

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

ANNUAL FINANCIAL REPORT

As of and for the Year Ended June 30, 2025

And Report of Independent Auditor

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

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INTRODUCTORY SECTION

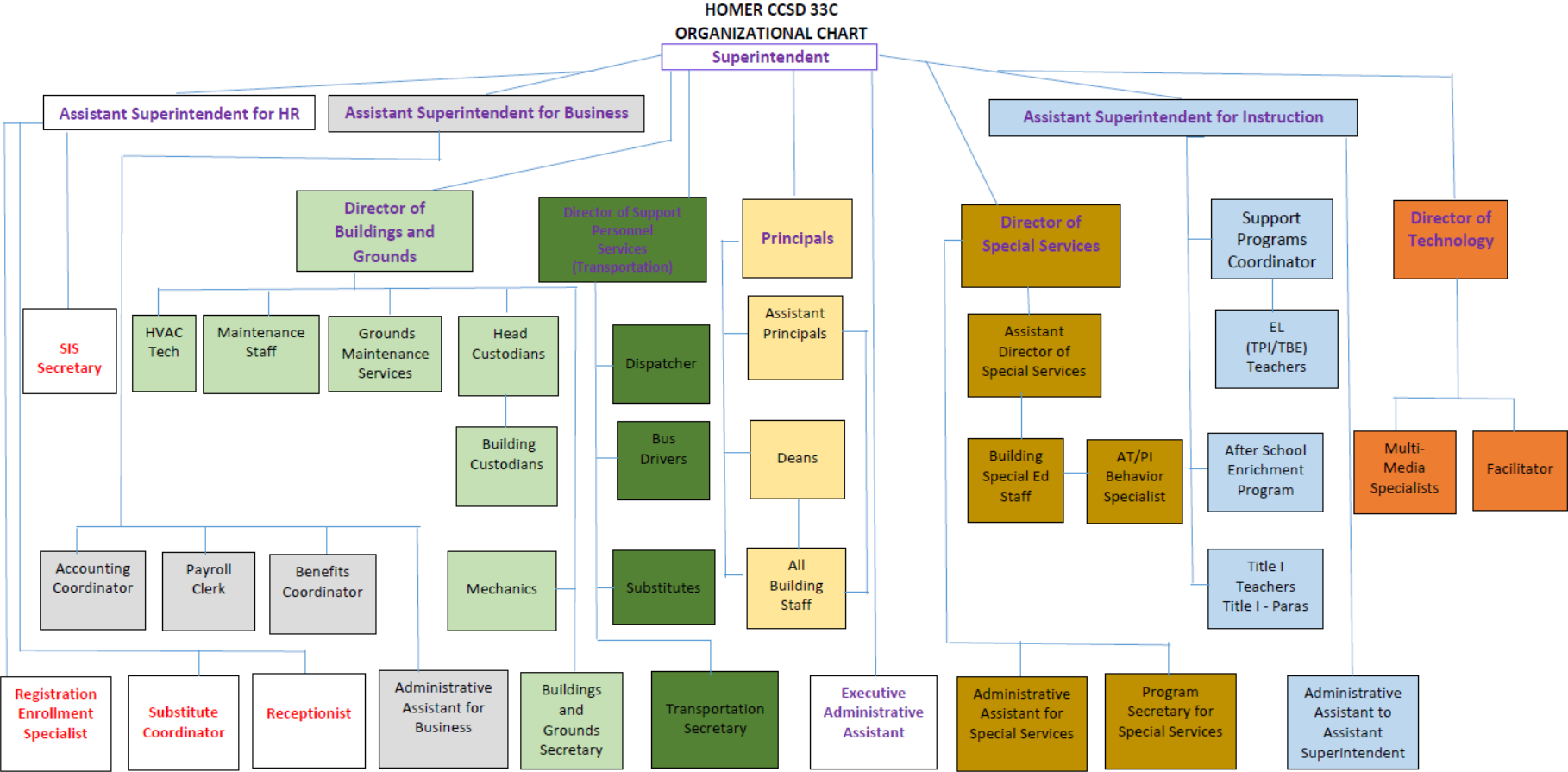
HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
BOARD OF EDUCATION MEMBERS AND OFFICERS

YEAR ENDED JUNE 30, 2025

Chris Trzeciak	President
Melissa Chandarana	Vice President
Aaron Wolf	Secretary
Elizabeth Hitzeman	Member
Deb Martin	Member
Elizabeth Miceli	Member
Joshua Oster	Member

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
ORGANIZATIONAL CHART

3:30-E



July 24, 2018

FINANCIAL SECTION

Report of Independent Auditor

To the Superintendent of Schools and Board of Education
Homer Community Consolidated School District 33C
Homer Glen, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Homer Community Consolidated School District 33C (the "District"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2025, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Opinions

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

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.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information (combining and individual fund financial statements and schedules, schedule of expenditures – modified cash basis – actual and budget, and Illinois Grant Accountability and Transparency Act Consolidated Year-End Financial Report) and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We have also previously audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, the basic financial statements of the District as of June 30, 2024, and our report dated December 10, 2024 expressed an unmodified opinion on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. 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 individual fund financial statements and schedules contain comparative amounts for the year ended June 30, 2024 which 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 June 30, 2024 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 and *Government Auditing Standards*. In our opinion, the comparative amounts for June 30, 2024 in the individual fund financial statements and schedules 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 financial report. The other information comprises the introductory section, management's discussion and analysis, and other information section 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 December 3, 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.

Cherry Bekaert LLP

Orland Park, Illinois
December 3, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

MANAGEMENT'S DISCUSSION AND ANALYSIS

AS OF AND FOR THE YEAR ENDED JUNE 30, 2025

As management of Homer Community Consolidated School District 33C (the "District"), we offer readers of the District's Annual Financial Report this narrative and analysis of the financial activities of the District for the fiscal year ended June 30, 2025.

