

HAZEL CREST SCHOOL DISTRICT 152.5

COOK COUNTY, ILLINOIS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
JUNE 30, 2024



HAZEL CREST SCHOOL DISTRICT 152.5
TABLE OF CONTENTS

	<u>Page(s)</u>
Independent Auditor's Report	1-3
Management's Discussion and Analysis (Unaudited)	4-12
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Net Position – Modified Cash Basis	13
Statement of Activities – Modified Cash Basis	14
Fund Financial Statements	
Balance Sheet – Modified Cash Basis – Governmental Funds	15-16
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position – Modified Cash Basis	17
Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances – Modified Cash Basis – Governmental Funds	18-19
Reconciliation of the Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance of Governmental Funds to the Statement of Activities – Modified Cash Basis	20
Notes to Financial Statements	21-42
SUPPLEMENTARY INFORMATION	
Combining and Individual Fund Financial Statements and Schedules	
Major Governmental Funds	
General Fund	
Combining Balance Sheet – Modified Cash Basis	43
Combining Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances – Modified Cash Basis	44
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance – Budget and Actual – Modified Cash Basis	
Educational Account	45-53
Operations and Maintenance Account	54
Working Cash Account	55
Tort Immunity Account	56
Transportation Fund	57
Municipal Retirement/Social Security Fund	58-59
Debt Service Fund	60
Capital Projects Fund	61
Fire Prevention and Safety Fund	62
Notes to Supplementary Information	63
Illinois Grant Accountability and Transparency Act- Consolidated Year-End Financial Report	64
OTHER SUPPLEMENTARY INFORMATION	
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios – Illinois Municipal Retirement Fund	65
Schedule of the District's Proportionate Share of the Net Pension Liability – Teachers' Retirement System	66
Schedule of the District's Proportionate Share of the Net OPEB Liability – Teachers' Health Insurance Security Fund	67

HAZEL CREST SCHOOL DISTRICT 152.5
TABLE OF CONTENTS

Page(s)

OTHER SUPPLEMENTARY INFORMATION (Continued)

Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	68
Teachers' Retirement System.....	69
Teachers' Health Insurance Security Fund.....	70
Schedule of Assessed Valuations, Tax Levies Extended and Collections	71
Schedule of Debt Service Requirements.....	72
Debt Service Schedule by Levy Year	73
Schedule of Legal Debt Margin	74

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Hazel Crest School District 152.5
East Hazel Crest, Illinois

Report on the Audit of Financial Statements

Qualified Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities and each major fund of Hazel Crest School District 152.5 (District) 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, except for the effects of the matter described in the Basis for Qualified Opinions section of our report, the financial statements referred to above present fairly, in all material respects, the modified cash basis financial position of the governmental activities and each major fund of the District, as of June 30, 2024, and the changes in the modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Qualified 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 the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinions.

The Thornton Township School Treasurer maintains custody of the District's cash and investments within bank accounts as authorized by the Thornton Township School Treasurer's Office Trustees. During the year ended June 30, 2022, the Treasurer's office began experiencing issues in relation to cash and investment balances that stemmed from a lack of bank reconciliations being performed. Therefore, accounting errors were not being identified or corrected in a timely manner. As a result, the District is unable to obtain verification that bank balances reported are accurate. The Treasurer's office has compared the bank activity to amounts recorded in the accounting system, but a full reconciliation was not performed, nor were found discrepancies resolved in the accounting system. In addition, preliminary analysis indicated that the balances of cash and investments held in the pooled accounts at the Treasurer's office were materially different than the total amounts reflected on the member District's records. The impact to the financial statements of these uncorrected variances could not be determined.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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 Hazel Crest School District 152.5's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements and schedules and the consolidated year-end financial report 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 relates directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, except for the effects on the supplementary information of the qualified opinion on the basic financial statements as explained in the Basis for the Qualified Opinion section, the combining and individual fund financial statements and schedules and the consolidated year-end financial report are fairly stated, in all material respects, in relation to the basic financial statements as a whole on the basis of accounting described in Note 1.

We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, Hazel Crest School District 152.5's basic financial statements for the year ended June 30, 2023, which are not presented with the accompanying financial statements and we expressed a qualified opinion on the respective financial statements of the governmental activities and each major fund, as we were unable to obtain sufficient appropriate audit evidence about the carrying amount of the District's cash and investments. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The schedules of revenues received, expenditures disbursed, and changes in fund balances – budget and actual, for the year ended June 30, 2023, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2023 basic financial statements. The information was subjected to the audit procedures applied in the audit of those 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, except for the effects on the previously audited basic financial statements of the qualified opinion on the basic financial statements as explained in the Basis for the Qualified Opinion section, the 2023 schedules of revenues received, expenditures disbursed, and changes in fund balances – budget and actual are fairly stated, in all material respects, in relation to the basic financial statements from which they have been derived.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 12, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Calumet City, Illinois
June 12, 2025

HAZEL CREST SCHOOL DISTRICT NO. 152.5
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

Overview of the Financial Statements

This annual report consists of four parts – management's discussion and analysis (this section), the basic financial statements, supplementary information and other supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

District-Wide Financial Statements

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

The statement of net position presents information about the District's assets and liabilities. The difference between the total assets and liabilities is reported as total net position. The ending net position balance relates largely to the net change in capital assets and long-term debt as reported. 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 about how the District's net position changed during the fiscal year. In addition, the statement of activities presents the District in a functional format to identify the different activities that are accounted for in the various fund statements. All changes in net position are reported when revenue is received and expenses are paid. Depreciation expense on capital assets is included in the related functional segment where the asset is primarily in use.

The first two statements are district-wide financial statements that provide both short-term and long-term information about the District's overall financial status.

Fund Financial Statements

A fund is a grouping of related accounts 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.

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

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

The District considers all governmental funds to be major funds.

The District adopts an annual budget for each fund. A budgetary comparison schedule has been provided for each fund to demonstrate compliance with its budget.

HAZEL CREST SCHOOL DISTRICT NO. 152.5
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

Notes to the Financial Statements

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the district-wide and fund financial statements. The statements are followed by a section of other supplementary information that further explains and supports the financial statements including a comparison of the District’s budget verses actual results of operations for the year.

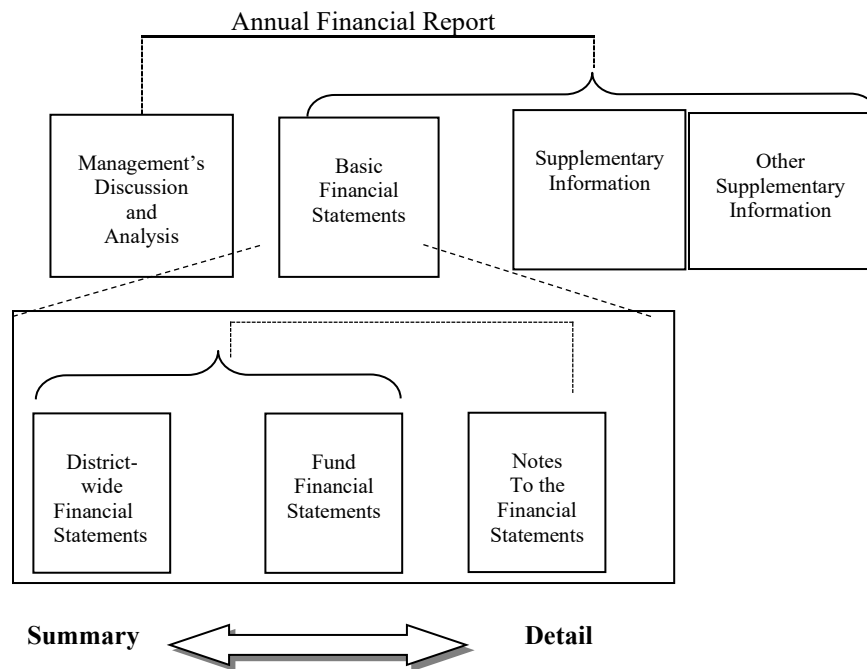
- The remaining statements are fund financial statements that focus on individual parts of the District, reporting the District’s operations in more detail than the district-wide statements.
- The governmental funds statements tell how basic services like regular and special education were financed in the short term as well as what remains for future spending.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain other supplementary information concerning the District’s progress in funding its obligation to provide pension and other post-retirement medical plan to its employees.

Figure A-1 shows how the various parts of this annual report are arranged and how they relate to one another.

Figure A-1. Organization of Hazel Crest School District No. 152.5’s



HAZEL CREST SCHOOL DISTRICT NO. 152.5
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain. The remainder of this section of management’s discussion and analysis highlights the structure and contents of each of the statements.

FIGURE A-2 Major Features of the District-wide and Fund Financial Statements		
	District-Wide Statements	Fund Financial Statements
		Governmental Funds
Scope	Entire District	The activities of the District that are not proprietary, such as Educational and Operations & Maintenance.
Required financial statements	• Statement of net position • Statement of activities	• Balance sheet • Statement of revenues, expenditures, and changes in fund balance.
Accounting basis and measurement focus.	Modified Cash basis of accounting and economic resources focus.	Cash basis of accounting and current financial resources focus.
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included.

Type of inflow/outflow Information	All revenues received and expenses paid during year, modified to include capital assets, net of accumulated depreciation & long-term debt.	Revenues for which amounts are received and recorded; expenditures when goods or services have been paid.
------------------------------------	--	---

This section of the District’s annual financial report presents its discussion and analysis of its financial performance during the year ending June 30, 2024. The management of the District encourages readers to consider the information presented herein in conjunction with the financial statements to enhance their understanding of the District’s financial performance.

HAZEL CREST SCHOOL DISTRICT NO. 152.5
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

Financial Highlights

On the District Fund Financial Statements

- The District State and Federal (outside of Evidence-based funding) revenue received in FY24 increased by \$1,834,786 in comparison to FY23 revenue received.
- Evidence-based funding (EBF) received in FY24 increased by \$635,659 in comparison to FY23 revenue received.
- Property tax and replacement tax revenue received in FY24 decreased by \$474,947 in comparison to FY23 revenue received.
- The District expenditures disbursed increased in FY24 by \$1,682,757 in comparison to FY23 expenditures disbursed, primarily due to an increases in support services of \$635,333 and non-programmed charges of \$864,356.

Financial Analysis of the District's Funds

As the District completed the year, its governmental funds reported a combined fund balance of \$21,314,621. Revenues from the District's statement of revenues, expenditures and changes in fund balances were \$28,098,155. Expenditures from the District's statement of revenues, expenditures and changes in fund balances were \$24,731,016.

Governmental Budgetary Highlights

The original budget as passed by the Board of Education was not amended during the year. The District's final budget for the Governmental Funds (General, Debt Service, Transportation, Municipal Retirement/Social Security, Capital Projects, and Fire Prevention and Safety), anticipated that revenues would exceed expenditures by approximately \$1,794,000; however, the actual reports for the year show revenues exceeding expenditures by \$4,477,139 (see page 19). See more budget information under notes to supplementary information on page 63.

Table 1			
Budgetary highlights			
Anticipated revenues over/(under) expenditures			
	<u>Revenue</u>	<u>Expenditures</u>	<u>Anticipated</u>
General	\$ 23,426,000	\$ 20,981,000	\$ 2,445,000
Debt Services	590,000	1,122,000	(532,000)
Transportation	1,018,000	1,409,000	(391,000)
Municipal Retirements/Social Security	628,000	358,000	270,000
Fire Prevention and Safety	2,000	-	2,000
Total	<u>\$ 25,664,000</u>	<u>\$ 23,870,000</u>	<u>\$ 1,794,000</u>

HAZEL CREST SCHOOL DISTRICT NO. 152.5
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

District-Wide Financial Analysis

Statement of Net Position:

The District's net position is \$63,267,902.

The District's financial position is the product of many factors. However, several events of the last year stand out:

- Current assets consist of cash and investments of \$21,331,663, which is in a shared pool of investments managed by the township's treasurer and \$36,111 cash maintained at the District.
- Net capital assets at June 30, 2024, totaled \$43,116,107.
- Current liabilities consist of the portion of the outstanding bonds and leases due within the next fiscal year of \$1,110,000 and \$52,826. There are also \$53,153 of salaries and benefits payable included within current liabilities.

Table 2		
Statement of Net Position- Modified Cash Basis		
	2024	2023
Current and other assets	\$ 21,367,774	\$ 16,945,755
Capital assets, net	43,116,107	43,225,136
Total assets	64,483,881	60,170,891
Current liabilities	1,215,979	1,142,962
Noncurrent liabilities	-	57,204
Total liabilities	1,215,979	1,200,166
Net position:		
Net invested in capital assets	41,953,281	42,133,243
Restricted	6,661,447	7,153,272
Unrestricted	14,653,174	9,684,210
Total net position	\$ 63,267,902	\$ 58,970,725

HAZEL CREST SCHOOL DISTRICT NO. 152.5
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

Statement of Activities:

The District's total general revenues were \$17,253,936, of which taxes represent \$7,098,360, and Evidence-based funding of \$9,636,612.

