



**LAKE ZURICH COMMUNITY UNIT
SCHOOL DISTRICT NO. 95
STATE OF ILLINOIS**

ANNUAL FINANCIAL REPORT

JUNE 30, 2024

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 TABLE OF CONTENTS
 JUNE 30, 2024

	PAGE
INDEPENDENT AUDITOR'S REPORT	1
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 <i>GOVERNMENT AUDITING STANDARDS</i>	4
REQUIRED SUPPLEMENTARY INFORMATION	
Management's Discussion and Analysis	6
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Net Position	12
Statement of Activities	13
Fund Financial Statements	
Balance Sheet – Governmental Funds	14
Reconciliation of the Balance Sheet to the Statement of Net Position	15
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	18
Notes to Financial Statements	19
REQUIRED SUPPLEMENTARY INFORMATION	
Illinois Municipal Retirement Fund – Schedule of Changes in the Employer's Net Pension Liability and Related Ratios	46
Illinois Municipal Retirement Fund – Schedule of Employer Contribution	47
Teachers' Retirement System of the State of Illinois – Schedule of the Employer's Proportionate Share of the Net Pension Liability	48
Teachers' Retirement System of the State of Illinois – Schedule of Employer Contribution	49

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 TABLE OF CONTENTS
 JUNE 30, 2024

	PAGE
REQUIRED SUPPLEMENTARY INFORMATION (Continued)	
Teachers' Health Insurance Security Fund of the State of Illinois – Schedule of the Employer's Proportionate Share of the Net OPEB Liability	50
Teachers' Health Insurance Security Fund of the State of Illinois – Schedule of Employer Contribution	51
Other Post-Employment Benefit - Schedule of Changes in the Employer's Total OPEB Liability and Related Ratios	52
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund	53
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Operations and Maintenance Fund	59
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Transportation Fund	60
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Fund – Illinois Municipal Retirement/Social Security Fund	61
Notes to Required Supplementary Information	63
SUPPLEMENTAL FINANCIAL INFORMATION	
Combining Balance Sheet – General Fund	64
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances – General Fund	65
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund – Educational Fund	66
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund – Working Cash Fund	72
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Debt Services Fund	73
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Capital Projects Fund	74

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
TABLE OF CONTENTS
JUNE 30, 2024

	PAGE
SUPPLEMENTAL FINANCIAL INFORMATION (Continued)	
Computation of Operating Expense Per Pupil and Per Capita Tuition Charge	75
ANNUAL FEDERAL FINANCIAL COMPLIANCE SECTION	
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance in Accordance with the Uniform Guidance	76
Schedule of Expenditures of Federal Awards	79
Notes to the Schedule of Expenditures of Federal Awards	81
Schedule of Findings and Questioned Costs	82
Summary Schedule of Prior Audit Findings	85



INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Lake Zurich Community Unit School District No. 95
Lake Zurich, Illinois

Report on the Financial Statements

Opinions

We have audited the financial statements of the governmental activities and each major fund of

Lake Zurich Community Unit School District No. 95

as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of June 30, 2024, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under 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 Lake Zurich Community Unit School District No. 95 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.

Change in Accounting Principle

As described in Note 17 to the financial statements, during the year, the District implemented GASB Statement No. 100, *Accounting Changes and Error Corrections*. Our opinion is not modified with respect to this matter.

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 one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risk 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 Lake Zurich Community Unit School District No. 95'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 Lake Zurich Community Unit School District No. 95'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 required supplementary information 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

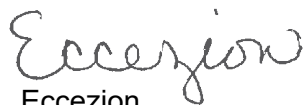
United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic 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 District's basic financial statements. The supplementary information as listed in the table of contents and the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information, except for the average daily attendance figure included in the computation of operating expense per pupil and per capita tuition charges, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 29, 2024 on our consideration of Lake Zurich Community Unit School District No. 95's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Lake Zurich Community Unit School District No. 95's internal control over financial reporting and compliance.



Eccezion
Strategic Business Solutions

McHenry, Illinois
October 29, 2024



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

To the Board of Education
Lake Zurich Community Unit School District No. 95
Lake Zurich, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of

Lake Zurich Community Unit School District No. 95

as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Lake Zurich Community Unit School District No. 95's basic financial statements, and have issued our report thereon dated October 29, 2024.

Report Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Lake Zurich Community Unit School District No. 95'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 Lake Zurich Community Unit School District No. 95's internal control. Accordingly, we do not express an opinion on the effectiveness of Lake Zurich Community Unit School District No. 95'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.

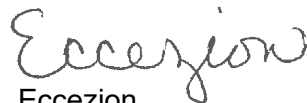
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lake Zurich Community Unit School District No. 95's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

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



Eccezion
Strategic Business Solutions

McHenry, Illinois
October 29, 2024

REQUIRED SUPPLEMENTARY INFORMATION

Lake Zurich Community Unit School District No. 95

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024

The Management's Discussion and Analysis of Lake Zurich Community Unit School District No. 95's (the District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2024. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

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

The Statement of Activities presents information showing how the District'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 the 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).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). Governmental activities include instruction, support services, operations and maintenance, transportation, food services, and certain other activities and expenses such as payments to other districts and governmental units and interest and fees.

The government-wide financial statements can be found on the pages listed in the table of contents.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are governmental funds (the District maintains no fiduciary or proprietary 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, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing

so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this 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, Operations and Maintenance, Debt Services, Transportation, Illinois Municipal Retirement/Social Security, and Capital Projects Funds, all of which are considered to be major funds.

The District adopts an annual budget for each of the funds listed above. A budgetary comparison statement, which is required supplementary information, has been provided for the General Fund and each major special revenue fund to demonstrate compliance with this budget.

The basic fund financial statements can be found on the pages listed in the table of contents.

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. The notes to the financial statements can be found on the pages listed in the table of contents.

Other Information - In addition to the basic financial statements, accompanying notes, and required supplementary information, this report also presents certain supplementary information concerning the District's progress in meeting its obligation to provide fully adequate educational services and extracurricular activities to all of its resident's students.

Supplemental financial information can be found on the pages listed in the table of contents.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$169,532,399 at the close of the most recent fiscal year.

The following table presents a summary of the District's net position for the years ended June 30, 2024 and 2023:

Lake Zurich Community Unit School District No. 95's Net Position at Year-End

	Governmental Activities	
	FY 2024	FY 2023
Assets		
Current and Other Assets	\$ 154,833,561	\$ 157,985,086
Capital Assets	199,827,910	185,675,602
Total Assets	\$ 354,661,471	\$ 343,660,688
Deferred Outflow s of Resources		
Pension Expense - IMRF	\$ 3,067,147	\$ 3,681,868
Pension Expense - TRS	41,855	28,843
OPEB Expense - THIS	1,112,437	664,359
OPEB Expense - IMRF/TRS	251,643	233,842
Employer Pension Contribution - IMRF	430,530	407,528
Employer Pension Contribution - TRS	289,350	278,577
Employer OPEB Contribution - THIS	334,473	321,852
Total Deferred Outflow s of Resources	\$ 5,527,435	\$ 5,616,869
Liabilities		
Other Liabilities	\$ 12,518,108	\$ 9,975,053
Long-Term Liabilities Outstanding	76,313,822	77,240,752
Net Pension Liability - IMRF	4,132,734	4,864,928
Net Pension Liability - TRS	3,894,775	3,827,444
Other Postemployment Benefits Liability - THIS	12,245,550	11,585,838
Other Postemployment Benefits Liability - IMRF/TRS	505,106	455,820
Total Liabilities	\$ 109,610,095	\$ 107,949,835
Deferred Inflow s of Resources		
Unavailable Revenue - Property Taxes	\$ 47,199,208	\$ 47,199,210
Pension Revenue - IMRF	31,571	12,102
Pension Revenue - TRS	458,245	795,106
OPEB Revenue - THIS	33,289,139	39,014,271
OPEB Revenue - IMRF/TRS	68,249	49,329
Total Deferred Inflow s of Resources	\$ 81,046,412	\$ 87,070,018
Net Position		
Net Investment in Capital Assets	\$ 122,201,603	\$ 108,716,091
Restricted	15,405,626	23,628,834
Unrestricted	31,925,170	21,912,779
Total Net Position	\$ 169,532,399	\$ 154,257,704

The net investment in capital assets (72.10% of total net position) represents assets such as land, buildings, and equipment less any related debt used to acquire those assets that is still outstanding. The District uses its assets to provide educational services and extracurricular activities for the students of the local community. Although the District's investment in 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 of the District's net position (9.09%) represents resources that are subject to external restrictions on how they may be used.

The District's net position increased by \$15,274,694 (including a net position adjustment of (\$486,084)). Substantially, all of this increase represents the degree to which increases in ongoing revenues exceeded similar increases in ongoing expenses.

Governmental Activities. Governmental activities increased the District's net position by \$15,274,694, including a net position adjustment of \$486,084. Key elements of this increase are as follows:

Lake Zurich Community Unit School District No. 95's Change in Net Position

	Governmental Activities	
	FY 2024	FY 2023
Revenues:		
Program Revenues		
Charges for Services	\$ 4,978,080	\$ 4,822,367
Operating Grants and Contributions	35,490,543	33,279,640
Capital Grants and Contributions	318,831	173,987
General Revenues:		
Taxes		
Property Taxes	96,864,118	92,191,663
Other Payments in Lieu of Taxes	499,096	828,264
Grants and Contributions not Restricted to Specific Activities	4,056,723	4,051,792
Unrestricted Investment Earnings	4,344,495	2,406,169
TIF Revenues	569,108	552,861
Gain on Sale of Capital Assets	1,235	-
Miscellaneous	150,435	33,956
Total Revenues	<u>\$ 147,272,664</u>	<u>\$ 138,340,699</u>
Expenses:		
Instruction	\$ 82,703,620	\$ 77,813,556
Support Services	40,574,746	38,163,052
Community Services	67,222	99,125
Intergovernmental Payments	728,506	536,765
Interest and Fees on Long-Term Debt	1,990,096	2,168,129
Depreciation - Unallocated	5,447,695	5,100,889
Total Expenses	<u>\$ 131,511,885</u>	<u>\$ 123,881,516</u>
Change in Net Position	\$ 15,760,779	\$ 14,459,183
Net Position - Beginning	154,257,704	139,798,521
Net Position Adjustment	(486,084)	-
Net Position - Ending	<u>\$ 169,532,399</u>	<u>\$ 154,257,704</u>

- Operating Grants and Contributions increased by \$2,210,903 primarily due to an increase in state retirement contributions (\$2,251,418), offset partially by a decrease in ESSER grants (\$217,244) and Special Education Transportation (\$302,936).
- Property Taxes increased by \$4,672,455 over the prior year due to an overall increase in rates and the EAV for the District.
- Unrestricted Investment Earnings increased by \$1,938,326 due to increased interest rates on investments and a better performing market compared to the prior year.
- The District's total expenses increased \$7,630,369 (6.16%) primarily due to a \$4,890,064 increase in instruction expenses.

Financial Analysis of the District's Funds

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

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

As of June 30, 2024, the District's six governmental funds reported combined ending fund balances of \$96,165,052, a decrease of \$5,769,422 in comparison with the prior year (including a fund balance adjustment of \$486,084).

General Fund – The greatest variety and the largest volume of transactions shall be recorded in the General Fund because the General Fund covers transactions that are not specifically covered in another fund. Certain expenditures that must be charged to this fund include the direct costs of instructional, health, and attendance services, lunch programs, all costs of administration, and related insurance costs. Certain revenues that must be credited to this fund include educational and working cash tax levies, tuition, and textbook rentals.

At June 30, 2024 the General Fund had an unassigned fund balance of \$64,449,630. This unassigned fund balance represents 55.76% of total General Fund expenditures.

The remaining five funds had a combined fund balance of \$28,632,458. The significant transactions of these funds for the year ended June 30, 2024 are summarized as follows:

	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund
Beginning Fund Balance	\$ 10,410,128	\$ 4,611,746	\$ 5,608,272	\$ 1,698,442	\$ 14,082,706
Net Change in Fund Balance	(4,876,358)	68,260	448,411	267,289	(3,686,438)
Ending Fund Balance	\$ 5,533,770	\$ 4,680,006	\$ 6,056,683	\$ 1,965,731	\$ 10,396,268

The Operations and Maintenance Fund had a decrease in fund balance due to interfund transfers to the Capital Projects Fund and a decrease in property taxes. The Capital Projects Fund had a decrease in fund balance due to expenditures for capital outlay and construction services being higher than the revenue and interfund transfers made by the Operations and Maintenance Fund.

General Fund Budgetary Highlights

The District did not amend their budget during the year ended June 30, 2024.

Significant differences between budgeted and actual revenues and expenditures are summarized as follows:

- The difference between budgeted revenues and actual revenues was \$4,411,272 (favorable) which is 3.68% of total revenues. The most significant factor was state retirement contributions being higher than budgeted by \$2,251,418.
- The difference between budgeted expenditures and actual expenditures was \$997,885 (unfavorable) which is 0.86% of total expenditures. The most significant factor was capital expenditures being higher than budgeted by \$339,376.

Capital Asset and Debt Administration

Capital Assets. At June 30, 2024, the District had invested \$199,827,910 (net of depreciation) in a broad range of capital assets, including land, building and building improvements, site improvements and infrastructure, capitalized equipment, and construction in progress. Total depreciation expense for the year was \$6,360,514.

Major capital asset events during the current fiscal year included the following:

- Major building improvement projects finalized in the current year at Lake Zurich Middle School North and Lake Zurich Middle School South for a total of \$7,520,212.
- District-wide, doors were purchased in the current year for \$2,123,146.
- Major land improvement project finalized in the current year related to the parking lot at Lake Zurich High School for a total of \$1,895,974.
- The District purchased various equipment, including a Yamaha Piano, Copiers and John Deere Compact Utility Tractor for a total of \$338,960.

Lake Zurich Community Unit School District No. 95's Capital Assets
(net of depreciation)

	Governmental Activities	
	2024	2023
Land	\$ 11,953,158	\$ 11,953,158
Building and Building Improvements	153,028,474	147,953,358
Site Improvements and Infrastructure	9,338,922	7,860,453
Capitalized Equipment	6,026,029	5,338,786
Construction in Progress	19,481,327	12,569,847
	<u>\$ 199,827,910</u>	<u>\$ 185,675,602</u>

For more detail on the District's capital assets, see Note 3 in the Notes to the Financial Statements.

Long-Term Debt. At June 30, 2024, the District had \$69,650,000 in long-term debt.

Lake Zurich Community Unit School District No. 95's Outstanding Debt

	Governmental Activities	
	2024	2023
Bonds	\$ 69,650,000	\$ 70,133,631
Total	<u>\$ 69,650,000</u>	<u>\$ 70,133,631</u>

For more detail on the District's long-term debt, see Note 4 in the Notes to the Financial Statements.

Economic Factors and Next Year's Budget

Fiscal year 2024 represents the 17th consecutive balanced budget after accounting for Board-designated capital funding adopted by the District, reflecting the District's ongoing financial discipline and sound fiscal management. This includes accounting for Board-designated capital funding initiatives. The District maintains a proactive approach by completing a comprehensive five-year long-range financial plan to project and address future revenue and expenses.

In 2023, the District's assessed property values saw an increase over the prior year, providing a stronger financial base. Standard and Poor's reaffirmed the district's AAA bond rating in 2020, further underscoring its financial strength and its ability to secure favorable funding terms. To support capital improvements, the District issued \$6.3 million in debt extension bonds in April 2024.

The District continues to benefit from a stable workforce, with a labor agreement in place with certified staff that extends through the 2025-2026 school year, ensuring operation stability.

Looking ahead to fiscal year 2025, the District's budget is again balance on an operating fund basis after factoring in Board-designated capital funding. The District will continue leveraging Education Fund reserves for planned capital projects. With strong fund balances, the District is able to generate additional resources through investment earnings and ensure the effective implementation of the Empower95 strategic plan its related actions plans.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, parents, students, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the District at the following address:

Lake Zurich Community Unit School District No. 95
832 South Rand Road
Lake Zurich, IL 60047-2459

BASIC FINANCIAL STATEMENTS

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 GOVERNMENT-WIDE FINANCIAL STATEMENTS
 STATEMENT OF NET POSITION
 JUNE 30, 2024

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 54,937,880
Investments, at Fair Value	46,939,207
Interest Receivable, net of allowance of \$0	74,948
Taxes Receivable, net of allowance of \$0	49,733,807
Due from Other Governments, net of allowance of \$0	1,657,146
Prepaid Expenses	990,573
Other Current Assets	500,000
Capital Assets:	
Land	11,953,158
Construction in Progress	19,481,327
Depreciable Buildings, Property, and Equipment, net of depreciation	168,393,425
Total Assets	\$ 354,661,471
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Pension Expense - IMRF	\$ 3,067,147
Deferred Pension Expense - TRS	41,855
Deferred OPEB Expense - THIS	1,112,437
Deferred OPEB Expense - IMRF/TRS	251,643
Deferred Employer Pension Contributions - IMRF	430,530
Deferred Employer Pension Contributions - TRS	289,350
Deferred Employer OPEB Contributions - THIS	334,473
Total Deferred Outflows of Resources	\$ 5,527,435
Total Assets and Deferred Outflows of Resources	\$ 360,188,906
LIABILITIES	
Accounts Payable	\$ 2,328,033
Accrued Expenses	1,048,807
Payroll Liabilities	6,296,779
Unearned Revenue	2,844,489
Noncurrent Liabilities	
Due Within One Year	
Other Liabilities	5,591,098
Other Postemployment Benefits Liability - IMRF/TRS	44,821
Due in More Than One Year	
Other Liabilities	70,722,724
Net Pension Liability - IMRF	4,132,734
Net Pension Liability - TRS	3,894,775
Other Postemployment Benefits Liability - THIS	12,245,550
Other Postemployment Benefits Liability - IMRF/TRS	460,285
Total Liabilities	\$ 109,610,095
DEFERRED INFLOWS OF RESOURCES	
Unavailable Revenue - Property Taxes	\$ 47,199,208
Deferred Pension Revenue - IMRF	31,571
Deferred Pension Revenue - TRS	458,245
Deferred OPEB Revenue - THIS	33,289,139
Deferred OPEB Revenue - IMRF/TRS	68,249
Total Deferred Inflows of Resources	\$ 81,046,412
NET POSITION	
Net Investment in Capital Assets	\$ 122,201,603
Restricted for:	
Student Activity Funds	684,569
Debt Service	3,312,040
Transportation	4,099,231
Retirement	1,424,814
Future Capital Projects	5,884,972
Unrestricted/(Deficit)	31,925,170
Total Net Position	\$ 169,532,399

The Notes to Financial Statements are an integral part of this statement.

