

The District is a member of the Northwestern Illinois Association (NIA), a joint agreement that provides certain special education services to residents of many school districts. The District serves as the NIA's administrative district. The District believes that because it does not control the selection of the governing authority, and because control over the employment of management personnel, operations, scope of public service, and special financing relationships is exercised by the joint agreement governing board, this is not included as a component unit of the District. Financial statements for the NIA may be obtained by writing to 245 West Exchange Street, Sycamore, IL 60178, or online at <http://www.thenia.org/contact-us/>.

CONTINGENT LIABILITIES

Litigation

From time to time, the District is party to various pending claims and legal proceedings with respect to employment, civil rights, property taxes and other matters. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the District attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the District's financial position or results of operations.

State and Federal Contingencies

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

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

The aggregate amounts for the two plans are:

	Pension (Revenue)	Total OPEB Liability	Deferred Outflows of Resources	Deferred Inflows of Resources
Teacher Health Insurance Security	\$ (2,923,627)	6,362,733	568,190	20,722,430
Retiree's Health Plan	(154,189)	1,371,923	340,676	1,178,828
	(3,077,816)	7,734,656	908,866	21,901,258

Teachers' Health Insurance Security Fund

Plan Description

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the City of Chicago. THIS health coverage includes provisions for medical, prescription drug, and behavioral health benefits, but does not provide vision, dental, or life insurance benefits. Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Beginning February 1, 2015, annuitants who were enrolled in Medicare Parts A and B may be eligible to enroll in Medicare Advantage Plans.

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

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

On Behalf Contributions to the THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.90 percent of pay during the year ended June 30, 2023. State of Illinois contributions were \$236,635, and the District recognized revenues 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 percent during the year ended June 30, 2023. For the year ended June 30, 2023, the District paid \$176,161 to the THIS Fund, which was 100 percent of the required contribution.

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Teachers' Health Insurance Security Fund - Continued

Plan Description - Continued

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

Actuarial Assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2021, 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 1 year of service to 3.50% at 20 or more years of service.
Investment Rate of Return:	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Healthcare Cost Trend Rates:	Trend rates for plan year 2023 are based on actual premium increases. For non-medicare costs, trend rates start at 8.00% for plan year 2024 and decrease gradually to an ultimate rate of 4.25% in 2039. For MAPD costs, trend rates are 0% in 2024 to 2028, 19.42% in 2029 to 2033 and 5.81% in 2034, declining gradually to an ultimate rate of 4.25% in 2039.

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 PubNS2010 Non-Safety Disabled Retiree Table. Mortality rates for pre-retirement were based on the PubT2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2017 through June 30, 2020.

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued**OTHER POST-EMPLOYMENT BENEFITS - Continued****Teachers' Health Insurance Security Fund - Continued****Single Discount Rate**

Projected benefit payments were discounted to their actuarial present value 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 bond 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 TRIP is financed on a pay-as-you-go basis, a discount rate consistent with fixed-income municipal bonds with 20 years to maturity that include only federally tax exempt municipal bonds as reported in Fidelity's index's "20-year Municipal GO AA Index" has been selected. 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 one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease (2.69%)	Current Discount Rate (3.69%)	1% Increase (4.69%)
Employer's Proportionate Share of the OPEB Liability	\$ 7,071,344	6,362,733	5,634,695

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 plan's net OPEB liability as of June 30, 2022, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower. The current claims trend rates are 8.00% in plan year end 2024, decreasing to an ultimate trend rate of 4.25% in plan year end 2039.

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Employer's Proportionate Share of the OPEB Liability	\$ 5,376,699	6,362,733	7,444,920

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Teachers' Health Insurance Security Fund - Continued

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

At June 30, 2023, the District reported a liability for its proportionate share of the net OPEB liability that reflected a reduction for State OPEB support provided to the District. 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's 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 0.093000 percent, which was an increase of 0.000229 from its proportion measured as of June 30, 2021. 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	\$ 6,362,733
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>8,655,891</u>
Total	<u><u>15,018,624</u></u>

For the year ending June 30, 2023, the District recognized OPEB revenue and expense of \$236,635 for support provided by the State. For the year ending June 30, 2023, the District recognized OPEB revenue of \$2,923,627. 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	Totals
Differences Between Expected and Actual Experience	\$ —	(4,161,540)	(4,161,540)
Net Difference Between Projected and Actual Earnings on Pension Investments	—	(15,689,430)	(15,689,430)
Changes of Assumptions	919	(146)	773
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	391,277	(871,314)	(480,037)
Total Pension Expense to be Recognized in Future Periods	392,196	(20,722,430)	(20,330,234)
Employer Contributions Subsequent to the Measurement Date	175,994	—	175,994
Totals	<u>568,190</u>	<u>(20,722,430)</u>	<u>(20,154,240)</u>

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Teachers' Health Insurance Security Fund - Continued

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

\$175,994 reported as deferred outflows of resources related to OPEB resulting from District 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 reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2024	\$ (3,335,768)
2025	(3,113,232)
2026	(2,777,922)
2027	(2,689,638)
2028	(2,655,574)
Thereafter	(5,758,100)
Total	<u>(20,330,234)</u>

Retiree's Health Plan

General Information about the OPEB Plan

Plan Description. The District's defined benefit OPEB plan, Retiree's Health Plan (RHP), provides OPEB for all permanent full-time employees of the District. RHP is a single-employer defined benefit OPEB plan administered by the District. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the District Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RHP provides healthcare insurance for eligible IMRF retirees and their dependents through the District's group health insurance plan, which covers both active and retired members.

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree's Health Plan - Continued

General Information about the OPEB Plan - Continued

Plan Membership. As of June 30, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	4
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>152</u>
Total	<u><u>156</u></u>

Total OPEB Liability

The District's total OPEB liability was measured as of June 30, 2023 and was determined by an actuarial valuation as of June 30, 2022.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary Increases	4.00%
Discount Rate	4.13%
Healthcare Cost Trend Rates	5.00% initial rate decreasing to an ultimate rate of 4.50% until 2037
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on the S&P Municipal Bond 20-Year High-Grade Rate Index.

Mortality rates are based on the PubG.H-2010(B) Mortality Table - General (below-median income) with future mortality improvement scale using Scale MP-2020.

Notes to the Financial Statements

June 30, 2023

Change in the Total OPEB Liability

The discount rate used to measure the total pension liability was 4.13%, while the prior valuation used a rate of 4.09%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (3.13%)	Current Discount Rate (4.13%)	1% Increase (5.13%)
Total OPEB Liability	\$ 1,478,209	1,371,923	1,276,476

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Retiree's Health Plan - Continued

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using variable Healthcare Trend Rates, as well as what the total OPEB liability would be if it were calculated using variable Healthcare Trend Rates that are one percentage point lower or one percentage point higher:

		Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
	1% Decrease (Varies)		
Total OPEB Liability	\$ 1,258,622	1,371,923	1,501,917

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 revenue of \$154,189. 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	Totals
Difference Between Expected and Actual Experience	\$ 135,192	(13,756)	121,436
Change in Assumptions	205,484	(1,165,072)	(959,588)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	340,676	(1,178,828)	(838,152)

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Notes to the Financial Statements****June 30, 2023****NOTE 4 - OTHER INFORMATION - Continued****OTHER POST-EMPLOYMENT BENEFITS - Continued****Retiree's Health Plan - Continued**

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2024	\$ (256,948)
2025	(256,948)
2026	(256,948)
2027	(115,496)
2028	38,896
Thereafter	9,292
Total	<u>(838,152)</u>

RETIREMENT SYSTEMS

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

The aggregate amounts for the pension plans are:

	Pension Expense/ (Revenue)	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources
Teacher's Retirement System of the State of Illinois	\$ (133,998)	2,102,066	208,119	406,715
Illinois Municipal Retirement Fund	759,887	5,402,836	3,460,002	1,588
	<u>625,889</u>	<u>7,504,902</u>	<u>3,668,121</u>	<u>408,303</u>

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS)

Plan Descriptions, Provisions and Funding Policies

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago. TRS members include all active 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 only be made by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for TRS's administration. TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/acfrs>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling 888-678-3675, option 2.

Benefits Provided

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

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

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

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

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2022, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2023, State of Illinois contributions recognized by the employer were based on the State's proportionate share of the collective net pension liability associated with the employer and the employer recognized revenue and expenditures of \$14,323,072 in pension contributions from the State.

2.2 Formula Contributions. Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2023 were \$152,498 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 employer to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contribution rate is the total employer normal cost beginning with the year ended June 30, 2018.

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

For the fiscal year ended June 30, 2023, the employer pension contribution was 10.49 percent of salaries paid from federal and special trust funds. For the fiscal year ended June 30, 2022, the employer pension contribution was 10.31 percent of salaries paid from those funds. For the fiscal year ended June 30, 2023, salaries totaling \$381,025 were paid from federal and special trust funds that required employer contributions of \$39,969, which was equal to the District's actual contributions. These contributions are deferred because they were paid after the June 30, 2022 measurement date.

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued**RETIREMENT SYSTEMS - Continued****Teachers' Retirement System (TRS) - Continued****Contributions - 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 percent if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2023, the employer paid \$12,408 to TRS for employer contributions due on salary increases in excess of 6 percent, \$3,171 for salary increases in excess of 3 percent and \$521 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 employer 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 employer 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 employer follows below:

Employer's Proportionate Share of the Net Pension Liability	\$ 2,102,066
State's Proportionate Share of the Net Pension Liability Associated with the Employer	<u>182,340,305</u>
Total	<u><u>184,442,371</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 employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2022, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2022, the employer's proportion was 0.002510 percent, which was a decrease of 0.000176 percent from its proportion measured as of June 30, 2021.

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - 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 pension expense of \$14,323,072 and revenue of \$14,323,072 for support provided by the state. At June 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Differences Between Expected and Actual Experience	\$ 4,226	(11,590)	(7,364)
Net Difference Between Projected and Actual Earnings on Pension Investments	1,923	—	1,923
Changes of Assumptions	9,692	(4,013)	5,679
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	—	(391,112)	(391,112)
Total Pension Expense to be Recognized in Future Periods	15,841	(406,715)	(390,874)
Employer Contributions Subsequent to the Measurement Date	192,278	—	192,278
Totals	208,119	(406,715)	(198,596)

\$192,278 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 ended 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:

Fiscal Year	Net Deferred (Inflows) of Resources
2024	\$ (213,358)
2025	(75,930)
2026	(77,033)
2027	(12,860)
2028	(11,693)
Thereafter	—
Total	(390,874)

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

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: 2.50 Percent

Salary Increases: Varies by Amount of Service Credit

Investment Rate of Return: 7.00 Percent, Net of Pension Plan Investment Expense, Including Inflation

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

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

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

Actuarial Assumptions - Continued

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Large Cap	16.3%	5.7%
U.S. Small/Mid Cap	1.9%	6.8%
International Equities Developed	14.1%	6.6%
Emerging Market Equities	4.7%	8.6%
U.S. Bonds Core	6.9%	1.2%
Cash Equivalents	1.2%	(0.3%)
TIPS	0.5%	0.3%
International Debt Developed	1.2%	6.6%
Emerging International Debt	3.7%	3.8%
Real Estate	16.0%	5.4%
Private Debt	12.5%	5.3%
Hedge Funds	4.0%	3.5%
Private Equity	15.0%	10.0%
Infrastructure	2.0%	5.9%
Total	100.0%	

Discount Rate

At June 30, 2022, the discount rate used to measure the total pension liability was 7.0 percent, 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, employer contributions and state contributions will be made at the current statutorily-required rates.

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

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Teachers' Retirement System (TRS) - Continued

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

The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's Proportionate Share of the OPEB Liability	\$ 2,570,845	2,102,066	2,102,066

TRS Fiduciary Net Position

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

Illinois Municipal Retirement Fund (IMRF)**Plan Descriptions**

Plan Administration. The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a defined benefit agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Annual Comprehensive Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

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

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

Plan Membership. As of December 31, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	528
Inactive Plan Members Entitled to but not yet Receiving Benefits	468
Active Plan Members	<u>265</u>
Total	<u><u>1,261</u></u>

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Contributions. As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the fiscal year ended June 30, 2023, the District's contribution was 9.72% of covered payroll.

Net Pension Liability. The District's net pension liability was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2022, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.75%
Inflation	2.25%

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.