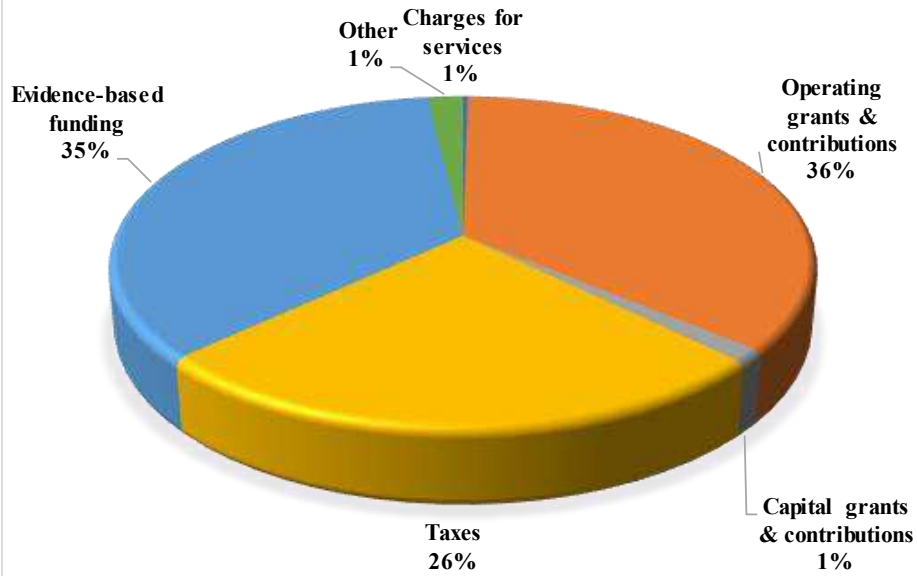
District charges for services along with State and Federal aid for specific programs brought in \$10,269,153 in revenues (includes on-behalf contributions from the State of Illinois of \$1,985,198).

The total cost of all programs and services was \$23,225,912. The District's expenses are predominantly related to instruction and support services. Other major expenses were incurred to cover the cost of outside special education services, building operations and transportation (includes on-behalf contributions from the State of Illinois of \$1,985,198).

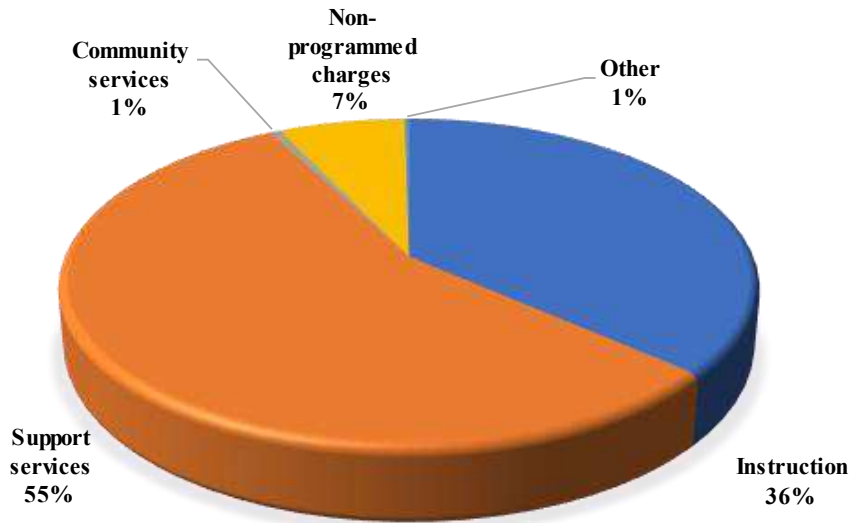
Table 3			
Statement of Activities- Modified Cash Basis			
	2024	2023	Increase (Decrease) \$
Revenues:			
Program revenues:			
Charges for services	\$ 72,854	\$ 144,446	\$ (71,592)
Operating grants & contributions	9,852,922	7,359,040	2,493,882
Capital grants & contributions	343,377	1,784,588	(1,441,211)
	<u>10,269,153</u>	<u>9,288,074</u>	<u>981,079</u>
General revenues:			
Taxes	7,098,360	7,573,307	(474,947)
Evidence-based funding	9,636,612	9,000,953	635,659
Other	518,964	388,248	130,716
	<u>17,253,936</u>	<u>16,962,508</u>	<u>291,428</u>
Total revenue	<u>27,523,089</u>	<u>26,250,582</u>	<u>1,272,507</u>
Expenses:			
Instruction	8,473,924	8,424,121	49,803
Support services	12,976,865	12,293,705	683,160
Community services	125,514	9,638	115,876
Non-programmed charges	1,593,610	729,254	864,356
Other	55,999	83,466	(27,467)
Total expenses	<u>23,225,912</u>	<u>21,540,184</u>	<u>1,685,728</u>
Change in net position	4,297,177	4,710,398	<u>\$ (413,221)</u>
Net Position – Beginning	<u>58,970,725</u>	<u>54,260,327</u>	
Net Position - Ending	<u>\$ 63,267,902</u>	<u>\$ 58,970,725</u>	

HAZEL CREST SCHOOL DISTRICT NO. 152.5
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

DISTRICT REVENUES FY2024



DISTRICT EXPENDITURES FY2024



HAZEL CREST SCHOOL DISTRICT NO. 152.5
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

Capital Asset and Long-Term Debt

Capital Assets

As of June 30, 2024, the District has invested \$43,116,107 (net of depreciation and amortization) in a broad range of capital assets, including land, buildings, improvements, equipment (i.e. computer, audio-visual, transportation and maintenance equipment and furniture), and lease assets (i.e. office equipment). This amount represents a net decrease (including additions and deductions) of \$217,262. See Note 3 for more information.

Table 4		
Capital Assets (net of depreciation/amortization)		
	2024	2023
Land	\$ 280,244	\$ 280,244
Buildings	50,726,725	50,726,725
Improvements	837,177	626,100
Equipment	2,182,976	1,375,933
Lease assets - equipment	212,129	212,129
Total	54,239,251	53,221,131
Total accumulated depreciation/amortization	11,123,144	9,887,762
Net Capital Assets	<u>\$ 43,116,107</u>	<u>\$ 43,333,369</u>

Long-Term Debt

As of June 30, 2024, the District had \$1,110,000 in general obligation bonds outstanding and \$52,826 in leases outstanding. See Note 4 for more information.

Table 5		
Outstanding Long-Term Debt		
	2024	2023
General obligation bonds	\$ 1,110,000	\$ 1,095,000
Lease liability	52,826	105,126
Total	<u>\$ 1,162,826</u>	<u>\$ 1,200,126</u>

- The state limits the amount of general obligation debt that the District can issue to 6.9% of the assessed value of all taxable property within the District's limits.

HAZEL CREST SCHOOL DISTRICT NO. 152.5
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

Factors Bearing on the District's Future

- The District relies on state funding via Evidence-based funding for operational purposes as they are a Tier I school district.
- In November 2024, the District issued \$7,000,000 General Obligation Debt Certificates (Limited Tax) for the purpose of improving school sites and altering, repairing, and equipping school buildings and facilities and authorizing the sale of said certificates to the purchaser thereof. The certificates will pay interest semi-annually on each June 1 and December 1, commencing on June 1, 2025. The certificates will bear interest at the initial rate of 5.50 percent per annum from the delivery date through and including March 12, 2025. Beginning March 13, 2025, the interest rate will reset to 6.00 percent. The bonds have a maturity date of December 1, 2034.
- In February 2025, the District issued \$16,700,000 in General Obligation Limited Tax School Bonds, Series 2025. Proceeds of the bonds will be used to pay off the \$7,000,000 of debt certificates dated November 13, 2024. Proceeds of the certificates were used to pay the costs of demolition of the existing educational facility and the construction of a new 40,000 square foot, two story facility, which will house the District administrative offices and conference spaces, an 800 seat auditorium, multipurpose meeting rooms, kitchen, and support spaces. Proceeds of the Bonds being used to pay the Claims will be deposited with the holders of the Certificates in an amount sufficient to pay the principal and interest on the Certificates upon redemption prior to maturity on the date of the issuance of the Bonds. Proceeds of the Bonds will also be deposited into the Working Cash Fund at closing. After proper abatement and transfer thereof from the Working Cash Fund, such Bond proceeds will also be used to pay costs of the Project. The District expects to contribute approximately \$2 million of operating funds to complete the Project. The District expects to complete the Project by the fall of 2026. The bonds will pay interest semi-annually on each June 1 and December 1, commencing on June 1, 2025. The bonds will bear interest rate of 5.00 percent. The bonds have a maturity date of December 1, 2039.
- During the fiscal year, the District did not appear to be billed by ECHO (for special education services) for the 3 months during FY24 (October 2023, November 2023 & December 2023). The total amount due to ECHO was \$408,257 (\$108,752.48/month for October 2023, November 2023 & December plus \$82,000.08 for 2022. These amounts due to ECHO were not paid as of April 23, 2025 but the District anticipates making these payments prior to the close of fiscal year 2025. No payable has been recorded FY25 payments since the District's financials are prepared on the modified cash basis of accounting.
- The District will continue pursuing future grant opportunities towards enhancing classroom development and student learning growth.

Request for Information

This financial report is designed to provide a general overview of the District's finances for those with an interest in the government's finances. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed to Business Services, 1223 173rd Street, East Hazel Crest, Illinois 60429.

BASIC FINANCIAL STATEMENTS

HAZEL CREST SCHOOL DISTRICT 152.5
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2024

	Governmental Activities
ASSETS	
Cash and investments - pooled accounts	\$ 21,331,663
Cash at district	36,111
Capital assets not being depreciated	280,244
Capital assets, net of accumulated depreciation/amortization	
Depreciable assets	42,779,578
Lease assets	56,285
Total Assets	64,483,881
LIABILITIES	
Current liabilities	
Salaries and benefits payable	53,153
Noncurrent liabilities	
Due within one year	
Bonds payable	1,110,000
Leases	52,826
Total Liabilities	1,215,979
NET POSITION	
Net investment in capital assets	41,953,281
Restricted for	
Transportation	4,131,773
Municipal retirements/social security	1,954,616
Debt service	396,794
Capital projects	961
Fire prevention and safety	177,303
Unrestricted	14,653,174
Total Net Position	\$ 63,267,902

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

HAZEL CREST SCHOOL DISTRICT 152.5
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for	Operating	Capital	Revenue and
		Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Position
					Total
					Governmental
					Activities
Governmental Activities					
Instructional services					
Regular programs	\$ 4,453,406	\$ -	\$ 1,433,268	\$ 46,452	\$ (2,973,686)
Special programs	2,397,067	-	4,346,348	296,925	2,246,206
Other instructional programs	157,030	-	173,612	-	16,582
Student activities	56,931	72,854	-	-	15,923
State retirement contributions	1,409,490	-	1,409,490	-	-
Support services					
Pupils	946,198	-	-	-	(946,198)
Instructional staff	1,733,849	-	99,671	-	(1,634,178)
General administration	2,105,377	-	-	-	(2,105,377)
School administration	933,043	-	-	-	(933,043)
Business	1,343,632	-	849,117	-	(494,515)
Operation and					
maintenance of facilities	3,720,275	-	-	-	(3,720,275)
Transportation	1,604,116	-	965,708	-	(638,408)
Central	10,714	-	-	-	(10,714)
Other support	3,953	-	-	-	(3,953)
State retirement contributions	575,708	-	575,708	-	-
Community services	125,514	-	-	-	(125,514)
Nonprogrammed charges	1,593,610	-	-	-	(1,593,610)
Interest, bonds costs, and amortization on					
long-term liabilities	55,999	-	-	-	(55,999)
Total governmental activities	<u>\$ 23,225,912</u>	<u>\$ 72,854</u>	<u>\$ 9,852,922</u>	<u>\$ 343,377</u>	<u>(12,956,759)</u>

General revenues

Property taxes levied for	
Current operating purposes	5,636,107
Debt service	1,032,363
Personal property replacement taxes	429,890
Evidence-based funding	9,636,612
Earnings on investments	473,973
Miscellaneous	44,991
Total general revenues	<u>17,253,936</u>
Change in net position	4,297,177
Net position, beginning of year	<u>58,970,725</u>
Net position, end of year	<u>\$ 63,267,902</u>

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

HAZEL CREST SCHOOL DISTRICT 152.5
BALANCE SHEET - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General	Transportation	Municipal Retirement/ Social Security	Debt Service
ASSETS				
Cash and investments - pooled accounts	\$ 13,916,182	\$ 4,131,773	\$ 2,305,538	\$ 799,906
Cash at district	36,111	-	-	-
Total Assets	<u>\$ 13,952,293</u>	<u>\$ 4,131,773</u>	<u>\$ 2,305,538</u>	<u>\$ 799,906</u>
LIABILITIES				
Salaries and benefits payable	\$ 37,831	\$ -	\$ 15,322	\$ -
Total Liabilities	<u>37,831</u>	<u>-</u>	<u>15,322</u>	<u>-</u>
FUND BALANCES				
Restricted				
Transportation	-	4,131,773	-	-
Municipal retirements/social security	-	-	1,954,616	-
Debt service	-	-	-	396,794
Capital projects	-	-	-	-
Fire prevention and safety	-	-	-	-
Assigned				
Student activities	28,861	-	-	-
Tort immunity	725	-	-	-
Municipal retirements/social security	-	-	335,600	-
Debt service	-	-	-	403,112
Unassigned	<u>13,884,876</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>13,914,462</u>	<u>4,131,773</u>	<u>2,290,216</u>	<u>799,906</u>
Total Liabilities and Fund Balances	<u>\$ 13,952,293</u>	<u>\$ 4,131,773</u>	<u>\$ 2,305,538</u>	<u>\$ 799,906</u>