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Governmental Activities
Governmental Activities					
Instruction					
Regular Programs	\$ 23,600,400	\$ 124,849	\$ 1,118,309	\$ -	\$ (22,357,242)
Pre-K Programs	10,025,187	-	-	-	(10,025,187)
Special Education Programs	11,368,276	-	1,527,611	-	(9,840,665)
Special Education Programs Pre-K	657,940	-	-	-	(657,940)
Other Instructional Programs	7,213,336	1,773,859	191,252	-	(5,248,225)
Student Activity Fund	1,081,786	1,199,678	-	-	117,892
State Retirement Contributions	28,756,695	-	28,756,695	-	-
Support Services					
Pupil	6,416,031	-	218,003	-	(6,198,028)
Instructional Staff	1,894,370	-	17,734	-	(1,876,636)
General Administration	2,707,551	-	-	-	(2,707,551)
School Administration	5,156,121	-	-	-	(5,156,121)
Business	956,037	-	-	-	(956,037)
Facilities Acquisition and Construction Services	-	-	-	318,831	318,831
Operations and Maintenance	7,919,984	149,177	58,702	-	(7,712,105)
Transportation	5,183,383	28,247	1,897,714	-	(3,257,422)
Food Services	1,895,265	1,702,270	554,230	-	361,235
Internal Services	21,100	-	-	-	(21,100)
Central	7,710,184	-	-	-	(7,710,184)
Other Support Services	714,720	-	-	-	(714,720)
Community Services	67,222	-	-	-	(67,222)
Intergovernmental Payments					
Payments to Other Districts and Governmental Units	728,506	-	1,150,293	-	421,787
Debt Services					
Interest and Fees	1,990,096	-	-	-	(1,990,096)
Depreciation - Unallocated	5,447,695	-	-	-	(5,447,695)
Total Governmental Activities	\$ 131,511,885	\$ 4,978,080	\$ 35,490,543	\$ 318,831	\$ (90,724,431)
General Revenues					
Taxes					
Property Taxes, Levied for General Purposes					\$ 89,738,146
Property Taxes, Levied for Debt Service					7,125,972
Other Payments in Lieu of Taxes					499,096
Grants and Contributions not Restricted to Specific Activities					4,056,723
Unrestricted Investment Earnings					4,344,495
TIF Revenues					569,108
Gain on Sale of Capital Assets					1,235
Miscellaneous Income					150,435
Total General Revenues					\$ 106,485,210
Change in Net Position					\$ 15,760,779
Net Position - July 1, 2023					154,257,704
Net Position Adjustment (Note 15)					(486,084)
Net Position - June 30, 2024					\$ 169,532,399

The Notes to Financial Statements are an integral part of this statement.

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 FUND FINANCIAL STATEMENTS
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 YEAR ENDED JUNE 30, 2024

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Total Governmental Funds
ASSETS							
Cash and Cash Equivalents	\$ 37,174,243	\$ 3,415,514	\$ 2,699,567	\$ 3,532,401	\$ 1,204,735	\$ 6,911,420	\$ 54,937,880
Investments, at Fair Value	33,785,375	2,525,315	1,995,969	2,631,738	890,740	5,110,070	46,939,207
Interest Receivable, net of allowance of \$0	-	74,948	-	-	-	-	74,948
Taxes Receivable, net of allowance of \$0	37,512,114	5,264,045	3,564,223	1,965,450	1,280,176	147,799	49,733,807
Due from Other Governments, net of allowance of \$0	1,657,146	-	-	-	-	-	1,657,146
Prepaid Items	986,460	-	1,794	2,319	-	-	990,573
Other Current Assets	500,000	-	-	-	-	-	500,000
Total Assets	\$ 111,615,338	\$ 11,279,822	\$ 8,261,553	\$ 8,131,908	\$ 3,375,651	\$ 12,169,289	\$ 154,833,561
LIABILITIES							
Accounts Payable	\$ 289,993	\$ 412,673	\$ -	\$ 863	\$ -	\$ 1,624,504	\$ 2,328,033
Payroll Liabilities	5,945,209	128,690	-	99,359	123,521	-	6,296,779
Unearned Revenue	1,460,984	957,787	10,988	307,164	61,258	46,308	2,844,489
Total Liabilities	\$ 7,696,186	\$ 1,499,150	\$ 10,988	\$ 407,386	\$ 184,779	\$ 1,670,812	\$ 11,469,301
DEFERRED INFLOWS OF RESOURCES							
Unavailable Revenue - Property Taxes	\$ 36,386,558	\$ 4,246,902	\$ 3,570,559	\$ 1,667,839	\$ 1,225,141	\$ 102,209	\$ 47,199,208
Total Deferred Inflows of Resources	\$ 36,386,558	\$ 4,246,902	\$ 3,570,559	\$ 1,667,839	\$ 1,225,141	\$ 102,209	\$ 47,199,208
FUND BALANCES							
Nonspendable							
Prepaid Items	\$ 986,460	\$ -	\$ 1,794	\$ 2,319	\$ -	\$ -	\$ 990,573
Restricted							
Student Activity Funds	684,569	-	-	-	-	-	684,569
Debt Service	-	-	3,312,040	-	-	-	3,312,040
Transportation	-	-	-	4,099,231	-	-	4,099,231
Illinois Municipal Retirement	-	-	-	-	592,680	-	592,680
Social Security	-	-	-	-	832,134	-	832,134
Capital Projects	-	-	-	-	-	5,884,972	5,884,972
Assigned							
Health Insurance Funds	1,411,935	-	-	-	-	-	1,411,935
Operations and Maintenance	-	5,533,770	-	-	-	-	5,533,770
Debt Service	-	-	1,366,172	-	-	-	1,366,172
Transportation	-	-	-	1,955,133	-	-	1,955,133
Illinois Municipal Retirement	-	-	-	-	540,917	-	540,917
Capital Projects	-	-	-	-	-	4,511,296	4,511,296
Unassigned	64,449,630	-	-	-	-	-	64,449,630
Total Fund Balances	\$ 67,532,594	\$ 5,533,770	\$ 4,680,006	\$ 6,056,683	\$ 1,965,731	\$ 10,396,268	\$ 96,165,052
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 111,615,338	\$ 11,279,822	\$ 8,261,553	\$ 8,131,908	\$ 3,375,651	\$ 12,169,289	\$ 154,833,561

The Notes to Financial Statements are an integral part of this statement.

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE BALANCE SHEET
 TO THE STATEMENT OF NET POSITION
 JUNE 30, 2024

Total Fund Balances - Governmental Funds \$ 96,165,052

Amounts reported for governmental activities in the Statement of Net Position are different because:

Deferred pension costs in governmental activities are not financial resources and therefore are not reported in the funds.

Deferred Outflows - IMRF	\$	3,497,677	
Deferred Outflows - TRS		331,205	
Deferred Outflows - THIS		1,446,910	
Deferred Outflows - IMRF/TRS		251,643	
Deferred Inflows - IMRF		(31,571)	
Deferred Inflows - TRS		(458,245)	
Deferred Inflows - THIS		(33,289,139)	
Deferred Inflows - IMRF/TRS		<u>(68,249)</u>	
			(28,319,769)

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Capital Assets	\$	289,623,384	
Accumulated Depreciation on Capital Assets		<u>(89,795,474)</u>	
			199,827,910

Deferred charges and credits for debt issue discounts or premiums are not financial resources and therefore are not reported in the funds.

Bond Premiums, net of related amortization			(6,351,802)
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Some liabilities are not due and payable in the current period and therefore are not reported in the funds.

Bonds and Notes Payable	\$	(69,650,000)	
Accrued Interest on Long-Term Debt		(1,048,807)	
Compensated Absences Payable		(312,020)	
Net Pension Liability - IMRF		(4,132,734)	
Net Pension Liability - TRS		(3,894,775)	
Net OPEB Liability - THIS		(12,245,550)	
Total OPEB Liability - IMRF/TRS		<u>(505,106)</u>	
			<u>(91,788,992)</u>

Net Position of Governmental Activities \$ 169,532,399

The Notes to Financial Statements are an integral part of this statement.

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED JUNE 30, 2024

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Total Governmental Funds
REVENUES							
Property Taxes	\$ 73,934,266	\$ 9,418,336	\$ 7,125,972	\$ 3,632,377	\$ 2,503,121	\$ 250,046	\$ 96,864,118
Payments in Lieu of Taxes	-	409,096	-	-	90,000	-	499,096
Tuition	363,928	-	-	-	-	-	363,928
Transportation Fees	-	-	-	28,247	-	-	28,247
Earnings on Investments	3,000,645	262,034	144,051	300,427	85,544	551,794	4,344,495
Food Services	1,702,270	-	-	-	-	-	1,702,270
District/School Activity Income	2,583,103	-	-	-	-	-	2,583,103
Textbooks	18,054	-	-	-	-	-	18,054
Other Local Sources	734,036	170,781	-	-	-	424,736	1,329,553
State Aid	5,319,396	50,000	-	1,897,714	-	-	7,267,110
Federal Aid	3,514,759	-	-	-	-	-	3,514,759
State Retirement Contributions	28,756,695	-	-	-	-	-	28,756,695
Total Revenues	\$ 119,927,152	\$ 10,310,247	\$ 7,270,023	\$ 5,858,765	\$ 2,678,665	\$ 1,226,576	\$ 147,271,428
EXPENDITURES							
Current							
Instruction							
Regular Programs	\$ 25,842,819	\$ -	\$ -	\$ -	\$ 257,295	\$ -	\$ 26,100,114
Pre-K Programs	9,754,273	-	-	-	270,914	-	10,025,187
Special Education Programs	11,627,794	-	-	-	381,608	-	12,009,402
Special Education Programs Pre-K	616,199	-	-	-	41,741	-	657,940
Other Instructional Programs	7,370,622	-	-	-	146,637	-	7,517,259
Student Activity Fund	1,081,786	-	-	-	-	-	1,081,786
State Retirement Contributions	28,756,695	-	-	-	-	-	28,756,695
Support Services							
Pupil	6,649,698	-	-	-	223,514	-	6,873,212
Instructional Staff	1,934,282	-	-	-	43,900	-	1,978,182
General Administration	3,086,617	-	-	-	42,574	-	3,129,191
School Administration	5,733,376	-	-	-	179,004	-	5,912,380
Business	996,824	-	-	-	41,358	-	1,038,182
Operations and Maintenance	-	7,019,132	-	-	196,904	-	7,216,036
Transportation	-	-	-	4,148,187	204,769	-	4,352,956
Food Services	1,827,049	-	-	-	-	-	1,827,049
Internal Services	21,100	-	-	-	-	-	21,100
Central	7,925,880	-	-	-	335,187	-	8,261,067
Other Support Services	719,447	-	-	-	39,359	-	758,806
Community Services	60,810	-	-	-	6,612	-	67,422
Intergovernmental Payments							
Payments to Other Districts and Governmental Units	728,506	-	-	-	-	-	728,506
Debt Services							
Principal	-	-	4,710,863	-	-	-	4,710,863
Interest and Fees	-	-	2,539,037	-	-	-	2,539,037
Capital Outlay	858,088	178,278	-	1,262,167	-	21,005,741	23,304,274
Total Expenditures	\$ 115,591,865	\$ 7,197,410	\$ 7,249,900	\$ 5,410,354	\$ 2,411,376	\$ 21,005,741	\$ 158,866,646

The Notes to Financial Statements are an integral part of this statement.

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED JUNE 30, 2024

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Total Governmental Funds
Continued							
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 4,335,287	\$ 3,112,837	\$ 20,123	\$ 448,411	\$ 267,289	\$ (19,779,165)	\$ (11,595,218)
OTHER FINANCING SOURCES (USES)							
Interfund Transfers	\$ (8,092,727)	\$ (8,001,055)	\$ 1,055	\$ -	\$ -	\$ 16,092,727	\$ -
Principal on Bonds Sold	6,252,918	-	47,082	-	-	-	6,300,000
Sale or Compensation for Fixed Assets	-	11,860	-	-	-	-	11,860
Total Other Financing Sources (Uses)	<u>\$ (1,839,809)</u>	<u>\$ (7,989,195)</u>	<u>\$ 48,137</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,092,727</u>	<u>\$ 6,311,860</u>
NET CHANGE IN FUND BALANCES	\$ 2,495,478	\$ (4,876,358)	\$ 68,260	\$ 448,411	\$ 267,289	\$ (3,686,438)	\$ (5,283,358)
FUND BALANCE - JULY 1, 2023	65,523,200	10,410,128	4,611,746	5,608,272	1,698,442	14,082,706	101,934,494
FUND BALANCE ADJUSTMENT (NOTE 15)	(486,084)	-	-	-	-	-	(486,084)
FUND BALANCE - JUNE 30, 2024	<u>\$ 67,532,594</u>	<u>\$ 5,533,770</u>	<u>\$ 4,680,006</u>	<u>\$ 6,056,683</u>	<u>\$ 1,965,731</u>	<u>\$ 10,396,268</u>	<u>\$ 96,165,052</u>

The Notes to Financial Statements are an integral part of this statement.

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 YEAR ENDED JUNE 30, 2024

Net Change in Fund Balances - Total Governmental Funds \$ (5,283,358)

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. This is the amount by which capital outlay exceeds depreciation expense in the current period.

Depreciation Expense	\$ (6,360,514)	
Capital Outlays	<u>23,304,272</u>	16,943,758

In the Statement of Activities, only the gain or loss on the sale of capital assets/ termination of leases is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources and the lease termination is not shown. Thus, the change in net position differs from the change in fund balance by the undepreciated/amortized balance of the capital assets sold and leases terminated.

Proceeds from Sale of Fixed Assets	\$ (2,780,825)	
Gain/(Loss) on Sale of Capital Assets	(10,625)	
Gain/(Loss) on Termination of Lease	<u>2,072,768</u>	(718,682)

Long-term debt proceeds provide current financial resources to governmental funds and are therefore shown as revenue in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but issuing debt increases long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

Proceeds from Long-Term Debt		(6,300,000)
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Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Amortization of Bond Premiums	\$ 474,078	
Accrued Interest	74,863	
Compensated Absences	(30,779)	
Pension Expense - IMRF	(711,290)	
Pension Expense - TRS	3,943	
Pension Expense - THIS	5,191,616	
Pension Expense - IMRF/TRS	<u>(99,566)</u>	4,902,865

Employer Pension Contributions are expensed in the fund financial statements but are treated as a reduction in the Net Pension Liability on the government-wide financial statements.

Pension Contributions - IMRF	\$ 832,296	
Pension Contributions - TRS	289,372	
OPEB Contributions - THIS	334,503	
OPEB Contributions - IMRF/TRS	<u>49,162</u>	1,505,333

Repayment of long-term debt (bonds and leases) requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

Repayment of Long-Term Debt		<u>4,710,863</u>
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Change in Net Position of Governmental Activities		<u>\$ 15,760,779</u>
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The Notes to Financial Statements are an integral part of this statement.

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Lake Zurich Community Unit School District No. 95's (District) accounting policies conform to generally accepted accounting principles as applicable to local education agencies.

The District's financial statements are prepared in accordance with generally accepted accounting principles (GAAP) as applied to local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant accounting policies established in GAAP and used by the District are discussed below.

A. Reporting Entity

The accompanying financial statements comply with the provisions of GASB Statements, *The Financial Reporting Entity*, in that the financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units. In addition, the District is not included as a component unit in any other governmental reporting entity as defined by GASB pronouncements.

B. Basic Financial Statements – Government-Wide Financial Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund (reporting the District's major funds) financial statements. Both the government-wide and fund financial statements categorize all of the primary activities of the District as governmental activities. The District does not have any business-type activities.

In the government-wide Statement of Net Position, the governmental activities column (a) is presented on a consolidated basis, and (b) is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. 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. The functions are also supported by general government revenues (property taxes, personal property replacement taxes, grants and contributions not restricted to specific activities, unrestricted investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (regular programs, special education programs, payments to other districts and governmental units, etc.). Program revenues include charges to those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function) are normally covered by general revenue (property taxes, personal property replacement taxes, grants and contributions not restricted to specific activities, unrestricted investment earnings, etc.).

NOTES TO FINANCIAL STATEMENTS (Continued)

The District does not allocate indirect costs.

In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified. Interfund services provided and used are not eliminated in the process of consolidation.

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.

C. *Basic Financial Statements – 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, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of all governmental funds) for the determination of major funds. The District electively made all governmental funds major funds.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

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 District reports these major governmental funds:

General Fund – The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Educational and Working Cash levies and included in this fund.

This fund also includes student activity funds held and controlled by the District, under the direction of district personnel, and administrative involvement of the board of education.

Special Revenue Funds – The Special Revenue Funds (Operations and Maintenance Fund, Transportation Fund, and Illinois Municipal Retirement/Social Security Fund) are used to account for the proceeds of specific revenue sources that are restricted, committed, or assigned to expenditures for specified purposes other than debt service or capital projects.

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

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

D. *Basis of Accounting*

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

NOTES TO FINANCIAL STATEMENTS (Continued)

1. Accrual

The governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Property taxes are reported in the period for which levied. Other nonexchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements have been met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year-end. An exception was made to the 60-day recognition period for State Aid revenues due to delayed payments from the State of Illinois. The exception was made to preserve the consistency of revenue recognition between years. Property tax revenues are recognized in the period for which levied provided they are also available. Intergovernmental revenues and grants are recognized when all eligibility requirements are met, and the revenues are available. Expenditures are recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general obligation long-term debt and employee vacation and sick leave, which are recognized when due and payable.

E. *Cash and Cash Equivalents and Investments*

Separate bank accounts are not maintained for all of the District's funds. Instead, the funds maintain their cash balances in common accounts, with accounting records being maintained to show the portion of the common bank account balances attributable to each participating fund.

Occasionally certain of the funds participating in the common bank account may incur overdrafts (deficits) in the account. Such overdrafts in effect constitute cash borrowed from other District funds and are, therefore, interfund loans that have not been authorized by District Board action.

No District fund had a cash overdraft at June 30, 2024.

The District has defined cash and cash equivalents to include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Cash equivalents are accounted for at cost, which approximates market.

Investments are stated at fair value. Fair value is determined by quoted market prices. Gains or losses on the sale of investments are recognized as they are incurred. The District has adopted a formal written investment and cash management policy.

F. *Receivables*

All receivables are reported net of estimated uncollectible amounts.

G. *Prepaid Expenses*

Prepaid expenses are for payments made by the District in the current year for goods and services received in the subsequent fiscal year.

H. *Inventories*

No inventory accounts are maintained to reflect the values of resale or supply items on hand. Instead, the costs of such items are charged to expense when purchased. The value of the District's inventories is not deemed to be material.

NOTES TO FINANCIAL STATEMENTS (Continued)

I. *Interfund Activity*

Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

J. *Capital Assets*

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Building and Building Improvements	5 - 50 years
Site Improvements and Infrastructure	20 years
Capitalized Equipment	5 - 20 years

K. *Deferred Outflows and Inflows of Resources*

In addition to assets and liabilities, the Balance Sheet and Statement of Net Position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resource until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resource until that time.

L. *Compensated Absences*

Vacation benefits are granted to employees in varying amounts up to specified maximums depending on tenure with the District. A portion of unused vacation time can accumulate and carryover to the subsequent year depending upon which department the employee is employed in.

M. *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 on a straight-line basis. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as debt service expenditure.

In the fund financial statements, governmental funds 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.

N. *Government-Wide Net Position*

Net position is divided into three components:

- Net Investment in Capital Assets – consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

NOTES TO FINANCIAL STATEMENTS (Continued)

- Restricted Net Position – consists of net position that is restricted by the District’s creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted Net Position – the remaining net position is reported in this category.

O. *Governmental Fund Balances*

Governmental fund balances are divided between nonspendable and spendable. Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

- Restricted – Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
- Committed – Committed fund balances are amounts that can only be used for specific purposes as a result of a resolution of the Board of Education. Committed amounts cannot be used for any other purpose unless the Board of Education removes those constraints by way of resolution. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- Assigned – Assigned fund balances are amounts that are constrained by the District’s intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by an appointed body (e.g. a budget or finance committee) or official to which the Board of Education has delegated the authority to assign, modify or rescind amounts to be used for specific purposes. Pursuant to a resolution by the Board of Education, the Assistant Superintendent of Business and Operations has been delegated this authority.

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital projects or debt services fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the District itself.

- Unassigned – Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance in the General Fund also includes amounts levied and/or borrowed for working cash. This classification is also used to represent negative fund balances in special revenue, debt services, and capital projects funds.

The District permits funds to be expended in the following order: Restricted, Committed, Assigned and Unassigned.

P. *Property Tax Calendar and Revenues*

The District’s property tax is levied each calendar year on all taxable real property located in the District’s district on or before the last Tuesday in December. The 2023 levy was passed by the Board on November 30, 2023. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are for and are payable in two installments early in June and early in September of the following calendar year. The District receives significant distributions of tax receipts approximately one month after these dates.

NOTES TO FINANCIAL STATEMENTS (Continued)

Q. *Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

R. *Lease Arrangements*

The District recognizes a right-to-use liability and asset for various lease and subscription-based IT agreements right-to-use assets (right-to-use asset) in the government-wide financial statements.