Financial Highlights

- The District's net position at the close of the fiscal year was 135,541,884.
- Governmental activities had an unrestricted net position of \$34,823,065. The balance of net position is invested in capital assets or restricted for various purposes and, therefore, is not available for funding general activities.
- The total net position of the District increased by \$8,582,713 during fiscal year 2025, down from the \$12,314,208 increase of the previous year. This was primarily due to a slight reduction in revenues from the previous year and a slight year over year increase in support services spending.
- Fund balance of the District's governmental funds decreased by \$11,509,572, resulting in an ending fund balance of \$46,242,921. This is primarily attributable to spending on the large, multi-year construction project connecting Homer Jr. High School and Hadley Middle School.
- During the current fiscal year, the fund balance in the District's General Fund increased by \$7,678,019. This was the intended result of a surplus in the General Fund and will be transferred to the Capital Projects fund in FY26 to complete payment on the construction project connecting Homer Jr. High School and Hadley Middle School.

Overview of the Financial Statements

Management's discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements presented on pages 13 through 34 are comprised of three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

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

The statement of net position – modified cash basis presents information about all of the District's assets and liabilities as reported using the modified cash basis of accounting. The difference between assets and liabilities is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities – modified cash basis presents information showing how the net position of the District changed during the current fiscal year. Changes in net position are recorded in the statement of activities using the modified cash basis of accounting.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

MANAGEMENT'S DISCUSSION AND ANALYSIS

AS OF AND FOR THE YEAR ENDED JUNE 30, 2025

Both of the government-wide financial statements distinguish functions of the District that are supported by taxes and intergovernmental revenues (governmental activities). Governmental activities consolidate governmental funds, including general, special revenue, debt service, and capital projects funds.

The government-wide financial statements can be found on pages 13 and 14 of this report.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with finance-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. Fund financial statements for the District include all governmental funds.

Governmental Funds – Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financing requirements in the near term.

Since the governmental funds and the governmental activities are reported using the same functions, it is useful to compare the information presented. Because the focus of each report differs, reconciliation is provided in the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The District maintains five different governmental funds. The General, Transportation, and Capital Projects Funds are considered to be major funds. They are presented separately in the fund financial statements with the remaining nonmajor governmental funds labeled as "Nonmajor Governmental Funds". Individual fund information for the nonmajor funds is presented in the combining and individual fund financial statements and schedules section of this report.

The District adopts an annual appropriated budget for each of the governmental funds. Governmental fund budgetary comparisons are reported in the combining and individual fund financial statements and schedules section of this report.

The basic governmental fund financial statements can be found on pages 15 through 18 of this report.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes can be found on pages 19 through 34 of this report.

Government-Wide Financial Analysis

The assets of the District are classified as current assets and capital assets. Cash and investments are current assets. These assets are available to provide resources for the near-term operations of the District.

Capital assets are used in the operations of the District. These are land, land improvements, buildings, equipment, and construction-in-progress. Capital assets are discussed in greater detail in the section titled "Capital Assets and Debt Administration" elsewhere in this analysis.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

MANAGEMENT'S DISCUSSION AND ANALYSIS

AS OF AND FOR THE YEAR ENDED JUNE 30, 2025

The assets of the District exceed liabilities by \$135,541,884 with an unrestricted balance of \$34,823,065. Total net position of the District does not include internal balances.

The District's net investment in capital assets of \$89,298,963 represents 66% of the District's net position.

Net Position – Modified Cash Basis

	2025	2024
ASSETS		
Current and other assets	\$ 46,412,390	\$ 57,956,975
Capital assets	93,972,653	74,956,908
Total Assets	\$ 140,385,043	\$ 132,913,883
LIABILITIES		
Current liabilities	\$ 169,469	\$ 204,482
Noncurrent liabilities	4,673,690	5,750,230
Total Liabilities	\$ 4,843,159	\$ 5,954,712
NET POSITION:		
Net investment in capital assets	\$ 89,298,963	\$ 69,206,678
Restricted	11,419,856	7,054,748
Unrestricted	34,823,065	50,697,745
Total Net Position	\$ 135,541,884	\$ 126,959,171

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

MANAGEMENT'S DISCUSSION AND ANALYSIS

AS OF AND FOR THE YEAR ENDED JUNE 30, 2025

Government-wide Activities

Governmental activities increased the net position of the District by \$8,582,713.

Changes in Net Position – Modified Cash Basis

	<u>2025</u>	<u>2024</u>
Revenues:		
Program Revenues:		
Charges for services	\$ 1,745,916	\$ 1,706,397
Operating grants and contributions	17,850,862	20,110,298
General Revenues:		
Property taxes	56,972,868	55,648,050
Evidence based funding	3,855,121	3,788,348
Investment income	2,191,186	2,571,054
Other revenues	1,208,807	1,477,037
Total Revenues	<u>83,824,760</u>	<u>85,301,184</u>
Expenses:		
Governmental Activities:		
Instructional	45,352,517	45,348,262
Pupil support	4,917,120	4,424,174
Other support	17,439,410	15,863,131
Transportation	4,344,716	4,180,513
Administration	3,052,307	2,997,224
Interest and fees	135,977	173,672
Total Expenses	<u>75,242,047</u>	<u>72,986,976</u>
Increase in net position	8,582,713	12,314,208
Net position at beginning of year	<u>126,959,171</u>	<u>114,644,963</u>
Net position at end of year	<u>\$ 135,541,884</u>	<u>\$ 126,959,171</u>

Key elements of the increase in net position for governmental activities are as follows:

- The increase in net position was \$3,731,495 less than the increase seen in the prior year. Large scale construction spending and a slight increase in support services expenditures account for much of this change. See the "Reconciliation of the Net Change in Fund Balances of Governmental Funds to the Change in Net Position of Governmental Activities Year Ended June 30, 2025" for more details.
- Other support expenditures increased by \$1,576,279. This increase is primarily the result of increased spending on non-instructional software, and contracted transportation services.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

MANAGEMENT'S DISCUSSION AND ANALYSIS

AS OF AND FOR THE YEAR ENDED JUNE 30, 2025

Financial Analysis of the District's Funds

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

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

As of the end of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$46,242,921, a decrease of \$11,509,572 compared with the prior year, and primarily due to payments for the large scale construction project in progress.