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

HAZEL CREST SCHOOL DISTRICT 152.5
BALANCE SHEET - MODIFIED CASH BASIS (CONTINUED)
GOVERNMENTAL FUNDS
JUNE 30, 2024

	Capital Projects	Fire Prevention and Safety	Total Governmental Funds
ASSETS			
Cash and investments - pooled accounts	\$ 961	\$ 177,303	\$ 21,331,663
Cash at district	-	-	36,111
 Total Assets	 <u>\$ 961</u>	 <u>\$ 177,303</u>	 <u>\$ 21,367,774</u>
LIABILITIES			
Salaries and benefits payable	\$ -	\$ -	\$ 53,153
 Total Liabilities	 <u>-</u>	 <u>-</u>	 <u>53,153</u>
FUND BALANCES			
Restricted			
Transportation	-	-	4,131,773
Municipal retirements/social security	-	-	1,954,616
Debt service	-	-	396,794
Capital projects	961	-	961
Fire prevention and safety	-	177,303	177,303
Assigned			
Student activities	-	-	28,861
Tort immunity	-	-	725
Municipal retirements/social security	-	-	335,600
Debt service	-	-	403,112
Unassigned	-	-	13,884,876
 Total Fund Balances	 <u>961</u>	 <u>177,303</u>	 <u>21,314,621</u>
 Total Liabilities and Fund Balances	 <u>\$ 961</u>	 <u>\$ 177,303</u>	 <u>\$ 21,367,774</u>

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

THIS PAGE IS INTENTIONALLY LEFT BLANK

HAZEL CREST SCHOOL DISTRICT 152.5
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2024

Total fund balances - governmental funds	\$ 21,314,621
Amounts reported for governmental activities in the statement of net position - modified cash basis are different because:	
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.	43,059,822
Lease assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	56,285
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Bonds payable	(1,110,000)
Lease liability	<u>(52,826)</u>
Net position of governmental activities	<u><u>\$ 63,267,902</u></u>

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

HAZEL CREST SCHOOL DISTRICT 152.5
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	General	Transportation	Municipal Retirement/ Social Security	Debt Service
REVENUES RECEIVED				
Local sources				
Property taxes	\$ 5,003,583	\$ 359,208	\$ 271,938	\$ 1,032,363
Personal property replacement taxes	329,890	-	100,000	-
Refund of prior year expenditures	25,285	-	-	-
Earnings on investments	313,407	116,984	62,137	(24,405)
Student activities	72,854	-	-	-
Other	19,394	-	-	312
Evidence-based funding	9,583,500	-	-	53,112
Restricted state aid	333,785	965,708	-	-
Restricted federal aid	6,911,608	-	-	-
State retirement contributions	2,560,264	-	-	-
Total Revenues Received	25,153,570	1,441,900	434,075	1,061,382
EXPENDITURES DISBURSED				
Current				
Instruction	8,686,527	-	195,694	-
Support services	10,059,751	1,601,049	247,452	-
Community services	119,783	-	5,731	-
Non-programmed charges	1,593,610	-	-	-
Capital outlay	1,018,120	-	-	-
Debt service				
Principal	-	-	-	1,147,300
Interest and fiscal charges	-	-	-	55,999
Total Expenditures Disbursed	21,477,791	1,601,049	448,877	1,203,299
Excess (deficiency) of revenues received over/(under) expenditures disbursed	3,675,779	(159,149)	(14,802)	(141,917)
OTHER FINANCING SOURCES				
Principal on bonds sold	1,082,188	-	-	27,812
Total Other Financing Sources	1,082,188	-	-	27,812
Net change in fund balances	4,757,967	(159,149)	(14,802)	(114,105)
Fund balances at beginning of year	9,156,495	4,290,922	2,305,018	914,011
Fund balances at end of year	\$ 13,914,462	\$ 4,131,773	\$ 2,290,216	\$ 799,906

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

HAZEL CREST SCHOOL DISTRICT 152.5
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS (CONTINUED)
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Capital Projects	Fire Prevention and Safety	Total Governmental Funds
REVENUES RECEIVED			
Local sources			
Property taxes	\$ -	\$ 1,378	\$ 6,668,470
Personal property replacement taxes	-	-	429,890
Refund of prior year expenditures	-	-	25,285
Earnings on investments	26	5,824	473,973
Student activities	-	-	72,854
Other	-	-	19,706
Evidence-based funding	-	-	9,636,612
Restricted state aid	-	-	1,299,493
Restricted federal aid	-	-	6,911,608
State retirement contributions	-	-	2,560,264
	<u>26</u>	<u>7,202</u>	<u>28,098,155</u>
Total Revenues Received			
	<u>26</u>	<u>7,202</u>	<u>28,098,155</u>
EXPENDITURES DISBURSED			
Current			
Instruction	-	-	8,882,221
Support services	-	-	11,908,252
Community services	-	-	125,514
Non-programmed charges	-	-	1,593,610
Capital outlay	-	-	1,018,120
Debt service			
Principal	-	-	1,147,300
Interest and fiscal charges	-	-	55,999
	<u>-</u>	<u>-</u>	<u>24,731,016</u>
Total Expenditures Disbursed			
	<u>-</u>	<u>-</u>	<u>24,731,016</u>
Excess (deficiency) of revenues received over/(under) expenditures disbursed	<u>26</u>	<u>7,202</u>	<u>3,367,139</u>
OTHER FINANCING SOURCES			
Principal on bonds sold	-	-	1,110,000
	<u>-</u>	<u>-</u>	<u>1,110,000</u>
Total Other Financing Sources			
	<u>-</u>	<u>-</u>	<u>1,110,000</u>
Net change in fund balances	26	7,202	4,477,139
Fund balances at beginning of year	<u>935</u>	<u>170,101</u>	<u>16,837,482</u>
Fund balances at end of year	<u>\$ 961</u>	<u>\$ 177,303</u>	<u>\$ 21,314,621</u>

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

HAZEL CREST SCHOOL DISTRICT 152.5
RECONCILIATION OF THE STATEMENT OF REVENUES RECEIVED,
EXPENDITURES DISBURSED, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2024

Net change in fund balances - total governmental funds \$ 4,477,139

Amounts reported for governmental activities in the statement of activities -
modified cash basis are different because:

Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities. Depreciation expense does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds:

Capital outlays	\$ 1,018,120	
Depreciation expense	(1,183,434)	
Amortization expense	<u>(51,948)</u>	(217,262)

The governmental funds record bond and loan proceeds as other financing sources, while repayment of bond and loan principal is reported as an expenditure. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these differences in the treatment of bonds and loans and related items is as follows:

Repayment of bond and loan principal	1,095,000	
Issuance of bonds	(1,110,000)	
Repayment of lease liability	<u>52,300</u>	37,300

In the Statement of Activities - Modified Cash Basis, operating expenses are measured by the amounts incurred during the year. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources:

State on-behalf contribution revenue	(575,066)	
State on-behalf contribution expense	<u>575,066</u>	<u>-</u>

Change in net position of governmental activities \$ 4,297,177

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

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

Hazel Crest School District 152.5 (District) operates as a public school system governed by an elected seven-member board. The District serves the communities of Hazel Crest, East Hazel Crest, Markham, and South Harvey, Illinois. Its accounting structure conforms to the guidelines prescribed by the Illinois State Board of Education for public local educational agencies in the State of Illinois.

The accompanying financial statements of the District have been prepared in conformity with the modified cash basis of accounting, which is a special purpose framework other than generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Although these financial statements are not prepared in accordance with generally accepted accounting principles, they follow the presentation format and include similar disclosures required by GAAP.

This report includes all of the funds of the District. The reporting entity for the District consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The District has not identified any organizations that meet this criteria.

B. BASIS OF PRESENTATION

Government-Wide Financial Statements

The Statement of Net Position – Modified Cash Basis and the Statement of Activities – Modified Cash Basis display information about the primary government. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double counting of internal activities. These statements present governmental activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The Statement of Activities – Modified Cash Basis presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (1) charges paid by the recipients of goods or services offered by the programs and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes are presented as general revenues.

Fund Financial Statements

The fund financial statements provide information about the District's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All of the District's governmental funds are considered major funds.

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

The General Fund is the general operating fund of the District. It accounts for all financial resources except those accounted for in another fund. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and government aid. The General Fund includes the Educational, Operations and Maintenance, Working Cash, and Tort Immunity sub-funds.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. BASIS OF PRESENTATION (CONTINUED)

The Transportation Fund is a special revenue fund used to account for the costs of transporting pupils for any purpose. Revenue is derived primarily from a separate tax levy and state grants.

The Municipal Retirement/Social Security Fund is a special revenue fund created when a separate tax is levied for the purpose of providing resources for the District's share of retirement benefits and/or social security and Medicare payment for covered employees.

The Debt Service Fund is maintained to account for separate taxes levied to provide cash to retire bonds and to pay the interest and other related costs on them. The primary revenue source is local property taxes, bond proceeds, or transfers from other funds.

The Capital Projects Fund is created to account for financial resources to be used for the acquisition or construction of major capital facilities.

The Fire Prevention and Safety Fund is a capital projects fund created when a tax is levied or bonds issued for fire prevention, safety, energy conservation or school security purposes. The moneys received from the levy or the proceeds of the bonds issued may only be used for the purposes stipulated in Section 17-2.11 of the Illinois School Code.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING

Government-Wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus. Basis of accounting refers to when revenues and expenses are recognized in the accounts and how they are reported on the financial statements. The government-wide financial statements are reported in these financial statements using the modified cash basis of accounting. Accordingly, revenues are recognized and recorded in the accounts when cash is collected.

In the same manner expenses, except for depreciation, are recognized and recorded upon the payments of cash. Assets are only recorded when a right to collect cash exists, which arises from a previous cash transaction or upon the payments of cash to acquire capital assets. Liabilities, similarly, result from previous cash transactions. Modified cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

The presentation in these financial statements differs from generally accepted accounting principles, which require that the government-wide financial statements be reported using the accrual basis of accounting. Under the accrual basis of accounting revenues would be recorded when earned and expenses would be recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes would be recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations would be recognized in the fiscal year in which all eligibility requirements have been satisfied.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING (CONTINUED)

Governmental Fund Financial Statements

Governmental funds are reported in these financial statements using the current financial resources measurement focus and the cash basis of accounting. The financial statements of all governmental funds focus on the measurement of spending or financial flow and the determination of changes in financial position rather than upon net income determination. This means that only current assets and current liabilities are generally included on their statements of assets and liabilities arising from cash transactions. Their reported fund balance is considered a measure of available spendable resources. Governmental fund operating statements present increases (cash collected and other financing sources) and decreases (cash payments and other financing uses) in fund balance. Accordingly, they are said to present a summary of sources and uses of available spendable resources during a period. General capital asset acquisitions are reported as expenditures disbursed in governmental funds upon the payments of cash or the acquisition of a lease. Proceeds of general long-term debt and acquisitions under leases are reported as other financing sources.

The governmental funds presented in these financial statements are reported on the modified cash basis of accounting. Accordingly, revenues are recognized and recorded in the accounts when cash is collected. In the same manner expenditures are recognized and recorded upon the payments of cash. Assets of a fund are only recorded when a right to collect cash exists, which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions.

The presentation in these financial statements differs from generally accepted accounting principles, which require that the governmental fund financial statements be reported using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues would be recognized when measurable and available. Expenditures would be recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which would be recognized as expenditures to the extent they have matured.

D. CASH AND INVESTMENTS

Investments held by the District, which are short-term highly liquid investments having a remaining maturity of one year or less at the time of purchase are reported by the District at fair market value. All other investments are reported at fair value. Investments are placed according to guidelines provided by the *Illinois Compiled Statutes*.

Under Illinois law, the District is restricted to investing funds in specific types of investments instruments. The following generally represents the types of instruments allowable by state law:

- Securities issued and guaranteed by the United States.
- Interest-bearing accounts of financial institutions insured by the Federal Deposit Insurance Corporation.
- Short-term obligations (less than 270 days) of U.S. corporations with assets over \$500,000,000 rated in the three highest classifications by at least two rating agencies.
- Insured accounts of an Illinois credit union chartered under United States or Illinois law.
- Money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same types of obligations.
- Illinois Public Treasurers' Investment Pool.
- Repurchase agreements which meet instrument transactions requirements of Illinois law.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. CAPITAL ASSETS

Purchased or constructed capital assets are reported at cost or estimated historical cost. Capital assets are defined by the District as assets with an initial individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated cost if purchased or constructed. Donated capital assets are recorded at their estimated acquisition value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Building	50 years
Improvements	20 years
Equipment	10 years

The District maintains totals for each asset class rather than maintaining detailed property records for the historical cost of individual capital assets. Each class of capital assets is increased by the amount of additions during the year. Fully depreciated equipment and improvements are assumed to be retired at the end of their estimated useful lives and are removed from the capital asset and accumulated depreciation accounts in the year after they become fully depreciated.

Lease assets are recorded by the District as a result of implementing GASB Statement #87, *Leases*. The lease assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus any ancillary charges necessary to place the lease into service. The lease assets are amortized on a straight-line basis over the life of the related lease.