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

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.50%	4.90%
Domestic Equities	35.50%	6.50%
International Equities	18.00%	7.60%
Real Estate	10.50%	6.20%
Blended	9.50%	6.25% - 9.90%
Cash and Cash Equivalents	1.00%	4.00%

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 9,388,332	5,402,836	2,230,272

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension Liability/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/ (Asset) (A) - (B)
Balances at December 31, 2021	\$ 34,050,379	35,614,860	(1,564,481)
Changes for the Year:			
Service Cost	574,121	—	574,121
Interest on the Total Pension Liability	2,201,351	—	2,201,351
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	940,076	—	940,076
Changes of Assumptions	—	—	—
Contributions - Employer	—	663,643	(663,643)
Contributions - Employees	—	299,694	(299,694)
Net Investment Income	—	(4,422,386)	4,422,386
Benefit Payments, Including Refunds of Employee Contributions	(1,792,838)	(1,792,838)	—
Other (Net Transfer)	—	207,280	(207,280)
Net Changes	1,922,710	(5,044,607)	6,967,317
Balances at December 31, 2022	35,973,089	30,570,253	5,402,836

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Notes to the Financial Statements

June 30, 2023

NOTE 4 - OTHER INFORMATION - Continued

RETIREMENT SYSTEMS - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the year ended June 30, 2023, the District recognized pension expense of \$759,887. At June 30, 2023, the District 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	Totals
Differences Between Expected and Actual Experience	\$ 693,120	—	693,120
Changes of Assumptions	—	(1,588)	(1,588)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,457,607	—	2,457,607
Total Pension Expense to be Recognized in Future Periods	3,150,727	(1,588)	3,149,139
Pension Contributions Made Subsequent to the Measurement Date	309,275	—	309,275
Total Deferred Amounts Related to IMRF	3,460,002	(1,588)	3,458,414

\$309,275 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 ended June 30, 2024. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows of Resources
2024	\$ 283,943
2025	684,055
2026	791,913
2027	1,389,228
2028	—
Thereafter	—
Total	3,149,139

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Employer Contributions
Teacher's Health Insurance Security Fund
- Schedule of Employer's Proportionate Share of the Collective Net OPEB Liability
Teacher's Health Insurance Security Fund
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree's Health Plan
- Schedule of Employer's Proportionate Share of the Net Pension Liability and Employer Contributions
Teachers' Retirement System
- Schedule of Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedule
General Fund

Notes to the Required Supplementary Information

Budgetary information - budgets are adopted on a basis consistent with generally accepted accounting principles.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Teacher's Health Insurance Security Fund****Schedule of Employer Contributions****June 30, 2023**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2018	\$ 194,194	\$ 194,194	\$ —	\$ 22,067,430	0.88%
2019	211,195	211,195	—	22,955,825	0.92%
2020	218,400	218,400	—	23,739,117	0.92%
2021	221,715	221,715	—	24,099,476	0.92%
2022	171,878	171,878	—	25,653,384	0.67%
2023	175,994	175,994	—	26,292,740	0.67%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Teacher's Health Insurance Security Fund Schedule of Employer Contributions - Continued June 30, 2023

Notes to the Schedule of Employer Contributions

Valuation Date	6/30/2021
Measurement Date	6/30/2022
Sponsor's Fiscal Year End	6/30/2023

Methods and Assumptions Used to Determine Actuarial Liability and Contributions:

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB Liability
Contribution Policy	Benefits are financed on a pay-as-you go basis. Contribution rates are defined by statute. For fiscal year end June 30, 2022, contribution rates are 0.90% of pay for active members, 0.67% of pay for school districts and 0.90% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.
Asset Valuation Method	Fair Value
Investment Rate of Return	2.75%, net of OPEB plan investment expense, including inflation for all plan years.
Inflation	2.25%
Salary Increases	Depends on service and ranges from 8.50% at 1 year of service to 3.50% at 20 or more years of service.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the actuarial valuation as of June 30, 2021.
Mortality	Retirement and Beneficiary Annuitants: PubT-2010 Retiree Mortality Table, adjusted for TRS experience. Disabled Annuitants: PubNS-2010 Non-Safety Disabled Retiree Table. PreRetirement: PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.
Healthcare Cost Trend Rates	Trend rates for plan year 2023 are based on actual premium increases. For non-medicare costs, trend rates start at 8.00% for plan year 2024 and decrease gradually to an ultimate rate of 4.25% in 2039. For MAPD costs, trend rates are 0% in 2024 to 2028, 19.42% in 2029 to 2033 and 5.81% in 2034, declining gradually to an ultimate rate of 4.25% in 2039.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Teacher's Health Insurance Security Fund

Schedule of the Employer's Proportionate Share of the Collective Net OPEB Liability

June 30, 2023

See Following Page

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Teacher's Health Insurance Security Fund

Schedule of the Employer's Proportionate Share of the Collective Net OPEB Liability

June 30, 2023

	<u>6/30/2018</u>
Employer's Proportion of the Net OPEB Liability	0.106187%
Employer's Proportionate Share of the Net OPEB Liability	\$ 25,965,506
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>34,099,163</u>
Total	<u>60,064,669</u>
Employer's Covered Payroll	\$ 22,989,324
Employer's Proportionate Share of the Net OPEB Liability as a % of its Covered Payroll	112.95%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	(0.17%)

Notes:

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

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023
0.092319%	0.093390%	0.093944%	0.092771%	0.0930%
24,515,975	25,847,947	25,116,688	20,460,931	6,362,733
32,919,819	35,001,419	34,026,272	27,742,037	8,655,891
57,435,794	60,849,366	59,142,960	48,202,968	15,018,624
22,067,430	22,955,825	23,739,117	24,099,476	25,653,384
111.10%	112.60%	105.80%	84.90%	24.80%
(0.07%)	(0.22%)	0.70%	1.40%	5.24%

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Retiree's Health Plan

Schedule of Changes in the Employer's Total OPEB Liability

June 30, 2023

	<u>6/30/2019</u>
Total OPEB Liability	
Service Cost	\$ 33,880
Interest	29,204
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	—
Change of Assumptions or Other Inputs	10,999
Benefit Payments	(117,415)
Other	<u>(426)</u>
Net Change in Total OPEB Liability	(43,758)
Total OPEB Liability - Beginning	<u>1,038,722</u>
Total OPEB Liability - Ending	<u><u>994,964</u></u>
Covered-Employee Payroll	\$ 4,919,199
Total OPEB Liability as a Percentage of Covered-Employee Payroll	20.23%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2019 through 2023.

6/30/2020	6/30/2021	6/30/2022	6/30/2023
31,597	30,299	71,492	49,081
26,546	30,601	25,840	53,680
—	—	—	—
126,909	—	89,716	—
88,981	38,715	8,131	(4,009)
(87,017)	(72,356)	(57,200)	(78,659)
4,612	—	—	—
191,628	27,259	137,979	20,093
994,964	1,186,592	1,213,851	1,351,830
1,186,592	1,213,851	1,351,830	1,371,923
5,145,263	5,351,074	4,441,304	4,619,269
23.06%	22.68%	30.44%	29.70%

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Teachers' Retirement System

**Schedule of the Employer's Proportionate Share of the Net Pension Liability and Employer Contributions
June 30, 2023**

	6/30/2015	6/30/2016	6/30/2017
Employer's Proportion of the Net Pension Liability	0.005050%	0.004160%	0.006240%
Employer's Proportionate Share of the Net Pension Liability \$	3,074,644	2,722,607	4,926,864
State's Proportionate Share of the Net Pension Liability Associated with the Employer	122,952,317	131,509,030	181,997,118
Total	126,026,961	134,231,637	186,923,982
Employer's Covered Payroll \$	19,497,745	20,310,152	22,928,882
Employer's Proportionate Share of the Net Pension Liability as a % of its Covered-Employee Payroll	15.77%	13.41%	21.49%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	42.95%	41.47%	36.44%
Contractually-Required Contribution \$	444,600	326,472	218,891
Contributions in Relation to the Contractually Required Contribution	444,600	326,472	218,891
Contribution Excess (Deficiency) \$	—	—	—
Employer's Covered Payroll \$	20,310,152	22,928,882	22,989,324
Contributions as a % of Covered Payroll	2.19%	1.42%	0.95%

Notes:

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

For the 2022 measurement year, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.50 percent and a real return of 4.50 percent. 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 7.0, including an inflation rate of 2.25 percent and a real return of 4.75 percent. 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 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three year period ending June 30, 2014.

For the 2014 measurement year, the assumed investment rate of return was also 7.5 percent, including an inflation rate of 3.0 percent and a real return of 4.5 percent. However, salary increases were assumed to vary by age.

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023
0.005310%	0.003050%	0.002926%	0.002817%	0.002690%	0.002510%
4,057,785	2,399,358	2,384,519	2,429,069	2,095,466	2,102,066
170,423,397	164,366,069	169,703,589	190,257,344	175,622,254	182,340,305
174,481,182	166,765,427	172,088,108	192,686,413	177,717,720	184,442,371
22,989,324	22,067,430	22,955,825	23,739,117	24,099,476	25,653,384
17.65%	10.87%	10.39%	10.23%	8.70%	8.19%
39.30%	40.00%	39.60%	37.80%	45.10%	42.80%
160,686	168,192	157,619	185,218	248,393	192,467
160,686	168,192	157,619	185,218	248,393	192,278
—	—	—	—	—	(189)
22,067,430	22,955,825	23,739,117	24,099,476	25,653,384	26,292,740
0.73%	0.73%	0.66%	0.77%	0.97%	0.73%

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions
June 30, 2023**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 665,777	\$ 665,777	\$ —	\$ 4,836,645	13.77%
2016	644,028	627,312	(16,716)	5,321,033	11.79%
2017	641,153	641,153	—	5,428,322	11.81%
2018	644,321	644,321	—	5,484,031	11.75%
2019	640,390	640,390	—	5,754,813	11.13%
2020	650,132	650,132	—	5,953,089	10.92%
2021	667,918	667,918	—	5,737,962	11.64%
2022	673,351	673,351	—	6,089,654	11.06%
2023	651,037	651,037	—	6,698,454	9.72%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	21 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.85% to 13.75%, Including Inflation
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. 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.

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

June 30, 2023

See Following Page

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

June 30, 2023

	12/31/2014	12/31/2015	12/31/2016
Total Pension Liability			
Service Cost	\$ 553,331	548,686	567,676
Interest	1,597,455	1,772,656	1,883,188
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual Experience	115,567	156,285	427,503
Change of Assumptions	955,134	60,698	(95,933)
Benefit Payments, Including Refunds of Member Contributions	(785,684)	(917,509)	(1,092,068)
Net Change in Total Pension Liability	2,435,803	1,620,816	1,690,366
Total Pension Liability - Beginning	21,415,588	23,851,391	25,472,207
Total Pension Liability - Ending	23,851,391	25,472,207	27,162,573
Plan Fiduciary Net Position			
Contributions - Employer	\$ 627,312	631,836	643,216
Contributions - Members	225,692	241,476	241,408
Net Investment Income	1,211,420	105,947	1,445,748
Benefit Payments, Including Refunds of Member Contributions	(785,684)	(917,509)	(1,092,068)
Other (Net Transfer)	107,037	(14,951)	237,341
Net Change in Plan Fiduciary Net Position	1,385,777	46,799	1,475,645
Plan Net Position - Beginning	19,825,690	21,211,467	21,258,266
Plan Net Position - Ending	21,211,467	21,258,266	22,733,911
Employer's Net Pension Liability/(Asset)	\$ 2,639,924	4,213,941	4,428,662
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.93%	83.46%	83.70%
Covered Payroll	\$ 4,836,645	5,193,949	5,364,611
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	54.58%	81.13%	82.55%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022
576,355	540,891	584,670	574,043	556,024	574,121
2,010,708	1,624,178	2,117,645	2,115,345	2,244,431	2,201,351
—	—	—	—	—	—
227,172	27,819	382,855	273,933	268,177	940,076
(791,506)	814,052	—	(203,899)	—	—
(1,282,599)	(1,309,493)	(1,367,182)	(1,461,754)	(1,634,059)	(1,792,838)
740,130	1,697,447	1,717,988	1,297,668	1,434,573	1,922,710
27,162,573	27,902,703	29,600,150	31,318,138	32,615,806	34,050,379
27,902,703	29,600,150	31,318,138	32,615,806	34,050,379	35,973,089
640,010	672,059	604,109	650,596	704,163	663,643
249,720	259,999	268,663	272,859	267,465	299,694
3,961,041	(1,397,230)	4,479,043	3,784,862	5,125,024	(4,422,386)
(1,282,599)	(1,309,493)	(1,367,182)	(1,461,754)	(1,634,059)	(1,792,838)
(365,742)	(104,534)	176,978	85,682	(398,731)	207,280
3,202,430	(1,879,199)	4,161,611	3,332,245	4,063,862	(5,044,607)
22,733,911	25,936,341	24,057,142	28,218,753	31,550,998	35,614,860
25,936,341	24,057,142	28,218,753	31,550,998	35,614,860	30,570,253
1,966,362	5,543,008	3,099,385	1,064,808	(1,564,481)	5,402,836
92.95%	81.27%	90.10%	96.74%	104.59%	84.98%
5,498,365	5,604,659	5,803,166	5,682,065	5,937,286	6,389,466
35.76%	98.90%	53.41%	18.74%	(26.35%)	84.56%