At the commencement of a lease or subscription-based IT agreement, the District initially measures the right-to-use liability at the present value of payments expected to be made during the agreement term. Subsequently, the right-to-use liability is reduced by the principal portion payments made. The right-to-use asset is initially measured as the initial amount of the right-to-use liability, adjusted for payments made at or before the commencement date, plus certain initial direct costs. Subsequently, the right-to-use asset is amortized on a straight-line basis over the term of the lease or subscription-based IT agreement. Key estimates and judgments related to leases or subscription-based IT agreements include how the District determines (1) the discount rate it uses to discount the expected payments to present value, (2) the term, and (3) payments.

The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District uses its estimated incremental borrowing rate as the discount rate for leases or subscription-based IT agreements.

The term includes the noncancellable period of the lease or subscription-based IT agreement. Payments included in the measurement of the right-to-use liability are composed of fixed payments and purchase option prices that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease or subscription-based IT agreements and will remeasure the right-to-use asset and liability if certain changes occur that are expected to significantly affect the amount of the right-to-use liability. Right-to-use assets are reported with Capital Assets and right-to-use liabilities are reported with Long Term Liabilities on the Statement of Net Position.

NOTE 2 - DEPOSITS, INVESTMENTS, AND FAIR VALUE MEASUREMENT

The District is allowed to invest in securities as authorized by the School Code of Illinois, Chapter 30, Section 235/2 and 6; and Chapter 105, Section 5/8-7.

Deposits

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District has a policy that all deposits and investments in excess of any insurance shall be collateralized by pledged securities and the market value of the pledged securities shall equal or exceed the portion of deposit requiring collateralization. As of June 30, 2024, deposits with financial institutions are fully insured or collateralized by securities held in the District's name.

Investments and Fair Value Measurement

As of June 30, 2024, the District had the following investments, maturities, and fair value measurements:

NOTES TO FINANCIAL STATEMENTS (Continued)

Types of investments	Credit Quality/ Ratings	Segmented Time Distribution	Amount	Fair Value Measurement Using		Net Asset Value (NAV)
				Level 1	Level 2	
U.S. Treasury Securities	Not Rated	less than 1 year	\$ 7,299,569	\$ 7,299,569	\$ -	\$ -
Municipal Bonds	BBB - AAA	5-10 years	6,300,000	6,300,000	-	-
State Investment Pool	AAAm	less than 1 year	38,106,848	-	-	38,106,848
Certificates of Deposit	Not Rated	1 to 5 years	20,190,900	-	20,190,900	-
Certificates of Deposit	Not Rated	less than 1 year	12,148,738	-	12,148,738	-
Total Investments			<u>\$ 84,046,055</u>	<u>\$ 13,599,569</u>	<u>\$ 32,339,638</u>	<u>\$ 38,106,848</u>

The fair value of investments in the State Investment Pool is the same as the value of pool shares (NAV). The State Investment Pool is not SEC-registered but does have regulatory oversight through the State of Illinois.

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.

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities and certificates of deposit classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. The District does have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State law limits investments based on credit risk. The District has an investment policy that would further limit its investment choices.

Concentration of Credit Risk. The District places no specific limit on the amount the District may invest in any one issuer.

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 was as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

	Balance July 1, 2023	Increases	Decreases	Balance June 30, 2024
Governmental Activities				
Capital Assets not being depreciated				
Land	\$ 11,953,158	\$ -	\$ -	\$ 11,953,158
Construction in Progress	12,569,847	15,288,457	8,376,977	19,481,327
Total Capital Assets not being depreciated	<u>\$ 24,523,005</u>	<u>\$ 15,288,457</u>	<u>\$ 8,376,977</u>	<u>\$ 31,434,485</u>
Other Capital Assets				
Building and Building Improvements	\$ 218,323,185	\$ 12,257,848	\$ 3,142,345	\$ 227,438,688
Site Improvements and Infrastructure	14,573,754	2,189,198	-	16,762,952
Capitalized Equipment	12,071,541	1,945,746	30,028	13,987,259
Total Other Capital Assets at historical cost	<u>\$ 244,968,480</u>	<u>\$ 16,392,792</u>	<u>\$ 3,172,373</u>	<u>\$ 258,188,899</u>
Less Accumulated Depreciation for				
Building and Building Improvements	\$ 70,369,827	\$ 4,391,282	\$ 350,895	\$ 74,410,214
Site Improvements and Infrastructure	6,713,301	710,729	-	7,424,030
Capitalized Equipment	6,732,755	1,258,503	30,028	7,961,230
Total Accumulated Depreciation	<u>\$ 83,815,883</u>	<u>\$ 6,360,514</u>	<u>\$ 380,923</u>	<u>\$ 89,795,474</u>
Other Capital Assets, Net	<u>\$ 161,152,597</u>	<u>\$ 10,032,278</u>	<u>\$ 2,791,450</u>	<u>\$ 168,393,425</u>
Governmental Activities Capital Assets, Net	<u>\$ 185,675,602</u>	<u>\$ 25,320,735</u>	<u>\$ 11,168,427</u>	<u>\$ 199,827,910</u>

Depreciation expense was charged to functions as follows:

Governmental Activities	
Transportation	\$ 844,603
Food Services	68,216
Unallocated	5,447,695
Total Governmental Activities Depreciation Expense	<u>\$ 6,360,514</u>

NOTE 4 - LONG-TERM LIABILITY ACTIVITY

Long-term liability activity for the year ended June 30, 2024 was as follows:

	Balance July 1, 2023	Additions	Retirement	Other Adjustments	Balance July 1, 2024	Amounts Due Within One Year
Governmental Activities:						
Long-Term Debt						
GO Bond, Series 2019	\$ 33,825,000	\$ -	\$ 1,550,000	\$ -	\$ 32,275,000	\$ 1,615,000
GO Bond, Series 2020	30,465,000	-	1,855,000	-	28,610,000	1,945,000
GO Bond, Series 2021	3,680,000	-	1,215,000	-	2,465,000	1,245,000
GO Bond, Series 2024	-	6,300,000	-	-	6,300,000	-
Admin Building Purchase Agreement	2,163,631	-	90,863	(2,072,768)	-	-
Total Long-Term Debt	<u>\$ 70,133,631</u>	<u>\$ 6,300,000</u>	<u>\$ 4,710,863</u>	<u>\$ (2,072,768)</u>	<u>\$ 69,650,000</u>	<u>\$ 4,805,000</u>
Other Long-Term Liabilities						
Bond Premiums	\$ 6,825,880	\$ -	\$ 474,078	\$ -	\$ 6,351,802	\$ 474,078
Compensated Absences	281,241	312,020	281,241	-	312,020	312,020
Total Other Long-Term Liabilities	<u>\$ 7,107,121</u>	<u>\$ 312,020</u>	<u>\$ 755,319</u>	<u>\$ -</u>	<u>\$ 6,663,822</u>	<u>\$ 786,098</u>
Governmental Activities Long-Term Liabilities	<u>\$ 77,240,752</u>	<u>\$ 6,612,020</u>	<u>\$ 5,466,182</u>	<u>\$ (2,072,768)</u>	<u>\$ 76,313,822</u>	<u>\$ 5,591,098</u>

Bonds and notes payable consisted of the following at June 30, 2024:

	Maturity Date	Interest Rate	Face Amount	Carrying Amount
GO Bond, Series 2019	1/15/2039	4.00%	\$ 36,750,000	\$ 32,275,000
GO Bond, Series 2020	1/15/2036	2.00% - 5.00%	33,915,000	28,610,000
GO Bond, Series 2021	1/15/2026	0.60% - 0.90%	5,350,000	2,465,000
GO Bond, Series 2024	1/15/2031	2.99%-3.16%	6,300,000	6,300,000
Admin Building Purchase Agreement	4/30/2024	4.50%	3,142,345	-
Total			<u>\$ 85,457,345</u>	<u>\$ 69,650,000</u>

NOTES TO FINANCIAL STATEMENTS (Continued)

At June 30, 2024 the annual debt service requirements to service long-term debt are:

Year Ending June 30	Principal	Interest	Total
2025	\$ 4,805,000	\$ 2,287,158	\$ 7,092,158
2026	4,945,000	2,287,197	7,232,197
2027	5,125,000	2,125,710	7,250,710
2028	5,360,000	1,909,542	7,269,542
2029	5,605,000	1,685,106	7,290,106
2030-2034	26,205,000	5,459,294	31,664,294
2035-2039	17,605,000	1,726,448	19,331,448
	<u>\$ 69,650,000</u>	<u>\$ 17,480,455</u>	<u>\$ 87,130,455</u>

Long-term liabilities are being repaid from the following funds:

Obligation	Fund
Bonds and Notes Payable	Debt Services Fund
Compensated Absences	General Fund, Operations and Maintenance Fund, and Transportation Fund

Reconciliation to the Statement of Net Position

The following summarizes non-current liabilities as shown on the Statement of Net Position:

	Due Within One Year	Due in More Than One Year	Total
Bonds and Notes Payable	\$ 4,805,000	\$ 64,845,000	\$ 69,650,000
Bond Premiums, net of amortization	474,078	5,877,724	6,351,802
Compensated Absences	312,020	-	312,020
	<u>\$ 5,591,098</u>	<u>\$ 70,722,724</u>	<u>\$ 76,313,822</u>

NOTE 5 - NET INVESTMENT IN CAPITAL ASSETS CALCULATION

Net investment in capital asset calculation as of June 30, 2024 was as follows:

Governmental Activities	
Capital Assets, Net of Accumulated Depreciation	\$ 199,827,910
Less:	
Capital Related Debt	(76,001,802)
Retainage Payable	(284,700)
Construction Payable	(1,339,805)
Investment in Capital Assets	<u>\$ 122,201,603</u>

NOTE 6 - PROPERTY TAXES

Property taxes receivable and unavailable revenue recorded in these financial statements are from the 2023 tax levy. The unavailable revenue is 50% of the 2023 tax levy. These taxes are unavailable as only a portion of the taxes (approximately 50%) are collected before the end of the fiscal year and the District does not consider the remaining amounts to be available and does not budget for their use until the following fiscal year. The District has determined that 50% of the 2023 tax levy (\$49,890,594) and 50% of the 2022 tax levy, plus back taxes, less uncollectible amounts (\$46,973,524) are allocable for use in fiscal year 2024. Therefore, 50% of each of these levies are recorded in these financial statements as property taxes revenue. A summary of tax rates, assessed valuations, and extensions for tax years 2023, 2022, and 2021 is as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

TAX YEAR ASSESSED VALUATION	2023		2022		2021	
	Rate	Extension	Rate	Extension	Rate	Extension
	\$1,901,381,417		\$1,792,989,470		\$1,723,218,851	
Educational	3.8933	\$ 74,026,787	3.9851	\$ 71,452,083	3.7312	\$ 64,296,276
Special Education	0.0453	862,086	0.0458	821,028	0.0454	781,928
Operations and Maintenance	0.5475	10,409,379	0.4737	8,493,803	0.7134	12,292,857
Debt Service	0.3767	7,163,093	0.3983	7,141,118	0.4136	7,126,820
Transportation	0.2077	3,950,006	0.1860	3,335,677	0.1296	2,233,671
Municipal Retirement	0.0467	887,641	0.0471	845,377	0.0373	642,916
Social Security	0.0886	1,685,156	0.0895	1,604,905	0.0807	1,390,086
Working Cash	0.0263	500,006	0.0279	500,011	0.0282	486,534
PTAB/CE Recapture	0.0156	297,034	0.0114	204,419	0.0269	464,097
	<u>5.2478</u>	<u>\$ 99,781,188</u>	<u>5.2649</u>	<u>\$ 94,398,421</u>	<u>5.2063</u>	<u>\$ 89,715,185</u>

NOTE 7 - OVEREXPENDITURE OF BUDGET

For the year ended June 30, 2024, the following fund had expenditures that exceeded budgeted amount.

Fund	Budget	Actual	Excess of Actual Over Budget
General Fund	\$ 114,593,980	\$ 115,591,865	\$ 997,885
Operations & Maintenance Fund	7,181,138	7,197,410	16,272

NOTE 8 - RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System of the State of Illinois

General Information About the Pension Plan

Plan Description

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 be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

TRS issues a publicly available financial report that can be obtained at <http://www.trsil.org/financial/acfrs/fy2023>; 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 I members have TRS or reciprocal system service prior to January 1, 2011. Tier I members qualify for retirement benefits at age 62 with five years of service, at age 60 with ten years, or age 55 with twenty years. The benefit is determined by the average of the four highest consecutive years of creditable earnings within the last ten years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.2% of final average salary up to a maximum of 75% with 34 years of service.

Tier II members qualify for retirement benefits at age 67 with ten years of service, or a discounted annuity can be paid at age 62 with ten years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather

NOTES TO FINANCIAL STATEMENTS (Continued)

than the highest four. Disability provisions for Tier II are identical to those of Tier I. Death benefits are payable under a formula that is different from Tier I.

Essentially all Tier I retirees receive an annual 3% increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier II annual increases will be the lesser of 3% of the original benefit or ½% 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 III 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 program that expire on June 30, 2026. One program allows retiring Tier I members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier I and II members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and will be funded by bonds issued by the state of Illinois.

Contributions

The State of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90% 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, 2023 was 9.0% 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 District. For the year ended June 30, 2024, State of Illinois contributions recognized by the District were based on the State's proportionate share of the pension expense associated with the District, and the District recognized revenue and expenditures of 28,321,408 in pension contributions from the State of Illinois.

2.2 Formula Contributions. Districts contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2024, were \$289,350 and are deferred because they were paid after the June 30, 2023 measurement date.

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

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

For the year ended June 30, 2024, the District pension contribution was 10.60% of salaries paid from federal and special trust funds. For the year ended June 30, 2024, salaries totaling \$115,795 were paid from federal and special trust funds that required District contributions of \$12,274.

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

NOTES TO FINANCIAL STATEMENTS (Continued)

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2024, the District paid \$68,195 to TRS for employer contributions due on salary increases in excess of 6% and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2023, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related State support and the total portion of the net pension liability that was associated with the District follows below:

District's proportionate share of the net pension liability	\$ 3,894,775
State's proportionate share of the net pension liability associated with the District	336,121,064
Total	<u>\$ 340,015,839</u>

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023. The employer's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2023, relative to the contributions of all participating TRS employers and the State during that period. At June 30, 2023, the District's proportion was .00458313%, which was an increase of 0.00001797% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized pension expense of \$26,505,277 and revenue of \$26,505,277 for support provided by the State. At June 30, 2024, 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	Net Outflows of Resources
Differences between expected and actual experience	\$ 16,190	\$ (15,701)	\$ 489
Net difference between projected and actual earnings on pension plan investments	-	(111)	(111)
Changes of assumptions	13,285	(3,426)	9,859
Changes in proportion and differences between employer contributions and proportionate share of contributions	12,380	(439,007)	(426,627)
Employer contributions subsequent to the measurement date	289,350	-	289,350
	<u>\$ 331,205</u>	<u>\$ (458,245)</u>	<u>\$ (127,040)</u>

\$289,350 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

Year Ended June 30	
2025	\$ (186,267)
2026	(167,985)
2027	(41,412)
2028	(24,330)
2029	3,604
	<u>\$ (416,390)</u>

NOTES TO FINANCIAL STATEMENTS (Continued)

Actuarial Assumptions

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

Inflation	2.50%
Salary Increases	varies by amount of service credit
Investment Rate of Return	7.0%, net of pension plan investment expenses, including inflation

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	37.00%	5.35%
Private Equity	15.00%	8.03%
Income	26.00%	4.32%
Real Assets	18.00%	4.60%
Diversifying Strategies	4.00%	3.40%
Total	<u>100.00%</u>	

Discount Rate

At June 30, 2023, the discount rate used to measure total pension liability was 7.00%, which was the same as the June 30, 2022 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, 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, 2023 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier I’s liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District’s proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point-higher (8.00%) than the current rate.

NOTES TO FINANCIAL STATEMENTS (Continued)

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Employer's proportionate share of the net pension liability	\$ 4,793,919	\$ 3,894,775	\$ 3,148,580

TRS Fiduciary Net Position

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

B. *Illinois Municipal Retirement Fund*

Plan Description

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

Benefits Provided

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)

Employees Covered by Benefit Terms

All appointed employees of a participating employer who are employed in a position normally requiring 600 hours (1,000 hours for certain employees hired after 1981) or more of work in a year are required to participate. As of December 31, 2023, the following employees were covered by the benefit terms:

Inactive plan members and beneficiaries currently receiving benefits	250
Inactive plan members entitled to but not yet receiving benefits	308
Active plan members	<u>264</u>
Total	<u><u>822</u></u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2023 and 2024 was 7.22% and 7.40%, respectively. For the fiscal year ended June 30, 2024, the District contributed \$832,414 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension (Asset)/Liability

The components of the net pension (asset)/liability of the IMRF actuarial valuation performed as of December 31, 2023, with a measurement date as of that date, calculated in accordance with GASB Statement No. 68, were as follows:

Total Pension Liability	\$	41,134,500
IMRF Fiduciary Net Position		37,001,766
District's Net Pension Liability/(Asset)		4,132,734
IMRF Fiduciary Net Position as a Percentage of the Total Pension Liability		89.95%

See the Schedule of Changes in the Employer's Net Pension Liability and Related Ratios in the Required Supplementary Information following the notes to the financial statements for additional information related to the funded status of the plan.

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2023 using the following actuarial methods and assumptions:

Assumptions:	
Inflation	2.25%
Salary Increases	2.85% to 13.75% including inflation
Interest Rate	7.25%
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market value of assets
Projected Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2023 valuation pursuant to an experience study for the period 2020-2022.

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021 were used. For disabled retirees, the Pub-2010, Amount-Weighted,

NOTES TO FINANCIAL STATEMENTS (Continued)

below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021 were used. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021 were used.

Long-Term Expected Rate of Return

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. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2023:

Asset Class	Target Allocation	Projected Return
Equities	34.50%	5.00%
International Equities	18.00%	6.35%
Fixed Income	24.50%	4.75%
Real Estate	10.50%	6.30%
Alternatives	11.50%	
Private Equity		8.65%
Hedge Funds		N/A
Commodities		6.05%
Cash Equivalents	1.00%	3.80%
	<u>100.00%</u>	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2023. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members’ contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. 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. The Single Discount Rate reflects:

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

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 3.77%; and resulting single discount rate is 7.25%. The prior year single discount rate was 7.25% and increased 0.00% to the current year single discount rate.

NOTES TO FINANCIAL STATEMENTS (Continued)

Changes in the Net Pension (Asset)/Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A)-(B)
Balances at December 31, 2023	\$ 38,050,251	\$ 33,185,323	\$ 4,864,928
Changes for the year:			
Service Cost	\$ 977,103	\$ -	\$ 977,103
Interest on the Total Pension Liability	2,724,697	-	2,724,697
Differences Between Expected and Actual Experience of the Total Pension Liability	1,344,943	-	1,344,943
Changes of Assumptions	(48,945)	-	(48,945)
Contributions - Employer	-	809,294	(809,294)
Contributions - Employee	-	504,408	(504,408)
Net Investment Income	-	3,646,332	(3,646,332)
Benefit Payments, including Refunds of Employee Contributions	(1,913,549)	(1,913,549)	-
Other (Net Transfer)	-	769,958	(769,958)
Net Changes	\$ 3,084,249	\$ 3,816,443	\$ (732,194)
Balances at December 31, 2024	\$ 41,134,500	\$ 37,001,766	\$ 4,132,734

Sensitivity of the Net Pension (Asset)/Liability to Changes in the Discount Rate

The following presents the plan's net pension liability/(asset), calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability/(asset) would be if it were calculated using a single Discount Rate that is 1% lower or 1% higher than the current rate:

	1% Lower 6.25%	Current Discount Rate 7.25%	1% Higher 8.25%
Net Pension Liability/(Asset)	\$ 8,750,089	\$ 4,132,734	\$ 367,103

Pension Expense/(Income) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2024, the District recognized pension expense/(income) of \$711,290. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Expense in Future Periods	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows of Resources
Differences between expected and actual experience	\$ 1,242,253	\$ -	\$ 1,242,253
Changes of assumptions	-	31,571	(31,571)
Net difference between projected and actual earnings on pension plan investments	1,824,894	-	1,824,894
Total deferred amounts to be recognized in pension expense in future periods	\$ 3,067,147	\$ 31,571	\$ 3,035,576
Pension contributions made subsequent to the measurement date	430,530	-	430,530
Total deferred amounts related to pensions	\$ 3,497,677	\$ 31,571	\$ 3,466,106

\$430,530 reported as deferred outflows of resources related to pensions resulting from the District's 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 in future periods as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ending December 31	Net Deferred Outflow s of Resources
2024	\$ 1,045,519
2025	990,267
2026	1,246,636
2027	(246,846)
2028	-
Thereafter	-
Total	\$ 3,035,576

C. *Social Security*

Employees not qualifying for coverage under the Teachers’ Retirement System of the State of Illinois or the Illinois Municipal Retirement Fund are considered “non-participating employees”. These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The District paid the total required contribution for the current fiscal year.