F. ESTIMATES

The preparation of financial statements in accordance with the modified cash basis of accounting used by the District requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense); accordingly, actual results could differ from those estimates.

G. PERSONAL PROPERTY REPLACEMENT TAXES

Personal property replacement tax revenues are first allocated to funds where taxes were automatically abated by county clerk and to the Municipal Retirement/Social Security Fund, with the balance allocated to the remaining funds at the discretion of the District.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. NET POSITION/FUND BALANCE

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

- *Net investment in capital assets* – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less than any unspent debt proceeds.
- *Restricted net position* – Consists of net position with constraints placed on its use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- *Unrestricted net position* – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

When both restricted and unrestricted resources are available for use, it is the District’s policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Balance is reported in the fund financial statements in the following five categories:

- *Non-spendable* – This includes amounts not in spendable form or amounts required to be maintained intact legally or contractually (principal endowment) (e.g. inventory, pre-paid items, permanent scholarships).
- *Restricted* – This represents fund balances that are constrained by external parties, constitutional provisions, or enabling legislation (e.g. restrictions imposed by creditors, grantors, and contributors).
- *Committed* – This represents fund balances that contain self-imposed constraints of the District from its highest level of decision-making authority, the Board of Education. This formal action (a resolution) must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to constraints, may be determined in the subsequent period. Those committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.
- *Assigned* – This represents fund balances that contain self-imposed constraints of the District to be used for a particular purpose. Intent should be expressed by a) the governing body itself or b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.
- *Unassigned* – This includes residual positive fund balance within the General Fund, which has not been classified within the other above-mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

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

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. NET POSITION/FUND BALANCE (CONTINUED)

Minimum Fund Balance Policy

The District has adopted a policy to maintain fund balances adequate to ensure the District's ability to maintain levels of service and pay its obligations in a prompt manner in spite of unforeseen events or unexpected expenditures. The District seeks to maintain a year end fund balances to revenue ratio of no less than 15-20 percent, as calculated under the Illinois State Board of Education's School District Financial Profile.

I. ELIMINATIONS AND RECLASSIFICATIONS

In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified.

NOTE 2. DEPOSITS AND INVESTMENTS

Under *Illinois Compiled Statutes*, the Thornton Township School Treasurer is the lawful custodian of all School funds. The Treasurer is appointed by the Township School Trustees, an independent elected body, to serve the school districts in the township. The Treasurer is the direct recipient of property taxes, replacement taxes and most state and federal aid and disburses school funds upon lawful order of the school board. The Treasurer invests excess funds at his discretion, subject to the legal restrictions discussed below. For these purposes, the Treasurer is permitted to combine monies from more than one fund of a single district and to combine monies of more than one district in the township. Monies combined under these circumstances as well as investment earnings are accounted for separately for each fund and/or district.

Cash and investments, other than the student activity and imprest funds are part of a common pool for all school districts and cooperatives within the township. The Treasurer maintains records which segregate the cash and investment balance by district or cooperative. Income from investments is distributed based on the District's percentage participation in the pool.

The Treasurer's investment policy is established by the Thornton Township School Trustees as prescribed by the Illinois School Code and the Illinois Compiled Statutes. The Treasurer is authorized to invest in obligations of the U.S. Treasury, backed by the full faith and credit of the associations, and commercial paper rated within the three highest classifications by at least two standard rating services (subject to certain limitations).

Because all cash and investments are pooled by a separate legal governmental agency (Treasurer), categorization by risk category is not determinable. Further information regarding collateralization of investments and insurance is available from the Treasurer's financial statements. As of June 30, 2024, the amount of cash and investments held by the Thornton Township School Treasurer for the District was \$21,331,663.

Custodial Credit Risk – Deposits: 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 does not have a formal policy for custodial credit risk. As of June 30, 2024, the bank balance of the District's deposits was \$37,710, which was fully insured through FDIC.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 3. CAPITAL ASSETS

A summary of changes in capital assets for the year ended June 30, 2024 are below:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 280,244	\$ -	\$ -	\$ 280,244
Total capital assets not being depreciated	<u>280,244</u>	<u>-</u>	<u>-</u>	<u>280,244</u>
Capital assets being depreciated/amortized				
Buildings	50,726,725	-	-	50,726,725
Improvements	626,100	211,077	-	837,177
Equipment	1,375,933	807,043	-	2,182,976
Lease assets - equipment	212,129	-	-	212,129
Total capital assets being depreciated/amortized	<u>52,940,887</u>	<u>1,018,120</u>	<u>-</u>	<u>53,959,007</u>
Less accumulated depreciation for				
Buildings	9,367,793	1,014,535	-	10,382,328
Improvements	403,693	31,305	-	434,998
Equipment	12,380	137,594	-	149,974
Lease assets - equipment	103,896	51,948	-	155,844
Total accumulated depreciation/ amortization	<u>9,887,762</u>	<u>1,235,382</u>	<u>-</u>	<u>11,123,144</u>
Total capital assets being depreciated/ amortized, net	<u>43,053,125</u>	<u>(217,262)</u>	<u>-</u>	<u>42,835,863</u>
Governmental activities capital assets, net	<u>\$ 43,333,369</u>	<u>\$ (217,262)</u>	<u>\$ -</u>	<u>\$ 43,116,107</u>

Depreciation and amortization expense is reported on the Statement of Activities – Modified Cash Basis and is allocated to specific functions/programs of the District as follows: \$1,183,434 of depreciation is charged to operations and maintenance of facilities, and \$51,948 of amortization is charged to business.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 4. LONG-TERM LIABILITIES

A. LONG-TERM DEBT

Changes in long-term liabilities are summarized as follows:

	Balance			Balance	Amounts
	June 30, 2023	Additions	Reductions	June 30, 2024	Due Within
					One Year
General obligation bonds	\$ 1,095,000	\$ 1,110,000	\$ 1,095,000	\$ 1,110,000	\$ 1,110,000
Lease liability	105,126	-	52,300	52,826	52,826
Total	<u>\$ 1,200,126</u>	<u>\$ 1,110,000</u>	<u>\$ 1,147,300</u>	<u>\$ 1,162,826</u>	<u>\$ 1,162,826</u>

General obligation bonds payable at June 30, 2024, are comprised of the following individual issue:

Bond Issue of February 20, 2024 G.O. Limited School Bonds Series 2024 \$ 1,110,000
Original Amount: \$1,110,000
Principal and interest payable on December 1, 2024
Interest rate 4.15%

Total General Obligation Bonds	\$ 1,110,000
--------------------------------	--------------

At June 30, 2024, the annual cash flow requirements of bond principal and interest are as follows:

Year Ending			
June 30,	Principal	Interest	Total
2025	\$ 1,110,000	\$ 35,956	\$ 1,145,956
	\$ 1,110,000	\$ 35,956	\$ 1,145,956

B. LEASES

The District leased office equipment for copiers through July 2025, with a fair market value purchase option. The lease payments are paid out of the Debt Service Fund. As of June 30, 2024, the District has recognized lease assets of \$212,129 and related accumulated amortization of \$155,844. The annual cash flow requirements of lease principal and interest are as follows:

Year Ending			
June 30,	Principal	Interest	Total
2025	\$ 52,826	\$ 286	\$ 53,112
	\$ 52,826	\$ 286	\$ 53,112

C. LEGAL DEBT MARGIN

As of June 30, 2024, the District's legal debt margin of \$7,544,207 is based on a debt limitation of \$8,707,033 equal to 6.9 percent of the 2023 equalized assessed valuation of \$126,188,890 and outstanding debt of \$1,162,826.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 5. PROPERTY TAXES

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. Property is appraised by the County Assessor at various percentages of fair market value and then subjected to equalization by the Illinois Department of Revenue to bring the aggregate County level toward the statutory standard of 33-1/3 of fair market value.

Property taxes levied for any year attach as an enforceable lien on property as of January 1 and are due and payable in the following calendar year. Real estate tax bills are payable in two installments with the first installment computed at 55 percent of the prior year's total tax bill and the second installment is computed after the assessed valuations for the current year have been determined. Typically, the first installment of property taxes is due March 1 and the second installment is due August 1. For levy 2023, the first installment bills were mailed in late January with a March 1, 2024, due date and the second installment bills were expected to be released in early July with a due date of August 1, 2024. Final tax bills are mailed with a penalty date at least 30 days after the date of mailing. The District receives significant distributions of tax receipts approximately one month after these due dates. The District considers that the first installment of the 2023 levy is to be used to finance operations in fiscal year 2024. The District has determined that the second installment of the 2023 levy is to be used to finance operations in fiscal year 2025.

For taxing districts in Cook County, including the District, the tax rate limit is required to be applied to the equalized assessed valuation (EAV) of property for the levy year prior to the levy year for which taxes are then being extended. The actual levy rate is stated based on the current EAV of property. As a result, a tax rate may be at its maximum for the levy year even though less than its corresponding limit.

The Board passed the current levy on December 21, 2023. The following are the tax rate limits permitted by the School Code and by local referendum and the actual rates levied per \$100.00 of equalized assessed valuation.

		Actual	Actual
	Limit	2023 Levy	2022 Levy
Educational	As needed	4.4929	5.5313
Operations and Maintenance	0.5500	0.3261	0.4260
Debt service	As needed	1.0171	1.3406
Transportation	As needed	0.3397	0.4435
Municipal Retirement	As needed	0.0007	0.0009
Social Security	As needed	0.2717	0.3548
Working Cash	0.0500	0.0292	0.0387
Tort Immunity	As needed	0.0680	0.0444
Levy Adjustment PA102-0519	As needed	0.0746	0.4401
		<u>6.6200</u>	<u>8.6203</u>
Equalized Assessed Valuation (EAV)		<u>\$ 126,188,890</u>	<u>\$ 96,058,632</u>

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 6. JOINT AGREEMENTS

The District is a participant in Exceptional Children Have Opportunities (ECHO), which was established as a result of a joint agreement between 17 local public-school districts for the purpose of providing special education services to the children of its member districts.

The joint agreement is governed by a Board of Directors composed of superintendents (or an alternative person appointed by the superintendent) from each member district. Complete financial statements of the joint agreement may be obtained from its administrative office at 300 West 154th Street, South Holland, Illinois 60473. The District paid \$1,365,502 to ECHO for tuition and services during the year ended June 30, 2024.

The following is summary financial information on the joint agreement as of and for the year ended June 30, 2022, the most recent information available:

Total assets - modified cash basis	\$ 47,676,550	Revenues received	\$ 39,732,572
Total liabilities - modified cash basis	\$ 14,939,589	Expenditures disbursed	\$ 35,133,179
Net investment in capital assets	\$ 7,264,755	Net change in fund balance	\$ 4,599,393
Restricted net position - modified cash basis	\$ 1,107,729		
Unrestricted net position - modified cash basis	\$ 24,364,477		
Total net position - modified cash basis	\$ 32,736,961		

NOTE 7. CONTINGENCIES

The District has received funding from State and Federal grants in the current and prior years, which are subject to audits by the granting agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, District management believes that such disallowances, if any, would be immaterial.

NOTE 8. RISK MANAGEMENT

The District is exposed to various risks of loss including general liability, property and casualty, errors and omissions, workers' compensation, unemployment compensation, and employee health and accident. In lieu of paying unemployment contributions, the District has elected to reimburse the State of Illinois for the actual amount of benefits paid to their former workers. The District has insurance for employee health benefits with Blue Cross, Blue Shield of Illinois and is premium based. For all other risks of loss, the District has joined together with other school districts to form various pools through which to manage its risk of loss. The District is a member of the Collective Liability Insurance Cooperative (CLIC) for its general liability, property and casualty, errors and omissions coverage and workers' compensation coverage. These public entity risk pools operate as common risk management insurance programs. They receive premiums from member districts and reinsure through commercial companies to limit the liability for claims in excess of coverage provided by the pool. There were no significant reductions in coverage from the previous year and claims have not exceeded coverage in the past three fiscal years.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9. TEACHERS' RETIREMENT SYSTEM

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 <https://www.trsil.org/financial/acfrs/fy2023>; by writing to TRS at 2815 W. Washington Street, P.O. Box 19253, Springfield, Illinois 62794; or by calling (888) 678-3675, option 2.

Benefits Provided

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

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

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

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2024. One program allows retiring Tier 1 members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier 1 and 2 members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs began in 2019 and will be funded by bonds issued by the State of Illinois.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9. TEACHERS' RETIREMENT SYSTEM (CONTINUED)

Contributions

The State of Illinois maintains the primary responsibility for funding TRS. The Illinois Pension Code, as amended by Public Act 88-0593 and subsequent acts, provides that for years 2010 through 2045, the minimum contribution to the System for each fiscal year shall be an amount determined to be sufficient to bring the total assets of the System up to 90 percent of the total actuarial liabilities of the System by the end of fiscal year 2045. Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2023, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the District, is submitted to TRS by the District.

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 \$2,816,084 in governmental activities based on the economic resources measurement basis and revenue and expenditures of \$2,508,892 in the General Fund based on the current financial resources measurement basis in pension contributions from the State of Illinois.

2.2 Formula Contributions to TRS

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2024, were \$33,107.