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Property Taxes	\$ 30,974,008	30,974,008	30,034,305	(939,703)
Personal Property Replacement Taxes	700,000	700,000	1,787,272	1,087,272
Earnings on Investments	—	—	412,803	412,803
Other Revenues from Local Sources	2,338,464	2,338,464	4,135,147	1,796,683
State Sources	12,821,073	12,821,073	13,064,146	243,073
Federal Sources	4,821,730	4,821,730	1,965,706	(2,856,024)
On-Behalf Payments - State of Illinois	—	—	14,559,707	14,559,707
Total Revenues	51,655,275	51,655,275	65,959,086	14,303,811
Expenditures				
Instruction	28,401,509	28,401,509	29,227,851	(826,342)
Support Services	19,868,990	19,868,990	18,383,485	1,485,505
Community Services	838,711	838,711	1,157,417	(318,706)
Payments to Other Districts and Government Units	1,842,475	1,842,475	2,188,572	(346,097)
Provision for Contingencies	300,000	300,000	—	300,000
On Behalf Payments	—	—	14,559,707	(14,559,707)
Debt Service				
Interest and Fiscal Charges	207,638	207,638	—	207,638
Total Expenditures	51,459,323	51,459,323	65,517,032	(14,057,709)
Excess (Deficiency) of Revenues Over (Under) Expenditures	195,952	195,952	442,054	246,102
Other Financing Sources (Uses)				
Disposal of Capital Assets	—	—	330	330
Transfers Out	(8,213,200)	(8,213,200)	(8,203,072)	10,128
	(8,213,200)	(8,213,200)	(8,202,742)	10,458
Net Change in Fund Balances	(8,017,248)	(8,017,248)	(7,760,688)	256,560
Fund Balances - Beginning			14,340,702	
Fund Balances - Ending			6,580,014	

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Transportation - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Taxes				
General Levy	\$ 1,241,769	1,241,769	1,532,259	290,490
Transportation Fees	52,000	52,000	159,556	107,556
Other Revenue from Local Sources	—	—	3,559	3,559
	1,293,769	1,293,769	1,695,374	401,605
State Sources				
Transportation - Regular/Vocational	110,742	110,742	79,414	(31,328)
Transportation - Special Education	686,769	686,769	629,016	(57,753)
	797,511	797,511	708,430	(89,081)
Total Revenues	2,091,280	2,091,280	2,403,804	312,524
Expenditures				
Support Services				
Business				
Pupil Transportation Services				
Salaries	840,356	840,356	976,881	(136,525)
Employee Benefits	124,591	124,591	140,828	(16,237)
Purchased Services	312,100	312,100	660,840	(348,740)
Supplies and Materials	259,000	259,000	326,018	(67,018)
Capital Outlay	653,500	653,500	636,789	16,711
Other Objects	—	—	(4,633)	4,633
Non-Capitalized Equipment	1,000	1,000	69,772	(68,772)
	2,190,547	2,190,547	2,806,495	(615,948)
Debt Service				
Principal Retirement	60,741	60,741	—	60,741
Interest and Fiscal Charges	1,973	1,973	—	1,973
	62,714	62,714	—	62,714
Total Expenditures	2,253,261	2,253,261	2,806,495	(553,234)

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Transportation - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (161,981)	(161,981)	(402,691)	(240,710)
Other Financing (Uses) Transfers Out	—	—	(62,714)	(62,714)
Net Change in Fund Balance	<u>(161,981)</u>	<u>(161,981)</u>	(465,405)	<u>(303,424)</u>
Fund Balance - Beginning			<u>7,261,597</u>	
Fund Balance - Ending			<u>6,796,192</u>	

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Statements - General Fund
- Budgetary Comparison Schedules - General Fund Accounts
- Budgetary Comparison Schedule - Major Governmental Fund
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Consolidated Year-End Financial Report

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. The General Fund includes the Educational, Operations and Maintenance, and Working Cash Accounts.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than debt service or capital project funds) that are legally restricted to expenditure for specified purposes.

Transportation Fund

The Transportation Fund is used to account for all revenue and expenditures made for student transportation. Revenue is derived primarily from local property taxes and state reimbursement grants.

Municipal Retirement/Social Security Fund

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

DEBT SERVICE FUND

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

CAPITAL PROJECTS FUNDS

The Capital Projects Fund is used to account for financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities.

Capital Projects Fund

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from bond and debt certificate proceeds or transfers from other funds.

INDIVIDUAL FUND DESCRIPTIONS - Continued

CAPITAL PROJECTS FUNDS - Continued

Fire Prevention and Life Safety Fund

The Fire Protection and Life Safety Fund is used to account for State-approved life safety projects financed through serial bond issues or local property taxes levied specifically for such purposes.

FIDUCIARY FUNDS

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

Private Purpose Trust Fund

The Private-Purpose Trust Fund is used to account for resources held for the Essie B. Smith Scholarship which awards scholarships annually to students of the District.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

General Fund - By Account

Combining Balance Sheet

For the Fiscal Year Ended June 30, 2023

	Educational Account	Operations and Maintenance Account	Working Cash Account	Totals
ASSETS				
Cash and Investments	\$ 5,868,995	1,311,076	4,586,542	11,766,613
Receivables - Net of Allowances				
Property Taxes	12,049,485	2,288,383	111,453	14,449,321
Intergovernmental	574,445	—	—	574,445
Other	30,347	—	18,311	48,658
Prepays	394,529	163,208	—	557,737
Total Assets	18,917,801	3,762,667	4,716,306	27,396,774
LIABILITIES				
Accounts Payable	275,684	86,902	—	362,586
Accrued Payroll	4,357,767	1,057	—	4,358,824
Claims Payable	643,738	—	—	643,738
Total Liabilities	5,277,189	87,959	—	5,365,148
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	12,802,255	2,432,875	118,488	15,353,618
Grants	97,994	—	—	97,994
Total Deferred Inflows of Resources	12,900,249	2,432,875	118,488	15,451,612
Total Liabilities and Deferred Inflows of Resources	18,177,438	2,520,834	118,488	20,816,760
FUND BALANCES				
Nonspendable	394,529	163,208	—	557,737
Restricted	400,766	—	—	400,766
Unassigned	(54,932)	1,078,625	4,597,818	5,621,511
Total Fund Balances	740,363	1,241,833	4,597,818	6,580,014
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	18,917,801	3,762,667	4,716,306	27,396,774

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

General Fund - By Account

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

For the Fiscal Year Ended June 30, 2023

	Educational Account	Operations and Maintenance Account	Working Cash Account	Totals
Revenues				
Local Sources				
Property Taxes	\$ 25,104,551	4,700,852	228,902	30,034,305
Personal Property Replacement Taxes	1,489,393	297,879	—	1,787,272
Earnings (Loss) on Investments	444,691	—	(31,888)	412,803
Other	3,820,479	314,668	—	4,135,147
State Sources	13,064,146	—	—	13,064,146
Federal Sources	1,965,706	—	—	1,965,706
Total Direct Revenues	45,888,966	5,313,399	197,014	51,399,379
On-Behalf Payments - State of Illinois	14,559,707	—	—	14,559,707
Total Revenues	60,448,673	5,313,399	197,014	65,959,086
Expenditures				
Instruction	29,227,851	—	—	29,227,851
Support Services	12,621,687	5,761,798	—	18,383,485
Community Services	1,157,417	—	—	1,157,417
Payments to Other Districts and Government Units	2,186,167	2,405	—	2,188,572
Total Direct Expenditures	45,193,122	5,764,203	—	50,957,325
On-Behalf Expenditures	14,559,707	—	—	14,559,707
Total Expenditures	59,752,829	5,764,203	—	65,517,032
Excess (Deficiency) of Revenues Over (Under) Expenditures	695,844	(450,804)	197,014	442,054
Other Financing Sources (Uses)				
Disposal of Capital Assets	330	—	—	330
Transfers Out	(203,064)	(8,000,008)	—	(8,203,072)
	(202,734)	(8,000,008)	—	(8,202,742)
Net Change in Fund Balance	493,110	(8,450,812)	197,014	(7,760,688)
Fund Balances - Beginning	247,253	9,692,645	4,400,804	14,340,702
Fund Balances - Ending	740,363	1,241,833	4,597,818	6,580,014

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Property Taxes				
General Levy	\$ 21,653,050	21,653,050	21,038,623	(614,427)
Leasing Purposes Levy	239,939	239,939	232,725	(7,214)
Special Education Levy	3,952,996	3,952,996	3,833,203	(119,793)
Personal Property Replacement Taxes	600,000	600,000	1,489,393	889,393
Tuition	139,006	139,006	199,704	60,698
Earnings on Investments	—	—	444,691	444,691
Food Service	—	—	480,722	480,722
District/School Activity Income	919,100	919,100	1,666,859	747,759
Textbooks	373,006	373,006	446,203	73,197
Other Revenue from Local Sources	717,915	717,915	1,026,991	309,076
	28,595,012	28,595,012	30,859,114	2,264,102
State Sources				
Unrestricted - Evidence Based Funding	11,858,760	11,858,760	11,863,523	4,763
Special Education	717,608	717,608	965,168	247,560
Career and Technical Education	40,363	40,363	40,363	—
Bilingual Education	26,256	26,256	—	(26,256)
State Free Lunch and Breakfast	—	—	2,966	2,966
Driver Education	40,000	40,000	44,538	4,538
Other Restricted Revenue from State Sources	138,086	138,086	147,588	9,502
	12,821,073	12,821,073	13,064,146	243,073
Federal Sources				
Food Service	430,000	430,000	629,977	199,977
Title I - Low Income	300,000	300,000	337,950	37,950
Title I - Low Income - Neglected, Private	14,878	14,878	6,660	(8,218)
Title IV - Student Support and Academic Enrichment	26,028	26,028	7,398	(18,630)
Federal - Special Education	806,919	806,919	747,565	(59,354)
Title II - Teacher Quality	85,614	85,614	101,785	16,171
Medicaid Matching Funds - Administrative Outreach	75,000	75,000	35,328	(39,672)
Medicaid Matching Funds - Fee-for-Service Program	75,000	75,000	83,240	8,240
Other Restricted Revenue from Federal Sources	3,008,291	3,008,291	15,803	(2,992,488)
	4,821,730	4,821,730	1,965,706	(2,856,024)
Total Direct Revenues	46,237,815	46,237,815	45,888,966	(348,849)
On-Behalf Payments	—	—	14,559,707	14,559,707
Total Revenues	46,237,815	46,237,815	60,448,673	14,210,858

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures				
Instruction				
Regular Programs				
Salaries	\$ 9,422,020	9,422,020	9,032,866	389,154
Employee Benefits	2,208,044	2,208,044	2,727,028	(518,984)
Purchased Services	38,030	38,030	43,284	(5,254)
Supplies and Materials	520,563	520,563	297,108	223,455
Capital Outlay	57,800	57,800	—	57,800
Other Objects	270	270	365	(95)
Non-Capitalized Equipment	15,201	15,201	46,999	(31,798)
	12,261,928	12,261,928	12,147,650	114,278
Pre-K Programs				
Salaries	5,611,862	5,611,862	5,519,534	92,328
Employee Benefits	1,623,549	1,623,549	1,617,249	6,300
Purchased Services	54,075	54,075	68,128	(14,053)
Supplies and Materials	128,230	128,230	129,798	(1,568)
Capital Outlay	54,012	54,012	—	54,012
Other Objects	12,800	12,800	14,290	(1,490)
Non-Capitalized Equipment	21,026	21,026	45,207	(24,181)
	7,505,554	7,505,554	7,394,206	111,348
Special Education Programs				
Salaries	4,680,822	4,680,822	4,488,101	192,721
Employee Benefits	1,036,116	1,036,116	1,290,659	(254,543)
Purchased Services	24,020	24,020	253,365	(229,345)
Supplies and Materials	78,962	78,962	83,657	(4,695)
Non-Capital Equipment	4,600	4,600	3,592	1,008
	5,824,520	5,824,520	6,119,374	(294,854)
Remedial and Supplemental Programs K-12				
Supplies and Materials	—	—	12,674	(12,674)

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Instruction - Continued				
CTE Programs				
Salaries	\$ 498,280	498,280	384,294	113,986
Employee Benefits	67,451	67,451	92,767	(25,316)
Purchased Services	5,000	5,000	4,005	995
Supplies and Materials	47,300	47,300	54,876	(7,576)
Other Objects	119,710	119,710	201,038	(81,328)
	<u>737,741</u>	<u>737,741</u>	<u>736,980</u>	<u>761</u>
Interscholastic Programs				
Salaries	877,930	877,930	972,295	(94,365)
Employee Benefits	132,579	132,579	141,480	(8,901)
Purchased Services	239,970	239,970	225,390	14,580
Supplies and Materials	134,100	134,100	152,772	(18,672)
Capital Outlay	14,106	14,106	—	14,106
Other Objects	47,945	47,945	52,002	(4,057)
Non-Capital Equipment	15,500	15,500	35,321	(19,821)
	<u>1,462,130</u>	<u>1,462,130</u>	<u>1,579,260</u>	<u>(117,130)</u>
Summer School Programs				
Salaries	40,000	40,000	46,953	(6,953)
Employee Benefits	5,000	5,000	5,643	(643)
Supplies and Materials	3,000	3,000	318	2,682
	<u>48,000</u>	<u>48,000</u>	<u>52,914</u>	<u>(4,914)</u>
Driver's Education Programs				
Salaries	216,370	216,370	214,556	1,814
Employee Benefits	37,798	37,798	39,619	(1,821)
Purchased Services	—	—	3,035	(3,035)
Supplies and Materials	4,450	4,450	635	3,815
	<u>258,618</u>	<u>258,618</u>	<u>257,845</u>	<u>773</u>