The fund balance for the District at the end of the fiscal year included unassigned fund balance in the General Fund of \$18,327,122. The remaining fund balance is reflected as assigned or restricted because it has been allocated: 1) for transportation needs, 2) for construction projects, 3) for debt service costs, 4) for municipal retirement costs, 5) for staff training, and 6) student activities.

The General Fund is the primary operating fund of the District. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Actual expenditures of the General Fund amounted to \$65,986,263. Unassigned fund balance represents 28% of expenditures.

General Fund Budgetary Highlights

Actual expenditures of the General Fund, excluding on behalf payments, were \$52,915,342, or 6.7%, lower than the budgeted expenditures for the year ended June 30, 2025. This was mainly due to limited contingency spending, controlling overall expenditures and less than expected spending on capital construction projects for the year.

Actual revenues of the General Fund, excluding on behalf amounts, were \$61,726,811, or 1.0%, lower than the budgeted revenues for the year ended June 30, 2025.

Capital Assets and Debt Administration

Capital Assets. The District's investment in capital assets for its governmental activities as of June 30, 2025 amounts to \$93,972,653 (net of accumulated depreciation). This investment in capital assets included land, construction-in-progress, land improvements, buildings, and equipment. The total increase in the District's investment in capital assets for the current fiscal year was \$19,015,745, or 25.4%, and was the result of spending on the large scale construction project connecting Homer Jr. High School and Hadley Middle School.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

MANAGEMENT'S DISCUSSION AND ANALYSIS

AS OF AND FOR THE YEAR ENDED JUNE 30, 2025

Capital Assets (net of accumulated depreciation)

	Government-Wide	
	2025	2024
Land	\$ 6,114,166	\$ 6,114,166
Construction-in-progress	23,915,591	2,449,931
Depreciable buildings, property, and equipment, net	63,942,896	66,392,811
Total Capital Assets	\$ 93,972,653	\$ 74,956,908

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

Long-Term Liabilities. At June 30, 2025, the District had long-term liabilities of \$4,673,690. This is from Debt Certificates issued in 2018 to fund capital improvements to the District's facilities and a capital lease obligation in 2024 to purchase copiers for use throughout the District.

Additional information on the District's long-term liabilities can be found in the notes to basic financial statements.

Economic Factors and Next Year's Budget

At the time these financial statements were prepared and audited, the District was unaware of any existing circumstances that could significantly affect its financial health in the future.

Overall, residential construction in Homer Glen and Lockport shows signs of consistency based on the slow but steady stream of building permit applications passing through the District's offices, and the fact that both Homer Glen and Lockport keep the District informed as to any major upcoming developments.

A recent demographic study suggests that existing home sales will remain somewhat flat for the next few years but is expected to jump near the end of the decade. As of now, new home sales have made up for the downward trend of existing sales and kept student enrollments relatively flat. However, when existing sales increase significantly, and if new home sales continue at their current rate, enrollment is expected to jump significantly. It is this reason that the District has invested in the expansion and connection of Homer Jr. High and Hadley Middle School. It is also the reason the District is weighing its options to decide the best way forward to prevent future overcrowding at the elementary buildings. It is clear, however, that some type of construction will be required and the District is working to ensure these financial needs can be met.

To that end, the District continues to make capital improvements. Fund balance in the Education, Operations and Maintenance fund, Capital Projects fund, Transportation Fund, and the Working Cash fund will be used to fund these improvements.

The District continues to be an entity dependent on local revenue sources. For fiscal year 2025, 88% of all revenue, excluding on behalf revenue, was from local sources; 81% was from property taxes alone. The Property Tax Extension Limitation Law ("PTELL") was added in for the 1994 levy year. The law was designed to limit the increases in property tax extensions (total taxes billed) for non-home rule taxing districts. The District has an outstanding property tax base; however, PTELL has, in effect, made that base inaccessible.

Although the law is commonly referred to as "tax caps," use of this phrase can be misleading. The PTELL does not "cap" either individual property tax bills or individual property assessments. Instead, the PTELL allows a taxing district to receive a limited inflationary increase in tax extensions on existing property, plus an additional amount for new construction.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

MANAGEMENT'S DISCUSSION AND ANALYSIS

AS OF AND FOR THE YEAR ENDED JUNE 30, 2025

The Consumer Price Index (CPI) used to determine the 2025 tax levy came in at 2.9%. The District is a Tier IV district under the new Evidence Based Funding Model adopted by the state of Illinois. As a Tier IV district, this year the District expects only a minimal increase in state funding.

The District will likely continue to maintain its Standard & Poors' bond rating of AA. This is just two steps away from the highest possible rating. A higher rating means paying lower interest when issuing debt, which in turn allows more dollars available for our classrooms.

The Illinois State Board of Education system for assessing a school district's financial health is called the Financial Profile. The District last received a 3.65/4.00 score from the Illinois State Board of Education for the District's Financial Profile. This score places the District in the highest category for financial strength, labeled "Financial Recognition." It is expected that for fiscal year 2025, the District will achieve the same recognition.

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

Office of the Assistant Superintendent for Business and Operations
Homer Community Consolidated School District 33C
15733 South Bell Road
Homer Glen, IL 60491

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
STATEMENT OF NET POSITION –
MODIFIED CASH BASIS – GOVERNMENTAL ACTIVITIES

JUNE 30, 2025

ASSETS

Equity in pooled cash and investments	\$ 46,412,390
Capital Assets not being Depreciated:	
Land	6,114,166
Construction-in-progress	23,915,591
Capital Assets Net of Accumulated Depreciation:	
Land improvements	2,214,689
Buildings and improvements	58,835,920
Equipment	2,892,287
Total Assets	\$ 140,385,043

LIABILITIES

Payroll withholdings and deductions	\$ 127,894
Other liabilities	41,575
Noncurrent Liabilities:	
Due within one year	1,070,387
Due in more than one year	3,603,303
Total Liabilities	\$ 4,843,159

NET POSITION

Net investment in capital assets	\$ 89,298,963
Restricted for:	
Operations and maintenance	4,503,727
Municipal retirement	1,639,219
Student activities	299,193
Tort immunity	197,591
Transportation	4,780,126
Unrestricted	34,823,065
Total Net Position	\$ 135,541,884