Federal and Special Trust Fund Contributions

When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District to pay a District 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's pension contribution was 10.60 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2024, salaries totaling \$1,361,879 were paid from federal and special trust funds that required employer contributions of \$144,359.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9. TEACHERS' RETIREMENT SYSTEM (CONTINUED)

District Retirement Cost Contributions

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

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

Pension Liabilities and Pension Expense

At June 30, 2023, the District has 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 allocated to 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	\$ 387,269
State's proportionate share of the net pension liability associated with the District	<u>33,421,543</u>
Total	<u><u>\$33,808,812</u></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 District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 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 0.0004557151 percent, which was a decrease of 0.0001694488 percent from its proportion measured as of June 30, 2022.

District pension income as part of the June 30, 2023, valuation was \$13,417.

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	2.5 percent
Salary Increases	Varies by amount of service credit
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

In the June 30, 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 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.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9. TEACHERS' RETIREMENT SYSTEM (CONTINUED)

Long-Term Expected Real Rate of Return

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	37.0%	5.35%
Private equity	15.0%	8.03%
Income	26.0%	4.32%
Real assets	18.0%	4.60%
Diversifying strategies	4.0%	3.40%
Total	<u>100.0%</u>	

Discount Rate

At June 30, 2023, the discount rate used to measure the total pension liability was 7.0 percent, 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' 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 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution rate is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

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

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Employer's proportionate share of the net pension liability	\$ 476,674	\$ 387,269	\$ 313,073

TRS Fiduciary Net Position

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

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 10. ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description

The District's agent multiple-employer 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 agent multiple employer public pension fund. A summary of IMRF's pension benefits is provided in the Benefit 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 other information. The report is available for download at www.imrf.org.

Benefits Provided

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 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3 percent 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 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96.

Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

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

Employees Covered by Benefit Terms

As of December 31, 2023, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	220
Inactive Plan Members entitled to but not yet receiving benefits	154
Active Plan Members	<u>73</u>
Total	<u><u>447</u></u>

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 10. ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5 percent 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 was 1.97 percent. For the fiscal year ended June 30, 2024, the District contributed \$65,543 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. As the net pension liability, deferred outflows of resources, and deferred inflows of resources related to the pension are not the result of cash transactions, the modified cash basis of accounting does not allow for these to be recorded on the government-wide financial statements.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability as of December 31, 2023:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was market value of assets.
- The Inflation Rate was assumed to be 2.25 percent.
- Salary Increases were expected to be 2.85 percent to 13.75 percent, including inflation.
- The Investment Rate of Return was assumed to be 7.25 percent.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2023 valuation according to an experience study from years 2020 to 2022.
- For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108 percent) and Female (adjusted 106.4 percent) tables, and future mortality improvements projected using scale MP-2020 were used.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 10. ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

Actuarial Assumptions (Continued)

- 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-2021.
- 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.
- 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	Return 12/31/23	Projected Returns/Risk	
			One Year Arithmetic	Ten year Geometric
Equities	34.5%	23.30%	6.35%	5.00%
International equities	18.0%	19.64%	8.00%	6.35%
Fixed income	24.5%	7.62%	4.85%	4.75%
Real estate	10.5%	-4.15%	7.20%	6.30%
Alternatives	11.5%	2.60%		
Private equity		N/A	12.35%	8.65%
Hedge funds		N/A	N/A	N/A
Commodities		N/A	7.20%	6.05%
Cash equivalents	1.0%	5.23%	3.80%	3.80%
Total	100.00%			

Single Discount Rate

A Single Discount Rate of 7.25 percent 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:

- 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
- The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25 percent, the municipal bond rate is 3.77 percent, and the resulting single discount rate is 7.25 percent.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 10. ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

Changes in the Net Pension (Asset)/Liability

The District's changes in net pension liability/(asset) for the calendar year ended December 31, 2023, was as follows:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset)/Liability (A) - (B)
Balances at December 31, 2022	\$ 6,945,887	\$ 7,157,877	\$ (211,990)
Changes for the year:			
Service cost	182,426	-	182,426
Interest on the total pension liability	494,462	-	494,462
Changes of benefit terms	-	-	-
Differences between expected and actual experience of the total pension liability	554,140	-	554,140
Changes of assumptions	(12,027)	-	(12,027)
Contributions- employer	-	131,092	(131,092)
Contributions- employee	-	125,296	(125,296)
Net investment income	-	795,016	(795,016)
Benefit payments, including refunds of employee contribution	(433,860)	(433,860)	-
Other (net transfer)	-	237,481	(237,481)
Net changes	785,141	855,025	(69,884)
Balances at December 31, 2023	\$ 7,731,028	\$ 8,012,902	\$ (281,874)

Discount Rate Sensitivity

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

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net pension liability (asset)	\$ 569,204	\$ (281,874)	\$ (973,161)

Pension Expense

District pension expense, as part of the December 31, 2023 valuation was \$204,497. For the year ended June 30, 2023, the District recognized pension expense of \$142,346, which includes an accelerated payment of \$76,803.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 11. TEACHER HEALTH INSURANCE SECURITY

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: <https://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>. The current reports are listed under "Central Management Services".

Benefits Provided

The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.5) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS.

Contributions

The State Employees Group Insurance Act of 1971 (5 ILCS 375/6.6) requires that all active contributors of the TRS, who are not employees of the state to make contributions to the THIS Fund. CMS determines, by rule, the percentage required, which each year shall not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year. Employer and non-employer contributing entity contributions are recognized as revenue when due pursuant to statutory or contractual requirements.

The District's THIS Fund contribution was 0.67 percent during the year ended June 30, 2024. For the year ended June 30, 2024, the District paid \$38,245 to the THIS Fund, which was 100 percent of the required contribution.

On Behalf Contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members, which were 0.90 percent of pay during the year ended June 30, 2024. State of Illinois contributions of \$51,372 were recognized as revenue and expenditures by the District during the year in the General Fund based on the current financial resources measurement basis. On the economic resources measurement basis, the District recognizes revenue and expenses of (\$830,886) in Governmental Activities equal to the proportion of the State of Illinois' OPEB expense associated with the employer.

THIS Fund Fiduciary Net Position

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

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 11. TEACHER HEALTH INSURANCE SECURITY (CONTINUED)

Net Other Postemployment Benefits Liability

At June 30, 2024, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for the State's retiree insurance support provided to the District. The State's support and total are for disclosure purposes only.

The amount allocated to 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 follows below:

District's proportionate share of the net OPEB liability	\$ 1,162,758
State's proportionate share of the net OPEB liability associated with the District	<u>1,572,419</u>
Total	<u>\$ 2,735,177</u>

The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2022. 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 projected contributions for all participating THIS employers and the state during that period. At June 30, 2023, and 2022, the District's proportion was 0.016314 percent and 0.023992 percent, respectively.

Actuarial Assumptions

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

Inflation	2.25 percent
Salary increases	Depends on service and ranges from 8.50 percent at one year of service to 3.50 percent at 20 or more years of service.
Investment rate of return	2.75 percent, net of OPEB plan investment expense, including inflation, for all plan years.
Healthcare cost trend rates	Trend rates for plan year 2024 are based on actual premium increases. For non-Medicare costs, trend rates start at 8.00 percent for plan year 2025 and decrease gradually to an ultimate rate of 4.25 percent in 2040. For MAPD costs, trend rates are 0 percent in 2024 to 2028, 19.42 percent in 2029 to 2033 and 6.08 percent in 2034, declining gradually to an ultimate rate of 4.25 percent in 2040.

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

The actuarial assumptions 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 actuarial valuation was based on the Entry Age Normal cost method. Under this method, the normal cost and actuarial accrued liability are directly proportional to the employee's salary. The normal cost rate equals the present value of future benefits at entry age divided by the present value of future salary at entry age. The normal cost at the member's attained age equals the normal cost rate at entry age multiplied by the salary at attained age. The actuarial accrued liability equals the present value of benefits at attained age less present value of future salaries at attained age multiplied by normal cost rate at entry age.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 11. TEACHER HEALTH INSURANCE SECURITY (CONTINUED)

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). As THIS is financed on a pay-as-you-go basis, a discount rate consistent with fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity's index's "20-year Municipal GO AA Index" has been selected. The discount rates are 3.86 percent as of June 30, 2023, and 3.69 percent as of June 30, 2022.

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

The following presents the net OPEB liability of the District, calculated using the discount rate as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is one percentage point higher or lower.

	1% Decrease (2.86%)	Current Discount Rate (3.86%)	1% Increase (4.86%)
District's proportionate share of the net OPEB liability	\$ 1,292,250	\$ 1,162,758	\$ 1,029,710

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Trend Rate

The following presents the net OPEB liability of the District, calculated using the healthcare cost trend rates as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point higher or lower.

	1% Decrease (b)	Healthcare Cost Trend Rates Assumption (a)	1% Increase (c)
District's proportionate share of the net OPEB liability	\$ 982,563	\$ 1,162,758	\$ 1,360,519

- a) Current healthcare trend rates – Pre-Medicare per capita costs: 6.00 percent in 2024, 8.00 percent in 2025, decreasing by 0.25 percent per year to an ultimate rate of 4.25 percent in 2040. Post-Medicare per capita costs: 0.00 percent from 2024 to 2028, 19.42 percent from 2029 to 2033, 6.08 percent in 2034 decreasing ratably to an ultimate trend rate of 4.25 percent in 2040.
- b) One percentage point decrease in current healthcare trend rates – Pre-Medicare per capita costs: 5.00 percent in 2024, 7.00 percent in 2025, decreasing by 0.25 percent per year to an ultimate rate of 3.25 percent in 2040. Post-Medicare per capita costs: 0.00 percent from 2024 to 2028, 18.42 percent from 2029 to 2033, 5.08 percent in 2034 decreasing ratably to an ultimate rate of 3.25 percent in 2040.
- c) One percentage point increase in current healthcare trend rates – Pre-Medicare per capita costs: 7.00 percent in 2024, 9.00 percent in 2025, decreasing by 0.25 percent per year to an ultimate rate of 5.25 percent in 2040. Post-Medicare per capita costs: 0.00 percent from 2024 to 2028, 20.42 percent from 2029 to 2033, 7.08 percent in 2034 decreasing ratably to an ultimate rate of 5.25 percent in 2040.

OPEB Expense/(Income)

The District's OPEB income, as part of the June 30, 2023 valuation was (\$597,761).

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12. OTHER POSTEMPLOYMENT BENEFITS

The District has evaluated its responsibilities for reporting under Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, for certain postemployment health benefits provided by the District apart from the Teachers' Health Insurance Security Fund. At the District's cost, continued health and dental insurance coverage is provided to a single former employee until that individual reaches age 65 or otherwise becomes eligible for Medicare, a period of time expected not to exceed 5 years. The District has not obtained an actuarial valuation report to measure the related postemployment benefit liability as of June 30, 2024.

NOTE 13. SUBSEQUENT EVENTS

In November 2024, the District issued \$7,000,000 General Obligation Debt Certificates (Limited Tax) for the purpose of improving school sites and altering, repairing, and equipping school buildings and facilities and authorizing the sale of said certificates to the purchaser thereof. The certificates will pay interest semi-annually on each June 1 and December 1, commencing on June 1, 2025. The certificates will bear interest at the initial rate of 5.50 percent per annum from the delivery date through and including March 12, 2025. Beginning March 13, 2025, the interest rate will reset to 6.00 percent. The bonds have a maturity date of December 1, 2034.

In February 2025, the District issued \$16,700,000 in General Obligation Limited Tax School Bonds, Series 2025. Proceeds of the bonds will be used to pay off the \$7,000,000 of debt certificates dated November 13, 2024. Proceeds of the certificates were used to pay the costs of demolition of the existing educational facility and the construction of a new 40,000 square foot, two story facility, which will house the District administrative offices and conference spaces, an 800-seat auditorium, multipurpose meeting rooms, kitchen, and support spaces. Proceeds of the Bonds being used to pay the Claims will be deposited with the holders of the Certificates in an amount sufficient to pay the principal and interest on the Certificates upon redemption prior to maturity on the issuance date of the Bonds. Proceeds of the Bonds will also be deposited into the Working Cash Fund at closing. After proper abatement and transfer thereof from the Working Cash Fund, such Bond proceeds will also be used to pay costs of the Project. The District expects to contribute approximately \$2 million of operating funds to complete the Project. The District expects to complete the Project by the fall of 2026. The bonds will pay interest semi-annually on each June 1 and December 1, commencing on June 1, 2025. The bonds will bear interest rate of 5.00 percent. The bonds have a maturity date of December 1, 2039.

During the fiscal year, the District did not appear to be billed by ECHO for three months of special education services. The total amount owed to ECHO was \$408,257. The District anticipates making these payments by June 30, 2025.