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Instruction - Continued				
Bilingual Programs				
Salaries	\$ 210,347	210,347	236,550	(26,203)
Employee Benefits	72,415	72,415	84,852	(12,437)
Purchased Services	—	—	11,938	(11,938)
Supplies and Materials	20,256	20,256	10,569	9,687
Non-Capital Equipment	—	—	4,021	(4,021)
	303,018	303,018	347,930	(44,912)
Student Activity Fund				
Other Objects	—	—	579,018	(579,018)
Total Instruction	28,401,509	28,401,509	29,227,851	(826,342)
Support Services				
Pupils				
Attendance and Social Work Services				
Salaries	618,871	618,871	612,091	6,780
Employee Benefits	117,104	117,104	162,027	(44,923)
Supplies and Materials	3,000	3,000	—	3,000
	738,975	738,975	774,118	(35,143)
Guidance Services				
Salaries	694,687	694,687	432,458	262,229
Employee Benefits	86,152	86,152	95,383	(9,231)
Purchased Services	1,000	1,000	—	1,000
Supplies and Materials	2,000	2,000	1,291	709
	783,839	783,839	529,132	254,707
Health Services				
Salaries	419,807	419,807	399,873	19,934
Employee Benefits	59,129	59,129	94,713	(35,584)
Purchased Services	241,600	241,600	500,336	(258,736)
Supplies and Materials	8,000	8,000	7,913	87
Capital Outlay	8,000	8,000	—	8,000
	736,536	736,536	1,002,835	(266,299)

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Pupils - Continued				
Psychological Services				
Salaries	\$ 392,378	392,378	326,934	65,444
Employee Benefits	62,036	62,036	78,748	(16,712)
Purchased Services	2,500	2,500	6,972	(4,472)
	456,914	456,914	412,654	44,260
Speech Pathology and Audiology Services				
Salaries	540,749	540,749	544,589	(3,840)
Employee Benefits	101,892	101,892	132,023	(30,131)
Purchased Services	300	300	210	90
Supplies and Materials	500	500	—	500
	643,441	643,441	676,822	(33,381)
Other Support Services - Pupils				
Purchased Services	161,263	161,263	178,738	(17,475)
Supplies and Materials	8,000	8,000	21,411	(13,411)
	169,263	169,263	200,149	(30,886)
Total Pupils	3,528,968	3,528,968	3,595,710	(66,742)
Instructional Staff				
Improvement of Instructional Services				
Salaries	187,619	187,619	160,688	26,931
Employee Benefits	60,814	60,814	51,439	9,375
Purchased Services	1,498,923	1,498,923	95,834	1,403,089
Supplies and Materials	184,479	184,479	178,095	6,384
Other Objects	5,033	5,033	2,752	2,281
	1,936,868	1,936,868	488,808	1,448,060
Educational Media Services				
Salaries	930,919	930,919	766,576	164,343
Employee Benefits	160,645	160,645	223,032	(62,387)
Purchased Services	615,148	615,148	550,049	65,099
Supplies and Materials	322,773	322,773	261,390	61,383
Capital Outlay	107,350	107,350	—	107,350
Non-Capitalized Equipment	191,428	191,428	198,893	(7,465)
	2,328,263	2,328,263	1,999,940	328,323

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Educational Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued
For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Instructional Staff - Continued				
Assessment and Testing				
Salaries	\$ 6,363	6,363	3,372	2,991
Employee Benefits	1,458	1,458	800	658
Purchased Services	47,661	47,661	46,353	1,308
Supplies and Materials	5,000	5,000	4,853	147
	60,482	60,482	55,378	5,104
Total Instructional Staff	4,325,613	4,325,613	2,544,126	1,781,487
General Administration				
Board of Education Services				
Salaries	95,769	95,769	112,367	(16,598)
Employee Benefits	3,349	3,349	3,425	(76)
Purchased Services	668,807	668,807	694,705	(25,898)
Supplies and Materials	15,000	15,000	20,569	(5,569)
Other Objects	23,150	23,150	29,476	(6,326)
	806,075	806,075	860,542	(54,467)
Executive Administration Services				
Salaries	256,640	256,640	254,456	2,184
Employee Benefits	80,189	80,189	67,087	13,102
Purchased Services	8,000	8,000	5,683	2,317
Supplies and Materials	3,000	3,000	7,527	(4,527)
Other	5,000	5,000	7,366	(2,366)
	352,829	352,829	342,119	10,710
Special Area Administrative Services				
Supplies and Materials	3,000	3,000	2,495	505
Total General Administration	1,161,904	1,161,904	1,205,156	(43,252)

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
School Administration				
Office of the Principal Services				
Salaries	\$ 1,598,762	1,598,762	1,582,438	16,324
Employee Benefits	520,068	520,068	571,970	(51,902)
Purchased Services	19,400	19,400	31,557	(12,157)
Supplies and Materials	32,000	32,000	34,727	(2,727)
Other Objects	8,450	8,450	3,460	4,990
	2,178,680	2,178,680	2,224,152	(45,472)
Other Support Services - School Admin				
Salaries	116,440	116,440	135,561	(19,121)
Employee Benefits	12,161	12,161	16,469	(4,308)
Purchased Services	—	—	649	(649)
	128,601	128,601	152,679	(24,078)
Total School Administration	2,307,281	2,307,281	2,376,831	(69,550)
Business				
Direction of Business Support Services				
Salaries	77,651	77,651	76,559	1,092
Employee Benefits	31,771	31,771	25,422	6,349
Purchased Services	1,720	1,720	1,520	200
Supplies and Materials	1,000	1,000	509	491
Other Objects	2,000	2,000	1,509	491
	114,142	114,142	105,519	8,623
Fiscal Services				
Salaries	443,209	443,209	451,510	(8,301)
Employee Benefits	69,694	69,694	89,666	(19,972)
Purchased Services	12,500	12,500	20,324	(7,824)
Supplies and Materials	10,000	10,000	15,003	(5,003)
Other Objects	50,000	50,000	69,220	(19,220)
	585,403	585,403	645,723	(60,320)

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Business - Continued				
Food Services				
Salaries	\$ 55,000	55,000	77,315	(22,315)
Employee Benefits	—	—	939	(939)
Purchased Services	812,900	812,900	911,664	(98,764)
Supplies and Materials	5,000	5,000	3,974	1,026
Capital Outlay	10,000	10,000	—	10,000
	882,900	882,900	993,892	(110,992)
Operations and Maintenance of Plant Services				
Purchased Services	704,750	704,750	—	704,750
Supplies and Materials	55,000	55,000	—	55,000
Capital Outlay	77,950	77,950	—	77,950
	837,700	837,700	—	837,700
Internal Services				
Salaries	62,494	62,494	19,634	42,860
Employee Benefits	2,482	2,482	4,682	(2,200)
Purchased Services	33,425	33,425	53,990	(20,565)
Supplies and Materials	35,000	35,000	22,439	12,561
	133,401	133,401	100,745	32,656
Total Business	2,553,546	2,553,546	1,845,879	707,667
Central				
Planning, Research, Development, and Evaluation Services				
Purchased Services	4,800	4,800	4,450	350
Information Services				
Salaries	144,590	144,590	156,006	(11,416)
Employee Benefits	14,956	14,956	20,379	(5,423)
Purchased Services	129,000	129,000	44,736	84,264
Supplies and Materials	10,000	10,000	8,640	1,360
Capital Outlay	12,600	12,600	—	12,600
Other Objects	750	750	1,160	(410)
Non-Capitalized Equipment	7,400	7,400	26,610	(19,210)
	319,296	319,296	257,531	61,765

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
Central				
Staff Services				
Salaries	\$ 264,351	264,351	299,939	(35,588)
Employee Benefits	72,970	72,970	90,107	(17,137)
Purchased Services	10,055	10,055	18,127	(8,072)
Other Objects	1,000	1,000	300	700
	348,376	348,376	408,473	(60,097)
Data Processing Services				
Salaries	90,682	90,682	90,682	—
Employee Benefits	43,096	43,096	28,153	14,943
Purchased Services	144,637	144,637	112,834	31,803
	278,415	278,415	231,669	46,746
Total Central	950,887	950,887	902,123	48,764
Other Support Services				
Salaries	70,440	70,440	78,250	(7,810)
Employee Benefits	33,982	33,982	65,091	(31,109)
Purchased Services	9,000	9,000	—	9,000
Supplies and Materials	11,500	11,500	7,817	3,683
Other Objects	1,200	1,200	704	496
	126,122	126,122	151,862	(25,740)
Total Support Services	14,954,321	14,954,321	12,621,687	2,332,634
Community Services				
Salaries	653,961	653,961	878,523	(224,562)
Employee Benefits	106,419	106,419	127,515	(21,096)
Purchased Services	36,181	36,181	52,140	(15,959)
Supplies and Materials	42,000	42,000	99,029	(57,029)
Other Objects	150	150	210	(60)
	838,711	838,711	1,157,417	(318,706)

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Educational Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Payments to Other Districts and Governmental Units				
Regular Programs	\$ 88,200	88,200	91,728	(3,528)
Special Education Programs	1,674,011	1,674,011	2,014,536	(340,525)
Other Payments to In-State Governmental Units	80,264	80,264	79,903	361
	<u>1,842,475</u>	<u>1,842,475</u>	<u>2,186,167</u>	<u>(343,692)</u>
Debt Service				
Interest and Fiscal Charges	<u>207,638</u>	<u>207,638</u>	<u>—</u>	<u>207,638</u>
Provision for Contingencies	<u>300,000</u>	<u>300,000</u>	<u>—</u>	<u>300,000</u>
Total Direct Expenditures	46,544,654	46,544,654	45,193,122	1,351,532
On-Behalf Payments	<u>—</u>	<u>—</u>	<u>14,559,707</u>	<u>(14,559,707)</u>
Total Expenditures	<u>46,544,654</u>	<u>46,544,654</u>	<u>59,752,829</u>	<u>(13,208,175)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(306,839)</u>	<u>(306,839)</u>	<u>695,844</u>	<u>1,002,683</u>
Other Financing Sources (Uses)				
Disposal of Capital Assets	—	—	330	330
Transfers Out	<u>—</u>	<u>—</u>	<u>(203,064)</u>	<u>(203,064)</u>
	<u>—</u>	<u>—</u>	<u>(202,734)</u>	<u>(202,734)</u>
Net Change in Fund Balance	<u>(306,839)</u>	<u>(306,839)</u>	493,110	<u>799,949</u>
Fund Balance - Beginning			<u>247,253</u>	
Fund Balance - Ending			<u>740,363</u>	

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Operations and Maintenance Account - General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Property Taxes				
General Levy	\$ 4,892,058	4,892,058	4,700,852	(191,206)
Personal Property Replacement Taxes	100,000	100,000	297,879	197,879
Earnings on Investments	40,000	40,000	49,191	9,191
Other Revenue from Local Sources	149,437	149,437	265,477	116,040
Total Revenues	5,181,495	5,181,495	5,313,399	131,904
Expenditures				
Support Services				
Business				
Facilities Acquisition and Construction Services				
Purchased Services	80,000	80,000	95,865	(15,865)
Capital Outlay	275,000	275,000	147,353	127,647
	355,000	355,000	243,218	111,782
Operation and Maintenance of Plant Services				
Salaries	1,608,838	1,608,838	1,695,514	(86,676)
Employee Benefits	405,481	405,481	440,698	(35,217)
Purchased Services	774,450	774,450	1,094,011	(319,561)
Supplies and Materials	1,520,900	1,520,900	1,919,749	(398,849)
Capital Outlay	220,000	220,000	207,806	12,194
Non-Capitalized Equipment	30,000	30,000	160,802	(130,802)
	4,559,669	4,559,669	5,518,580	(958,911)
Total Support Services	4,914,669	4,914,669	5,761,798	(847,129)
Payments to Other District and Governmental Units				
Other Payments to In-State Governmental Units	—	—	2,405	(2,405)
Total Expenditures	4,914,669	4,914,669	5,764,203	(849,534)

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Operations and Maintenance Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued****For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 266,826	266,826	(450,804)	(717,630)
Other Financing (Uses) Transfers Out	(8,213,200)	(8,213,200)	(8,000,008)	213,192
Net Change in Fund Balance	<u>(7,946,374)</u>	<u>(7,946,374)</u>	(8,450,812)	<u>(504,438)</u>
Fund Balance - Beginning			<u>9,692,645</u>	
Fund Balance - Ending			<u><u>1,241,833</u></u>	