NOTE 9 - POST-EMPLOYMENT BENEFIT COMMITMENTS – RETIREE INSURANCE PLAN

A. *Teacher Health Insurance Security Fund (THIS)*

General Information About the OPEB Plan

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. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers’ Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state-administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General (<http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>). The current reports are listed under “Central Management Services” (<http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>). Prior reports are available under “Healthcare and Family Services” (<http://www.auditor.illinois.gov/Audit-Reports/HEALTHCARE-FAMILY-SERVICES-Teacher-Health-Ins-Sec-Fund.asp>).

Benefits Provided

The State of Illinois offers comprehensive health plan options, all of which include prescription drug and behavioral health coverage. The State of Illinois offers TCHP, HMO, and OAP plans.

- Teachers’ Choice Health Plan (TCHP) benefit recipients can choose any physician or hospital for medical services; however, benefit recipients receive enhanced benefits, resulting in lower out-of-pocket costs, when receiving services from a TCHP in-network provider. TCHP has a nationwide network and includes CVS/Caremark for prescription drug benefits and Magellan Behavioral Health for behavioral health services.
- Health Maintenance Organizations (HMO) benefit recipients are required to stay within the health plan provider network. No out-of-network services are available. Benefit recipients will need to select a primary care physician (PCP) from a network of participating providers. The PCP will direct all healthcare services and make referrals to specialists and hospitalization.

NOTES TO FINANCIAL STATEMENTS (Continued)

- Open Access Plan (OAP) benefit recipients will have three tiers of providers from which to choose to obtain services. The benefit level is determined by the tier in which the healthcare provider is contracted.
 - Tier I offers a managed care network which provides enhanced benefits and operates like an HMO.
 - Tier II offers an expanded network of providers and is a hybrid plan operating like an HMO and PPO.
 - Tier III covers all providers which are not in the managed care networks of Tiers I or II (i.e., out-of-network providers). Using Tier III can offer benefit recipients flexibility in selecting healthcare providers but involves higher out-of-pocket costs. Furthermore, benefit recipients who use out-of-network providers will be responsible for any amount that is over and above the charges allowed by the plan for services (i.e., allowable charges), which could result in substantial out-of-pocket costs. Benefit recipients enrolled in an OAP can mix and match providers and tiers.

Contributions

For the fiscal year ended June 30, 2024, the State Employees Group Insurance Act of 1971 (5 ILCS 375/6.6) requires that all active contributors of the THIS make contributions to the plan at a rate of 0.90% of salary and for every employer of a teacher to contribute an amount equal to 0.67% of each teacher's salary. For the fiscal year ended June 30, 2023, the employee contribution was 0.90% of salary and the employer contribution was 0.67% of each teacher's salary. The Department of Central Management Services determines, by rule, the percentage required, which each year shall not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. In addition, under the State Pension Funds Continuing Appropriations Act (40 ILCS 15/1.3), there is appropriated, on a continuing annual basis, from the General Revenue Fund, an account of the General Fund, to the State Comptroller for deposit in the Teachers' Health Insurance Security Fund (THISF), an amount equal to the amount certified by the Board of Trustees of THIS as the estimated total amount of contributions to be paid under 5 ILCS 376/6.6(a) in that fiscal year. The member contribution, which may be paid on behalf of employees by the employer, is submitted to THIS by the employer.

On-Behalf Contributions to THIS. The State of Illinois makes employer benefit contributions on behalf of the District. For the year ended June 30, 2024, State of Illinois contributions recognized by the District were based on the State's proportionate share of the collective net OPEB liability associated with the District, and the District recognized revenue and expenditures of \$435,287 in benefit contributions from the State of Illinois.

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

At June 30, 2023, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state benefit support provided to the District. 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:

District's proportionate share of the net pension liability	\$ 12,245,550
State's proportionate share of the net pension liability associated with the District	16,559,880
Total	<u>\$ 28,805,430</u>

The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2022 and rolled forward to June 30, 2023. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2023, relative to the contributions of all

NOTES TO FINANCIAL STATEMENTS (Continued)

participating THIS employers and the State during that period. At June 30, 2023, the District's proportion was 0.171810%, which was an increase of 0.002542% from its proportion measured as of June 30, 2022. For the year ended June 30, 2024, the District recognized benefit income of \$5,191,616 and on-behalf revenue/expense of \$435,287 for support provided by the State. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflow s of Resources	Deferred Inflow s of Resources	Net Outflow s of Resources
Differences between expected and actual experience	\$ -	\$ (6,838,173)	\$ (6,838,173)
Net difference between projected and actual earnings on pension plan investments	4,941	(66)	4,875
Changes of assumptions	162,311	(24,069,131)	(23,906,820)
Changes in proportion and differences between employee contributions and proportionate share of contributions	945,186	(2,381,769)	(1,436,583)
Employer contributions subsequent to the measurement date	334,473	-	334,473
	<u>\$ 1,446,911</u>	<u>\$ (33,289,139)</u>	<u>\$ (31,842,228)</u>

\$334,473 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

Year Ending June 30	
2024	\$ (5,889,598)
2025	(5,256,215)
2026	(5,089,453)
2027	(5,025,108)
2028	(4,634,881)
2029	(3,599,843)
2030	(2,671,551)
2031	(9,856)
2032	(195)
	<u>\$ (32,176,701)</u>

Actuarial Assumptions

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

Inflation	2.25%
Salary Increases	Depends on service and ranges from 8.50% at 1 year of service to 3.5% at 20 or more years of service.
Investment Rate of Return	2.75%, net of OPEB plan investment expense, including inflation
Healthcare Cost Trend Costs	Trend for fiscal year 2024 based on expected increases used to develop average costs. For fiscal years ending on or after 2024, trend starts at 8.00% for non-Medicare costs and post-Medicare costs, and gradually decreases to an ultimate trend of 4.25%. 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 2040.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

The actuarial assumptions that were used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2017 through June 30, 2020.

The long-term expected rate of return on OPEB 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 OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Illinois Public Treasurers' Investment Pool	100.0%	1.376%
	100.0%	

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 (Teachers’ Retirement Insurance Program) is financed on a pay-as-you-go basis, a discount rate consistent with the 20-year fixed-income municipal bonds as reported in Fidelity’s index’s “20-year Municipal GO AA Index” has been selected. The discount rates are 3.86% as of June 30, 2023, and 3.69% as of June 30, 2022. 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, THIS’s fiduciary net position at June 30, 2023 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. 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 THIS investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

At June 30, 2023, the discount rate used to measure the total OPEB liability was 3.86%.

Sensitivity of the District’s Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the District’s proportionate share of the net OPEB liability calculated using the discount rate of 3.86%, as well as what the District’s proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.86%) or 1 percentage-point higher (4.86%) than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
	2.86%	3.86%	4.86%
Employer's proportionate share of the net OPEB liability	\$ 13,673,570	\$ 12,245,550	\$ 10,985,859

NOTES TO FINANCIAL STATEMENTS (Continued)

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

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher. The key trend rates are 6.00% in 2024, 8.00% in 2025 decreasing to an ultimate trend rate of 4.25% in 2040. The Aetna MAPD plan (Medicare retirees) has a trend rate of 0% from 2024 to 2028, 19.42% for 2029 to 2033, 6.08% in 2034 and then decreasing to the same ultimate trend rate of 4.25% in 2040.

	1% Decrease (a)	Healthcare Cost Valuation Rate	1% Increase (b)
Employer's proportionate share of the net OPEB liability	\$ 10,422,682	\$ 12,245,550	\$ 14,478,806

- (a) One percentage point decrease in healthcare trend rates are 5.00% in 2024, 7.00% in 2025, decreasing to an ultimate trend rate of 3.25% in 2040 for Pre-Medicare per capita costs. One percentage point decrease in healthcare trend rates are 0.00% in 2024, 0% in 2024 to 2028, 18.42% from 2029 to 2033, 5.08% in 2034, decreasing to an ultimate trend rate of 3.25% in 2040 for Post-Medicare per capita costs.
- (b) One percentage point increase in healthcare trend rates are 7.00% in 2024, 9.00% in 2025, decreasing to an ultimate trend rate of 5.25% in 2040 for Pre-Medicare per capita costs. One percentage point decrease in healthcare trend rates are 0.00% in 2024, 0.00% in 2024 to 2028, 20.42% from 2029 to 2033, 6.81% in 2034, decreasing to an ultimate trend rate of 5.25% in 2040 for Post-Medicare per capita costs.

B. Retiree Insurance Plan

Plan Overview

In addition to providing the pension benefits described in Note 8, the District provides post-employment benefits other than pensions ("OPEB") for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the District's governmental activities.

Benefits Provided

The District provides postemployment health care benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under the Illinois Municipal Retirement Fund (IMRF). IMRF employees may continue coverage into retirement on the District plan if they pay the entire premium. Dependents may also continue coverage on a pay-all basis. Coverage may continue for as long as required contributions are paid. All health care benefits are provided through the District's insured health plan. The benefit levels are the same as those afforded to active employees.

Eligibility

Employees of the District are eligible for retiree health benefits as listed below:

NOTES TO FINANCIAL STATEMENTS (Continued)

Regular Plan Tier 1 (Enrolled in IMRF Prior to January 1, 2011)

- At least 55 years old and at least 8 years of credited service (reduced pension)
- At least 60 years old and at least 8 years of credited service (full pension)

Regular Plan Tier 2 (Enrolled in IMRF On or After January 1, 2011)

- At least 62 years old and at least 10 years of credited service (reduced pension)
- At least 67 years old and at least 10 years of credited service (full pension)

Membership

Membership in the plan consisted of the following at July 1, 2023, the date of the latest actuarial valuation:

Active employees	292
Inactive employees entitled to but not yet receiving benefits	-
Inactive employees currently receiving benefits	<u>8</u>
Total	<u><u>300</u></u>

Total OPEB Liability

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

Actuarial Assumptions

The total OPEB liability in the July 1, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Method	Entry Age Normal
Discount rate	4.21%
Inflation	3.00%
Salary Rate Increase	4.00%
Health Care Trend	
Initial Trend Rate	PPO plan & HDHP - 7.00%
HMO IL and Blue Adv. HMP Plans - 7.00%	
Ultimate Trend Rate	4.50%
FY the Ultimate Rate is Reached	Fiscal Year 2040
Mortality	<i>Active Employees</i> - PubG.H-2010(B) Mortality Table - General (below -median income) with future mortality improvement using Scale MP-2021
	<i>Retirees</i> - IPubG.H-2010(B) Mortality Table - General (below -median income), Male adjusted 108% and Female adjusted 106.4% tables, with future mortality improvement using scale MP-2021
Election at Retirement	10% of active employees will elect coverage at retirement
Marital Status	50% of employees electing coverage are assumed to be married and to elect spousal coverage with males three years older than females. Actual spouse data was used for current retirees.

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2023 through June 30, 2024. Assumption changes reflect a change in the discount rate of 0.08% from 4.13% for the beginning of the year values and 4.21% for the disclosure date.

There is no long-term expected rate of return on OPEB plan investments because the District does not have a trust dedicated exclusively to the payment of OPEB benefits.

Discount Rate

The District does not have a dedicated trust to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale).

NOTES TO FINANCIAL STATEMENTS (Continued)

A rate of 4.21% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2024.

Changes in the Total OPEB Liability

	Increase/(Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a) - (b)
Balances at June 30, 2023	\$ 455,820	\$ -	\$ 455,820
Changes for the year:			
Service Cost	\$ 36,619	\$ -	\$ 36,619
Interest on Total OPEB Liability	17,810	-	17,810
Actuarial Experience	7,732	-	7,732
Assumption Changes	36,286	-	36,286
Benefit Payments	(49,161)	-	(49,161)
Net Changes	\$ 49,286	\$ -	\$ 49,286
Balances at June 30, 2024	\$ 505,106	\$ -	\$ 505,106

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower or 1 percentage-point higher than the current discount rate:

Plan's Total OPEB Liability/(Asset)		
1% Decrease (5.64%)	Valuation Rate	1% Increase 6.05%
\$ 476,643	\$ 505,106	\$ 535,674

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

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher than the current healthcare cost trend rates:

Plan's Total OPEB Liability/(Asset)		
1% Decrease 8.78%	Healthcare Cost Valuation Rate	1% Increase -7.70%
\$ 549,449	\$ 505,106	\$ 446,200

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

For the fiscal year ended June 30, 2024, the District recognized OPEB expense of \$99,566. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflow s of Resources	Deferred Inflow s of Resources	Net Inflow s of Resources
Differences Between Expected and Actual Experience	\$ 25,314	\$ 8,318	\$ 16,996
Changes of Assumptions	226,329	59,931	166,398
Total	\$ 251,643	\$ 68,249	\$ 183,394

Changes in total OPEB liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in OPEB expense over the expected remaining service life of active employees (6.45 years) in the postretirement plan.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

Year ending June 30	Net Outflow s of Resources
2025	\$ 45,137
2026	46,364
2027	37,488
2028	24,835
2029	24,224
2030	5,381
2031	(35)
	<u>\$ 183,394</u>

NOTE 10 - DEFICIT FUND BALANCE

No fund had a deficit fund balance as of June 30, 2024.

NOTE 11 - INTERFUND TRANSFERS

The following funds were transferred for the year ended June 30, 2024:

Transfer from	Transfer to	Amount
Debt Services Fund	Operations and Maintenance Fund	\$ 129,360
Operations and Maintenance Fund	Debt Services Fund	130,415
Operations and Maintenance Fund	Capital Projects Fund	16,092,727
General Fund	Operations and Maintenance Fund	8,092,727

- The transfer from the Debt Services Fund to the Operations and Maintenance Fund was made to transfer interest to a fund with more need.
- The transfer from the Operations and Maintenance Fund to the Debt Services Fund was made to pay principal and interest on capital leases.
- The transfer from the Operations and Maintenance Fund to the Capital Projects Fund was made to transfer funds for renovation projects.
- The transfer from the General Fund to the Operations and Maintenance Fund was made for Abatement of the Working Cash Fund and for funds for e.

NOTE 12 - JOINT VENTURE – LAKE COUNTY AREA VOCATIONAL SYSTEM (LCAVS)

The District and seventeen other districts within Lake and McHenry Counties have entered into a joint agreement to provide vocational programs for member districts that are not offering these services individually. Each member district has a financial responsibility for annual and special assessments as established by the management council.

A summary of financial condition (cash basis) of LCAVS at June 30, 2023 (most recent information available) is as follows:

Assets	<u>\$ 37,035,946</u>
Liabilities	\$ 6,294
Fund Equity	<u>37,029,652</u>
	<u>\$ 37,035,946</u>
Revenues Received	\$ 11,746,108
Expenditures Disbursed	<u>10,124,558</u>
Net Increase/(Decrease) in Fund Balance	<u>\$ 1,621,550</u>

Complete financial statements for LCAVS can be obtained from the Administrative Offices at 19525 W. Washington Street, Grayslake, Illinois 60030.

NOTE 13 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and the destruction of assets; errors and omissions; and injuries to employees.

The District is a member of the Collective Liability Insurance Cooperative (CLIC), a joint risk management pool of school districts through which property, general liability, automobile liability, crime, excess property, excess liability, and boiler and machinery coverage is provided in excess of specified limits for the members, acting as a single insurable unit.

The relationship between the District and CLIC is governed by a contract and by-laws that have been adopted by resolution of each unit’s governing body. The District is contractually obligated to make all annual and supplementary contributions for CLIC, to report claims on a timely basis, cooperate with CLIC, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by CLIC. Members have a contractual obligation to fund any deficit of CLIC attributable to a membership year during which they were a member.

CLIC is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Board of Directors. CLIC also provides its members with risk management services, including the defense of and settlement of claims, and establishes reasonable and necessary loss of reduction and prevention procedures to be followed by the members.

The District carries health insurance through Blue Cross Blue Shield of Illinois. A summary of claim transactions for the fiscal year ended June 30, 2024 is as follows:

Incurred Claims (Total Allowed)	\$	9,367,041
Payments on Claims		(8,623,530)

During the year ended June 30, 2024, there were no significant reductions in insurance coverage. Also, there have been no settlement amounts that have exceeded insurance coverage in the past three years. The District is insured under a retrospectively-rated policy for workers’ compensation coverage. Whereas the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended June 30, 2024, there were no significant adjustments in premiums based on actual experience.

NOTE 14 - CONSTRUCTION COMMITMENTS

The District has entered into contracts for building repairs at various schools. The total amount of outstanding contracts is \$8,437,796. As of June 30, 2024, \$1,624,504 has been accrued to be paid on these contracts of which \$284,700 is retainage payable.

NOTE 15 - NET POSITION/FUND BALANCE ADJUSTMENT

A net position/fund balance adjustment was made to make a correction in deferred student fees. In the prior period, the District’s implementation of a new fee management software resulted in the overstatement of fees which is being correct in the current year.

NOTES TO FINANCIAL STATEMENTS (Continued)

	Reporting Units Affected by Restatement of Beginning Balances		
	June 30, 2023 As Previously Reported	Correction of Error	June 30, 2023 As Restated
GOVERNMENT-WIDE			
Governmental Activities	\$ 154,257,704	(486,084)	\$ 153,771,620
GOVERNMENTAL FUNDS			
General Fund	65,523,200	(486,084)	65,037,116

NOTE 16 - LEGAL DEBT LIMITATION

The Illinois School Code limits the amount of indebtedness to 13.8% of the most recent available equalized assessed valuation (EAV) of the District. The District’s legal debt limitation is as follows:

2023 EAV	\$ 1,937,449,736
Rate	13.8%
Debt Margin	\$ 267,368,064
Current Debt	69,650,000
Remaining Debt Margin	\$ 197,718,064

NOTE 17 - CHANGE IN ACCOUNTING PRINCIPLE

The District implemented GASB Statement No. 100, *Accounting Changes and Error Corrections*. This statement establishes financial reporting standards related to accounting changes and error corrections. There have been no changes to the previously issues audited financial statements which would be required on a retrospective basis.