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

HAZEL CREST SCHOOL DISTRICT 152.5
COMBINING BALANCE SHEET - MODIFIED CASH BASIS
GENERAL FUND
JUNE 30, 2024

	Educational Account	Operations and Maintenance Account	Working Cash Account	Tort Immunity Account	Total General Fund
ASSETS					
Cash and investments - pooled accounts	\$ 10,070,736	\$ 2,555,769	\$ 1,288,952	\$ 725	\$ 13,916,182
Cash at district	36,111	-	-	-	36,111
Total Assets	<u>\$ 10,106,847</u>	<u>\$ 2,555,769</u>	<u>\$ 1,288,952</u>	<u>\$ 725</u>	<u>\$ 13,952,293</u>
LIABILITIES					
Salaries and benefits payable	\$ 37,831	\$ -	\$ -	\$ -	\$ 37,831
Total Liabilities	<u>37,831</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,831</u>
FUND BALANCES					
Assigned					
Tort immunity	-	-	-	725	725
Student activities	28,861	-	-	-	28,861
Unassigned	10,040,155	2,555,769	1,288,952	-	13,884,876
Total Fund Balances	<u>10,069,016</u>	<u>2,555,769</u>	<u>1,288,952</u>	<u>725</u>	<u>13,914,462</u>
Total Liabilities and Fund Balances	<u>\$ 10,106,847</u>	<u>\$ 2,555,769</u>	<u>\$ 1,288,952</u>	<u>\$ 725</u>	<u>\$ 13,952,293</u>

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
COMBINING STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Educational Account	Operations and Maintenance Account	Working Cash Account	Tort Immunity Account	Total General Fund
REVENUES RECEIVED					
Local sources					
Property taxes	\$ 4,593,988	\$ 331,024	\$ 29,909	\$ 48,662	\$ 5,003,583
Personal property replacement taxes	329,890	-	-	-	329,890
Refund of prior year expenditures	25,285	-	-	-	25,285
Earnings on investments	283,760	19,435	9,052	1,160	313,407
Student activities	72,854	-	-	-	72,854
Other	19,394	-	-	-	19,394
Evidence-based funding	8,571,957	857,398	-	154,145	9,583,500
Restricted state aid	283,785	50,000	-	-	333,785
Restricted federal aid	6,911,608	-	-	-	6,911,608
State retirement contribution	2,560,264	-	-	-	2,560,264
Total Revenues Received	23,652,785	1,257,857	38,961	203,967	25,153,570
EXPENDITURES DISBURSED					
Current					
Instruction	8,686,527	-	-	-	8,686,527
Support services	8,180,002	1,583,422	-	296,327	10,059,751
Community services	119,783	-	-	-	119,783
Non-programmed charges	1,593,610	-	-	-	1,593,610
Capital outlay	1,018,120	-	-	-	1,018,120
Total Expenditures Disbursed	19,598,042	1,583,422	-	296,327	21,477,791
Excess (deficiency) of revenues received over/(under) expenditures disbursed	4,054,743	(325,565)	38,961	(92,360)	3,675,779
OTHER FINANCING SOURCES					
Principal on bonds sold	-	-	1,082,188	-	1,082,188
Total Other Financing Sources	-	-	1,082,188	-	1,082,188
Net change in fund balances	4,054,743	(325,565)	1,121,149	(92,360)	4,757,967
Fund balances at beginning of year	6,014,273	2,881,334	167,803	93,085	9,156,495
Fund balances at end of year	\$ 10,069,016	\$ 2,555,769	\$ 1,288,952	\$ 725	\$ 13,914,462

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
REVENUES RECEIVED				
Local sources				
General levy	\$ 4,594,000	\$ 4,593,988	\$ (12)	\$ 4,147,518
Personal property replacement taxes	365,000	329,890	(35,110)	7,667
Earnings on investments	123,000	283,760	160,760	99,103
Contributions and donations	-	-	-	110,600
Refund of prior years' expenditures	30,000	25,285	(4,715)	45,761
Student activities	-	72,854	72,854	56,333
Other	200,000	19,394	(180,606)	29,100
Total local sources	5,312,000	5,325,171	13,171	4,496,082
State aid				
Unrestricted				
Evidence-based funding	7,300,000	8,571,957	1,271,957	5,000,953
Restricted				
Special education				
Private facility tuition	5,000	10,762	5,762	10,380
Orphanage - individual	44,000	-	(44,000)	55,629
State free lunch and breakfast	8,000	14,411	6,411	4,779
Education block grant	392,000	135,000	(257,000)	399,439
State retirement contributions	-	2,560,264	2,560,264	2,868,986
Other grants-in-aid	33,000	123,612	90,612	77,992
Total state aid	7,782,000	11,416,006	3,634,006	8,418,158
Federal aid				
Restricted				
School lunch programs	474,000	546,813	72,813	566,296
Special breakfast program	234,000	232,398	(1,602)	262,612
Child adult care food program	46,000	38,929	(7,071)	53,305
Fresh fruits & vegetables	16,000	16,566	566	32,556
Title I - low income	887,000	1,065,018	178,018	1,303,482
Title I - school improvement	-	129,247	129,247	23,826
Title I - other	12,000	-	(12,000)	-
Title IV- safe and drug free school	13,000	150,455	137,455	16,065
Title IV- other	-	-	-	26,369
Federal - special education				
I.D.E.A - Pre-school	13,000	24,009	11,009	26,922
I.D.E.A - flow through	241,000	216,333	(24,667)	113,352
Title II - teacher quality	93,000	99,671	6,671	128,430

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
REVENUES RECEIVED (CONTINUED)				
Federal aid (continued)				
Restricted (continued)				
Medicaid matching/ administrative outreach	\$ -	\$ 16,190	\$ 16,190	\$ 32,723
Medicaid matching/fee-for-service	44,000	34,886	(9,114)	34,231
ESSER grants	5,514,000	4,341,093	(1,172,907)	2,313,244
Total federal aid	7,587,000	6,911,608	(675,392)	4,933,413
Total Revenues Received	20,681,000	23,652,785	2,971,785	17,847,653
EXPENDITURES DISBURSED				
Instruction				
Regular programs				
Salaries	4,232,000	2,701,084	(1,530,916)	3,816,110
Employee benefits	751,000	786,709	35,709	682,315
Purchased services	588,000	110,305	(477,695)	508,176
Supplies and materials	489,000	447,910	(41,090)	343,394
Capital outlay	327,000	231,248	(95,752)	360,563
Other objects	4,000	2,620	(1,380)	3,163
Non-capitalized equipment	-	-	-	4,056
Total regular programs	6,391,000	4,279,876	(2,111,124)	5,717,777
Pre-K programs				
Salaries	-	149,018	149,018	-
Employee benefits	-	31,169	31,169	-
Supplies and materials	-	74,795	74,795	-
Total pre-k programs	-	254,982	254,982	-
Special education programs				
Salaries	572,000	607,528	35,528	676,433
Employee benefits	148,000	123,255	(24,745)	152,030
Purchased services	2,000	-	(2,000)	2,797
Supplies and materials	42,000	11,502	(30,498)	41,244
Capital outlay	1,000	-	(1,000)	12,225
Total special education programs	765,000	742,285	(22,715)	884,729

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
EXPENDITURES DISBURSED (CONTINUED)				
Instruction (continued)				
Special education pre-k programs				
Salaries	\$ -	\$ 935	\$ 935	\$ -
Employee benefits	-	111	111	-
Supplies and materials	-	7,117	7,117	-
Capital outlay	-	1,143	1,143	-
Total special education pre-k programs	-	9,306	9,306	-
Remedial and supplemental programs				
Salaries	-	906,723	906,723	-
Employee benefits	-	158,744	158,744	-
Purchased services	-	412,353	412,353	-
Supplies and materials	-	127,544	127,544	-
Capital outlay	-	46,452	46,452	-
Total remedial and supplemental programs	-	1,651,816	1,651,816	-
Interscholastic programs				
Salaries	133,000	123,135	(9,865)	100,750
Employee benefits	1,000	175	(825)	1,368
Purchased services	77,000	5,928	(71,072)	10,952
Supplies and materials	29,000	23,149	(5,851)	39,987
Capital outlay	12,000	-	(12,000)	13,076
Total interscholastic programs	252,000	152,387	(99,613)	166,133
Other programs				
Student activities	-	56,931	56,931	50,493
Total other programs	-	56,931	56,931	50,493
State retirement contributions	-	1,817,787	1,817,787	1,940,008
Total instruction	7,408,000	8,965,370	1,557,370	8,759,140

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
EXPENDITURES DISBURSED (CONTINUED)				
Support services				
Pupils				
Attendance and social work services				
Salaries	\$ 252,000	\$ 193,271	\$ (58,729)	\$ 55,666
Employee benefits	43,000	38,126	(4,874)	2,218
Purchased services	-	2,709	2,709	55,516
Total attendance and social work services	295,000	234,106	(60,894)	113,400
Guidance services				
Salaries	256,000	120,289	(135,711)	182,193
Employee benefits	39,000	40,255	1,255	41,901
Purchased services	-	23,699	23,699	(100)
Total guidance services	295,000	184,243	(110,757)	223,994
Health services				
Salaries	120,000	53,375	(66,625)	148,438
Employee benefits	15,000	10,346	(4,654)	13,734
Purchased services	108,000	79,914	(28,086)	75,426
Supplies and materials	9,000	14,699	5,699	1,804
Total health services	252,000	158,334	(93,666)	239,402
Psychological services				
Salaries	65,000	62,092	(2,908)	62,007
Employee benefits	-	838	838	837
Purchased services	92,000	46,172	(45,828)	96,511
Total psychological services	157,000	109,102	(47,898)	159,355
Speech pathology and audiology services				
Salaries	175,000	110,632	(64,368)	53,400
Employee benefits	28,000	25,319	(2,681)	8,857
Purchased services	23,000	-	(23,000)	49,321
Total speech pathology and audiology services	226,000	135,951	(90,049)	111,578

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
EXPENDITURES DISBURSED (CONTINUED)				
Support services (continued)				
Other support services				
Salaries	\$ 65,000	\$ 72,281	\$ 7,281	\$ 38,103
Employee benefits	13,000	21,652	8,652	13,045
Total other support services	78,000	93,933	15,933	51,148
Total pupils	1,303,000	915,669	(387,331)	898,877
Instructional staff				
Improvement of instruction services				
Salaries	88,000	92,817	4,817	70,178
Employee benefits	8,000	9,131	1,131	7,933
Purchased services	262,000	239,835	(22,165)	173,840
Supplies and materials	4,000	-	(4,000)	3,915
Total improvement of instruction services	362,000	341,783	(20,217)	255,866
Educational media services				
Salaries	638,000	452,701	(185,299)	362,420
Employee benefits	105,000	101,466	(3,534)	64,710
Purchased services	362,000	276,282	(85,718)	312,086
Supplies and materials	333,000	275,179	(57,821)	246,660
Capital outlay	481,000	229,617	(251,383)	72,114
Total educational media services	1,919,000	1,335,245	(583,755)	1,057,990
Assessment and testing				
Salaries	163,000	148,010	(14,990)	158,949
Employee benefits	16,000	16,262	262	35,236
Purchased services	4,000	78,007	74,007	3,534
Supplies and materials	4,000	4,109	109	12,252
Other objects	10,000	205	(9,795)	9,078
Total assessment and testing	197,000	246,593	49,593	219,049
Total instructional staff	2,478,000	1,923,621	(554,379)	1,532,905

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
EXPENDITURES DISBURSED (CONTINUED)				
Support services (continued)				
General administration				
Board of Education services				
Salaries	\$ 157,000	\$ 7,997	\$ (149,003)	\$ 8,152
Employee benefits	165,000	-	(165,000)	941
Purchased services	417,000	539,315	122,315	338,762
Supplies and materials	90,000	74,043	(15,957)	71,949
Other objects	42,000	4,907	(37,093)	38,593
Total Board of Education services	871,000	626,262	(244,738)	458,397
Executive administration services				
Salaries	460,000	460,088	88	440,500
Employee benefits	320,000	263,174	(56,826)	171,707
Purchased services	15,000	34,878	19,878	1,654
Supplies and materials	25,000	9,788	(15,212)	17,661
Other objects	13,000	34,937	21,937	11,004
Total executive administration services	833,000	802,865	(30,135)	642,526
Special area administration services				
Salaries	213,000	289,837	76,837	208,220
Employee benefits	17,000	47,159	30,159	50,677
Purchased services	-	-	-	292
Supplies and materials	3,000	1,615	(1,385)	1,622
Other objects	3,000	1,361	(1,639)	2,614
Total special area administration services	236,000	339,972	103,972	263,425
Total general administration	1,940,000	1,769,099	(170,901)	1,364,348

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
EXPENDITURES DISBURSED (CONTINUED)				
Support services (continued)				
School administration				
Office of the principal services				
Salaries	\$ 850,000	\$ 653,483	\$ (196,517)	\$ 732,193
Employee benefits	250,000	232,225	(17,775)	169,978
Supplies and materials	40,000	28,067	(11,933)	29,529
Total office of the principal services	1,140,000	913,775	(226,225)	931,700
Total school administration	1,140,000	913,775	(226,225)	931,700
Business				
Direction of business support services				
Salaries	262,000	354,147	92,147	351,730
Employee benefits	30,000	26,268	(3,732)	95,189
Purchased services	112,000	125,466	13,466	53,385
Supplies and materials	25,000	23,750	(1,250)	20,301
Other object	8,000	2,299	(5,701)	7,446
Total direction of business support services	437,000	531,930	94,930	528,051
Operation and maintenance of plant services				
Salaries	543,000	514,940	(28,060)	198,055
Employee benefits	180,000	91,097	(88,903)	37,368
Purchased services	592,000	275,923	(316,077)	58,118
Supplies and materials	-	-	-	3,607
Capital outlay	-	324,007	324,007	677,790
Total operation and maintenance of plant services	1,315,000	1,205,967	(109,033)	974,938
Pupil transportation services				
Purchased services	2,000	3,067	1,067	88,259
Supplies and materials	-	-	-	250
Capital outlay	-	-	-	89,698
Total pupil transportation services	2,000	3,067	1,067	178,207