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Working Cash Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Property Taxes	\$ 235,965	235,965	228,902	(7,063)
General Levy				
(Loss) on Investments	—	—	(31,888)	(31,888)
Total Revenues	235,965	235,965	197,014	(38,951)
Expenditures	—	—	—	—
Net Change in Fund Balance	235,965	235,965	197,014	(38,951)
Fund Balance - Beginning			4,400,804	
Fund Balance - Ending			4,597,818	

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Property Taxes				
General Levy	\$ 6,390,254	6,390,254	6,629,587	239,333
Earnings on Investments	—	—	147,166	147,166
Total Revenues	6,390,254	6,390,254	6,776,753	386,499
Expenditures				
Debt Service				
Principal Retirement	3,689,575	3,689,575	4,595,261	(905,686)
Interest and Fiscal Charges	2,700,678	2,700,678	2,318,333	382,345
Total Expenditures	6,390,253	6,390,253	6,913,594	(523,341)
Excess (Deficiency) of Revenues Over (Under) Expenditures	1	1	(136,841)	(136,842)
Other Financing Sources				
Transfers In	—	—	310,140	310,140
Net Change in Fund Balance	1	1	173,299	173,298
Fund Balance - Beginning			2,983,601	
Fund Balance - Ending			3,156,900	

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2023**

	Special Revenue	Capital Projects		
	Municipal Retirement/ Social Security	Capital Projects	Fire Prevention and Safety	Totals
ASSETS				
Cash and Investments	\$ 2,314,227	430,756	4,133,554	6,878,537
Receivables - Net of Allowances				
Property Taxes	796,782	—	203,405	1,000,187
Other	6,903	—	—	6,903
Total Assets	3,117,912	430,756	4,336,959	7,885,627
LIABILITIES				
Accounts Payable	—	—	—	—
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	847,088	—	216,247	1,063,335
Total Liabilities and Deferred Inflows of Resources	847,088	—	216,247	1,063,335
FUND BALANCES				
Restricted	2,270,824	430,756	4,120,712	6,822,292
Total Liabilities, Deferred Inflows of Resources and Fund Balances	3,117,912	430,756	4,336,959	7,885,627

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2023

	Special Revenue	Capital Projects		
	Municipal Retirement/ Social Security	Capital Projects	Fire Prevention and Safety	Totals
Revenues				
Local Sources				
Property Taxes	\$ 1,636,697	—	417,803	2,054,500
Personal Property Replacement Taxes	297,882	—	—	297,882
Other Revenue from Local Sources	—	5,879	—	5,879
Total Revenues	1,934,579	5,879	417,803	2,358,261
Expenditures				
Instruction	588,902	—	—	588,902
Support Services	811,723	8,071,984	—	8,883,707
Community Services	110,990	—	—	110,990
Total Expenditures	1,511,615	8,071,984	—	9,583,599
Excess (Deficiency) of Revenues Over (Under) Expenditures	422,964	(8,066,105)	417,803	(7,225,338)
Other Financing Sources				
Transfers In	—	7,955,646	—	7,955,646
Net Change in Fund Balances	422,964	(110,459)	417,803	730,308
Fund Balances - Beginning	1,847,860	541,215	3,702,909	6,091,984
Fund Balances - Ending	2,270,824	430,756	4,120,712	6,822,292

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Municipal Retirement/Social Security - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Taxes				
General Levy	\$ 731,275	731,275	709,406	(21,869)
Social Security/Medicare Levy	956,200	956,200	927,291	(28,909)
Personal Property Replacement Taxes	100,000	100,000	297,882	197,882
Total Revenues	1,787,475	1,787,475	1,934,579	147,104
Expenditures				
Instruction				
Regular Programs	127,500	127,500	133,369	(5,869)
Pre-K Programs	92,780	92,780	96,729	(3,949)
Special Education Programs	263,941	263,941	293,095	(29,154)
CTE Programs	5,344	5,344	5,389	(45)
Interscholastic Programs	38,369	38,369	47,165	(8,796)
Summer School Programs	—	—	668	(668)
Driver's Education Programs	3,346	3,346	3,356	(10)
Bilingual Programs	7,606	7,606	9,131	(1,525)
	538,886	538,886	588,902	(50,016)
Support Services				
Pupils				
Attendance and Social Work Services	8,735	8,735	8,560	175
Guidance Services	13,403	13,403	11,567	1,836
Health Services	46,271	46,271	50,280	(4,009)
Psychological Services	4,084	4,084	4,609	(525)
	6,567	6,567	7,464	(897)
	79,060	79,060	82,480	(3,420)
Instructional Staff				
Improvement of Instruction Services	1,664	1,664	3,006	(1,342)
Educational Media Services	40,885	40,885	41,225	(340)
Assessment and Testing	92	92	49	43
	42,641	42,641	44,280	(1,639)

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Municipal Retirement/Social Security - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures - Continued				
Support Services - Continued				
General Administration				
Board of Education Services	\$ 4,248	4,248	5,585	(1,337)
Executive Administration Services	11,033	11,033	10,780	253
Special Area Administration Services	—	—	2	(2)
	<u>15,281</u>	<u>15,281</u>	<u>16,367</u>	<u>(1,086)</u>
School Administration				
Office of the Principal Services	81,862	81,862	79,933	1,929
Other Support Services - School Administration	1,475	1,475	1,877	(402)
	<u>83,337</u>	<u>83,337</u>	<u>81,810</u>	<u>1,527</u>
Business				
Direction of Business Support Services	1,096	1,096	1,075	21
Fiscal Services	54,238	54,238	64,153	(9,915)
Operations and Maintenance of Plant Services	242,202	242,202	263,055	(20,853)
Pupil Transportation Services	105,158	105,158	167,387	(62,229)
Food Services	—	—	6,166	(6,166)
Internal Services	11,210	11,210	3,502	7,708
	<u>413,904</u>	<u>413,904</u>	<u>505,338</u>	<u>(91,434)</u>
Central				
Information Services	25,281	25,281	26,239	(958)
Staff Services	22,537	22,537	28,729	(6,192)
Data Processing Services	16,126	16,126	15,552	574
	<u>63,944</u>	<u>63,944</u>	<u>70,520</u>	<u>(6,576)</u>
Other Support Services	11,711	11,711	10,928	783
Total Support Services	<u>709,878</u>	<u>709,878</u>	<u>811,723</u>	<u>(101,845)</u>
Community Services	110,834	110,834	110,990	(156)
Total Expenditures	<u>1,359,598</u>	<u>1,359,598</u>	<u>1,511,615</u>	<u>(152,017)</u>
Net Change in Fund Balance	<u>427,877</u>	<u>427,877</u>	422,964	<u>(4,913)</u>
Fund Balance - Beginning			<u>1,847,860</u>	
Fund Balance - Ending			<u>2,270,824</u>	

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Capital Projects - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Other Revenue from Local Sources	\$ —	—	5,879	5,879
Expenditures				
Support Services				
Business				
Facilities Acquisition and Construction Services				
Purchased Services	8,000,000	8,000,000	175,761	7,824,239
Capital Outlay	—	—	7,896,223	(7,896,223)
Total Expenditures	8,000,000	8,000,000	8,071,984	(71,984)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,000,000)	(8,000,000)	(8,066,105)	(66,105)
Other Financing Sources				
Transfers In	8,000,000	8,000,000	7,955,646	(44,354)
Net Change in Fund Balance	—	—	(110,459)	(110,459)
Fund Balance - Beginning			541,215	
Fund Balance - Ending			430,756	

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Fire Prevention and Safety - Capital Projects Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Local Sources				
Property Taxes				
General Levy	\$ 430,746	430,746	417,803	(12,943)
Expenditures	—	—	—	—
Net Change in Fund Balance	<u>430,746</u>	<u>430,746</u>	417,803	<u>(12,943)</u>
Fund Balance - Beginning			<u>3,702,909</u>	
Fund Balance - Ending			<u>4,120,712</u>	

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Scholarship Trust - Private Purpose Trust Fund****Schedule of Changes in Fiduciary Net Position - Budget and Actual****For the Fiscal Year Ended June 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Additions				
Earnings on Investments	\$ 10,000	10,000	8,712	(1,288)
Deductions				
Payments for Scholarships	41,500	41,500	40,204	1,296
Net Change in Net Position	<u>(31,500)</u>	<u>(31,500)</u>	(31,492)	<u>8</u>
Net Position - Beginning			<u>697,715</u>	
Fund Balance - Ending			<u><u>666,223</u></u>	

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Consolidated Year-End Financial Report
June 30, 2023**

CSFA #	Program Name	State	Federal	Other	Totals
478-00-0251	Medical Assistance Program	\$ —	35,328	—	35,328
586-18-0875	Agricultural Education	39,654	—	—	39,654
586-18-0407	National School Lunch Program	—	564,734	—	564,734
586-73-1082	Title I - School Improvement & Accountability	—	6,660	—	6,660
586-57-0420	Fed. - Sp. Ed. - Pre-School Flow Through	—	9,457	—	9,457
586-64-0417	Fed - Sp Ed - IDEA Flow Through	—	737,119	—	737,119
586-82-1466	Fed. - Sp Ed- IDEA - Room and Board	—	989	—	989
586-18-2330	Non-Cash Commodity Value	—	86,754	—	86,754
586-18-2610	American Rescue Plan - Homeless Children and Youth Grant	—	15,803	—	15,803
	All other costs not allocated	—	—	70,400,034	70,400,034
	Totals	39,654	1,456,844	70,400,034	71,896,532



**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 GOVERNMENTAL AUDITING STANDARDS**

January 11, 2024

Members of the Board of Education
Sycamore Community Unit School District No. 427
Sycamore, 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 the Sycamore Community Unit School District No. 427, Illinois, 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, and have issued our report thereon dated January 11, 2024.

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. According, 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 District's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. 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 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*.

Sycamore Community Unit School District No. 427, Illinois
January 11, 2024

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.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

SUPPLEMENTAL SCHEDULES

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Long-Term Debt Requirements****General Obligation School Bonds of 2015****June 30, 2023**

Date of Issue	May 5, 2015
Date of Maturity	January 1, 2030
Authorized Issue	\$2,875,000
Denomination of Bonds	\$5,000
Interest Rates	3.05% - 3.15%
Interest Dates	January 1 and July 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	\$ —	89,798	89,798
2025	—	89,798	89,798
2026	—	89,798	89,798
2027	—	89,798	89,798
2028	—	89,798	89,798
2029	765,000	89,798	854,798
2030	2,110,000	66,462	2,176,462
	<u>2,875,000</u>	<u>605,250</u>	<u>3,480,250</u>

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Long-Term Debt Requirements****General Obligation Refunding School Bonds of 2017****June 30, 2023**

Date of Issue	December 19, 2017
Date of Maturity	February 1, 2033
Authorized Issue	\$9,680,000
Denomination of Bonds	\$5,000
Interest Rates	3.55% - 4.00%
Interest Dates	February 1 and August 1
Principal Maturity Date	February 1
Payable at	Zions Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	\$ —	372,103	372,103
2025	—	372,103	372,103
2026	—	372,103	372,103
2027	—	372,103	372,103
2028	—	372,103	372,103
2029	—	372,103	372,103
2030	—	372,103	372,103
2031	3,100,000	372,103	3,472,103
2032	3,225,000	248,103	3,473,103
2033	3,355,000	119,098	3,474,098
	<u>9,680,000</u>	<u>3,344,025</u>	<u>13,024,025</u>

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Long-Term Debt Requirements****General Obligation Limited Refunding School Bonds of 2019A****June 30, 2023**

Date of Issue	December 19, 2019
Date of Maturity	February 1, 2031
Authorized Issue	\$9,800,000
Denomination of Bonds	\$5,000
Interest Rates	2.00%
Interest Dates	February 1 and August 1
Principal Maturity Date	February 1
Payable at	Zions Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	\$ 1,300,000	158,200	1,458,200
2025	1,330,000	132,200	1,462,200
2026	1,360,000	105,600	1,465,600
2027	1,385,000	78,400	1,463,400
2028	135,000	50,700	185,700
2029	100,000	48,000	148,000
2030	1,475,000	46,000	1,521,000
2031	825,000	16,500	841,500
	<u>7,910,000</u>	<u>635,600</u>	<u>8,545,600</u>

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Long-Term Debt Requirements****General Obligation Refunding School Bonds of 2019B****June 30, 2023**

Date of Issue	December 19, 2019
Date of Maturity	February 1, 2037
Authorized Issue	\$7,630,000
Denomination of Bonds	\$5,000
Interest Rates	3.00% - 4.00%
Interest Dates	February 1 and August 1
Principal Maturity Date	February 1
Payable at	Zions Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	\$ —	252,700	252,700
2025	—	252,700	252,700
2026	—	252,700	252,700
2027	—	252,700	252,700
2028	—	252,700	252,700
2029	—	252,700	252,700
2030	—	252,700	252,700
2031	—	252,700	252,700
2032	—	252,700	252,700
2033	—	252,700	252,700
2034	—	252,700	252,700
2035	2,380,000	252,700	2,632,700
2036	2,250,000	157,500	2,407,500
2037	3,000,000	90,000	3,090,000
	<u>7,630,000</u>	<u>3,279,900</u>	<u>10,909,900</u>