REQUIRED SUPPLEMENTARY INFORMATION

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION
LIABILITY AND RELATED RATIOS
JUNE 30, 2024

	6/30/2024 *	6/30/2023 *	6/30/2022 *	6/30/2021 *	6/30/2020 *	6/30/2019 *	6/30/2018 *	6/30/2017 *	6/30/2016 *	6/30/2015 *
TOTAL PENSION LIABILITY										
Service Cost	\$ 977,103	\$ 902,546	\$ 850,470	\$ 905,687	\$ 869,784	\$ 809,884	\$ 811,275	\$ 785,893	\$ 769,744	\$ 759,848
Interest on the Total Pension Liability	2,724,697	2,515,918	2,360,771	2,239,668	2,071,280	1,934,315	1,843,321	1,724,142	1,610,109	1,426,663
Differences Between Expected and Actual Experience	1,344,943	1,223,977	507,620	304,441	663,514	385,281	378,878	33,774	30,795	126,797
Changes of Assumptions	(48,945)	-	-	(306,090)	-	796,973	(757,981)	(58,945)	55,792	962,055
Benefit Payments, Including Refunds of Member Contributions	(1,913,549)	(1,686,470)	(1,523,409)	(1,368,020)	(1,231,854)	(1,123,915)	(999,184)	(940,740)	(844,495)	(824,221)
Net Change in Total Pension Liability	\$ 3,084,249	\$ 2,955,971	\$ 2,195,452	\$ 1,775,686	\$ 2,372,724	\$ 2,802,538	\$ 1,276,309	\$ 1,544,124	\$ 1,621,945	\$ 2,451,142
Total Pension Liability - Beginning	38,050,251	35,094,280	32,898,828	31,123,142	28,750,418	25,947,880	24,671,571	23,127,447	21,505,502	19,054,360
Total Pension Liability - Ending	\$ 41,134,500	\$ 38,050,251	\$ 35,094,280	\$ 32,898,828	\$ 31,123,142	\$ 28,750,418	\$ 25,947,880	\$ 24,671,571	\$ 23,127,447	\$ 21,505,502
PLAN FIDUCIARY NET POSITION										
Contributions - Employer	\$ 809,294	\$ 821,980	\$ 842,787	\$ 783,757	\$ 675,121	\$ 748,466	\$ 727,025	\$ 677,406	\$ 644,504	\$ 682,318
Contributions - Member	504,408	443,663	404,323	385,897	380,629	362,433	350,270	317,204	316,913	300,900
Net Investment Income	3,646,332	(4,711,189)	5,540,384	4,121,951	4,565,732	(1,328,258)	3,846,587	1,400,189	102,786	1,174,242
Benefit Payments, Including Refunds of Member Contributions	(1,913,549)	(1,686,470)	(1,523,409)	(1,368,020)	(1,231,854)	(1,123,915)	(999,184)	(940,740)	(844,495)	(824,221)
Other (Net Transfer)	769,958	180,059	(157,876)	(20,613)	135,555	457,851	(415,578)	34,300	(229,537)	(4,926)
Net Change in Plan Fiduciary Net Position	\$ 3,816,443	\$ (4,951,957)	\$ 5,106,209	\$ 3,902,972	\$ 4,525,183	\$ (883,423)	\$ 3,509,120	\$ 1,488,359	\$ (9,829)	\$ 1,328,313
Plan Net Position - Beginning	33,185,323	38,137,280	33,031,071	29,128,099	24,602,916	25,486,339	21,977,219	20,488,860	20,498,689	19,170,376
Plan Net Position - Ending	\$ 37,001,766	\$ 33,185,323	\$ 38,137,280	\$ 33,031,071	\$ 29,128,099	\$ 24,602,916	\$ 25,486,339	\$ 21,977,219	\$ 20,488,860	\$ 20,498,689
District's Net Pension Liability/(Asset)	\$ 4,132,734	\$ 4,864,928	\$ (3,043,000)	\$ (132,243)	\$ 1,995,043	\$ 4,147,502	\$ 461,541	\$ 2,694,352	\$ 2,638,587	\$ 1,006,813
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	89.95%	87.21%	108.67%	100.40%	93.59%	85.57%	98.22%	89.08%	88.59%	95.32%
Covered Payroll	\$ 11,210,695	\$ 9,865,493	\$ 8,984,934	\$ 8,569,910	\$ 8,456,671	\$ 8,039,377	\$ 7,709,711	\$ 7,048,963	\$ 6,741,674	\$ 6,630,887
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	36.86%	49.31%	-33.87%	-1.54%	23.59%	51.59%	5.99%	38.22%	39.14%	15.18%

* This information presented is based on the actuarial valuation performed as of the December 31 year end prior to the fiscal year end listed above.

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTION
JUNE 30, 2024

	6/30/2024 *	6/30/2023 *	6/30/2022 *	6/30/2021 *	6/30/2020 *	6/30/2019 *	6/30/2018 *	6/30/2017 *	6/30/2016 *	6/30/2015 *
Actuarially-Determined Contribution	\$ 809,294	\$ 807,957	\$ 842,787	\$ 783,756	\$ 658,826	\$ 748,466	\$ 727,026	\$ 677,405	\$ 644,504	\$ 682,318
Contributions in Relation to Actuarially-Determined Contribution	809,294	821,980	842,787	783,757	675,121	748,466	727,025	677,406	644,504	682,318
Contribution Deficiency/(Excess)	\$ -	\$ (14,023)	\$ -	\$ (1)	\$ (16,295)	\$ -	\$ 1	\$ (1)	\$ -	\$ -
Covered Payroll	\$ 11,384,240	\$ 10,673,069	\$ 9,314,684	\$ 8,556,285	\$ 8,483,655	\$ 8,141,091	\$ 7,959,134	\$ 7,048,963	\$ 6,741,674	\$ 6,630,887
Contributions as a Percentage of Covered Payroll	7.11%	7.70%	9.05%	9.16%	7.96%	9.19%	9.13%	9.61%	9.56%	10.29%

Notes to Schedule:

Actuarial Method and Assumptions Used on the Calculation of the 2023 Contribution Rate *

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

Actuarial Cost Method: Aggregate Entry Age Normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 20-year closed period

Asset Valuation Method: 5-year smoothed market; 20% corridor

Wage Growth: 2.75%

Price Inflation: 2.25%, approximate; No explicit price inflation assumption is used in this valuation.

Salary Increases: 2.75% to 13.75%, including inflation

Investment Rate of Return: 7.25%

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2020 valuation pursuant to an experience study of the period 2017 to 2019.

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.

*Based on Valuation Assumptions used in the December 31, 2021 actuarial valuation; note two year lag between valuation and rate setting.

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
JUNE 30, 2024

	6/30/2024 *	6/30/2023 *	6/30/2022 *	6/30/2021 *	6/30/2020 *	6/30/2019 *	6/30/2018 *	6/30/2017 *	6/30/2016 *	6/30/2015 *
Employer's proportion of the Net Pension Liability	0.0045831%	0.0045652%	0.0050174%	0.0053087%	0.0056164%	0.0060262%	0.0078663%	0.0083766%	0.0076401%	0.0065414%
Employer's proportionate share of the Net Pension Liability	\$ 3,894,775	\$ 3,827,444	\$ 3,914,114	\$ 4,576,885	\$ 4,555,389	\$ 4,697,110	\$ 6,009,691	\$ 6,612,193	\$ 5,005,063	\$ 3,980,983
State's proportionate share of the Net Pension Liability associated with the employer	336,121,064	332,005,389	328,044,361	358,485,433	324,202,066	321,771,705	304,141,140	319,652,142	252,187,576	233,914,815
Total	\$ 340,015,839	\$ 335,832,833	\$ 331,958,475	\$ 363,062,318	\$ 328,757,455	\$ 326,468,815	\$ 310,150,831	\$ 326,264,335	\$ 257,192,639	\$ 237,895,798
Employer's Covered Payroll	\$ 48,037,664	\$ 46,703,427	\$ 44,995,229	\$ 44,614,767	\$ 43,855,889	\$ 43,164,712	\$ 41,085,437	\$ 40,263,644	\$ 38,944,406	\$ 37,909,516
Employer's proportionate share of the Net Pension Liability as a percentage of its Covered Payroll	8.11%	8.20%	8.70%	10.26%	10.39%	10.88%	14.63%	16.42%	12.85%	10.50%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	42.80%	45.10%	37.80%	39.60%	40.00%	40.00%	39.30%	36.40%	41.50%	43.00%

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

Changes of Assumptions:

For the 2023 measurement year, the assumed investment rate of return was of 7.0%, including an inflation rate of 2.50% and a real return of 4.50%. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated Sept. 30, 2021.

For the 2022-2018 measurement years, the assumed investment rate of return was of 7.0%, including an inflation rate of 2.25% and a real return of 4.75%. Salary increases were assumed to vary by service credit. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 18, 2018 and August 13, 2015 respectively.

For the 2015 measurement year, the assumed investment rate of return was 7.5%, including an inflation rate of 3.0% and a real return of 4.5%. 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.

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTION
JUNE 30, 2024

	6/30/2024 *	6/30/2023 *	6/30/2022 *	6/30/2021 *	6/30/2020 *	6/30/2019 *	6/30/2018 *	6/30/2017 *	6/30/2016 *	6/30/2015 *
Statutorily-required contribution	\$ 278,577	\$ 270,880	\$ 261,437	\$ 258,766	\$ 254,364	\$ 250,383	\$ 324,088	\$ 324,360	\$ 267,693	\$ 233,359
Contributions in relation to statutorily-required contribution	278,599	270,916	261,003	258,793	254,356	250,355	324,137	324,360	267,693	233,359
Contribution deficiency/(excess)	\$ (22)	\$ (36)	\$ 434	\$ (27)	\$ 8	\$ 28	\$ (49)	\$ -	\$ -	\$ -
Employer's Covered Payroll	\$ 49,921,278	\$ 48,037,664	\$ 46,703,427	\$ 44,995,229	\$ 44,614,767	\$ 43,855,889	\$ 43,164,712	\$ 40,263,644	\$ 38,944,406	\$ 37,909,516
Contributions as a percentage of Covered Payroll	0.56%	0.56%	0.56%	0.58%	0.57%	0.57%	0.75%	0.81%	0.69%	0.62%

* - This information presented is based on the actuarial valuation performed as of the prior June 30 year end.

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
 OF THE NET OPEB LIABILITY
 JUNE 30, 2024

	6/30/2024 *	6/30/2023 *	6/30/2022 *	6/30/2021 *	6/30/2020 *	6/30/2019 *	6/30/2018 *
Employer's proportion of the Net OPEB Liability	17.1811000%	0.1692680%	0.1733590%	0.1763500%	0.1783950%	0.1820920%	0.1785630%
Employer's proportionate share of the Net OPEB Liability	\$ 12,245,550	\$ 11,585,838	\$ 38,235,022	\$ 47,148,768	\$ 49,375,200	\$ 47,973,672	\$ 46,336,328
State's proportionate share of the Net OPEB Liability associated with the employer	16,559,880	15,761,400	51,841,067	63,873,671	66,860,307	64,418,368	60,851,113
Total	\$ 28,805,430	\$ 27,347,238	\$ 90,076,089	\$ 111,022,439	\$ 116,235,507	\$ 112,392,040	\$ 107,187,441
Employer's Covered Payroll	\$ 48,037,664	\$ 46,703,427	\$ 44,995,229	\$ 44,614,767	\$ 43,855,889	\$ 43,164,712	\$ 41,085,437
Employer's proportionate share of the Net OPEB Liability as a percentage of Covered Payroll	25.49%	24.81%	84.98%	105.68%	112.59%	111.14%	112.78%
OPEB Plan Net Position as a percentage of the Total OPEB Liability	6.21%	5.24%	1.40%	0.70%	0.25%	-0.07%	-0.17%

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

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

Changes of Assumptions:

For the 2023 measurement year, the discount rate was changed from 3.69% to 3.86%

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
 SCHEDULE OF EMPLOYER CONTRIBUTION
 JUNE 30, 2024

	6/30/2024 *	6/30/2023 *	6/30/2022 *	6/30/2021 *	6/30/2020 *	6/30/2019 *	6/30/2018 *
Statutorily-Required Contribution	\$ 321,882	\$ 313,006	\$ 413,982	\$ 410,456	\$ 403,474	\$ 379,864	\$ 345,054
Contributions in relation to the Statutorily-Required Contribution	<u>321,852</u>	<u>312,913</u>	<u>413,956</u>	<u>410,421</u>	<u>403,387</u>	<u>379,849</u>	<u>345,118</u>
Contribution deficiency/(excess)	<u>\$ 30</u>	<u>\$ 93</u>	<u>\$ 26</u>	<u>\$ 35</u>	<u>\$ 87</u>	<u>\$ 15</u>	<u>\$ (64)</u>
Employer's Covered Payroll	\$ 49,921,278	\$ 48,037,664	\$ 46,703,427	\$ 44,995,229	\$ 44,614,767	\$ 43,855,889	\$ 43,164,712
Contributions as a percentage of Covered Payroll	0.64%	0.65%	0.89%	0.91%	0.90%	0.87%	0.80%

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

* - This information presented is based on the actuarial valuation performed as of the prior June 30 year end.

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
OTHER POST-EMPLOYMENT BENEFIT
SCHEDULE OF CHANGES IN THE EMPLOYER'S TOTAL OPEB
LIABILITY AND RELATED RATIOS
JUNE 30, 2024

	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018
TOTAL OPEB LIABILITY							
Service Cost	\$ 36,619	\$ 18,113	\$ 23,632	\$ 13,061	\$ 13,248	\$ 11,754	\$ 12,540
Interest	17,810	18,142	6,888	8,857	5,244	6,030	6,054
Differences Between Expected and Actual Experience	7,732	-	29,748	-	(24,431)	-	-
Benefit Payments	(49,161)	(46,362)	(44,222)	(46,434)	(39,331)	(14,022)	(12,378)
Changes in Assumptions	36,286	(819)	112,644	6,383	28,102	1,620	1,263
Other Changes	-	-	-	-	165,745	(7,124)	(14,585)
Net Change in Total OPEB Liability	\$ 49,286	\$ (10,926)	\$ 128,690	\$ (18,133)	\$ 148,577	\$ (1,742)	\$ (7,106)
Total OPEB Liability - Beginning	455,820	466,746	338,056	356,189	207,612	209,354	216,460
District's Total OPEB Liability - Ending	<u>\$ 505,106</u>	<u>\$ 455,820</u>	<u>\$ 466,746</u>	<u>\$ 338,056</u>	<u>\$ 356,189</u>	<u>\$ 207,612</u>	<u>\$ 209,354</u>
OPEB Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered-Employee Payroll	\$ 13,429,495	\$ 7,905,377 *	\$ 7,905,377	\$ 7,985,203 *	\$ 7,985,203	\$ 6,656,975 *	\$ 6,656,975
Employer's Net OPEB Liability as a Percentage of Covered-Valuation Payroll	3.76%	5.77%	5.90%	4.23%	4.46%	3.12%	3.14%

Notes to Schedule:

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

There is no actuarially-determined contribution (ADC) or employer contribution in relation to the ADC as the total OPEB liabilities are currently an unfunded obligation.

Changes of Assumptions. Changes of assumptions and other inputs reflect the effects of changes in the discount rate of each period.

The following are the discount rates used in each period: 4.21% 4.13% 4.09% 2.18% 2.66% 2.79% 2.98%

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

* - Covered-Employee Payroll is the same as the prior year due to the valuation being a rollforward instead of a new valuation.

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual Amounts
	Original and Final		Original and Final
REVENUES			
Property Taxes	\$ 73,484,309	\$	73,934,266
Tuition	415,001		363,928
Earnings on Investments	1,466,735		3,000,645
Food Services	1,722,500		1,702,270
District/School Activity Income	2,748,931		2,583,103
Textbooks	1,000		18,054
Other Local Sources	685,000		734,036
State Aid			
Evidence Based Funding	4,056,353		4,056,723
Special Education	1,025,000		1,170,180
Career and Technical Education	38,514		41,310
State Free Lunch and Breakfast	2,000		5,924
Driver Education	28,000		27,525
Other Restricted Revenue from State Sources	4,120		17,734
Federal Aid			
Food Service	270,000		548,306
Title I	127,738		288,617
Title IV	10,000		8,871
Federal Special Education	1,728,916		1,507,724
CTE - Perkins	16,432		17,634
Emergency Immigrant Assistance	-		21,291
Title III - English Language Acquisition	75,200		101,126
Title II - Teacher Quality	77,350		117,313
Medicaid Matching Funds - Administrative Outreach	90,000		98,826
Medicaid Matching Funds - Fee-for-Service Program	200,000		119,177
Other Federal Aid	737,504		685,874
State Retirement Contributions	26,505,277		28,756,695
Total Revenues	\$ 115,515,880	\$	119,927,152
EXPENDITURES			
Instruction			
Regular Programs			
Salaries	\$ 29,687,244	\$	21,392,791
Employee Benefits	4,726,593		3,117,176
Purchased Services	862,024		734,396
Supplies and Materials	1,285,960		520,002
Non-Capitalized Equipment	44,365		55,089
Termination Benefits	-		23,365
	<u>\$ 36,606,186</u>	<u>\$</u>	<u>25,842,819</u>
Pre-K Programs			
Salaries	\$ -	\$	7,905,995
Employee Benefits	-		1,362,779
Purchased Services	-		178,226
Supplies and Materials	-		276,492
Non-Capitalized Equipment	-		30,781
	<u>\$ -</u>	<u>\$</u>	<u>9,754,273</u>
Special Education Programs			
Salaries	\$ 7,376,627	\$	6,905,904
Employee Benefits	1,195,010		1,062,659
Purchased Services	66,500		155,057
Supplies and Materials	28,000		86,936
Non-Capitalized Equipment	12,300		59,308
	<u>\$ 8,678,437</u>	<u>\$</u>	<u>8,269,864</u>
Special Education Programs Pre-K			
Salaries	\$ 576,809	\$	526,528
Employee Benefits	85,559		71,378
Purchased Services	1,300		539
Supplies and Materials	55,372		17,754
	<u>\$ 719,040</u>	<u>\$</u>	<u>616,199</u>

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts	Actual
	Original and Final	Amounts
EXPENDITURES (Continued)		
Instruction (Continued)		
CTE Programs		
Salaries	\$ 1,139,502	\$ 1,140,321
Employee Benefits	177,100	154,478
Purchased Services	3,095	6,144
Supplies and Materials	52,962	100,251
Non-Capitalized Equipment	-	4,788
	<u>\$ 1,372,659</u>	<u>\$ 1,405,982</u>
Interscholastic Programs		
Salaries	\$ 1,982,740	\$ 1,863,946
Employee Benefits	24,790	19,238
Purchased Services	315,425	353,822
Supplies and Materials	269,221	247,167
Other Objects	26,400	55,237
Non-Capitalized Equipment	9,000	7,350
	<u>\$ 2,627,576</u>	<u>\$ 2,546,760</u>
Summer School Programs		
Salaries	\$ 478,753	\$ 497,567
Employee Benefits	2,214	9,150
Purchased Services	49,705	78,059
Supplies and Materials	42,200	34,239
	<u>\$ 572,872</u>	<u>\$ 619,015</u>
Gifted Programs		
Salaries	\$ 338,743	\$ 339,144
Employee Benefits	30,992	31,044
Supplies and Materials	500	315
	<u>\$ 370,235</u>	<u>\$ 370,503</u>
Driver's Education Programs		
Salaries	\$ 297,514	\$ 296,933
Employee Benefits	18,898	27,961
Purchased Services	497	5,768
Supplies and Materials	3,398	1,524
	<u>\$ 320,307</u>	<u>\$ 332,186</u>
Bilingual Programs		
Salaries	\$ 1,927,483	\$ 1,796,896
Employee Benefits	310,984	298,929
Purchased Services	750	-
Supplies and Materials	7,500	351
	<u>\$ 2,246,717</u>	<u>\$ 2,096,176</u>
Private Tuition		
Special Education Programs K-12		
Other Objects	\$ 3,356,818	\$ 3,357,930
	<u>\$ 3,356,818</u>	<u>\$ 3,357,930</u>
Student Activity Fund Expenditures		
Other Objects	\$ 835,000	\$ 1,081,786
	<u>\$ 835,000</u>	<u>\$ 1,081,786</u>
State Retirement Contributions		
	\$ 26,505,277	\$ 28,756,695
	<u>\$ 84,211,124</u>	<u>\$ 85,050,188</u>
Total Instruction		
Support Services		
Pupil		
Attendance and Social Work Services		
Salaries	\$ 1,345,505	\$ 1,311,781
Employee Benefits	217,724	209,942
Purchased Services	1,794	6,702
Supplies and Materials	6,500	2,177
	<u>\$ 1,571,523</u>	<u>\$ 1,530,602</u>
Guidance Services		
Salaries	\$ 933,365	\$ 986,762
Employee Benefits	179,301	179,645
Purchased Services	2,000	2,327
Supplies and Materials	8,250	5,827
Other Objects	1,500	1,274
Non-Capitalized Equipment	500	-
	<u>\$ 1,124,916</u>	<u>\$ 1,175,835</u>