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

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
STATEMENT OF ACTIVITIES –
MODIFIED CASH BASIS – GOVERNMENTAL ACTIVITIES

YEAR ENDED JUNE 30, 2025

		Program Revenues		Net (Expense)
			Operating	Revenue and
	Expenses	Charges for	Grants and	Change in
		Services	Contributions	Net Position
Functions/Programs:				
Governmental Activities:				
Instructional	\$ 45,352,517	\$ 1,732,988	\$ 14,753,125	\$ (28,866,404)
Pupil support	4,917,120	-	-	(4,917,120)
Other support	17,439,410	-	-	(17,439,410)
Transportation	4,344,716	12,928	3,097,737	(1,234,051)
Administration	3,052,307	-	-	(3,052,307)
Interest and fees	135,977	-	-	(135,977)
Total Governmental Activities	<u>\$ 75,242,047</u>	<u>\$ 1,745,916</u>	<u>\$ 17,850,862</u>	<u>(55,645,269)</u>
General Revenues:				
Property taxes				56,972,868
Evidence based funding - unrestricted				3,855,121
Investment income				2,191,186
Other revenues				<u>1,208,807</u>
Total General Revenues				<u>64,227,982</u>
Change in net position				8,582,713
Net position at beginning of year				<u>126,959,171</u>
Net position at end of year				<u><u>\$ 135,541,884</u></u>

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

FUND FINANCIAL STATEMENTS

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
BALANCE SHEET –
MODIFIED CASH BASIS – GOVERNMENTAL FUNDS

JUNE 30, 2025

	General	Transportation	Capital Projects	Total Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Equity in pooled cash and investments	<u>\$ 33,634,672</u>	<u>\$ 6,925,568</u>	<u>\$ 3,946,575</u>	<u>\$ 1,905,575</u>	<u>\$ 46,412,390</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Payroll withholdings and deductions	\$ 15,464	\$ 112,430	\$ -	\$ -	\$ 127,894
Other liabilities	<u>41,575</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,575</u>
Total Liabilities	<u>57,039</u>	<u>112,430</u>	<u>-</u>	<u>-</u>	<u>169,469</u>
Fund Balances:					
Restricted	5,000,511	4,780,126	-	1,639,219	11,419,856
Assigned	10,250,000	2,033,012	3,946,575	266,356	16,495,943
Unassigned	<u>18,327,122</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,327,122</u>
Total Fund Balances	<u>33,577,633</u>	<u>6,813,138</u>	<u>3,946,575</u>	<u>1,905,575</u>	<u>46,242,921</u>
Total Liabilities and Fund Balances	<u><u>\$ 33,634,672</u></u>	<u><u>\$ 6,925,568</u></u>	<u><u>\$ 3,946,575</u></u>	<u><u>\$ 1,905,575</u></u>	<u><u>\$ 46,412,390</u></u>

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

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO
NET POSITION OF GOVERNMENTAL ACTIVITIES

JUNE 30, 2025

Fund balances - total governmental funds	\$ 46,242,921
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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.	93,972,653
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. Also, governmental funds report the effect of premiums, discounts, and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities - modified cash basis. Long-term liabilities and related accounts at year-end consist of:

Debt certificates payable	\$ (4,265,000)	
Unamortized debt issuance premium	(227,018)	
Lease obligation	<u>(181,672)</u>	<u>(4,673,690)</u>
Net Position of Governmental Activities		<u>\$ 135,541,884</u>

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

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES –
MODIFIED CASH BASIS – GOVERNMENTAL FUNDS***YEAR ENDED JUNE 30, 2025*

	General	Transportation	Capital Projects	Total Nonmajor Governmental Funds	Total Governmental Funds
Revenues:					
Local Sources:					
Property taxes	\$ 52,296,553	\$ 2,316,939	\$ -	\$ 2,359,376	\$ 56,972,868
Investment income	1,247,657	345,354	532,367	65,808	2,191,186
Other	2,695,276	12,928	221,519	25,000	2,954,723
Total Local Sources	56,239,486	2,675,221	753,886	2,450,184	62,118,777
State Sources:					
Evidence based funding	3,855,121	-	-	-	3,855,121
Grants-in-aid	421,780	3,097,737	50,000	-	3,569,517
Total State Sources	4,276,901	3,097,737	50,000	-	7,424,638
Federal Sources:					
Grants-in-aid	1,210,424	-	-	-	1,210,424
On behalf revenues	13,070,921	-	-	-	13,070,921
Total Revenues	74,797,732	5,772,958	803,886	2,450,184	83,824,760
Expenditures:					
Current:					
Instruction	44,024,759	-	-	812,401	44,837,160
Support services	19,389,723	3,964,703	-	1,228,857	24,583,283
Community services	-	1,127	-	-	1,127
Payments to other districts and government units	1,953,301	-	-	-	1,953,301
Capital outlay	541,530	103,529	22,101,885	-	22,746,944
Debt Service:					
Principal	58,185	1,601	-	960,000	1,019,786
Interest	18,765	516	-	173,450	192,731
Total Expenditures	65,986,263	4,071,476	22,101,885	3,174,708	95,334,332
Excess (Deficiency) of Revenues Over Expenditures	8,811,469	1,701,482	(21,297,999)	(724,524)	(11,509,572)
Other Financing Sources (Uses):					
Transfers in	1,800,000	-	1,800,000	1,133,450	4,733,450
Transfers out	(2,933,450)	(1,800,000)	-	-	(4,733,450)
Total Other Financing Sources (Uses)	(1,133,450)	(1,800,000)	1,800,000	1,133,450	-
Net change in fund balances	7,678,019	(98,518)	(19,497,999)	408,926	(11,509,572)
Fund balances at beginning of year	25,899,614	6,911,656	23,444,574	1,496,649	57,752,493
Fund balances at end of year	\$ 33,577,633	\$ 6,813,138	\$ 3,946,575	\$ 1,905,575	\$ 46,242,921

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

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
RECONCILIATION OF THE NET CHANGE IN FUND BALANCES OF GOVERNMENTAL
FUNDS TO THE CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES