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Long-Term Debt Requirements****General Obligation Taxable Refunding School Bonds of 2019C****June 30, 2023**

Date of Issue	December 19, 2019
Date of Maturity	February 1, 2035
Authorized Issue	\$11,230,000
Denomination of Bonds	\$5,000
Interest Rates	2.74% - 3.34%
Interest Dates	February 1 and August 1
Principal Maturity Date	February 1
Payable at	Zions Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	\$ —	347,522	347,522
2025	—	347,522	347,522
2026	—	347,522	347,522
2027	—	347,522	347,522
2028	3,510,000	347,522	3,857,522
2029	—	251,348	251,348
2030	—	251,348	251,348
2031	750,000	251,348	1,001,348
2032	775,000	228,548	1,003,548
2033	795,000	204,213	999,213
2034	3,810,000	178,455	3,988,455
2035	1,590,000	53,106	1,643,106
	<u>11,230,000</u>	<u>3,155,976</u>	<u>14,385,976</u>

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Long-Term Debt Requirements****General Obligation Taxable Limited Tax School Bonds of 2021A****June 30, 2023**

Date of Issue	February 23, 2021
Date of Maturity	February 1, 2029
Authorized Issue	\$2,815,000
Denomination of Bonds	\$5,000
Interest Rates	0.47% - 1.60%
Interest Dates	February 1 and August 1
Principal Maturity Date	February 1
Payable at	Zions Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	\$ 340,000	33,508	373,508
2025	—	31,400	31,400
2026	—	31,400	31,400
2027	—	31,400	31,400
2028	1,275,000	31,400	1,306,400
2029	815,000	13,040	828,040
	<u>2,430,000</u>	<u>172,148</u>	<u>2,602,148</u>

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Long-Term Debt Requirements****General Obligation Limited Tax School Bonds of 2021B****June 30, 2023**

Date of Issue	February 23, 2021
Date of Maturity	February 1, 2041
Authorized Issue	\$16,940,000
Denomination of Bonds	\$5,000
Interest Rates	4.00%
Interest Dates	February 1 and August 1
Principal Maturity Date	February 1
Payable at	Zions Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	\$ —	677,600	677,600
2025	—	677,600	677,600
2026	—	677,600	677,600
2027	—	677,600	677,600
2028	—	677,600	677,600
2029	515,000	677,600	1,192,600
2030	—	657,000	657,000
2031	600,000	657,000	1,257,000
2032	1,320,000	633,000	1,953,000
2033	1,370,000	580,200	1,950,200
2034	1,425,000	525,400	1,950,400
2035	1,480,000	468,400	1,948,400
2036	1,540,000	409,200	1,949,200
2037	1,605,000	347,600	1,952,600
2038	1,670,000	283,400	1,953,400
2039	1,735,000	216,600	1,951,600
2040	1,805,000	147,200	1,952,200
2041	1,875,000	75,000	1,950,000
	<u>16,940,000</u>	<u>9,065,600</u>	<u>26,005,600</u>

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Long-Term Debt Requirements****General Obligation Refunding School Bonds of 2021C****June 30, 2023**

Date of Issue	November 10, 2021
Date of Maturity	February 1, 2037
Authorized Issue	\$9,180,000
Denomination of Bonds	\$5,000
Interest Rates	2.50% - 4.00%
Interest Dates	February 1 and August 1
Principal Maturity Date	February 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2024	\$ 40,000	330,125	370,125
2025	40,000	328,525	368,525
2026	—	326,925	326,925
2027	—	326,925	326,925
2028	—	326,925	326,925
2029	2,825,000	326,925	3,151,925
2030	1,615,000	213,925	1,828,925
2031	—	149,325	149,325
2032	—	149,325	149,325
2033	—	149,325	149,325
2034	495,000	149,325	644,325
2035	480,000	129,525	609,525
2036	2,365,000	110,325	2,475,325
2037	1,280,000	51,200	1,331,200
	<u>9,140,000</u>	<u>3,068,625</u>	<u>12,208,625</u>

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Long-Term Debt Requirements****Capital Appreciation Bonds of 2007B****June 30, 2023**

Date of Issue	September 28, 2007
Date of Maturity	January 1, 2027
Authorized Issue	\$15,056,877
Denomination of Bonds	\$5,000
Interest Rates	4.03% - 4.75%
Interest Dates	January 1 and July 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal/ Accretion	Interest	Totals
2024	\$ 2,278,724	551,276	2,830,000
2025	2,790,096	444,904	3,235,000
2026	3,196,723	313,277	3,510,000
2027	3,352,806	157,194	3,510,000
	<u>11,618,349</u>	<u>1,466,651</u>	<u>13,085,000</u>

STATISTICAL SECTION (Unaudited)

This part of the annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Net Position by Component - Last Ten Fiscal Years

June 30, 2023 (Unaudited)

See Following Page

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Net Position by Component - Last Ten Fiscal Years***
June 30, 2023 (Unaudited)

	2014	2015 (1)	2016
Governmental Activities			
Net Investment in Capital Assets	\$ (4,435,866)	11,215,094	11,397,974
Restricted	13,467,911	10,470,545	7,233,309
Unrestricted	15,750,332	(5,243,614)	(5,758,112)
Total Governmental Activities Net Position	24,782,377	16,442,025	12,873,171

Data Source: Annual Financial Statements

(1) The District implemented GASB Statement No. 68 for the year ended June 30, 2015

(2) The District implemented GASB Statement No. 75 for the year ended June 30, 2018

(3) The District restated net position as of June 30, 2019

*Accrual Basis of Accounting

2017	2018 (2)	2019 (3)	2020	2021	2022	2023
11,746,334	12,906,687	8,540,039	8,488,900	5,593,250	3,760,892	6,043,052
6,746,947	8,275,307	9,795,152	12,861,659	15,844,795	15,203,512	14,539,034
(7,466,137)	(42,008,691)	(28,545,282)	(29,172,056)	(26,170,019)	(18,854,734)	(34,645,345)
11,027,144	(20,826,697)	(10,210,091)	(7,821,497)	(4,731,974)	109,670	(14,063,259)

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Changes in Net Position - Last Ten Fiscal Years*
June 30, 2023 (Unaudited)

	2014	2015	2016
Expenses			
Instruction	\$ 28,054,343	28,097,355	28,970,840
Support Services	16,971,783	16,774,873	16,720,821
Community Services	138,875	684,978	494,991
Payments to Other Districts/Govts.	1,630,638	1,601,076	1,749,524
State Retirement Contributions	8,047,403	7,701,986	8,630,188
Interest on Long-Term Debt	4,228,449	429,864	3,876,808
Total Governmental Activities Expenses	59,071,491	55,290,132	60,443,172
Program Revenues			
Changes for Services			
Instruction	1,416,102	1,523,667	1,542,514
Support Services	1,030,466	950,475	903,606
Operating Grants and Contributions	13,323,854	13,219,062	14,033,002
Total Program Revenues	15,770,422	15,693,204	16,479,122
Net Revenue (Expense)	(43,301,069)	(39,596,928)	(43,964,050)
General Revenues			
Property Taxes			
Levied for General Purposes	22,056,670	22,247,100	22,451,603
Levied for Specific Purposes	2,819,284	3,356,655	3,660,294
Levied for Debt Services	4,321,000	4,543,723	4,725,502
Personal Property Replacement Taxes	746,353	910,248	719,720
Federal and State Aid	6,114,943	7,462,758	8,387,897
Earnings (Loss) on Investments	78,550	130,610	39,818
Other General Revenues	—	—	410,362
Total General Revenues	36,136,800	38,651,094	40,395,196
Changes in Net Position	(7,164,269)	(945,834)	(3,568,854)

Data Source: Annual Financial Statements

*Accrual Basis of Accounting

2017	2018	2019	2020	2021	2022	2023
28,271,370	26,066,851	34,169,730	33,756,555	37,329,743	26,645,248	28,495,808
16,912,549	17,091,591	17,973,007	18,966,305	19,863,283	22,422,794	22,052,457
568,324	694,961	634,120	748,906	696,318	1,069,343	1,268,407
1,443,191	1,643,922	1,941,638	2,057,876	1,968,046	2,241,388	2,188,572
10,119,742	11,230,996	11,476,354	12,252,792	10,802,963	13,108,425	14,559,707
3,983,772	2,994,596	4,121,953	3,323,942	3,562,038	2,636,970	3,331,581
61,298,948	59,722,917	70,316,802	71,106,376	74,222,391	68,124,168	71,896,532
1,517,802	2,275,351	3,145,152	2,673,437	1,154,379	2,081,485	2,793,488
852,465	786,005	832,680	669,017	110,730	118,106	208,747
15,315,493	15,140,192	20,874,713	21,723,792	25,740,787	17,187,499	18,434,466
17,685,760	18,201,548	24,852,545	25,066,246	27,005,896	19,387,090	21,436,701
(43,613,188)	(41,521,369)	(45,464,257)	(46,040,130)	(47,216,495)	(48,737,078)	(50,459,831)
22,528,264	24,050,850	25,563,938	26,142,849	26,878,277	28,833,143	30,034,305
4,187,419	3,908,111	3,664,919	4,397,843	4,069,397	3,215,971	3,586,759
4,903,055	5,100,150	5,416,251	5,585,087	6,074,941	6,434,160	6,629,587
751,941	654,367	728,179	787,371	1,097,040	2,371,997	2,085,154
9,169,313	10,833,125	11,056,135	11,281,090	11,140,816	11,451,716	11,863,523
55,685	139,877	325,872	234,484	(4,719)	90,878	559,969
171,484	—	—	—	778,938	1,180,857	1,301,906
41,767,161	44,686,480	46,755,294	48,428,724	50,034,690	53,578,722	56,061,203
(1,846,027)	3,165,111	1,291,037	2,388,594	2,818,195	4,841,644	5,601,372

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Fund Balances of Governmental Funds - Last Ten Fiscal Years***
June 30, 2023 (Unaudited)

	2014	2015	2016
General Fund			
Nonspendable	\$ 162,401	143,601	96,517
Restricted	4,801,931	955,651	406,231
Unassigned	5,086,330	3,177,061	5,199,125
Total General Fund	10,050,662	4,276,313	5,701,873
All Other Governmental Funds			
Nonspendable	75,469	44,819	215,672
Restricted	10,126,192	9,514,894	6,827,078
Unassigned	—	—	—
Total All Other Governmental Funds	10,201,661	9,559,713	7,042,750
Total Governmental Funds	20,252,323	13,836,026	12,744,623

Data Source: Annual Financial Statements

*Modified Accrual Basis of Accounting

2017	2018	2019	2020	2021	2022	2023
216,147	179,858	28,411	31,343	162,065	229,068	557,737
249,245	109,427	50,152	866,262	714,655	372,718	400,766
4,524,598	4,016,897	5,851,992	4,497,968	22,634,822	13,738,916	5,621,511
4,989,990	4,306,182	5,930,555	5,395,573	23,511,542	14,340,702	6,580,014
268,544	165,238	318,784	44,899	44,899	210,902	62,714
6,497,702	8,165,880	9,749,390	11,995,397	15,130,140	16,292,283	16,712,670
—	—	—	—	—	(166,003)	—
6,766,246	8,331,118	10,068,174	12,040,296	15,175,039	16,337,182	16,775,384
11,756,236	12,637,300	15,998,729	17,435,869	38,686,581	30,677,884	23,355,398

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years*
June 30, 2023 (Unaudited)

	2014	2015	2016
Revenues			
Local Sources			
Property Taxes	\$ 29,061,572	30,148,478	32,063,095
Personal Property Replacement Taxes	746,353	910,248	719,720
Earnings (Loss) on Investments	78,550	130,610	39,818
Other Revenue from Local Sources	3,033,750	2,966,476	2,647,904
State Sources	8,397,536	10,333,804	11,359,371
Federal Sources	2,406,676	1,849,354	1,920,198
On-Behalf Payments	8,047,403	7,701,986	8,630,188
Total Revenues	51,771,840	54,040,956	57,380,294
Expenditures			
Instruction	24,494,999	26,781,223	24,658,298
Supporting Services	18,577,500	18,120,266	17,407,850
Community Services	138,875	654,978	494,991
Payments to Other Districts and Governments	1,630,638	1,601,076	1,749,524
Debt Service			
Principal Retirement	3,262,352	3,705,692	3,503,412
Interest and Fiscal Charges	2,114,286	2,201,852	1,988,909
On-Behalf Payments	8,047,403	7,701,986	8,630,188
Total Expenditures	58,266,053	60,767,073	58,433,172
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,494,213)	(6,726,117)	(1,052,878)
Other Financing Sources (Uses)			
Disposal of Capital Assets	5,149	5,394	—
Debt Issuance	1,306,369	3,183,050	1,575,000
Premium on Debt Issuance	—	—	—
Payments to Escrow Agent	—	(2,878,624)	(1,613,525)
Transfers In	2,862,220	2,475,175	4,342,978
Transfers Out	(2,862,220)	(2,475,175)	(4,342,978)
Total Other Financing Sources (Uses)	1,311,518	309,820	(38,525)
Net Change in Fund Balances	(5,182,695)	(6,416,297)	(1,091,403)
Debt Service as a Percentage of Noncapital Expenditures	9.32%	10.14%	9.40%