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts	Actual Amounts
	Original and Final	
EXPENDITURES (Continued)		
Support Services (Continued)		
Pupil (Continued)		
Health Services		
Salaries	\$ 1,144,248	\$ 1,116,943
Employee Benefits	138,447	121,394
Purchased Services	134,811	148,969
Supplies and Materials	24,000	23,643
Other Objects	-	730
	<u>\$ 1,441,506</u>	<u>\$ 1,411,679</u>
Psychological Services		
Salaries	\$ 927,951	\$ 930,082
Employee Benefits	143,713	138,755
Purchased Services	10,000	22,835
Supplies and Materials	7,500	9,045
	<u>\$ 1,089,164</u>	<u>\$ 1,100,717</u>
Speech Pathology and Audiology Services		
Salaries	\$ 982,332	\$ 986,356
Employee Benefits	170,448	166,089
Purchased Services	12,784	86,162
Supplies and Materials	5,000	6,967
	<u>\$ 1,170,564</u>	<u>\$ 1,245,574</u>
Other Support Services - Pupil		
Purchased Services	\$ 214,947	\$ 176,276
Supplies and Materials	10,000	9,015
	<u>\$ 224,947</u>	<u>\$ 185,291</u>
Total Support Services - Pupil	<u>\$ 6,622,620</u>	<u>\$ 6,649,698</u>
Instructional Staff		
Improvement of Instruction Services		
Salaries	\$ 88,634	\$ 73,413
Employee Benefits	757	1,354
Purchased Services	278,303	528,267
Supplies and Materials	28,000	27,772
	<u>\$ 395,694</u>	<u>\$ 630,806</u>
Educational Media Services		
Salaries	\$ 1,009,956	\$ 990,755
Employee Benefits	160,596	145,662
Purchased Services	7,000	2,650
Supplies and Materials	97,300	83,432
Non-Capitalized Equipment	1,500	614
	<u>\$ 1,276,352</u>	<u>\$ 1,223,113</u>
Assessment and Testing		
Purchased Services	\$ 100,000	\$ 77,143
Supplies and Materials	5,000	3,220
	<u>\$ 105,000</u>	<u>\$ 80,363</u>
Total Support Services - Instructional Staff	<u>\$ 1,777,046</u>	<u>\$ 1,934,282</u>
General Administration		
Board of Education Services		
Employee Benefits	\$ -	\$ 500,000
Purchased Services	365,000	348,595
Supplies and Materials	4,000	3,757
Other Objects	25,000	32,248
	<u>\$ 394,000</u>	<u>\$ 884,600</u>
Executive Administration Services		
Salaries	\$ 316,689	\$ 333,276
Employee Benefits	92,466	99,685
Purchased Services	26,500	68,850
Supplies and Materials	32,500	13,229
Other Objects	7,000	21,673
	<u>\$ 475,155</u>	<u>\$ 536,713</u>

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts	Actual Amounts
	Original and Final	
EXPENDITURES (Continued)		
Support Services (Continued)		
General Administration (Continued)		
Special Area Administrative Services		
Salaries	\$ 585,537	\$ 592,358
Employee Benefits	173,997	165,680
Purchased Services	66,000	64,618
Supplies and Materials	10,000	3,159
Other Objects	2,500	1,515
	<u>\$ 838,034</u>	<u>\$ 827,330</u>
Tort Immunity Services		
Purchased Services	\$ 838,675	\$ 837,974
	<u>\$ 838,675</u>	<u>\$ 837,974</u>
 Total Support Services - General Administration	 <u>\$ 2,545,864</u>	 <u>\$ 3,086,617</u>
 School Administration		
Office of the Principal Services		
Salaries	\$ 4,232,262	\$ 4,217,382
Employee Benefits	1,363,187	1,425,984
Purchased Services	7,350	16,361
Supplies and Materials	36,639	30,225
Other Objects	17,725	14,994
Non-Capitalized Equipment	2,000	-
Termination Benefits	-	28,430
	<u>\$ 5,659,163</u>	<u>\$ 5,733,376</u>
 Total Support Services - School Administration	 <u>\$ 5,659,163</u>	 <u>\$ 5,733,376</u>
 Business		
Direction of Business Support Services		
Salaries	\$ 215,765	\$ 215,808
Employee Benefits	109,286	61,349
Purchased Services	1,750	250
Supplies and Materials	1,000	-
Other Objects	5,000	3,979
	<u>\$ 332,801</u>	<u>\$ 281,386</u>
Fiscal Services		
Salaries	\$ 531,387	\$ 370,759
Employee Benefits	97,767	91,795
Purchased Services	397,000	182,395
Supplies and Materials	40,000	16,199
Other Objects	90,000	43,379
Non-Capitalized Equipment	40,000	-
Termination Benefits	-	10,911
	<u>\$ 1,196,154</u>	<u>\$ 715,438</u>
 Total Support Services - Business	 <u>\$ 1,528,955</u>	 <u>\$ 996,824</u>
 Food Services		
Purchased Services	\$ 1,745,000	\$ 1,705,023
Supplies and Materials	130,889	112,634
Other Objects	50,000	1,597
Non-Capitalized Equipment	6,000	7,795
Total Support Services - Food Services	<u>\$ 1,931,889</u>	<u>\$ 1,827,049</u>
 Internal Services		
Purchased Services	\$ 21,976	\$ 21,100
Total Support Services - Internal Services	<u>\$ 21,976</u>	<u>\$ 21,100</u>

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts
EXPENDITURES (Continued)		
Support Services (Continued)		
Central		
Planning, Research, Development and Evaluation Services		
Salaries	\$ 2,124,851	\$ 1,965,246
Employee Benefits	410,241	495,489
Purchased Services	51,000	228,653
Supplies and Materials	5,000	1,800
Other Objects	5,000	826
Termination Benefits	-	6,950
	<u>\$ 2,596,092</u>	<u>\$ 2,698,964</u>
Information Services		
Salaries	\$ 207,262	\$ 244,282
Employee Benefits	61,512	54,284
Purchased Services	150,500	149,003
Supplies and Materials	41,000	14,858
Other Objects	1,000	3
Non-Capitalized Equipment	5,500	-
	<u>\$ 466,774</u>	<u>\$ 462,430</u>
Staff Services		
Salaries	\$ 592,497	\$ 493,307
Employee Benefits	133,524	190,534
Purchased Services	295,800	182,406
Supplies and Materials	4,600	4,067
Other Objects	5,000	2,299
Termination Benefits	70,000	-
	<u>\$ 1,101,421</u>	<u>\$ 872,613</u>
Data Processing Services		
Salaries	\$ 1,380,062	\$ 1,209,803
Employee Benefits	202,832	207,531
Purchased Services	288,000	328,782
Supplies and Materials	915,000	951,247
Other Objects	2,000	1,960
Non-Capitalized Equipment	1,290,000	1,170,135
Termination Benefits	5,000	22,415
	<u>\$ 4,082,894</u>	<u>\$ 3,891,873</u>
Total Support Services - Central	<u>\$ 8,247,181</u>	<u>\$ 7,925,880</u>
Other Support Services		
Salaries	\$ 267,776	\$ 265,230
Employee Benefits	87,294	86,498
Purchased Services	250,250	214,474
Supplies and Materials	30,200	20,449
Non-Capitalized Equipment	120,050	132,796
Total Support Services - Other Support Services	<u>\$ 755,570</u>	<u>\$ 719,447</u>
Total Support Services	<u>\$ 29,100,264</u>	<u>\$ 28,894,273</u>
Community Services		
Salaries	\$ 71,825	\$ 44,417
Employee Benefits	108	108
Purchased Services	20,135	9,663
Supplies and Materials	8,562	6,622
Other Objects	2,500	-
Total Community Services	<u>\$ 103,130</u>	<u>\$ 60,810</u>
Intergovernmental Payments		
Payments to Other Districts and Governmental Units-Tuition (In-State)		
Payments for Regular Programs		
Other Objects	\$ 200,000	\$ 302,818
Payments for Special Education Programs		
Other Objects	460,750	425,688
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 660,750</u>	<u>\$ 728,506</u>
Total Intergovernmental Payments	<u>\$ 660,750</u>	<u>\$ 728,506</u>

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts Original and Final	Actual Amounts
EXPENDITURES (Continued)		
Capital Outlay		
Instruction		
Regular Programs	\$ 15,000	\$ -
Pre-K Programs	-	52,995
Other Instructional Programs	35,714	-
Support Services		
Instructional Staff	7,998	-
Food Services	26,000	-
Central	434,000	397,198
Other Support Services	-	407,895
Total Capital Outlay	\$ 518,712	\$ 858,088
Total Expenditures	\$ 114,593,980	\$ 115,591,865
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 921,900	\$ 4,335,287
OTHER FINANCING SOURCES (USES)		
Interfund Transfers	\$ (1,839,809)	\$ (8,092,727)
Principal on Bonds Sold	-	6,252,918
Total Other Financing Sources (Uses)	\$ (1,839,809)	\$ (1,839,809)
NET CHANGE IN FUND BALANCE	\$ (917,909)	\$ 2,495,478
FUND BALANCE - JULY 1, 2023		65,523,200
FUND BALANCE ADJUSTMENT (NOTE 15)		(486,084)
FUND BALANCE - JUNE 30, 2024		\$ 67,532,594

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - OPERATIONS AND MAINTENANCE FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts Original and Final	Actual Amounts
REVENUES		
Property Taxes	\$ 9,333,210	\$ 9,418,336
Payments in Lieu of Taxes	499,629	409,096
Earnings on Investments	301,295	262,034
Other Local Sources	270,000	170,781
State Aid		
School Infrastructure - Maintenance	50,000	50,000
Total Revenues	\$ 10,454,134	\$ 10,310,247
EXPENDITURES		
Support Services		
Operations and Maintenance		
Salaries	\$ 1,395,734	\$ 1,367,756
Employee Benefits	214,984	197,236
Purchased Services	3,454,305	3,321,886
Supplies and Materials	1,673,115	2,048,938
Other Objects	153,000	1,834
Non-Capitalized Equipment	130,000	73,919
Termination Benefits	2,000	7,563
Total Support Services - Operations and Maintenance	\$ 7,023,138	\$ 7,019,132
Total Support Services	\$ 7,023,138	\$ 7,019,132
Intergovernmental Payments		
Payments to Other Districts and Governmental Units (In-State)		
Payments to Other Government Units (In-State)		
Payments for Regular Programs		
Other Objects	\$ 13,000	\$ -
	\$ 13,000	\$ -
Total Payments to Other Districts and Governmental Units (In-State)	\$ 13,000	\$ -
Total Intergovernmental Payments	\$ 13,000	\$ -
Capital Outlay		
Support Services		
Operations and Maintenance	\$ 145,000	\$ 178,278
Total Capital Outlay	\$ 145,000	\$ 178,278
Total Expenditures	\$ 7,181,138	\$ 7,197,410
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 3,272,996	\$ 3,112,837
OTHER FINANCING SOURCES (USES)		
Interfund Transfers	\$ (8,135,496)	\$ (8,001,055)
Sale or Compensation for Fixed Assets	-	11,860
Total Other Financing Sources (Uses)	\$ (8,135,496)	\$ (7,989,195)
NET CHANGE IN FUND BALANCE	\$ (4,862,500)	\$ (4,876,358)
FUND BALANCE - JULY 1, 2023		10,410,128
FUND BALANCE - JUNE 30, 2024		\$ 5,533,770

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - TRANSPORTATION FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts Original and Final	Actual Amounts
REVENUES		
Property Taxes	\$ 3,602,130	\$ 3,632,377
Transportation Fees	20,000	28,247
Earnings on Investments	137,799	300,427
State Aid		
Transportation	1,974,634	1,897,714
Total Revenues	\$ 5,734,563	\$ 5,858,765
 EXPENDITURES		
Support Services		
Transportation		
Salaries	\$ 1,650,164	\$ 1,512,811
Employee Benefits	232,614	216,360
Purchased Services	2,236,700	2,093,176
Supplies and Materials	347,000	317,517
Other Objects	1,350	-
Non-Capitalized Equipment	10,000	-
Termination Benefits	-	8,323
Total Support Services - Transportation	\$ 4,477,828	\$ 4,148,187
Total Support Services	\$ 4,477,828	\$ 4,148,187
 Capital Outlay		
Support Services		
Transportation	\$ 1,407,617	\$ 1,262,167
Total Capital Outlay	\$ 1,407,617	\$ 1,262,167
Total Expenditures	\$ 5,885,445	\$ 5,410,354
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (150,882)	\$ 448,411
OTHER FINANCING SOURCES (USES)	-	-
NET CHANGE IN FUND BALANCE	\$ (150,882)	\$ 448,411
FUND BALANCE - JULY 1, 2023		5,608,272
FUND BALANCE - JUNE 30, 2024		\$ 6,056,683

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts <u>Original and Final</u>	Actual Amounts
REVENUES		
Property Taxes	\$ 2,491,283	\$ 2,503,121
Payments in Lieu of Taxes	90,000	90,000
Earnings on Investments	40,808	85,544
State Aid		
Federal - Special Education	35,000	-
Total Revenues	<u>\$ 2,657,091</u>	<u>\$ 2,678,665</u>
EXPENDITURES		
Instruction		
Regular Programs		
Employee Benefits	\$ 344,752	\$ 257,295
Pre-K Programs		
Employee Benefits	177,704	270,914
Special Education Programs		
Employee Benefits	480,113	381,608
Special Education Programs Pre-K		
Employee Benefits	45,067	41,741
CTE Programs		
Employee Benefits	16,377	16,097
Interscholastic Programs		
Employee Benefits	10,451	64,841
Summer School Programs		
Employee Benefits	5,972	18,545
Gifted Programs		
Employee Benefits	4,859	4,909
Driver's Education Programs		
Employee Benefits	4,008	4,118
Bilingual Programs		
Employee Benefits	42,488	38,127
Total Instruction	<u>\$ 1,131,791</u>	<u>\$ 1,098,195</u>
Support Services		
Pupil		
Attendance and Social Work Services		
Employee Benefits	\$ 27,832	\$ 19,084
Guidance Services		
Employee Benefits	32,593	32,775
Health Services		
Employee Benefits	184,468	142,766
Psychological Services		
Employee Benefits	13,343	14,665
Speech Pathology and Audiology Services		
Employee Benefits	14,111	14,224
Total Support Services - Pupil	<u>\$ 272,347</u>	<u>\$ 223,514</u>
Instructional Staff		
Improvement of Instruction Services		
Employee Benefits	\$ -	\$ 1,145
Educational Media Services		
Employee Benefits	46,048	42,755
Total Support Services - Instructional Staff	<u>\$ 46,048</u>	<u>\$ 43,900</u>
General Administration		
Executive Administration Services		
Employee Benefits	\$ 14,482	\$ 17,450
Special Area Administrative Services		
Employee Benefits	25,552	25,124
Total Support Services - General Administration	<u>\$ 40,034</u>	<u>\$ 42,574</u>

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts Original and Final	Actual Amounts
EXPENDITURES (Continued)		
Support Services (Continued)		
School Administration		
Office of the Principal Services		
Employee Benefits	\$ 169,229	\$ 179,004
Total Support Services - School Administration	\$ 169,229	\$ 179,004
Business		
Direction of Business Support Services		
Employee Benefits	\$ 3,118	\$ 3,092
Fiscal Services		
Employee Benefits	51,215	38,266
Total Support Services - Business	\$ 54,333	\$ 41,358
Operations and Maintenance		
Employee Benefits	\$ 247,943	\$ 196,904
Total Support Services - Operations and Maintenance	\$ 247,943	\$ 196,904
Transportation		
Employee Benefits	\$ 237,629	\$ 204,769
Total Support Services - Transportation	\$ 237,629	\$ 204,769
Central		
Planning, Research, Development and Evaluation Services		
Employee Benefits	\$ 63,831	\$ 48,071
Information Services		
Employee Benefits	43,126	34,840
Staff Services		
Employee Benefits	82,277	71,764
Data Processing Services		
Employee Benefits	202,256	180,512
Total Support Services - Central	\$ 391,490	\$ 335,187
Other Support Services		
Employee Benefits	\$ 52,499	\$ 39,359
Total Support Services - Other Support Services	\$ 52,499	\$ 39,359
Total Support Services	\$ 1,511,552	\$ 1,306,569
Community Services		
Employee Benefits	\$ 10,074	\$ 6,612
Total Community Services	\$ 10,074	\$ 6,612
Total Expenditures	\$ 2,653,417	\$ 2,411,376
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 3,674	\$ 267,289
OTHER FINANCING SOURCES (USES)	-	-
NET CHANGE IN FUND BALANCE	\$ 3,674	\$ 267,289
FUND BALANCE - JULY 1, 2023		1,698,442
FUND BALANCE - JUNE 30, 2024		\$ 1,965,731

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2024

NOTE 1 - BUDGETARY PROCESS

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The budget was passed on September 21, 2023 and was not amended. The modified accrual basis budgeted amounts in this report are the result of full compliance with the following procedures:

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

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

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

NOTE 2 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2024, none of the District's funds presented as Required Supplementary Information had expenditures that exceeded the budget.