YEAR ENDED JUNE 30, 2025

Net change in fund balances - total governmental funds	\$ (11,509,572)
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Amounts reported for governmental activities in the statement of activities - modified cash basis are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities - modified cash basis, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capitalized expenditures (\$22,602,513) exceeded depreciation (\$3,586,768) in the current period.	19,015,745
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The issuance of long-term debt (e.g., bonds, debt certificates, notes payable) provides current financial resources to governmental funds; however, the issuance of long-term debt does not have any effect on net position. Also, governmental funds report the effect of issuance premiums, discounts and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities - modified cash basis. These transactions are summarized as follows:

Amortization of issuance premium	56,754
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Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the balance sheet - modified cash basis.	1,019,786
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Change in Net Position of Governmental Activities	<u>\$ 8,582,713</u>
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The accompanying notes to the financial statements are an integral part of these statements.

NOTES TO THE BASIC FINANCIAL STATEMENTS

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 1—Summary of significant accounting policies

Description of Government-Wide Financial Statements – The government-wide financial statements (i.e., the statement of net position – modified cash basis and the statement of activities – modified cash basis) report information on all of the nonfiduciary activities of the primary government. Governmental activities are generally supported by taxes, intergovernmental revenues, and other nonexchange transactions. The District does not engage in any fiduciary activities.

Reporting Entity – Homer Community Consolidated School District 33C (the “District”) is governed by the Board of Education and provides primary education, transportation, cafeteria, building maintenance, and general administrative services.

These financial statements include the District and its component units, entities for which the District is considered to be financially accountable. At June 30, 2025, no entities were considered component units of the District. At June 30, 2025, the District was not considered a component unit of any other entity.

Basis of Presentation – Government-Wide Financial Statements – While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities financial statements incorporate data from the governmental funds. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Basis of Presentation – 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. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as nonmajor funds.

The District reports the following major governmental funds:

The General Fund is the District’s primary operating fund. It is comprised of four subfunds: the Educational Fund, the Operations and Maintenance Fund, the Tort Fund, and the Working Cash Fund. These funds account for all financial resources of the District, except those required to be accounted in another fund. The Educational Fund accounts for the direct costs of instruction, health, lunch programs, and all costs of administration. The Operations and Maintenance Fund accounts for all costs of maintaining, improving, or repairing school buildings and property. The Tort Fund accounts for insurance and liability costs. The Working Cash Fund accounts for financial resources held by the District to be used for temporary interfund loans to the Educational Fund, the Operations and Maintenance Fund, the Transportation Fund, and the Municipal Retirement Fund.

The Transportation Fund, a special revenue fund, accounts for the transportation of pupils. Revenues include property taxes and state grant funds.

The Capital Projects Fund accounts for financial resources earmarked or segregated for the acquisition and/or construction of capital assets, except those financed and accounted for in other funds.

The District has the following nonmajor governmental funds:

Special Revenue Fund Type:

This fund type is used to account for the proceeds of specific revenue sources that are restricted by law or administrative action to expenditure for specific purposes other than debt service or capital projects. The District’s nonmajor special revenue fund is the Municipal Retirement Fund.

Debt Services Fund:

This fund accounts for the accumulation of resources for and payment of principal, interest, and related costs of the District’s general long-term debt.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 1—Summary of significant accounting policies (continued)

During the course of operations, the District has activity between funds for various purposes. In fund financial statements any residual balances outstanding at year-end are reported as due from/to other funds and advances to/from other funds.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out.

Measurement Focus and Basis of Accounting – Measurement focus is a term used to describe what transactions or events are recorded within the various financial statements. Basis of accounting refers to when and how transactions or events are recorded, regardless of the measurement focus applied.

Measurement Focus – In the government-wide financial statements, governmental activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting. The accounting objectives of this measurement focus are the determination of net (expense) revenue, change in net position, and net financial position. All assets and liabilities (whether current or noncurrent or financial or nonfinancial) associated with their activities are generally reported within the limitations of the modified cash basis of accounting.

Governmental funds utilize a current financial resources measurement focus within the limitations of the modified cash basis of accounting. Only current financial assets and liabilities are generally included on their balance sheets – modified cash basis. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting – The financial statements are presented 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 (“U.S. GAAP”) as established by the Governmental Accounting Standards Board. This basis of accounting involves modifications to the cash basis of accounting to report in the statements of net position – modified cash basis or balance sheets – modified cash basis cash transactions or events that provide a benefit or result in an obligation that covers a period greater than the period in which the cash transaction or event occurred. Such reported balances include investments, interfund receivables and payables, capital assets and related depreciation, and short-term and long-term liabilities arising from cash transactions or events.

This modified cash basis of accounting differs from U.S. GAAP primarily because certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected and other accrued revenue and receivables) and certain liabilities and their related expenses or expenditures (such as accounts payable and expenses for goods or services received but not yet paid and other accrued expenses and liabilities) are not recorded in these financial statements. In addition, certain other economic assets and liabilities that do not arise from a cash transaction or event are not reported, and the measurement of reported assets and liabilities does not involve adjustment to fair value.

If the District utilized the basis of accounting recognized as generally accepted in the United States of America, the fund financial statements for governmental funds would use the modified accrual basis of accounting. The government-wide financial statements would be presented on the accrual basis of accounting.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 1—Summary of significant accounting policies (continued)

Assets, Liabilities, and Net Position/Fund Balance

Cash and Investments – The District’s investments are carried at cost. The Illinois statutes authorize the District to invest in U.S. government, state of Illinois and municipal securities; certificates of deposit or time savings deposits insured by the FDIC; mortgage notes, bonds or debentures issued by the Federal Housing Administration; bonds and other obligations of the Federal Housing Finance Administration; certain short-term obligations of U.S. corporations; and external investment pools.

Illinois School District Liquid Asset Fund (“ISDLAF”) is an investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. ISDLAF is not registered with the Securities and Exchange Commission as an investment company.