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
EXPENDITURES DISBURSED (CONTINUED)				
Support services (continued)				
Food services				
Salaries	\$ 652,000	\$ 285,310	\$ (366,690)	\$ 282,490
Employee benefits	-	61,127	61,127	53,266
Purchased services	398,000	348,634	(49,366)	377,569
Supplies and materials	40,000	18,283	(21,717)	89,614
Capital outlay	-	135,207	135,207	23,190
Total food services	1,090,000	848,561	(241,439)	826,129
Total business	2,844,000	2,589,525	(254,475)	2,507,325
Central				
Staff services				
Salaries	108,000	-	(108,000)	2,000
Employee Benefits	141,000	-	(141,000)	134
Purchased services	22,000	-	(22,000)	4,439
Capital outlay	37,000	-	(37,000)	-
Supplies and materials	19,000	10,714	(8,286)	9,809
Total staff services	327,000	10,714	(316,286)	16,382
Data processing				
Purchased services	-	-	-	80,533
Supplies and materials	-	-	-	3,148
Capital outlay	-	50,446	50,446	12,755
Other objects	-	-	-	17,888
Total data processing	-	50,446	50,446	114,324
Total central	327,000	61,160	(265,840)	130,706
Other support services				
Supplies and materials	2,000	3,953	1,953	12,756
Total other support services	2,000	3,953	1,953	12,756
State retirement contributions	-	742,477	742,477	928,978
Total support services	10,034,000	8,919,279	(1,114,721)	8,307,595

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
EDUCATIONAL ACCOUNT (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
EXPENDITURES DISBURSED (CONTINUED)				
Community services				
Salaries	\$ 75,000	\$ 75,542	\$ 542	\$ -
Employee benefits	10,000	11,976	1,976	-
Purchased services	46,000	23,016	(22,984)	5,046
Supplies and materials	44,000	9,249	(34,751)	4,592
Total community services	175,000	119,783	(55,217)	9,638
Non-programmed charges				
Payments for special education programs				
Purchased services	-	-	-	10,589
Other payments	18,000	72,043	54,043	-
Other objects	1,200,000	1,521,567	321,567	718,665
Total non-programmed charges	1,218,000	1,593,610	375,610	729,254
Total Expenditures Disbursed	18,835,000	19,598,042	763,042	17,805,627
Net change in fund balance	<u>\$ 1,846,000</u>	4,054,743	<u>\$ 2,208,743</u>	42,026
Fund balance at beginning of year		6,014,273		5,972,247
Fund balance at end of year		<u>\$ 10,069,016</u>		<u>\$ 6,014,273</u>

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
OPERATIONS AND MAINTENANCE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
REVENUES RECEIVED				
Local sources				
Operations and maintenance levy	\$ 454,000	\$ 331,024	\$ (122,976)	\$ 408,798
Earnings on investments	3,000	19,435	16,435	146
Rental income	-	-	-	88,113
Total local sources	457,000	350,459	(106,541)	497,057
State aid				
Unrestricted				
Evidence-based funding	2,000,000	857,398	(1,142,602)	4,000,000
Restricted				
School maintenance grant	-	50,000	50,000	50,000
Total state aid	2,000,000	907,398	(1,092,602)	4,050,000
Federal aid				
Restricted				
ESSER grants	-	-	-	48,040
Total federal aid	-	-	-	48,040
Total Revenues Received	2,457,000	1,257,857	(1,199,143)	4,595,097
EXPENDITURES DISBURSED				
Support services				
Direction of business support				
Purchased services	-	319	319	-
Total direction of business support	-	319	319	-
Operation and maintenance of plant services				
Salaries	498,000	223,102	(274,898)	484,638
Employee benefits	60,000	1,441	(58,559)	77,093
Purchased services	716,000	841,321	125,321	900,992
Supplies and materials	582,000	517,239	(64,761)	502,395
Other objects	45,000	-	(45,000)	-
Capital outlay	-	-	-	52,627
Total operation and maintenance of plant services	1,901,000	1,583,103	(317,897)	2,017,745
Total Expenditures Disbursed	1,901,000	1,583,422	(317,578)	2,017,745
Net change in fund balance	<u>\$ 556,000</u>	(325,565)	<u>\$ (881,565)</u>	2,577,352
Fund balance at beginning of year		2,881,334		303,982
Fund balance at end of year		<u>\$ 2,555,769</u>		<u>\$ 2,881,334</u>

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
WORKING CASH ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
REVENUES RECEIVED				
Local sources				
Working cash levy	\$ 38,000	\$ 29,909	\$ (8,091)	\$ 37,172
Earnings on investments	2,000	9,052	7,052	2,212
Total Revenues Received	40,000	38,961	(1,039)	39,384
OTHER FINANCING SOURCES				
Principal on bonds sold	-	1,082,188	1,082,188	-
Total Other Financing Sources	-	1,082,188	1,082,188	-
Net change in fund balance	<u>\$ 40,000</u>	1,121,149	<u>\$ 1,081,149</u>	39,384
Fund balance at beginning of year		<u>167,803</u>		<u>128,419</u>
Fund balance at end of year		<u>\$ 1,288,952</u>		<u>\$ 167,803</u>

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
TORT IMMUNITY ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
REVENUES RECEIVED				
Local sources				
Tort immunity levy	\$ 45,000	\$ 48,662	\$ 3,662	\$ 41,992
Earnings on investments	3,000	1,160	(1,840)	2,834
Evidence-based funding	200,000	154,145	(45,855)	-
Total local sources	248,000	203,967	(44,033)	44,826
Total Revenues Received	248,000	203,967	(44,033)	44,826
EXPENDITURES DISBURSED				
Support services				
General administration				
Tort immunity services				
Purchased services	245,000	296,327	51,327	246,488
Total support services	245,000	296,327	51,327	246,488
Total Expenditures Disbursed	245,000	296,327	51,327	246,488
Net change in fund balance	<u>\$ 3,000</u>	(92,360)	<u>\$ (95,360)</u>	(201,662)
Fund balance at beginning of year		93,085		294,747
Fund balance at end of year		<u>\$ 725</u>		<u>\$ 93,085</u>

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
TRANSPORTATION FUND
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
REVENUES RECEIVED				
Local sources				
Transportation levy	\$ 436,000	\$ 359,208	\$ (76,792)	\$ 949,760
Earnings on investments	54,000	116,984	62,984	61,330
Total local sources	490,000	476,192	(13,808)	1,011,090
State aid				
Restricted				
Transportation	528,000	965,708	437,708	783,984
Total state aid	528,000	965,708	437,708	783,984
Total Revenues Received	1,018,000	1,441,900	423,900	1,795,074
EXPENDITURES DISBURSED				
Support services				
Business				
Pupil transportation services				
Purchased services	1,409,000	1,601,049	192,049	1,280,202
Total Expenditures Disbursed	1,409,000	1,601,049	192,049	1,280,202
Net change in fund balance	<u>\$ (391,000)</u>	(159,149)	<u>\$ 231,851</u>	514,872
Fund balance at beginning of year		<u>4,290,922</u>		<u>3,776,050</u>
Fund balance at end of year		<u>\$ 4,131,773</u>		<u>\$ 4,290,922</u>

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
REVENUES RECEIVED				
Local sources				
Municipal retirement/social security levy	\$ 496,000	\$ 271,938	\$ (224,062)	\$ 180,066
Personal property replacement taxes	100,000	100,000	-	294,999
Earnings on investments	32,000	62,137	30,137	33,696
Total local sources	628,000	434,075	(193,925)	508,761
Federal aid				
Restricted				
ESSER grants	-	-	-	12,659
Total federal aid	-	-	-	12,659
Total Revenues Received	628,000	434,075	(193,925)	521,420
EXPENDITURES DISBURSED				
Instruction				
Regular programs	80,000	142,156	62,156	87,358
Pre-K programs	-	7,640	7,640	-
Special education programs	39,000	18,414	(20,586)	28,284
Special education pre-k programs	-	14	14	-
Remedial & supplemental programs	-	22,827	22,827	-
Interscholastic programs	4,000	4,643	643	3,954
Total instruction	123,000	195,694	72,694	119,596
Support services				
Pupils				
Attendance and social work services	1,000	9,578	8,578	1,025
Guidance services	1,000	1,626	626	2,505
Health services	3,000	5,239	2,239	3,410
Psychological services	1,000	900	(100)	899
Speech pathology and audiology services	7,000	6,245	(755)	5,734
Other support services	4,000	6,941	2,941	7,011
Total pupils	17,000	30,529	13,529	20,584
Instructional staff				
Improvement of instruction services	1,000	1,113	113	1,143
Educational media services	32,000	35,196	3,196	30,370
Assessment and testing	6,000	3,536	(2,464)	5,018
Total instructional staff	39,000	39,845	845	36,531

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
EXPENDITURES DISBURSED (CONTINUED)				
Support services (Continued)				
General administration				
Board of Education services	\$ 2,000	\$ 859	\$ (1,141)	\$ 1,205
Executive administration services	27,000	21,521	(5,479)	26,808
Special area administration services	10,000	17,571	7,571	9,492
Total general administration	39,000	39,951	951	37,505
School administration				
Office of the principal services	36,000	19,268	(16,732)	120,941
Total school administration	36,000	19,268	(16,732)	120,941
Business				
Direction of business support services	22,000	18,213	(3,787)	36,928
Operation and maintenance of plant services	53,000	71,778	18,778	68,021
Food services	29,000	27,868	(1,132)	28,523
Total business	104,000	117,859	13,859	133,472
Central Staff	-	-	-	30
Total central	-	-	-	30
Total support services	235,000	247,452	12,452	349,063
Community services	-	5,731	5,731	-
Total community services	-	5,731	5,731	-
Total Expenditures Disbursed	358,000	448,877	90,877	468,659
Net change in fund balance	<u>\$ 270,000</u>	(14,802)	<u>\$ (284,802)</u>	52,761
Fund balance at beginning of year		2,305,018		2,252,257
Fund balance at end of year		<u>\$ 2,290,216</u>		<u>\$ 2,305,018</u>

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
REVENUES RECEIVED				
Local sources				
Bond and interest levy	\$ 590,000	\$ 1,032,363	\$ 442,363	\$ 1,106,035
Personal property replacement taxes	-	-	-	350,000
Other	-	312	312	-
Earnings on investments	-	(24,405)	(24,405)	1,285
Total local sources	590,000	1,008,270	418,270	1,457,320
State aid				
Unrestricted				
Evidence-based funding	-	53,112	53,112	-
Total state aid	-	53,112	53,112	-
Total Revenues Received	590,000	1,061,382	471,382	1,457,320
EXPENDITURES DISBURSED				
Debt Service				
Principal	1,095,000	1,147,300	52,300	1,146,072
Interest and fiscal charges	27,000	55,999	28,999	83,466
Total Expenditures Disbursed	1,122,000	1,203,299	81,299	1,229,538
Excess (deficiency) of revenues received over (under) expenditures disbursed	(532,000)	(141,917)	390,083	227,782
OTHER FINANCING SOURCES				
Principal on bonds sold	-	27,812	27,812	-
Total Other Financing Sources	-	27,812	27,812	-
Net change in fund balance	<u>\$ (532,000)</u>	<u>\$ (114,105)</u>	<u>\$ 417,895</u>	<u>\$ 227,782</u>
Fund balance at beginning of year		<u>914,011</u>		<u>686,229</u>
Fund balance at end of year		<u>\$ 799,906</u>		<u>\$ 914,011</u>

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
REVENUES RECEIVED				
Local sources				
Earnings on investments	\$ -	\$ 26	\$ 26	\$ 15
Total Revenues Received	-	26	26	15
Net change in fund balance	\$ -	26	\$ 26	15
Fund balance at beginning of year		935		920
Fund balance at end of year		\$ 961		\$ 935

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
FIRE PREVENTION AND SAFETY FUND
FOR THE YEAR ENDED JUNE 30, 2024

	2024			2023
	Original and Final Budget	Actual	Variance with Final Budget Over/(Under)	Actual
REVENUES RECEIVED				
Local sources				
Fire prevention and safety levy	\$ -	\$ 1,378	\$ 1,378	\$ 49,299
Earnings on investments	2,000	5,824	3,824	2,167
Total local sources	2,000	7,202	5,202	51,466
Total Revenues Received	2,000	7,202	5,202	51,466
Net change in fund balance	<u>\$ 2,000</u>	<u>7,202</u>	<u>\$ 5,202</u>	<u>51,466</u>
Fund balance at beginning of year		<u>170,101</u>		<u>118,635</u>
Fund balance at end of year		<u>\$ 177,303</u>		<u>\$ 170,101</u>

See independent auditor's report.

HAZEL CREST SCHOOL DISTRICT 152.5
NOTES TO SUPPLEMENTARY INFORMATION
JUNE 30, 2024

NOTE 1. BUDGET AND BUDGETARY ACCOUNTING

The budget for all governmental fund types is prepared on the cash basis of accounting, which is the same basis that is used in financial reporting, except that the budget basis excludes on-behalf payments for which the District is not legally responsible. This difference has no effect on the excess (deficiency) of revenues received and other financing sources (uses) over (under) expenditures disbursed because on-behalf revenues received and expenditures disbursed are equal.