SUPPLEMENTAL FINANCIAL INFORMATION

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 COMBINING BALANCE SHEET
 GENERAL FUND
 JUNE 30, 2024

	Educational Fund	Working Cash Fund	General Fund Total
ASSETS			
Cash and Cash Equivalents	\$ 34,092,759	\$ 3,081,484	\$ 37,174,243
Investments, at Fair Value	31,507,030	2,278,345	33,785,375
Taxes Receivable, net of allowance of \$0	37,263,320	248,794	37,512,114
Due from Other Governments, net of allowance of \$0	1,657,146	-	1,657,146
Prepaid Items	986,460	-	986,460
Other Current Assets	500,000	-	500,000
Total Assets	\$ 106,006,715	\$ 5,608,623	\$ 111,615,338
LIABILITIES			
Accounts Payable	\$ 289,993	\$ -	\$ 289,993
Payroll Liabilities	5,945,209	-	5,945,209
Unearned Revenue	1,460,984	-	1,460,984
Total Liabilities	\$ 7,696,186	\$ -	\$ 7,696,186
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Taxes	\$ 36,136,555	\$ 250,003	\$ 36,386,558
Total Deferred Inflows of Resources	\$ 36,136,555	\$ 250,003	\$ 36,386,558
FUND BALANCE			
Nonspendable			
Prepaid Items	\$ 986,460	\$ -	\$ 986,460
Restricted			
Student Activity Funds	684,569	-	684,569
Health Insurance Funds	1,411,935	-	1,411,935
Unassigned	59,091,010	5,358,620	64,449,630
Total Fund Balance	\$ 62,173,974	\$ 5,358,620	\$ 67,532,594
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 106,006,715	\$ 5,608,623	\$ 111,615,338

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LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GENERAL FUND
 YEAR ENDED JUNE 30, 2024

	Educational Fund	Working Cash Fund	General Fund Total
REVENUES			
Property Taxes	\$ 73,435,989	\$ 498,277	\$ 73,934,266
Tuition	363,928	-	363,928
Earnings on Investments	2,728,431	272,214	3,000,645
Food Services	1,702,270	-	1,702,270
District/School Activity Income	2,583,103	-	2,583,103
Textbooks	18,054	-	18,054
Other Local Sources	734,036	-	734,036
State Aid	5,319,396	-	5,319,396
Federal Aid	3,514,759	-	3,514,759
State Retirement Contributions	28,756,695	-	28,756,695
Total Revenues	\$ 119,156,661	\$ 770,491	\$ 119,927,152
EXPENDITURES			
Current			
Instruction			
Regular Programs	\$ 25,842,819	\$ -	\$ 25,842,819
Pre-K Programs	9,754,273	-	9,754,273
Special Education Programs	11,627,794	-	11,627,794
Special Education Programs Pre-K	616,199	-	616,199
Other Instructional Programs	7,370,622	-	7,370,622
Student Activity Fund Expenditures	1,081,786	-	1,081,786
State Retirement Contributions	28,756,695	-	28,756,695
Support Services			
Pupil	6,649,698	-	6,649,698
Instructional Staff	1,934,282	-	1,934,282
General Administration	3,086,617	-	3,086,617
School Administration	5,733,376	-	5,733,376
Business	996,824	-	996,824
Food Services	1,827,049	-	1,827,049
Internal Services	21,100	-	21,100
Central	7,925,880	-	7,925,880
Other Support Services	719,447	-	719,447
Community Services	60,810	-	60,810
Intergovernmental Payments			
Payments to Other Districts and Governmental Units	728,506	-	728,506
Capital Outlay	858,088	-	858,088
Total Expenditures	\$ 115,591,865	\$ -	\$ 115,591,865
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 3,564,796	\$ 770,491	\$ 4,335,287
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	\$ (1,572,609)	\$ (6,520,118)	\$ (8,092,727)
Principal on Bonds Sold	-	6,252,918	6,252,918
Total Other Financing Sources (Uses)	\$ (1,572,609)	\$ (267,200)	\$ (1,839,809)
NET CHANGE IN FUND BALANCES	\$ 1,992,187	\$ 503,291	\$ 2,495,478
FUND BALANCE - JULY 1, 2023	60,667,871	4,855,329	65,523,200
FUND BALANCE ADJUSTMENT (NOTE 15)	(486,084)	-	(486,084)
FUND BALANCE - JUNE 30, 2024	\$ 62,173,974	\$ 5,358,620	\$ 67,532,594

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts	Actual Amounts
	Original and Final	
REVENUES		
Property Taxes	\$ 72,987,706	\$ 73,435,989
Tuition	415,001	363,928
Earnings on Investments	1,191,219	2,728,431
Food Services	1,722,500	1,702,270
District/School Activity Income	2,748,931	2,583,103
Textbooks	1,000	18,054
Other Local Sources	685,000	734,036
State Aid		
Evidence Based Funding	4,056,353	4,056,723
Special Education	1,025,000	1,170,180
Career and Technical Education	38,514	41,310
State Free Lunch and Breakfast	2,000	5,924
Driver Education	28,000	27,525
Other Restricted Revenue from State Sources	4,120	17,734
Federal Aid		
Food Service	270,000	548,306
Title I	127,738	288,617
Title IV	10,000	8,871
Federal Special Education	1,728,916	1,507,724
CTE - Perkins	16,432	17,634
Emergency Immigrant Assistance	-	21,291
Title III - English Language Acquisition	75,200	101,126
Title II - Teacher Quality	77,350	117,313
Medicaid Matching Funds - Administrative Outreach	90,000	98,826
Medicaid Matching Funds - Fee-for-Service Program	200,000	119,177
Other Federal Aid	737,504	685,874
State Retirement Contributions	26,505,277	28,756,695
Total Revenues	<u>\$ 114,743,761</u>	<u>\$ 119,156,661</u>
EXPENDITURES		
Instruction		
Regular Programs		
Salaries	\$ 29,687,244	\$ 21,392,791
Employee Benefits	4,726,593	3,117,176
Purchased Services	862,024	734,396
Supplies and Materials	1,285,960	520,002
Non-Capitalized Equipment	44,365	55,089
Termination Benefits	-	23,365
	<u>\$ 36,606,186</u>	<u>\$ 25,842,819</u>
Pre-K Programs		
Salaries	\$ -	\$ 7,905,995
Employee Benefits	-	1,362,779
Purchased Services	-	178,226
Supplies and Materials	-	276,492
Non-Capitalized Equipment	-	30,781
	<u>\$ -</u>	<u>\$ 9,754,273</u>
Special Education Programs		
Salaries	\$ 7,376,627	\$ 6,905,904
Employee Benefits	1,195,010	1,062,659
Purchased Services	66,500	155,057
Supplies and Materials	28,000	86,936
Non-Capitalized Equipment	12,300	59,308
	<u>\$ 8,678,437</u>	<u>\$ 8,269,864</u>
Special Education Programs Pre-K		
Salaries	\$ 576,809	\$ 526,528
Employee Benefits	85,559	71,378
Purchased Services	1,300	539
Supplies and Materials	55,372	17,754
	<u>\$ 719,040</u>	<u>\$ 616,199</u>
CTE Programs		
Salaries	\$ 1,139,502	\$ 1,140,321
Employee Benefits	177,100	154,478
Purchased Services	3,095	6,144
Supplies and Materials	52,962	100,251
Non-Capitalized Equipment	-	4,788
	<u>\$ 1,372,659</u>	<u>\$ 1,405,982</u>

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts	Actual Amounts
	Original and Final	Original and Final
EXPENDITURES (Continued)		
Instruction (Continued)		
Interscholastic Programs		
Salaries	\$ 1,982,740	\$ 1,863,946
Employee Benefits	24,790	19,238
Purchased Services	315,425	353,822
Supplies and Materials	269,221	247,167
Other Objects	26,400	55,237
Non-Capitalized Equipment	9,000	7,350
	<u>\$ 2,627,576</u>	<u>\$ 2,546,760</u>
Summer School Programs		
Salaries	\$ 478,753	\$ 497,567
Employee Benefits	2,214	9,150
Purchased Services	49,705	78,059
Supplies and Materials	42,200	34,239
	<u>\$ 572,872</u>	<u>\$ 619,015</u>
Gifted Programs		
Salaries	\$ 338,743	\$ 339,144
Employee Benefits	30,992	31,044
Supplies and Materials	500	315
	<u>\$ 370,235</u>	<u>\$ 370,503</u>
Driver's Education Programs		
Salaries	\$ 297,514	\$ 296,933
Employee Benefits	18,898	27,961
Purchased Services	497	5,768
Supplies and Materials	3,398	1,524
	<u>\$ 320,307</u>	<u>\$ 332,186</u>
Bilingual Programs		
Salaries	\$ 1,927,483	\$ 1,796,896
Employee Benefits	310,984	298,929
Purchased Services	750	-
Supplies and Materials	7,500	351
	<u>\$ 2,246,717</u>	<u>\$ 2,096,176</u>
Private Tuition		
Special Education Programs K-12		
Other Objects	\$ 3,356,818	\$ 3,357,930
	<u>\$ 3,356,818</u>	<u>\$ 3,357,930</u>
Student Activity Fund Expenditures		
Regular K-12 Programs		
Other Objects	\$ 835,000	\$ 1,081,786
	<u>\$ 835,000</u>	<u>\$ 1,081,786</u>
State Retirement Contributions		
	<u>\$ 26,505,277</u>	<u>\$ 28,756,695</u>
Total Instruction	<u>\$ 84,211,124</u>	<u>\$ 85,050,188</u>
Support Services		
Pupil		
Attendance and Social Work Services		
Salaries	\$ 1,345,505	\$ 1,311,781
Employee Benefits	217,724	209,942
Purchased Services	1,794	6,702
Supplies and Materials	6,500	2,177
	<u>\$ 1,571,523</u>	<u>\$ 1,530,602</u>
Guidance Services		
Salaries	\$ 933,365	\$ 986,762
Employee Benefits	179,301	179,645
Purchased Services	2,000	2,327
Supplies and Materials	8,250	5,827
Other Objects	1,500	1,274
Non-Capitalized Equipment	500	-
	<u>\$ 1,124,916</u>	<u>\$ 1,175,835</u>

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts	Actual Amounts
	Original and Final	
EXPENDITURES (Continued)		
Support Services (Continued)		
Pupil (Continued)		
Health Services		
Salaries	\$ 1,144,248	\$ 1,116,943
Employee Benefits	138,447	121,394
Purchased Services	134,811	148,969
Supplies and Materials	24,000	23,643
Other Objects	-	730
	<u>\$ 1,441,506</u>	<u>\$ 1,411,679</u>
Psychological Services		
Salaries	\$ 927,951	\$ 930,082
Employee Benefits	143,713	138,755
Purchased Services	10,000	22,835
Supplies and Materials	7,500	9,045
	<u>\$ 1,089,164</u>	<u>\$ 1,100,717</u>
Speech Pathology and Audiology Services		
Salaries	\$ 982,332	\$ 986,356
Employee Benefits	170,448	166,089
Purchased Services	12,784	86,162
Supplies and Materials	5,000	6,967
	<u>\$ 1,170,564</u>	<u>\$ 1,245,574</u>
Other Support Services - Pupil		
Purchased Services	\$ 214,947	\$ 176,276
Supplies and Materials	10,000	9,015
	<u>\$ 224,947</u>	<u>\$ 185,291</u>
Total Support Services - Pupil	<u>\$ 6,622,620</u>	<u>\$ 6,649,698</u>
Instructional Staff		
Improvement of Instruction Services		
Salaries	\$ 88,634	\$ 73,413
Employee Benefits	757	1,354
Purchased Services	278,303	528,267
Supplies and Materials	28,000	27,772
	<u>\$ 395,694</u>	<u>\$ 630,806</u>
Educational Media Services		
Salaries	\$ 1,009,956	\$ 990,755
Employee Benefits	160,596	145,662
Purchased Services	7,000	2,650
Supplies and Materials	97,300	83,432
Non-Capitalized Equipment	1,500	614
	<u>\$ 1,276,352</u>	<u>\$ 1,223,113</u>
Assessment and Testing		
Purchased Services	\$ 100,000	\$ 77,143
Supplies and Materials	5,000	3,220
	<u>\$ 105,000</u>	<u>\$ 80,363</u>
Total Support Services - Instructional Staff	<u>\$ 1,777,046</u>	<u>\$ 1,934,282</u>
General Administration		
Board of Education Services		
Employee Benefits	\$ -	\$ 500,000
Purchased Services	365,000	348,595
Supplies and Materials	4,000	3,757
Other Objects	25,000	32,248
	<u>\$ 394,000</u>	<u>\$ 884,600</u>
Executive Administration Services		
Salaries	\$ 316,689	\$ 333,276
Employee Benefits	92,466	99,685
Purchased Services	26,500	68,850
Supplies and Materials	32,500	13,229
Other Objects	7,000	21,673
	<u>\$ 475,155</u>	<u>\$ 536,713</u>

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts	Actual Amounts
	Original and Final	
EXPENDITURES (Continued)		
Support Services (Continued)		
General Administration (Continued)		
Special Area Administrative Services		
Salaries	\$ 585,537	\$ 592,358
Employee Benefits	173,997	165,680
Purchased Services	66,000	64,618
Supplies and Materials	10,000	3,159
Other Objects	2,500	1,515
	<u>\$ 838,034</u>	<u>\$ 827,330</u>
Tort Immunity Services		
Purchased Services	\$ 838,675	\$ 837,974
	<u>\$ 838,675</u>	<u>\$ 837,974</u>
 Total Support Services - General Administration	 <u>\$ 2,545,864</u>	 <u>\$ 3,086,617</u>
 School Administration		
Office of the Principal Services		
Salaries	\$ 4,232,262	\$ 4,217,382
Employee Benefits	1,363,187	1,425,984
Purchased Services	7,350	16,361
Supplies and Materials	36,639	30,225
Other Objects	17,725	14,994
Non-Capitalized Equipment	2,000	-
Termination Benefits	-	28,430
	<u>\$ 5,659,163</u>	<u>\$ 5,733,376</u>
 Total Support Services - School Administration	 <u>\$ 5,659,163</u>	 <u>\$ 5,733,376</u>
 Business		
Direction of Business Support Services		
Salaries	\$ 215,765	\$ 215,808
Employee Benefits	109,286	61,349
Purchased Services	1,750	250
Supplies and Materials	1,000	-
Other Objects	5,000	3,979
	<u>\$ 332,801</u>	<u>\$ 281,386</u>
Fiscal Services		
Salaries	\$ 531,387	\$ 370,759
Employee Benefits	97,767	91,795
Purchased Services	397,000	182,395
Supplies and Materials	40,000	16,199
Other Objects	90,000	43,379
Non-Capitalized Equipment	40,000	-
Termination Benefits	10,000	10,911
	<u>\$ 1,206,154</u>	<u>\$ 715,438</u>
 Total Support Services - Business	 <u>\$ 1,538,955</u>	 <u>\$ 996,824</u>
 Food Services		
Purchased Services	\$ 1,745,000	\$ 1,705,023
Supplies and Materials	130,889	112,634
Other Objects	50,000	1,597
Non-Capitalized Equipment	6,000	7,795
Total Support Services - Food Services	<u>\$ 1,931,889</u>	<u>\$ 1,827,049</u>
 Internal Services		
Purchased Services	\$ 21,976	\$ 21,100
Total Support Services - Internal Services	<u>\$ 21,976</u>	<u>\$ 21,100</u>

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts	Actual Amounts
	Original and Final	
EXPENDITURES (Continued)		
Support Services (Continued)		
Central		
Planning, Research, Development and Evaluation Services		
Salaries	\$ 2,124,851	\$ 1,965,246
Employee Benefits	410,241	495,489
Purchased Services	51,000	228,653
Supplies and Materials	5,000	1,800
Other Objects	5,000	826
Termination Benefits	-	6,950
	<u>\$ 2,596,092</u>	<u>\$ 2,698,964</u>
Information Services		
Salaries	\$ 207,262	\$ 244,282
Employee Benefits	61,512	54,284
Purchased Services	150,500	149,003
Supplies and Materials	41,000	14,858
Other Objects	1,000	3
Non-Capitalized Equipment	5,500	-
	<u>\$ 466,774</u>	<u>\$ 462,430</u>
Staff Services		
Salaries	\$ 592,497	\$ 493,307
Employee Benefits	133,524	190,534
Purchased Services	295,800	182,406
Supplies and Materials	4,600	4,067
Other Objects	5,000	2,299
Termination Benefits	70,000	-
	<u>\$ 1,101,421</u>	<u>\$ 872,613</u>
Data Processing Services		
Salaries	\$ 1,380,062	\$ 1,209,803
Employee Benefits	202,832	207,531
Purchased Services	288,000	328,782
Supplies and Materials	915,000	951,247
Other Objects	2,000	1,960
Non-Capitalized Equipment	1,290,000	1,170,135
Termination Benefits	5,000	22,415
	<u>\$ 4,082,894</u>	<u>\$ 3,891,873</u>
Total Support Services - Central	<u>\$ 8,247,181</u>	<u>\$ 7,925,880</u>
Other Support Services		
Salaries	\$ 267,776	\$ 265,230
Employee Benefits	87,294	86,498
Purchased Services	250,250	214,474
Supplies and Materials	30,200	20,449
Non-Capitalized Equipment	120,050	132,796
Total Support Services - Other Support Services	<u>\$ 755,570</u>	<u>\$ 719,447</u>
Total Support Services	<u>\$ 29,100,264</u>	<u>\$ 28,894,273</u>
Community Services		
Salaries	\$ 71,825	\$ 44,417
Employee Benefits	108	108
Purchased Services	20,135	9,663
Supplies and Materials	8,562	6,622
Other Objects	2,500	-
Total Community Services	<u>\$ 103,130</u>	<u>\$ 60,810</u>
Intergovernmental Payments		
Payments to Other Districts and Governmental Units-Tuition (In-State)		
Payments for Regular Programs		
Other Objects	\$ 200,000	\$ 302,818
Payments for Special Education Programs		
Other Objects	460,750	425,688
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ 660,750</u>	<u>\$ 728,506</u>
Total Intergovernmental Payments	<u>\$ 660,750</u>	<u>\$ 728,506</u>

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL FUND - EDUCATIONAL FUND
 YEAR ENDED JUNE 30, 2024

	Budgeted Amounts Original and Final	Actual Amounts
EXPENDITURES (Continued)		
Capital Outlay		
Instruction		
Regular Programs	\$ 15,000	\$ -
Pre-K Programs	-	52,995
Other Instructional Programs	35,714	-
Support Services		
Instructional Staff	7,998	-
Food Services	26,000	-
Central	434,000	397,198
Other Support Services	-	407,895
Total Capital Outlay	\$ 518,712	\$ 858,088
Total Expenditures	\$ 114,593,980	\$ 115,591,865
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 149,781	\$ 3,564,796
OTHER FINANCING SOURCES (USES)		
Interfund Transfers	(1,572,609)	(1,572,609)
NET CHANGE IN FUND BALANCE	\$ (1,422,828)	\$ 1,992,187
FUND BALANCE - JULY 1, 2023		60,667,871
FUND BALANCE ADJUSTMENT (NOTE 15)		(486,084)
FUND BALANCE - JUNE 30, 2024		\$ 62,173,974

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL FUND - WORKING CASH FUND
 YEAR ENDED JUNE 30, 2024

	Budgeted Amounts Original and Final	Actual Amounts
REVENUES		
Property Taxes	\$ 496,603	\$ 498,277
Earnings on Investments	275,516	272,214
Total Revenues	\$ 772,119	\$ 770,491
EXPENDITURES	\$ -	\$ -
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 772,119	\$ 770,491
OTHER FINANCING SOURCES (USES)		
Interfund Transfers	\$ (267,200)	\$ (6,520,118)
Principal on Bonds Sold	-	6,252,918
Total Other Financing Sources (Uses)	\$ (267,200)	\$ (267,200)
NET CHANGE IN FUND BALANCE	\$ 504,919	\$ 503,291
FUND BALANCE - JULY 1, 2023		4,855,329
FUND BALANCE - JUNE 30, 2024		\$ 5,358,620

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICES FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts Original and Final	Actual Amounts
REVENUES		
Property Taxes	\$ 7,087,093	\$ 7,125,972
Earnings on Investments	100,756	144,051
Total Revenues	\$ 7,187,849	\$ 7,270,023
EXPENDITURES		
Debt Services		
Interest		
Other Interest on Long-Term Debt		
Other Objects	\$ 2,713,707	\$ 2,489,966
Total Debt Services - Interest	\$ 2,713,707	\$ 2,489,966
Debt Services		
Payments of Principal on Long-Term Debt		
Other Objects	\$ 4,816,585	\$ 4,710,863
Total Debt Services - Payment of Principal on Long-Term Debt	\$ 4,816,585	\$ 4,710,863
Debt Services		
Other		
Purchased Services	\$ 2,075	\$ 1,989
Other Objects	-	47,082
Total Debt Services - Other	\$ 2,075	\$ 49,071
Total Debt Services	\$ 7,532,367	\$ 7,249,900
Total Expenditures	\$ 7,532,367	\$ 7,249,900
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (344,518)	\$ 20,123
OTHER FINANCING SOURCES (USES)		
Interfund Transfers	\$ 260,496	\$ 1,055
Principal on Bonds Sold	-	47,082
Total Other Financing Sources (Uses)	\$ 260,496	\$ 48,137
NET CHANGE IN FUND BALANCE	\$ (84,022)	\$ 68,260
FUND BALANCE - JULY 1, 2023		4,611,746
FUND BALANCE - JUNE 30, 2024		\$ 4,680,006

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts Original and Final	Actual Amounts
REVENUES		
Property Taxes	\$ 353,495	\$ 250,046
Earnings on Investments	56,000	551,794
Other Local Sources	125,000	424,736
Total Revenues	\$ 534,495	\$ 1,226,576
EXPENDITURES		
Support Services		
Facilities Acquisition and Construction		
Purchased Services	\$ 3,378,651	\$ -
Supplies and Materials	2,055,487	-
Other Objects	3,650,000	-
Total Support Services - Facilities Acquisition and Construction	\$ 9,084,138	\$ -
Total Support Services	\$ 9,084,138	\$ -
Capital Outlay		
Support Services		
Facilities Acquisition and Construction	\$ 12,297,546	\$ 21,005,741
Total Capital Outlay	\$ 12,297,546	\$ 21,005,741
Total Expenditures	\$ 21,381,684	\$ 21,005,741
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (20,847,189)	\$ (19,779,165)
OTHER FINANCING SOURCES (USES)		
Interfund Transfers	9,714,809	16,092,727
NET CHANGE IN FUND BALANCE	\$ (11,132,380)	\$ (3,686,438)
FUND BALANCE - JULY 1, 2023		14,082,706
FUND BALANCE - JUNE 30, 2024		\$ 10,396,268

See Accompanying Independent Auditor's Report

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
COMPUTATION OF OPERATING EXPENSE PER PUPIL
AND PER CAPITA TUITION CHARGE
YEAR ENDED JUNE 30, 2024

ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2023 - 2024)

This schedule is completed for school districts only.