Cash and investments of the District are pooled into a common pooled account in order to maximize investment opportunities. Each fund whose monies are deposited into the pooled account has equity therein, and interest earned on the investment of these monies is allocated based upon relative equity at month-end. An individual fund’s equity in the pooled account is available upon demand and is considered to be a cash equivalent when preparing these financial statements. Each fund’s portion of the pooled account is displayed on its respective balance sheet – modified cash basis as “equity in pooled cash and investments”. In addition, non-pooled cash and investments that are separately held are reflected in the respective funds as “cash” and “investments”.

Capital Assets – The District’s modified cash basis of accounting reports capital assets (i.e., land, buildings, equipment) resulting from cash transactions or certain events and reports depreciation, when appropriate. The accounting treatment over capital assets depends on whether they are reported in the government-wide or fund financial statements.

Capital assets reported in the government-wide financial statements are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities – modified cash basis, with accumulated depreciation reflected in the statement of net position – modified cash basis. Depreciation is provided over the assets’ estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Assets	Years
Land improvements	20
Buildings and improvements	20 - 50
Equipment	5 - 20

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

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 1—Summary of significant accounting policies (continued)

Long-Term Obligations – In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position – modified cash basis. Bond premiums and discounts, as well as gains (losses) on refundings, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Gains (losses) on refundings are reported as deferred inflows (outflows) of resources. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

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

Net Position Flow Assumption – Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Fund Balance Flow Assumptions – Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policies – Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The restricted fund balance classification includes amounts that can be spent only for the specific purposes established by external resource providers such as grantors or enabling federal, state, or local legislation. Restrictions may be changed or lifted only with the consent of the resource providers.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board of Education is the highest level of decision-making authority for the District that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation. No amounts are reported as committed at June 30, 2025.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 1—Summary of significant accounting policies (continued)

Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The Board of Education may, by resolution, authorize an individual to assign fund balance. The Board of Education has not adopted such a resolution. The Board of Education may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Revenues

Program Revenues – Amounts reported as program revenues include 1) charges to individuals or entities that purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

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 day in December. The lien date for the levy is January 1. The Board of Education approved the 2024 tax levy on November 19, 2024. Property taxes are payable in two installments on June 1 and September 1 of the following year. The District receives significant distributions of tax receipts approximately one month after these due dates.

Subsequent Events – Management has evaluated subsequent events through December 3, 2025, which is the date the financial statements were available to be issued.

Note 2—Stewardship, compliance, and accountability

Budgetary Information – The budget is prepared on the modified cash basis of accounting for all governmental funds which is an acceptable method as prescribed by the Illinois State Board of Education, and is the same basis that is used for financial reporting. The budget appropriations lapse at the end of each fiscal year. The District does not utilize an encumbrance system. The District follows these procedures in establishing the budgetary data reflected in the financial statements.

The administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.

Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.

Prior to September 30, the budget is legally adopted through passage of a resolution. Prior to the last Tuesday in December, a tax levy resolution is filed with the County Clerk to obtain tax revenues.

The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education. The level of control (level at which expenditures may not exceed budget/appropriations) is the fund.

Formal budgetary integration is employed as a management control device during the year.

The Board of Education may amend the budget by the same procedures required of its original adoption. The budget was not amended during the year.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 2—Stewardship, compliance, and accountability (continued)

Excess of Expenditures over Budget – The Educational Fund, a subfund of the General Fund, had an excess of actual expenditures over the budgeted amount for the year ended June 30, 2025, as follows:

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
General Fund subfund:			
Educational Fund	\$ 49,969,949	\$ 60,125,209	\$ (10,155,260)

The over expenditure in the Educational Fund relates to on behalf expenditures that are not budgeted and are offset by on behalf revenues in the same amount.

Note 3—Detailed notes on all activities and funds

Deposits and Investments – Equity in pooled cash and investments as of June 30, 2025 was comprised of the following:

Deposits with financial institutions	\$ 4,713,792
ISDLAF money market accounts	41,698,598
	<u>\$ 46,412,390</u>

Deposits – Custodial credit risk for deposits is the risk that, in the event of a bank failure, the District's deposits might not be recovered. As of June 30, 2025, \$4,285,005 of the District's bank balances of \$6,417,393 was exposed to custodial credit risk and collateralized with securities held by the pledging financial institutions.

Investments – The District had the following investments as of June 30, 2025:

<u>Type of Investment</u>	<u>Cost</u>	<u>Average Credit Quality/ Ratings ⁽¹⁾</u>	<u>Weighted Average Years to Maturity ⁽²⁾</u>
Pooled investments ⁽³⁾ :			
External investment pools:			
Illinois School District Liquid Asset Fund - Liquid Class	\$ 1,258,934	AAAm	< 1
Illinois School District Liquid Asset Fund - Max Class	593,099	AAAm	< 1
Saving Deposit Account	39,846,565	N/A	N/A
Total pooled investments	<u>\$ 41,698,598</u>		

⁽¹⁾Ratings are provided where applicable to indicate associated Credit Risk. N/A indicates not applicable. The investments were rated by Standard & Poor's.

⁽²⁾Interest Rate Risk is estimated using weighted average years to maturity.

⁽³⁾Pooled cash and investments are reported as equity in pooled cash and investments. Investments in the pool are not separately reported in the financial statements as ownership of investments cannot be assigned to individual funds.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 3—Detailed notes on all activities and funds (continued)

Investment Policies – The District's investments are subject to the following risks:

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy requires diversification of the investment portfolio to minimize risk of loss from over-concentration in a particular type of security, risk factor, issuer, or maturity. The investment policy requires that the diversification strategies be determined and revised periodically by the District's Investment Officer to meet the District's ongoing needs for safety, liquidity, and return.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the investments in specific investments based on their rating by at least two of the nationally recognized statistical rating organizations. The District's investment policy incorporates the restrictions on investments as outlined in the Illinois Compiled Statutes Section 235/2.5(a)(1). Additionally, investments are limited to those permitted by Sections 2 through 6 of the Illinois Public Funds Investment Act.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's investment policy does not limit the investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the policy requires the District's investment portfolio to be sufficiently liquid to enable the District to meet all operating requirements as they become due. A portion of the portfolio is required to be invested in readily available funds to ensure proper liquidity.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the District will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring all investments not secured by the federal government, to be secured by collateral in the event of default or failure of the financial institution holding the funds.