Data Source: Annual Financial Statements

*Modified Accrual Basis of Accounting

2017	2018	2019	2020	2021	2022	2023
30,830,994	31,112,362	34,702,899	35,851,048	36,347,150	37,743,474	40,250,651
751,941	654,367	728,179	787,371	1,097,040	2,371,997	2,085,154
55,685	139,877	340,731	234,484	(4,719)	90,878	559,969
2,117,124	2,406,989	3,234,794	2,555,083	2,044,047	3,380,448	4,304,141
11,500,741	12,969,162	12,812,650	12,704,519	13,034,574	13,119,650	13,772,576
1,770,315	2,164,635	1,884,083	1,580,420	2,576,458	3,306,260	1,965,706
10,119,742	11,230,996	11,476,354	12,252,792	10,802,963	13,108,425	14,559,707
57,146,542	60,678,388	65,179,690	65,965,717	65,897,513	73,121,132	77,497,904
24,380,106	24,299,660	25,062,284	25,634,855	26,311,288	29,371,912	29,816,753
16,706,729	16,138,197	16,935,093	17,892,065	18,662,415	29,293,407	30,073,687
568,324	694,961	634,120	817,412	699,503	1,069,343	1,268,407
1,443,191	1,642,504	1,941,638	2,057,876	1,968,046	2,241,388	2,188,572
3,507,468	3,891,512	6,737,466	3,994,500	4,436,863	14,304,193	4,595,261
2,008,519	2,105,250	2,288,320	2,186,691	2,247,345	2,660,395	2,318,333
10,119,742	11,230,996	11,476,354	12,252,792	10,802,963	13,108,425	14,559,707
58,734,079	60,003,080	65,075,275	64,836,191	65,128,423	92,049,063	84,820,720
(1,587,537)	675,308	104,415	1,129,526	769,090	(18,927,931)	(7,322,816)
42,650	35	—	—	400	5,365	330
556,500	9,680,000	3,645,937	28,860,037	19,755,000	9,801,249	—
—	268,169	—	161,329	3,209,106	1,112,620	—
—	(9,742,448)	—	(28,713,752)	(2,754,212)	—	—
2,365,723	271,379	17,881	237,002	19,872,700	8,954,382	8,265,786
(2,365,723)	(271,379)	(17,881)	(237,002)	(19,872,700)	(8,954,382)	(8,265,786)
599,150	205,756	3,645,937	307,614	20,210,294	10,919,234	330
(988,387)	881,064	3,750,352	1,437,140	20,979,384	(8,008,697)	(7,322,486)
9.39%	10.07%	13.99%	9.62%	10.35%	18.76%	9.10%

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
June 30, 2023 (Unaudited)**

Tax Levy Year	Residential Property	Farm Property	Commercial Property	Total Taxable Equalized Assessed Value	Estimated Actual Value	Total Direct Tax Rate
2013	\$ 323,501,663	\$ 31,379,877	\$ 83,684,503	\$ 438,566,043	\$ 1,315,698,129	6.7111
2014	317,378,626	33,202,458	82,287,182	432,868,266	1,298,604,798	6.9796
2015	336,911,356	34,187,581	86,837,631	457,936,568	1,373,809,704	6.7489
2016	364,160,694	36,551,263	94,572,641	495,284,598	1,485,853,794	6.3986
2017	388,406,755	38,445,925	104,179,367	531,032,047	1,593,096,141	6.2345
2018	410,003,904	35,919,838	115,948,736	561,872,478	1,685,617,434	6.1321
2019	431,122,126	37,453,002	122,028,348	590,603,476	1,771,810,428	6.0576
2020	447,709,119	39,717,985	127,638,140	615,065,244	1,845,195,732	6.0363
2021	466,566,595	41,735,504	135,245,958	643,548,057	1,930,644,171	5.9995
2022	509,812,024	50,471,815	137,826,204	698,110,043	2,094,330,129	5.8937

Data Source: DeKalb and Kane County Levy, Rate, and Extension Reports

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
June 30, 2023 (Unaudited)**

See Following Page

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
June 30, 2023 (Unaudited)**

	2013	2014	2015
Direct Rates			
Education	\$ 3.6843	3.6583	3.5151
Special Education	0.6163	0.7317	0.6857
Operations and Maintenance	0.6699	0.6667	0.6248
Transportation	0.2456	0.3769	0.4261
Illinois Municipal Retirement/Social Security	0.3349	0.3334	0.3124
Bond and Interest	0.9979	1.0519	1.0342
Fire Prevention and Safety	0.0670	0.0667	0.0625
Facility Leasing	0.0476	0.0474	0.0444
Working Cash	0.0476	0.0466	0.0437
Total Direct Rates	6.7111	6.9796	6.7489
Overlapping Rates			
DeKalb County	1.2013	1.2483	1.2364
DeKalb County Forest Preserve District	0.0852	0.0876	0.0853
Sycamore Township	0.1458	0.1502	0.1443
Sycamore Township Road and Bridge	0.2953	0.3042	0.2922
City of Sycamore	0.7643	0.7858	0.7775
Sycamore Library District	0.2828	0.2878	0.2854
Sycamore Park District	0.6174	0.8076	0.7798
Kishwaukee Community College	0.7294	0.7123	0.6972
Total Overlapping Rate*	4.1215	4.3838	4.2981
Total Rate	10.8326	11.3634	11.0470

Data Source: DeKalb County Clerk's office

Notes:

The District is subject to the Property Tax Extension Limitation Act, which, in general, limits the increase in the amount of taxes to be extended to the lesser of 5% or the percentage increase in the consumer price index for the year proceeding the levy.

Tax rates are per \$100 of equalized assessed valuation.

The Sycamore CUSD #427 tax rates are subject to the formula and restrictions of the Property Tax Extension Limitation Law. For further explanation, please see the Management Discussion and Analysis.

2016	2017	2018	2019	2020	2021	2022
3.2308	3.2023	3.1143	3.0184	2.9784	3.0769	3.0674
0.6730	0.6543	0.6322	0.6128	0.5983	0.5776	0.5685
0.5743	0.6002	0.6334	0.7009	0.7336	0.7082	0.6971
0.4750	0.3751	0.3624	0.3513	0.3430	0.2548	0.2078
0.2872	0.2793	0.2698	0.2616	0.2554	0.2466	0.2427
0.9923	0.9618	0.9639	0.9720	0.9904	1.0029	0.9797
0.0851	0.0828	0.0800	0.0668	0.0652	0.0629	0.0620
0.0408	0.0397	0.0384	0.0372	0.0363	0.0351	0.0345
0.0401	0.0390	0.0377	0.0366	0.0357	0.0345	0.0340
6.3986	6.2345	6.1321	6.0576	6.0363	5.9995	5.8937
1.1429	1.1201	1.0951	1.0752	1.0629	1.0315	0.9677
0.0799	0.0783	0.0766	0.0748	0.0740	0.0736	0.0692
0.1362	0.1322	0.1286	0.1271	0.1265	0.1198	0.1135
0.2758	0.2677	0.2604	0.2574	0.2557	0.2489	0.2344
0.7417	0.7086	0.6872	0.6651	0.6435	0.6254	0.7038
0.2736	0.2666	0.2555	0.2473	0.2396	0.2328	0.2371
0.7348	0.7117	0.6958	0.6852	0.6794	0.6737	0.6491
0.6700	0.6669	0.6683	0.6528	0.6528	0.6432	0.6087
4.0549	3.9521	3.8675	3.7849	3.7344	3.6489	3.5834
10.4535	10.1866	9.9996	9.8425	9.7707	9.6484	9.4771

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
June 30, 2023 (Unaudited)**

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	Percentage of Total District Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Assessed Value
Stone Prairie Rental Community LLC	\$ 7,373,396	1	1.06%	\$ 5,345,969	1	1.22%
Ideal Industries, Inc.	6,494,721	2	0.93%	4,707,009	2	1.07%
Becker TR Realty Holdings LLC	5,487,536	3	0.79%			
T Suter Properties LLC	4,567,047	4	0.65%			
Kishwaukee Community Hospital	3,844,680	5	0.55%			
Northern Illinois Gas Company	3,776,619	6	0.54%			
EPC IRA LLC	3,706,859	7	0.53%			
Meijer Stores Limited Partnership	3,163,889	8	0.45%			
Tate & Lyle Solutions USA LLC	2,581,742	9	0.37%			
Menard Inc Corporate Accounting	2,463,450	10	0.35%			
Kae Ames, Inc.				2,800,718	3	0.64%
DCP Properties LLC				2,687,389	4	0.61%
Oehlert Rentals LLC				1,869,891	5	0.43%
Rydell Mgmt LLC				1,713,608	6	0.39%
Jewel Food Stores, Inc.				1,567,403	7	0.36%
Ventas Realty Ltd. Partnership				1,489,153	8	0.34%
National Bank and Trust Co.				1,402,687	9	0.32%
Continental Custom Ingredients, Inc.				1,358,054	10	0.31%
	<u>43,459,939</u>		<u>6.23%</u>	<u>24,941,881</u>		<u>5.69%</u>

Data Source: Dekalb and Kane County Clerks' Offices

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Property Tax Levies and Collections - Last Ten Tax Levy Years
June 30, 2023 (Unaudited)**

Tax Levy Year	Taxes Extended for the Levy Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date Amount	Percentage of Levy
		Amount	Percentage of Levy			
2015	\$ 29,397,615	\$ 15,286,068	52.00%	\$ 14,079,148	\$ 29,365,216	99.89%
2016	30,178,730	15,763,843	52.23%	14,396,275	30,160,118	99.94%
2017	30,855,261	16,211,718	52.54%	14,563,105	30,774,823	99.74%
2018	31,691,378	16,850,464	53.17%	14,780,376	31,630,840	99.81%
2019	33,106,981	17,726,775	53.54%	15,355,142	33,081,917	99.92%
2020	33,997,568	18,213,368	53.57%	15,914,482	34,127,850	100.38%
2021	35,278,583	18,501,019	52.44%	16,982,839	35,483,858	100.58%
2022	37,126,328	19,798,508	53.33%	17,204,134	37,002,642	99.67%
2023	38,423,127	20,532,681	53.44%	17,977,640	38,510,321	100.23%
2022	41,144,035	21,796,064	52.98%	—	21,796,064	52.98%

Data Source: DeKalb and Kane County

Note: Percentage of extensions collected may exceed 100% due to prior year collection amounts not broken down by year.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
June 30, 2023 (Unaudited)

Fiscal Year	General Obligation Bonds	Capital Appreciation Bonds	Leases	Total Primary Government	Percentage of Estimated Actual Taxable Value of Property (1)	Percentage of Personal Income (2)	Ratio of Outstanding Debt per Capita (2)
2014	\$ 72,115,625	\$ —	\$ 2,196,907	\$ 74,312,532	5.65%	10.89%	\$ 3,248
2015	70,440,176	—	1,719,265	72,159,441	5.56%	11.05%	3,206
2016	69,692,840	—	1,055,853	70,748,693	5.15%	10.46%	3,186
2017	68,937,991	—	1,144,885	70,082,876	4.72%	10.37%	3,186
2018	69,981,366	—	628,373	70,609,739	4.43%	9.74%	3,183
2019	68,679,190	—	716,844	69,396,034	4.12%	9.45%	3,193
2020	73,291,865	—	622,381	73,914,246	4.17%	9.88%	3,382
2021	87,135,080	—	415,722	87,550,802	4.74%	11.78%	4,040
2022	83,120,229	—	636,395	83,756,624	4.34%	11.52%	3,853
2023	73,745,717	11,618,349	346,134	85,710,200	4.09%	11.35%	4,066

Data Source: Annual Financial Statements

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for personal income and population data.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Ratio of General Obligation Bonded Debt Outstanding - Last Ten Fiscal Years
June 30, 2023 (Unaudited)**

Fiscal Year	General Obligation Bonds	Less: Amount Available for Debt Service	Net General Bonded Debt	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2014	\$ 72,115,625	\$ 3,230,304	\$ 68,885,321	5.24%	\$ 3,011
2015	70,440,176	2,753,578	67,686,598	5.21%	3,008
2016	69,692,840	2,838,451	66,854,389	4.87%	3,010
2017	68,937,991	2,738,098	66,199,893	4.46%	3,010
2018	69,981,366	2,591,617	67,389,749	4.23%	3,038
2019	68,679,190	2,652,913	66,026,277	3.92%	3,038
2020	73,291,865	2,891,780	70,400,085	3.97%	3,221
2021	87,135,080	2,965,814	84,169,266	4.56%	3,884
2022	83,120,229	2,983,601	80,136,628	4.15%	3,686
2023	85,364,066	2,207,100	83,156,966	3.97%	3,945

Data Source: Annual Financial Statements

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Schedule of Direct and Overlapping Governmental Activities Debt
June 30, 2023 (Unaudited)**

Governmental Unit	Gross Debt	Percentage of Debt Applicable to District	District's Share of Debt
Sycamore Community Unit School District No. 427	\$ 85,710,200	100.00%	85,710,200
Overlapping Debt			
DeKalb County (1)	7,175,000	25.86%	1,855,383
Kane County (1)	—	0.06%	—
Kane County Forest Preserve (1)	92,320,000	0.06%	50,776
City of DeKalb and Library	15,095,000	0.48%	72,607
City of Sycamore	2,230,000	94.83%	2,114,598
DeKalb Park District	1,394,555	0.51%	7,056
Sycamore Park District (1)	744,215	95.16%	708,158
Elgin Community College No. 509	133,850,000	0.01%	13,385
Kishwaukee Community College No. 523 (1)	52,965,000	24.16%	12,796,344
Total Overlapping Debt	305,773,770		17,618,307
Total Direct and Overlapping Debt	391,483,970		103,328,507

Data Source: DeKalb and Kane County Clerks' Offices

(1) Excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds, which are expected to be paid from sources other than general taxation and other self-supporting bonds.