Fund	Sheet, Row	ACCOUNT NO - TITLE	Amount
OPERATING EXPENSE PER PUPIL			
EXPENDITURES:			
ED	Expenditures 16-24, L116	Total Expenditures	\$ 85,753,384
O&M	Expenditures 16-24, L155	Total Expenditures	7,197,410
DS	Expenditures 16-24, L178	Total Expenditures	7,249,900
TR	Expenditures 16-24, L214	Total Expenditures	5,410,354
MR/SS	Expenditures 16-24, L292	Total Expenditures	2,411,376
Total Expenditures			\$ 108,022,424
LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM:			
ED	Expenditures 16-24, L7, Col K - (G+)	1125 Pre-K Programs	\$ 9,723,492
ED	Expenditures 16-24, L9, Col K - (G+)	1225 Special Education Programs Pre-K	616,199
ED	Expenditures 16-24, L15, Col K - (G+)	1600 Summer School Programs	619,015
ED	Expenditures 16-24, L22, Col K	1912 Special Education Programs K-12 - Private Tuition	3,357,930
ED	Expenditures 16-24, L77, Col K - (G+)	3000 Community Services	60,810
ED	Expenditures 16-24, L104, Col K	4000 Total Payments to Other Govt Units	728,506
ED	Expenditures 16-24, L116, Col G	- Capital Outlay	858,088
ED	Expenditures 16-24, L116, Col I	- Non-Capitalized Equipment	1,468,656
O&M	Expenditures 16-24, L143, Col K	4000 Total Payments to Other Govt Units	0
O&M	Expenditures 16-24, L155, Col G	- Capital Outlay	178,278
O&M	Expenditures 16-24, L155, Col I	- Non-Capitalized Equipment	73,919
DS	Expenditures 16-24, L174, Col K	5300 Debt Service - Payments of Principal on Long-Term Debt	4,710,863
TR	Expenditures 16-24, L189, Col K - (G+)	3000 Community Services	0
TR	Expenditures 16-24, L200, Col K	4000 Total Payments to Other Govt Units	0
TR	Expenditures 16-24, L210, Col K	5300 Debt Service - Payments of Principal on Long-Term Debt	0
TR	Expenditures 16-24, L214, Col G	- Capital Outlay	1,262,167
TR	Expenditures 16-24, L214, Col I	- Non-Capitalized Equipment	0
MR/SS	Expenditures 16-24, L220, Col K	1125 Pre-K Programs	270,914
MR/SS	Expenditures 16-24, L222, Col K	1225 Special Education Programs - Pre-K	41,741
MR/SS	Expenditures 16-24, L228, Col K	1600 Summer School Programs	18,545
MR/SS	Expenditures 16-24, L277, Col K	3000 Community Services	6,612
Total Deductions for OEPP Computation (Sum of Lines 18 - 95)			\$ 23,995,735
Total Operating Expenses Regular K-12 (Line 14 minus Line 96)			84,026,689
9 Month ADA from Average Daily Attendance - Student Information System (SIS) in IWAS-preliminary ADA 2023-2024			5,262.23
Estimated OEPP (Line 97 divided by Line 98)			\$ 15,967.89
PER CAPITA TUITION CHARGE			
LESS OFFSETTING RECEIPTS/REVENUES:			
TR	Revenues 10-15, L45, Col F	1415 Regular - Transp Fees from Co-curricular Activities (In State)	\$ 28,247
ED	Revenues 10-15, L75, Col C	1600 Total Food Service	1,702,270
ED-O&M	Revenues 10-15, L83, Col C, D	1700 Total District/School Activity Income (without Student Activity Funds)	1,383,425
ED	Revenues 10-15, L90, Col C	1821 Sales - Regular Textbooks	3,193
ED	Revenues 10-15, L94, Col C	1890 Other (Describe & Itemize)	14,861
ED-O&M	Revenues 10-15, L97, Col C, D	1910 Rentals	149,177
ED-O&M-TR	Revenues 10-15, L100, Col C, D, F	1940 Services Provided Other Districts	0
ED-O&M-DS-TR-MR/SS	Revenues 10-15, L106, Col C, D, E, F, G	1991 Payment from Other Districts	0
ED	Revenues 10-15, L108, Col C	1993 Other Local Fees (Describe & Itemize)	105,490
ED-O&M-TR	Revenues 10-15, L134, Col C, D, F	3100 Total Special Education	1,170,180
ED-O&M-MR/SS	Revenues 10-15, L143, Col C, D, G	3200 Total Career and Technical Education	41,310
ED	Revenues 10-15, L148, Col C	3360 State Free Lunch & Breakfast	5,924
ED-O&M	Revenues 10-15, L150, Col C, D	3370 Driver Education	27,525
ED-O&M-TR-MR/SS	Revenues 10-15, L157, Col C, D, F, G	3500 Total Transportation	1,897,714
O&M	Revenues 10-15, L169, Col D	3925 School Infrastructure - Maintenance Projects	0
ED-O&M-DS-TR-MR/SS-Tort	Revenues 10-15, L170, Col C, G, J	3999 Other Restricted Revenue from State Sources	67,734
ED-MR/SS	Revenues 10-15, L200, Col C, G	4200 Total Food Service	548,306
ED-O&M-TR-MR/SS	Revenues 10-15, L206, Col C, D, F, G	4300 Total Title I	288,617
ED-O&M-TR-MR/SS	Revenues 10-15, L211, Col C, D, F, G	4400 Total Title IV	8,871
ED-O&M-TR-MR/SS	Revenues 10-15, L215, Col C, D, F, G	4620 Fed - Spec Education - IDEA - Flow Through	1,354,105
ED-O&M-TR-MR/SS	Revenues 10-15, L216, Col C, D, F, G	4625 Fed - Spec Education - IDEA - Room & Board	133,504
ED-O&M-MR/SS	Revenues 10-15, L223, Col C, D, G	4700 Total CTE - Perkins	17,634
ED-TR-MR/SS	Revenues 10-15, L257, Col C, F, G	4905 Title III - Immigrant Education Program (IEP)	21,291
ED-TR-MR/SS	Revenues 10-15, L258, Col C, F, G	4909 Title III - Language Inst Program - Limited Eng (LIPLEP)	101,126
ED-O&M-TR-MR/SS	Revenues 10-15, L261, Col C, D, F, G	4932 Title II - Teacher Quality	117,313
ED-O&M-TR-MR/SS	Revenues 10-15, L265, Col C, D, F, G	4991 Medicaid Matching Funds - Administrative Outreach	98,826
ED-O&M-TR-MR/SS	Revenues 10-15, L266, Col C, D, F, G	4992 Medicaid Matching Funds - Fee-for-Service Program	119,177
ED-O&M-TR-MR/SS	Revenues 10-15, L267, Col C, D, F, G	4998 Other Restricted Revenue from Federal Sources (Describe & Itemize)	685,874
ED-TR-MR/SS	Revenues (Part of EBF Payment)	3100 Special Education Contributions from EBF Funds **	1,710,717
ED-MR/SS	Revenues (Part of EBF Payment)	3300 English Learning (Bilingual) Contributions from EBF Funds **	73,658
Total Deductions for PCTC Computation Line 104 through Line 193			\$ 11,876,069
Net Operating Expense for Tuition Computation (Line 97 minus Line 195)			72,150,620
Total Depreciation Allowance (from page 36, Line 18, Col I)			6,514,772
Total Allowance for PCTC Computation (Line 196 plus Line 197)			78,665,392
9 Month ADA from Average Daily Attendance - Student Information System (SIS) in IWAS-preliminary ADA 2023-2024			5,262.23
Total Estimated PCTC (Line 198 divided by Line 199) *			\$ 14,949.06

*The total OEPP/PCTC may change based on the data provided. The final amounts will be calculated by ISBE. The 9-month ADA listed on the this tab is NOT the final 9-month ADA.

Unaudited

ANNUAL FEDERAL FINANCIAL COMPLIANCE SECTION



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH THE UNIFORM GUIDANCE

To the Board of Education
Lake Zurich Community Unit School District No. 95
Lake Zurich, Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited

Lake Zurich Community Unit School District No. 95's

compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Lake Zurich Community Unit School District No. 95's major federal programs for the year ended June 30, 2024. Lake Zurich Community Unit School District No. 95's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Lake Zurich Community Unit School District No. 95 complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

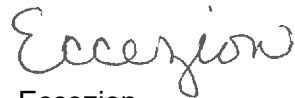
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The 2023 comparative information shown in the Schedule of Expenditures of Federal Awards was subjected to auditing procedures by us in our report dated October 6, 2023 expressed an unmodified opinion that such information was fairly stated in all material respects in relation to the 2023 financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Eccezion
Strategic Business Solutions

McHenry, Illinois
October 29, 2024

Lake Zurich Community Unit School District No. 95

34-049-0950-26

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ending June 30, 2024

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Year 7/1/22-6/30/23 (E)	Expenditure/Disbursements ⁴		Year 7/1/23-6/30/24 Pass through to Subrecipients	Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/22-6/30/23 (C)	Year 7/1/23-6/30/24 (D)		Year 7/1/22-6/30/23 (E)	Year 7/1/23-6/30/24 (F)				
CHILD NUTRITION CLUSTER											
U.S. Department of Agriculture passed through Illinois State Board of Education											
Food Donation Program (Non-Cash Commodities)	10.555	24-4299-00		75,276			75,276			75,276	n/a
National School Lunch Program *	10.555	23-4210-00	348,966	77,126	348,966		77,126			426,092	n/a
Covid-19 ARP National School Lunch Program *	10.555	23-4210-BT		3,256			3,256			3,256	n/a
National School Lunch Program *	10.555	24-4210-00		340,540			340,540			340,540	n/a
Covid-19 ARP Nutrition Supply Chain Assistance *	10.555	24-4210-SC		106,779			106,779			106,779	n/a
U.S. Department of Defense passed through Illinois State Board of Education											
Food Donation Program (Non-Cash Commodities)	10.555	24-4299-00		35,265			35,265			35,265	n/a
Subtotal CFDA 10.555			348,966	638,242	348,966		638,242			987,208	
U.S. Department of Agriculture passed through Illinois State Board of Education											
School Breakfast Program *	10.553	24-4220-00		20,604			20,604			20,604	n/a
Subtotal CFDA 10.553				20,604			20,604			20,604	
Total Child Nutrition Cluster			348,966	658,846	348,966		658,846			1,007,812	
Subtotal CFDA "10"			348,966	658,846	348,966		658,846			1,007,812	
U.S. Department of Education passed through Illinois State Board of Education											
Title I - Low Income **	84.010	23-4300-00	159,921	95,450	159,921		95,450			255,371	305,318
Title I - Low Income **	84.010	24-4300-00		193,167			193,167			193,167	216,335
Subtotal CFDA 84.010			159,921	288,617	159,921		288,617			448,538	
Title II - Teacher Quality **	84.367	23-4932-00	37,274	30,781	37,274		30,781			68,055	107,909
Title II - Teacher Quality **	84.367	24-4932-00		86,532			86,532			86,532	130,727
Subtotal CFDA 84.367			37,274	117,313	37,274		117,313			154,587	
Title III - IEP **	84.365	23-4905-00		20,291			20,291			20,291	21,400
Title III - IEP **	84.365	24-4905-00		1,000			1,000			1,000	13,809
Title III - LIPLEP **	84.365	23-4909-00	35,142	36,013	35,142		36,013			71,155	71,977
Title III - LIPLEP **	84.365	24-4909-00		65,113			65,113			65,113	76,022
Subtotal CFDA 84.365			35,142	122,417	35,142		122,417			157,559	
Title IV, Part A - Student Support & Academic Enrichment **	84.424	24-4400-00		8,871			8,871			8,871	20,214
Subtotal CFDA 84.424				8,871			8,871			8,871	
Covid-19 ARP - LEA and COOP American Rescue Plan *	84.425U	24-4998-E3		633,427			633,427			633,427	633,427
Subtotal CFDA 84.425				633,427			633,427			633,427	
SPECIAL EDUCATION CLUSTER											
Special Education - IDEA Flow Through (M)	84.027	23-4620-00	1,281,605	87,420	1,281,605		87,420			1,369,025	1,828,693
Special Education - IDEA Flow Through (M)	84.027	24-4620-00		1,266,685			1,266,685			1,266,685	1,805,769
Special Education - IDEA - Room & Board ** (M)	84.027	23-4625-00	214,806	60,937	214,806		60,937			275,743	n/a
Special Education - IDEA - Room & Board ** (M)	84.027	24-4625-00		72,566			72,566			72,566	n/a
Covid-19 - ARP IDEA * (M)	84.027X	24-4998-ID		49,503			49,503			49,503	69,458
Subtotal CFDA 84.027			1,496,411	1,537,111	1,496,411		1,537,111			3,033,522	

Lake Zurich Community Unit School District No. 95

34-049-0950-26

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ending June 30, 2024

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Expenditure/Disbursements ⁴			Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/22-6/30/23 (C)	Year 7/1/23-6/30/24 (D)	Year 7/1/22-6/30/23 (E)	Year 7/1/22-6/30/23 Pass through to Subrecipients	Year 7/1/23-6/30/24 (F)			
Special Education - Preschool (M)	84.173	23-4600-00	6,706	2,917	6,706		2,917		9,623	39,896
Special Education - Preschool (M)	84.173	24-4600-00		17,198			17,198		17,198	64,141
Covid-19 - IDEA Preschool ARP *(M)	84.173X	24-4998-PS		2,944			2,944		2,944	25,594
Subtotal CFDA 84.173			6,706	23,059	6,706		23,059		29,765	
Total Special Education Cluster			1,503,117	1,560,170	1,503,117		1,560,170		3,063,287	
U.S. Department of Education passed through Lake County Area Vocational System										
V.E Perkins - Title IIC - Secondary	84.048	23-4745-00	15,230	1,202	15,230		1,202		16,432	16,432
V.E Perkins - Title IIC - Secondary	84.048	24-4745-00		16,432			16,432		16,432	16,432
Subtotal CFDA 84.048			15,230	17,634	15,230		17,634		32,864	
Total CFDA "84"			1,750,684	2,748,449	1,750,684		2,748,449		4,499,133	
MEDICAID CLUSTER										
U.S. Department of Health and Human Services										
Passed Through Illinois Department of Healthcare and Family Services										
Medicaid Matching Funds - Admin Outreach	93.778	24-4991-00		102,944			102,944		102,944	n/a
Subtotal CFDA 93.778				102,944			102,944		102,944	
Total Medicaid Cluster				102,944			102,944		102,944	
Total CFDA "93"				102,944			102,944		102,944	
Total Federal Assistance			2,099,650	3,510,239	2,099,650		3,510,239		5,609,889	
* Project End 9/30										
** Project End 8/31										

• (M) Program was audited as a major program as defined by §200.518.

*Include the total amount provided to subrecipients from each Federal program. §200.510 (b)(4).

The accompanying notes are an integral part of this schedule.

¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.

² When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.

³ When awards are received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included in the schedule. §200.510 (b)(2)

⁴ The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in the schedule and suggests to include the amounts in the SEFA notes.

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2024

NOTE 1 - BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards includes the federal award activity of Lake Zurich Community Unit School District No. 95 under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the schedule may differ from amounts presented in, and used in the preparation of, the basic financial statements.

NOTE 2 - SUMMARY OF ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 - INDIRECT COST RATE

The District has elected not to use the 10 percent de minimis indirect rate as allowed under the Uniform Guidance.

NOTE 4 - SUBRECIPIENTS

The District did not provide federal awards to subrecipients during the year ended June 30, 2024.

NOTE 5 - FEDERAL LOANS

There were no federal loans or loan guarantees outstanding at year end.

NOTE 6 - DONATED PERSONAL PROTECTIVE EQUIPMENT (PPE) (UNAUDITED)

The District was not a recipient of federally donated PPE.

LAKE ZURICH COMMUNITY UNIT SCHOOL DISTRICT NO. 95
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2024

- 1) Summary of auditor's results:
 - a) The auditor's report expresses an unmodified opinion on whether the financial statements of Lake Zurich Community Unit School District No. 95 were prepared in accordance with GAAP.
 - b) No significant deficiencies are reported during the audit of the financial statements. No material weaknesses are reported.
 - c) No instances of noncompliance material to the financial statements of Lake Zurich Community Unit School District No. 95, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
 - d) No significant deficiencies in internal control over major federal award programs are reported during the audit of the financial statements. No material weaknesses in internal control over major federal award programs are reported.
 - e) The auditor's report on compliance for the major federal award programs for Lake Zurich Community Unit School District No. 95 expresses an unmodified opinion on all major federal programs.
 - f) There are no audit findings that are required to be reported in accordance with Uniform Guidance 2 CFR section 200.516(a).
 - g) The program tested as a major program was: Special Education Cluster (CFDA #84.027, #84.027X, #84.173, and #84.173X).
 - h) The threshold used for distinguishing between Type A and Type B programs was \$750,000.
 - i) Lake Zurich Community Unit School District No. 95 was determined to be a low-risk auditee.
- 2) There were no findings related to the financial statements which are required to be reported.
- 3) There were no findings related to federal awards which are required to be reported.

LAKE ZURICH CUSD 95
34-049-0950-26
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2024

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ **2024 - NONE** 2. THIS FINDING IS: New Repeat from Prior Year?
Year originally reported? _____

3. Criteria or specific requirement

4. Condition

5. Context¹²

6. Effect

7. Cause

8. Recommendation

9. Management's response¹³

¹¹ A suggested format for assigning reference numbers is to use the digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year **2021** would be assigned a reference number of **2021-001, 2021-002**, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

¹² Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.

¹³ See §200.521 *Management decision* for additional guidance on reporting management's response.

LAKE ZURICH CUSD 95
34-049-0950-26
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2024

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴ **2024 - NONE** 2. THIS FINDING IS: New Repeat from Prior year?
Year originally reported? _____

3. Federal Program Name and Year: _____

4. Project No.: _____ 5. CFDA No.: _____

6. Passed Through: _____

7. Federal Agency: _____

8. Criteria or specific requirement (including statutory, regulatory, or other citation)

9. Condition¹⁵

10. Questioned Costs¹⁶

11. Context¹⁷

12. Effect

13. Cause

14. Recommendation

15. Management's response¹⁸

¹⁴ See footnote 11.

¹⁵ Include facts that support the deficiency identified on the audit finding (§200.516 (b)(3)).

¹⁶ Identify questioned costs as required by §200.516 (a)(3 - 4).

¹⁷ See footnote 12.

¹⁸ To the extent practical, indicate when management does not agree with the finding, questioned cost, or both.

LAKE ZURICH CUSD 95
34-049-0950-26
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS¹⁹
Year Ending June 30, 2024

[If there are no prior year audit findings, please submit schedule and indicate **NONE**]

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u> ²⁰
NONE		

When possible, all prior findings should be on the same page

¹⁹ Explanation of this schedule - §200.511 (b)

²⁰ Current Status should include one of the following:

- A statement that corrective action was taken
- A description of any partial or planned corrective action
- An explanation if the corrective action taken was significantly different from that previously reported or in the management decision received from the pass-through entity.