Interfund Transactions – Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them in accordance with budgetary authorizations. The interfund transfers during the year ended June 30, 2025 were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>
	General Fund subfund:	
Transportation Fund	Operations and Maintenance Fund	\$ 1,800,000
General Fund subfund:		
Operations and Maintenance Fund	Capital Projects Fund	1,800,000
General Fund subfund:	Nonmajor governmental fund:	
Operations and Maintenance Fund	Debt Services Fund	1,133,450
Total transfers		<u>\$ 4,733,450</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 3—Detailed notes on all activities and funds (continued)

Capital Assets – Capital asset activity for the year ended June 30, 2025 is included in the following schedule.

	Beginning Balance	Increases	Decreases / Transfers	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 6,114,166	\$ -	\$ -	\$ 6,114,166
Construction-in-progress	2,449,931	21,630,515	(164,855)	23,915,591
Total capital assets not being depreciated	8,564,097	21,630,515	(164,855)	30,029,757
Capital assets being depreciated:				
Land improvements	4,671,595	394,360	-	5,065,955
Buildings and improvements	90,625,588	296,189	164,855	91,086,632
Equipment	9,476,411	281,449	-	9,757,860
Total capital assets being depreciated	104,773,594	971,998	164,855	105,910,447
Less accumulated depreciation for:				
Land improvements	(2,669,252)	(182,014)	-	(2,851,266)
Buildings and improvements	(30,257,462)	(1,993,250)	-	(32,250,712)
Equipment	(5,454,069)	(1,411,504)	-	(6,865,573)
Total accumulated depreciation	(38,380,783)	(3,586,768)	-	(41,967,551)
Total capital assets being depreciated, net	66,392,811	(2,614,770)	164,855	63,942,896
Governmental activities capital assets, net	<u>\$ 74,956,908</u>	<u>\$ 19,015,745</u>	<u>\$ -</u>	<u>\$ 93,972,653</u>

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
Instructional	\$ 515,357
Pupil support	5,684
Other support	3,053,898
Transportation	7,849
Administration	3,980
Total depreciation expense - governmental activities	<u>\$ 3,586,768</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 3—Detailed notes on all activities and funds (continued)

Long-Term Liabilities – The District issued debt certificates to be used to improve the sites of and alter, repair, and equip school facilities. Additionally, the District is contractually obligated under a lease which was incurred to obtain \$264,831 of capital assets.

Schedules of debt outstanding at June 30, 2025 are as follows:

General Obligation Debt Certificates Series 2018

<u>Fiscal Year Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 1,005,000	\$ 124,325	\$ 1,129,325
2027	1,055,000	83,375	1,138,375
2028	1,085,000	51,275	1,136,275
2029	1,120,000	17,500	1,137,500
	<u>\$ 4,265,000</u>	<u>\$ 276,475</u>	<u>\$ 4,541,475</u>

Denomination	\$5,000
Certificates due each year	December 1 st
Interest dates	December 1st and June 1 st
Interest rates	3.00% to 5.00%
Total issue	\$9,370,000

Lease Obligation

<u>Fiscal Year Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 65,387	\$ 13,681	\$ 79,068
2027	71,514	7,554	79,068
2028	44,771	1,352	46,123
	<u>\$ 181,672</u>	<u>\$ 22,587</u>	<u>\$ 204,259</u>

Interest rate	8.99%
Total issue	\$264,831

Total annual debt service requirements to maturity for all debt outstanding are as follows:

<u>Fiscal Year Due</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 1,070,387	\$ 138,006	\$ 1,208,393
2027	1,126,514	90,929	1,217,443
2028	1,129,771	52,627	1,182,398
2029	1,120,000	17,500	1,137,500
	<u>\$ 4,446,672</u>	<u>\$ 299,062</u>	<u>\$ 4,745,734</u>

Principal and interest payments on the debt certificates will be made by the Debt Services Fund from unrestricted funds transferred in from the Operations and Maintenance Fund, a subfund of the General Fund. Principal and interest payments on the lease obligation will be made by the Educational Fund.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 3—Detailed notes on all activities and funds (continued)

Long-term liability activity for the year ended June 30, 2025 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
General obligation debt certificates - Series 2018	\$ 5,225,000	\$ -	\$ (960,000)	\$ 4,265,000	\$ 1,005,000
Unamortized debt issuance premium	283,772	-	(56,754)	227,018	-
Lease obligation	241,458	-	(59,786)	181,672	65,387
	<u>\$ 5,750,230</u>	<u>\$ -</u>	<u>\$ (1,076,540)</u>	<u>\$ 4,673,690</u>	<u>\$ 1,070,387</u>

Legal Debt Margin

The legal debt margin of the District as of June 30, 2025 is determined as follows:

Assessed valuation - 2024 tax year (most current valuation available)	\$ 1,603,534,725
Statutory debt limitation (6.9% of assessed valuation)	\$ 110,643,896
Debt:	
General obligation debt certificates, including issuance premium	4,492,018
Capital lease obligation	<u>181,672</u>
Total debt	<u>4,673,690</u>
Legal debt margin	<u>\$ 105,970,206</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 3—Detailed notes on all activities and funds (continued)

Fund Balances – As of June 30, 2025, fund balances were comprised of the following:

	General Fund	Transportation Fund	Capital Projects Fund	Total Nonmajor Governmental Funds	Total Governmental Funds
Restricted:					
Student activities	\$ 299,193	\$ -	\$ -	\$ -	\$ 299,193
Tort immunity	197,591	-	-	-	197,591
Operations and maintenance	4,503,727	-	-	-	4,503,727
Municipal retirement	-	-	-	1,639,219	1,639,219
Transportation	-	4,780,126	-	-	4,780,126
Total restricted	<u>5,000,511</u>	<u>4,780,126</u>	<u>-</u>	<u>1,639,219</u>	<u>11,419,856</u>
Assigned:					
2026 Capital Projects					
Fund Deficit	10,250,000	-	-	-	10,250,000
Transportation	-	2,033,012	-	-	2,033,012
Capital projects	-	-	3,946,575	-	3,946,575
Municipal retirement	-	-	-	191,739	191,739
Debt service	-	-	-	74,617	74,617
Total assigned	<u>10,250,000</u>	<u>2,033,012</u>	<u>3,946,575</u>	<u>266,356</u>	<u>16,495,943</u>
Unassigned	<u>18,327,122</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,327,122</u>
Total fund balances	<u>\$ 33,577,633</u>	<u>\$ 6,813,138</u>	<u>\$ 3,946,575</u>	<u>\$ 1,905,575</u>	<u>\$ 46,242,921</u>