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Schedule of Legal Debt Margin - Last Ten Fiscal Years

June 30, 2023 (Unaudited)

See Following Page

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Schedule of Legal Debt Margin - Last Ten Fiscal Years
June 30, 2023 (Unaudited)**

	2014	2015	2016
Debt Limit	\$ 60,522,114	59,735,821	63,195,246
Total Net Debt Applicable to Limit	57,660,841	56,944,451	54,019,578
Legal Debt Margin	2,861,273	2,791,370	9,175,668
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	95.27%	95.33%	85.48%

Data Source: District Records

2017	2018	2019	2020	2021	2022	2023
68,349,275	73,282,422	77,538,402	84,879,004	84,879,004	88,809,632	96,339,186
53,609,701	56,270,489	53,172,226	70,542,906	75,019,083	74,586,823	68,181,134
14,739,574	17,011,933	24,366,176	14,336,098	9,859,921	14,222,809	28,158,052
78.43%	76.79%	68.58%	83.11%	88.38%	83.99%	70.77%

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Demographic and Economic Statistics - Last Ten Fiscal Years
June 30, 2023 (Unaudited)**

Fiscal Year	Population (1)	Personal Income (in thousands)	Per Capita Income (2)	Unemployment Rate (3)
2014	22,880	\$ 682,304	\$ 29,821	7.7%
2015	22,505	652,960	29,014	5.6%
2016	22,208	676,367	30,456	5.0%
2017	21,994	676,074	30,739	4.8%
2018	22,181	724,897	32,681	4.0%
2019	21,732	733,977	33,774	3.9%
2020	21,858	747,981	34,220	3.7%
2021	21,672	743,090	34,288	7.3%
2022	21,739	726,952	33,440	4.5%
2023	21,080	754,938	35,813	3.8%

Data Sources:

- (1) National Center for Education Statistics, Education Demographics, and Geographical Estimates
- (2) U.S. Census Bureau QuickFacts
- (3) Illinois Department of Employment Security

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
June 30, 2023 (Unaudited)**

Employer	2023			2014		
	Employees	Rank	Percentage of Total District Employment	Employees	Rank	Percentage of Total District Employment
Northern Illinois University	3,345	1	36.02%	3,600	1	N/A
Target Distribution Center	1,600	2	17.23%			
Northwestern Medicine/Kishwaukee Hospital	1,500	3	16.15%	1,200	2	N/A
3M Co. Midwest Distribution Center	850	4	9.15%	480	4	N/A
Ideal Industries, Inc. (HQ)	600	5	6.46%	440	5	N/A
Sonoco-Alloyd	550	6	5.92%			
Sycamore CUSD # 427	510	7	5.49%			
DeKalb County Government	500	8	5.38%			
Adient Sycamore	420	9	4.52%			
Kindred Hospital	200	10	2.15%	200	9	N/A
Walmart Superstore				500	3	N/A
Nestle USA, Inc.				250	6	N/A
Johnson Controls, Inc.				200	7	N/A
SK Express, Inc.				200	8	N/A
The Suter Co., Inc.				200	10	N/A
	<u>10,075</u>		<u>108.47%</u>	<u>7,270</u>		<u>N/A</u>

Data Sources:

City and County Records/School District Records
Employer Websites
Data Axle/Industry Select/Mergent Intellect
District's 2014 Annual Comprehensive Financial Report

N/A - Not Available

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

Employees by Function - Last Ten Fiscal Years June 30, 2023 (Unaudited)

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Administration										
Superintendent	1	1	1	1	1	1	1	1	1	1
Assistant Superintendent/Business Manager	1	1	1	1	1	1	1	2	2	2
Directors/Managers	3	3	2	2	2	2	3	3	3	3
Principals and Assistants	12	12	12	12	12	12	12	12	12	13
Coordinators	—	—	—	—	—	—	—	—	1	1
	17	17	16	16	16	16	17	18	19	20
Instruction										
Teachers										
Special Education Pre-K	2	2	2	2	2	3	4	4	4	5
K-5	67	67	69	68	68	69	73	74	79	78
6-8	42	44	44	38	37	38	39	39	40	40
9-12	46	51	47	46	45	44	43	45	46	46
Reading	10	12	8	9	7	8	9	8	8	6
Bilingual	10	3	3	2	2	2	2	3	3	3
Special Education	38	37	36	34	33	34	35	38	35	33
Speech/Language	6	6	6	5	6	6	6	7	7	7
Art	6	6	5	5	5	7	7	7	7	7
Music	10	12	9	9	8	8	8	8	9	9
PE	19	19	18	18	18	19	19	19	19	19
Technology	7	7	6	5	5	6	6	4	4	6
Academic Advisors	5	5	5	6	5	5	5	5	5	5
Librarian	1	1	1	1	1	1	1	1	1	1
Psychologists and Assistants	4	4	4	4	4	4	4	4	4	4
Social Workers	8	8	8	7	6	7	8	8	10	10
Nurses and Assistants	4	5	5	5	4	4	4	6	6	6
Vision	1	1	1	1	—	—	—	—	—	—
18-21 Program	1	1	1	1	1	1	1	1	1	1
	287	291	278	266	257	266	274	281	288	286
Other Supporting Staff										
Teaching Assistant	—	—	1	3	—	—	—	—	—	—
Reading	8	7	7	5	3	3	2	3	3	3
Preschool/Kindergarten	4	4	4	2	3	5	6	3	6	10
Bilingual	1	1	1	1	1	1	1	1	1	1
Special Education	66	70	51	49	50	51	55	46	46	52
Children at Risk	—	4	3	1	2	2	1	—	—	—
Learning Center	6	6	5	5	5	6	5	5	6	6
Clerical/Health Aides	7	7	7	4	7	8	8	6	9	8
Trainer	1	1	1	1	1	1	1	1	1	1
Bookkeepers	4	3	3	3	3	3	3	3	3	3
Secretaries	28	26	24	20	21	23	23	22	21	21
Data Processing/Technology	7	7	9	8	7	7	8	7	9	8
Security Assistant	5	5	5	4	8	8	7	7	6	6
Building Receptionists	7	9	8	5	4	4	4	4	6	5
Lunchroom Supervisors	22	21	20	18	14	14	13	5	11	16
After School Program	—	—	1	1	2	2	2	2	2	2
Transportation	42	51	42	49	56	40	39	31	36	30
Engineers, Custodians, and Maintenance	39	36	34	30	35	31	31	33	36	36
Total Support Staff	247	258	226	209	222	209	209	179	202	208
Total Staff	551	566	520	491	495	491	500	478	509	514

Data Source: District Records

**Operating Indicators by Program - Last Ten Fiscal Years
June 30, 2023 (Unaudited)**

See Following Page

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427

**Operating Indicators by Program - Last Ten Fiscal Years
June 30, 2023 (Unaudited)**

Program	2014	2015	2016
Instruction			
Total Enrollment	3,780	3,759	3,776
Regular	3,255	3,223	3,235
Special Ed	525	536	541
Support Services - Pupil			
Percentage of Students with Disabilities	14.0%	14.0%	14.0%
Percentage of Limited English Proficient Students	3.0%	3.0%	2.0%
School Administration	12	17	16
Student Attendance Rate	95.1%	95.3%	94.9%
Fiscal			
Purchase Orders Processed	372	431	341
Nonpayroll Checks Issued	3,071	3,028	2,929
Maintenance			
District Square Footage Maintained by Custodians and Maintenance Staff	845,819	845,819	845,819
District Acreage Maintained by Grounds Staff	98	98	98
Transportation			
Average Students Transported Daily	2,500	2,382	2,660
Average Daily Bus Stops	702	674	497

Data Source: District Records

2017	2018	2019	2020	2021	2022	2023
3,744	3,764	3,757	3,800	3,446	3,620	3,780
3,211	3,229	3,209	3,249	2,911	2,947	3,255
533	335	548	551	535	590	525
14.0%	14.0%	15.0%	15.0%	16.0%	16.0%	14.0%
2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	3.0%
16	16	16	17	18	19	12
94.4%	95.1%	96.0%	96.2%	88.0%	94.4%	95.1%
336	342	316	351	342	334	372
2,854	2,776	2,607	2,475	2,165	2,629	3,071
845,819	845,819	845,819	845,819	845,819	845,819	845,819
98	98	98	98	98	98	98
2,313	2,473	2,205	1,778	988	1,629	2,500
661	694	421	520	323	710	702

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**School Building Information - Last Ten Fiscal Years
June 30, 2023 (Unaudited)**

School Building	2014	2015	2016
Sycamore High School			
Square Feet	329,481	329,481	329,481
Capacity (Students)	1,800	1,800	1,800
Enrollment	1,175	1,175	1,195
Sycamore Middle School			
Square Feet	148,851	148,851	148,851
Capacity (Students)	1,200	1,200	1,200
Enrollment	913	913	910
West Elementary School			
Square Feet	55,100	55,100	55,100
Capacity (Students)	367	367	367
Enrollment	291	291	274
Southeast Elementary School			
Square Feet	65,520	65,520	65,520
Capacity (Students)	475	475	475
Enrollment	323	323	333
North Elementary School			
Square Feet	53,400	53,400	53,400
Capacity (Students)	389	389	389
Enrollment	281	281	286
South Prairie Elementary School			
Square Feet	68,175	68,175	68,175
Capacity (Students)	497	497	497
Enrollment	297	297	284
North Grove Elementary School			
Square Feet	91,666	91,666	91,666
Capacity (Students)	658	658	658
Enrollment	452	452	453

Data Source: District Records

2017	2018	2019	2020	2021	2022	2023
329,481	329,481	329,481	337,430	337,430	337,430	337,430
1,800	1,800	1,800	1,624	1,624	1,624	1,624
1,215	1,215	1,215	1,208	1,118	1,133	1,157
148,851	148,851	148,851	155,570	155,570	155,570	155,570
1,200	1,200	1,200	915	915	915	915
856	856	856	858	817	839	814
55,100	55,100	55,100	70,510	70,510	70,510	70,510
367	367	367	438	438	438	438
272	285	285	288	254	270	245
65,520	65,520	65,520	77,800	77,800	77,800	77,800
475	475	475	456	456	456	456
330	349	349	328	312	302	262
53,400	53,400	53,400	73,505	51,930	51,930	51,930
389	389	389	690	423	423	423
276	283	283	227	263	272	299
68,175	68,175	68,175	97,050	73,505	73,505	73,505
497	497	497	486	690	690	690
297	301	301	484	227	233	288
91,666	91,666	91,666	91,666	97,050	97,050	97,050
658	658	658	658	486	486	486
457	465	465	465	446	468	481

SYCAMORE COMMUNITY UNIT SCHOOL DISTRICT NO. 427**Operating Statistics - Last Ten Fiscal Years
June 30, 2023 (Unaudited)**

Fiscal Year	Expenses (1)	Average Daily Attendance	Net Operating Expenditures per Pupil	Teaching Staff	Pupil/Teacher Ratio	Student Attendance Percentage
2014	\$ 42,892,137	3,587	\$ 11,958	287	12.50	95.12%
2015	43,016,222	3,591	11,979	291	12.34	95.26%
2016	39,159,456	3,582	10,932	278	12.88	94.86%
2017	39,030,805	3,533	11,047	266	13.28	94.36%
2018	38,405,821	3,580	10,728	257	13.93	95.13%
2019	39,241,388	3,560	11,023	266	13.38	96.00%
2020	40,855,979	3,494	11,693	274	12.75	96.20%
2021	41,537,406	3,513	11,824	280	12.55	88.00%
2022	44,281,440	3,245	13,646	288	11.27	94.39%
2023	39,270,001	3,315	11,846	286	11.59	93.35%

Data Source: District Records

(1) Total allowance for per capita tuition computation.