The budget, which was not amended, was passed on September 18, 2023. For each fund, total fund expenditures disbursed may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

The District, in accordance with Chapter 105, Section 5/17-1 of the *Illinois Compiled Statutes*, follows these procedures in establishing the budgetary data reflected in the financial statements.

- 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 disbursed and the means of financing them.
- A public hearing is conducted to obtain taxpayer comments.
- Prior to October 1, the budget is legally adopted through passage of a resolution.
- Formal budgetary integration is employed as a management control device during the year.
- The Board of Education may make transfers between the various items in any fund not exceeding in the aggregate 10 percent of the total of such fund as set forth in the budget.
- The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption.

Over-Expenditure of Budget

Expenditures disbursed exceeded the budget in the following individual funds:

Fund	Budget	Actual	Over-expended Budget
General Fund: Educational Account	\$ 18,835,000	\$ 19,598,042	\$ 763,042 *
General Fund: Tort Immunity Account	245,000	296,327	51,327
Debt Service Fund	1,122,000	1,203,299	81,299
Transportation Fund	1,409,000	1,601,049	192,049
Municipal Retirements/Social Security Fund	358,000	448,877	90,877

* Includes on-behalf payments of \$2,560,264

HAZEL CREST SCHOOL DISTRICT 152.5
ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR-END FINANCIAL REPORT
JUNE 30, 2024

CSFA #	Program Name	State	Federal	Total
586-18-0407	National school lunch program	\$ -	\$ 474,842	\$ 474,842
586-18-0406	School breakfast program	-	206,963	206,963
586-18-0413	Fresh fruit and vegetable program	-	10,282	10,282
586-18-2330	DOD commodities	-	34,680	34,680
586-18-2330	Commodities	-	7,578	7,578
586-57-0420	Special education preschool grants	-	26,062	26,062
586-64-0417	Special education grants to states	-	194,641	194,641
586-64-0417	Special education grants to states - early intervention	-	6,760	6,760
478-00-0251	Medical assistance program	-	26,599	26,599
586-18-0409	Child & adult care food program	-	38,929	38,929
586-62-0414	Title I grants to local educational agencies	-	1,252,204	1,252,204
586-73-1082	Title I - school improvement & accountability	-	189,014	189,014
586-62-1588	Title IVA student support & academic enrichment	-	62,624	62,624
586-62-0430	Title II, Part A - preparing, training, and recruiting high-quality teachers, principals, and other school leaders	-	12,475	12,475
586-43-2483	Elementary and secondary relief - digital equity formula	-	47,085	47,085
586-62-2402	CARES/CRRSAA - elementary and secondary school relief grant	-	113	113
586-62-2578	ARP – LEA and COOP American rescue plan (ESSER III)	-	5,113,589	5,113,589
586-18-2610	ARP - homeless children and youth grant	-	511	511
586-44-2467	EC - Governor's emergency education relief (GEER) and GEER II fund	-	42,749	42,749
586-18-0868	Early childhood block grant: preschool for all 3-5	608,172	-	608,172
586-84-1531	After school programs	24,331	-	24,331
586-43-2203	Other state programs - STEM	74,644	-	74,644
Total expenditures		<u>\$ 707,147</u>	<u>\$ 7,747,700</u>	<u>\$ 8,454,847</u>

See independent auditor's report.

OTHER SUPPLEMENTARY INFORMATION

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION
LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
LAST THREE CALENDAR YEARS

	December 31,		
	2023	2022	2021
TOTAL PENSION LIABILITY			
Service cost	\$ 182,426	\$ 172,108	\$ 140,964
Interest	494,462	465,952	446,198
Differences between expected and actual experience	554,140	172,794	59,958
Changes in assumptions	(12,027)	-	-
Benefit payments, including refunds of employee contributions	(433,860)	(411,662)	(368,808)
Net change in total pension liability	785,141	399,192	278,312
Total pension liability - beginning	6,945,887	6,546,695	6,268,383
Total pension liability - ending (A)	<u>\$ 7,731,028</u>	<u>\$ 6,945,887</u>	<u>\$ 6,546,695</u>
PLAN FIDUCIARY NET POSITION			
Contributions-employer	\$ 131,092	\$ 65,471	\$ 84,577
Contributions-employee	125,296	93,317	75,861
Net investment income	795,016	(1,103,092)	1,275,546
Benefit payments, including refunds of employee contributions	(433,860)	(411,662)	(368,808)
Other	237,481	1,668	(3,518)
Net change in plan fiduciary net position	855,025	(1,354,298)	1,063,658
Plan fiduciary net position - beginning	7,157,877	8,512,175	7,448,517
Plan fiduciary net position - ending (B)	<u>\$ 8,012,902</u>	<u>\$ 7,157,877</u>	<u>\$ 8,512,175</u>
NET PENSION LIABILITY (ASSET) - ENDING (A) - (B)	<u>\$ (281,874)</u>	<u>\$ (211,990)</u>	<u>\$ (1,965,480)</u>
Plan fiduciary net position as a percentage of the total pension liability	103.65%	103.05%	130.02%
Covered-employee payroll	\$ 2,809,207	\$ 2,071,853	\$ 1,684,803
Net pension liability as a percentage of covered-employee payroll	-10.03%	-10.23%	-116.66%

Notes to schedule:

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Changes in assumptions:

For 2014, changes are primarily from adopting an IMRF specific mortality tables with fully generational projection scale MP-2014 (base year 2014) developed from the RP-2014 mortality tables.

For 2015, changes are primarily from a change in the calculated single discount rate from 7.49% in 2014 to 7.47% in 2015.

For 2016, changes are primarily from a change in the calculated single discount rate from 7.47% in 2015 to 7.50% in 2016.

For 2017, changes are primarily from adopting an IMRF specific mortality tables with fully generational projection scale MP-2017 (base year 2015) developed from the RP-2014 mortality tables.

For 2018, the assumed investment rate of return was lowered from 7.50% to 7.25%.

For 2020, changes are primarily from adopting the Pub-2010, amount weighted, general mortality tables for retirees and active members.

For 2023, changes are primarily from updates to mortality tables and other demographic data based on the experience study covering the years 2020-2022.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' RETIREMENT SYSTEM
LAST THREE FISCAL YEARS

<u>Fiscal Year</u>	<u>District's proportion of the net pension liability</u>	<u>District's proportionate share of the net pension liability</u>	<u>State's proportionate share of the net pension liability associated with the District</u>	<u>Total</u>	<u>District's covered- employee payroll</u>	<u>District's proportionate share of the net pension liability as a percentage of it's covered- employee payroll</u>	<u>Plan fiduciary net position as a percentage of the total pension liability</u>
2024	0.0004557151%	\$ 387,269	\$ 33,421,543	\$ 33,808,812	\$ 5,789,128	6.69%	43.90%
2023	0.0006251639%	524,140	45,465,633	45,989,773	6,371,714	8.23%	42.80%
2022	0.0005866263%	457,635	38,354,656	38,812,291	N/A	N/A	45.10%

Notes to Schedule:

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

The amounts presented have a measurement date of the previous fiscal year.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHERS' HEALTH INSURANCE SECURITY FUND
LAST THREE FISCAL YEARS

Fiscal Year	District's proportion of the net OPEB liability	District's proportionate share of the net OPEB liability	State's proportionate share of the net OPEB liability associated with the District	Total	District's covered- employee payroll	District's proportionate share of the net OPEB liability as a percentage of it's covered- employee payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2024	0.016314%	\$ 1,162,758	\$ 1,572,419	\$ 2,735,177	\$ 5,789,128	20.09%	6.21%
2023	0.023992%	1,642,158	2,233,994	3,876,152	6,371,714	25.77%	5.24%
2022	0.020269%	4,470,365	6,061,163	10,531,528	N/A	N/A	1.40%

Notes to schedule:

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

The amounts presented have a measurement date of the previous fiscal year.

Fiscal Year	Actuarially determined contribution	Contributions in relation to the actuarially determined contribution	Contribution deficiency (excess)	Covered-employee payroll	Contributions as a percentage of covered-employee payroll
6/30/2024	\$ 66,459	\$ 65,543	\$ 916	\$ 2,876,723	2.28%
6/30/2023	62,422	62,262	160	2,541,786	2.45%
6/30/2022	74,221	74,247	(26)	1,861,655	3.99%

Valuation date:

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

Methods and assumptions used to determine 2023 contribution rates:

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%
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 2017-2019.
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.

Other information:

Notes There were no benefit changes during the year.

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHERS' RETIREMENT SYSTEM
LAST THREE FISCAL YEARS

Fiscal Year	Statutorily- required contribution	Contributions in relation to the statutorily- required contribution	Contribution deficiency (excess)	Covered-employee payroll	Contributions as a percentage of covered-employee payroll
2024	\$ 177,465	\$ 177,466	\$ (1)	\$ 5,707,952	3.11%
2023	33,577	27,756	5,821	5,789,128	0.48%
2022	98,086	74,595	23,491	6,371,714	1.17%

Notes to schedule:

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

Changes of assumptions:

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

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

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHERS' HEALTH INSURANCE SECURITY FUND
LAST THREE FISCAL YEARS

<u>Fiscal Year</u>	<u>Statutorily- required contribution</u>	<u>Contributions in relation to the statutorily- required contribution</u>	<u>Contribution deficiency (excess)</u>	<u>Covered-employee payroll</u>	<u>Contributions as a percentage of covered-employee payroll</u>
2024	\$ 38,243	\$ 38,245	\$ (2)	\$ 5,707,952	0.67%
2023	38,787	23,033	15,754	5,789,128	0.40%
2022	42,690	46,066	(3,376)	6,371,714	0.72%

Notes to schedule:

This schedule is intended to illustrate the information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF ASSESSED VALUATIONS, TAX LEVIES EXTENDED AND COLLECTIONS
JUNE 30, 2024

	2023 Levy	2022 Levy	2021 Levy
Equalized assessed valuation	\$ 126,188,890	\$ 96,058,632	\$ 100,630,871
Tax rates (per \$100 of assessed valuation)			
Educational	4.4929	5.5313	4.2466
Operations and maintenance	0.3261	0.4260	0.5466
Debt service	1.0171	1.3406	1.3347
Transportation	0.3397	0.4435	1.6397
Municipal retirement	0.0007	0.0009	0.0656
Social security	0.2717	0.3548	0.0656
Working cash	0.0292	0.0387	0.0500
Tort immunity	0.0680	0.0444	0.0557
Fire prevention and safety	-	-	0.1000
Levy adjustment PA 102-0519	0.0746	0.4401	0.2181
	6.6200	8.6203	8.3226
Extended tax levy			
Educational	\$ 5,669,581	\$ 5,313,989	\$ 4,273,823
Operations and maintenance	411,501	409,209	550,000
Debt service	1,283,471	1,287,720	1,343,160
Transportation	428,663	426,020	1,650,000
Municipal retirement	883	864	66,000
Social security	342,855	340,816	66,000
Working cash	36,847	37,174	50,315
Tort immunity	85,808	42,650	56,100
Fire prevention and safety	-	-	100,631
Levy adjustment PA 102-0519	94,096	422,773	219,478
	\$ 8,353,705	\$ 8,281,215	\$ 8,375,507
Taxes collected year ended:			
June 30, 2024	\$ 2,708,511	\$ 3,845,133	\$ 114,826
June 30, 2023	-	2,804,166	3,931,026
Prior year tax collections	-	-	2,893,661
Total collected	\$ 2,708,511	\$ 6,649,299	\$ 6,939,513
Percent collected	32.42%	80.29%	82.85%

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF DEBT SERVICE REQUIREMENTS
JUNE 30, 2024

Year Ended June 30,	G.O. Limited Tax Bonds February 20, 2024		Total
	Principal	Interest	
2025	\$ 1,110,000	\$ 35,956	\$ 1,145,956
	<u>\$ 1,110,000</u>	<u>\$ 35,956</u>	<u>\$ 1,145,956</u>

HAZEL CREST SCHOOL DISTRICT 152.5
DEBT SERVICE SCHEDULE BY LEVY YEAR
JUNE 30, 2024

Due Date	02/08/2024 GO Limited Tax Bonds Series 2024		Levy Year
		Total	
12/1/24	\$ 1,145,956	\$ 1,145,956	2023
	<u>1,145,956</u>	<u>1,145,956</u>	
Total	<u>\$ 1,145,956</u>	<u>\$ 1,145,956</u>	

HAZEL CREST SCHOOL DISTRICT 152.5
SCHEDULE OF LEGAL DEBT MARGIN
JUNE 30, 2024

Equalized assessed valuation	\$ 126,188,890
Limiting rate	<u>6.9%</u>
General obligation debt limit	8,707,033
Less outstanding debt:	
Bonds payable	(1,110,000)
Leases payable	<u>(52,826)</u>
Remaining debt margin	<u><u>\$ 7,544,207</u></u>



John Kasperek Co., Inc. | (708) 862-2262 | info@kasperekcpa.com
West Office: 9980 190th St., Unit A, Mokena, IL 60448
East Office: 1471 Ring Road, Calumet City, IL 60409