The unassigned fund balance of the General Fund includes the unassigned fund balance of the Working Cash Fund, which was \$3,876,122 as of June 30, 2025.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 4—Other information

Risk Management – The District is exposed to various risks of loss related to torts; thefts of, damage to and destruction of assets; errors and omissions; employee medical coverage; and workers' compensation for which the District carries commercial insurance. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

Employee Retirement Systems and Benefit Plans

Teachers' Retirement System of the State of Illinois

Plan Description – The District (employer) participates in the Teachers' Retirement System of the State of Illinois ("TRS"). TRS is a cost-sharing, multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago. TRS members include all active nonannuitants 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/fy2024>; by writing to TRS at 2815 W. Washington, P.O. Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

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

Tier 2 members qualify for retirement benefits at age 67 with 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% increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier 2 annual increases will be the lesser of 3% of the original benefit or ½% of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

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

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 4—Other information (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% 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, 2024 was 9% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On Behalf Contributions to TRS – The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2025, state of Illinois contributions recognized by the employer were based on the state's proportionate share of the pension expense associated with the employer, and the employer recognized revenue and expenditures of \$12,842,841 in pension contributions from the state of Illinois.

2.2 Formula Contributions – Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2025 were \$139,664.

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

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

For the year ended June 30, 2025, the employer pension contribution was 10.34% of salaries paid from federal and special trust funds. For the year ended June 30, 2025, salaries totaling \$505,369 were paid from federal and special trust funds that required employer contributions of \$52,255.

Employer Retirement Cost Contributions – The employer is required to make a one-time contribution to TRS for members granted salary increases over 6% if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2025, the employer paid \$-0- to TRS for employer contributions due on salary increases in excess of 6% and \$-0- for sick leave days granted in excess of the normal annual allotment.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 4—Other information (continued)

Illinois Municipal Retirement Fund

Plan Description – The District’s (employer’s) defined benefit pension plan for employees that are not in positions covered by the Teachers’ Retirement System of the state of Illinois provides retirement and disability benefits, postretirement increases, and death benefits to plan members and their beneficiaries. The employer’s plan is managed by the Illinois Municipal Retirement Fund (“IMRF”), the administrator of an agent multi-employer public pension fund. A summary of IMRF’s pension benefits is provided in the “Benefits Provided” section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the state of Illinois. IMRF issues a publicly available Annual Comprehensive Financial Report that includes financial statements, detailed information about the pension plan’s fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

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

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1⅓% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with 10 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1⅓% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96-consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

- 3% of the original pension amount, or
- One-half of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms – As of December 31, 2024, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	302
Inactive plan members entitled to but not yet receiving benefits	254
Active employees	252
	808

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 4—Other information (continued)

Contributions – As set by statute, the employer's plan members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer's annual contribution rates for calendar years 2024 and 2025 were 10.35% and 10.51%, respectively. For the fiscal year ended June 30, 2025, the employer contributed \$969,057 to the plan. The employer 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 the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by the statute.

Social Security

Employees not qualifying for coverage under the Teachers' Retirement System of the state of Illinois or the Illinois Municipal Retirement Fund are considered "nonparticipating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The District paid \$1,058,379, the total required contribution for the current year.

Teacher Health Insurance Security Fund

Plan Description – The District (employer) participates in the Teacher Health Insurance Security ("THIS") Fund, a cost-sharing, multiple-employer defined benefit postemployment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. 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 of the State of Illinois (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 State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS fund.

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

On Behalf Contributions to the THIS Fund – The state of Illinois makes employer retiree health insurance contributions on behalf of the employer. State contributions are intended to match contributions to the THIS Fund from active members which were 0.90% of pay during the year ended June 30, 2025. State of Illinois contributions were \$228,080, and the employer recognized revenue and expenditures of this amount during the year.

Employer contributions to the THIS Fund. The employer also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67% during the year ended June 30, 2025. For the year ended June 30, 2025, the employer paid \$169,793 to the THIS Fund, which was 100% of the required contribution.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2025

Note 4—Other information (continued)

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

Health Insurance Plan for Retired Employees

Plan Description – The Health Insurance Plan for Retired Employees (“HIPRE”) is a single-employer, defined benefit healthcare plan administered by the District. The District provides limited healthcare insurance coverage for its eligible retired employees. Such coverage is provided for retired employees until they reach age 65. Retired employees are required to pay 80% of the premiums for such coverage and the District pays the balance of the costs. The District does not issue a stand-alone report for HIPRE.

Funding Policy – The District currently pays for postemployment health care benefits on a pay-as-you-go basis. For fiscal year 2025, the District contributed \$181,571 to the plan. Plan members receiving benefits contributed \$-0-.

Tort Immunity Expenditures – Tort immunity expenditures for the year ended June 30, 2025 were as follows:

Comprehensive liability	\$ 247,835
Worker's compensation	365,080
	<u>\$ 612,915</u>

Construction Commitments – As of June 30, 2025, the District had the following construction commitments with respect to various school renovation projects:

<u>School Renovation Project</u>	<u>Remaining Construction Commitment</u>
All Buildings	\$ 97,700
Goodings Grove	133,700
Homer Junior High / Hadley Middle	10,766,600
	<u>\$ 10,998,000</u>

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
COMBINING SCHEDULE OF GENERAL FUND BALANCE SHEET ACCOUNTS –
MODIFIED CASH BASIS

JUNE 30, 2025

	Educational	Operations and Maintenance	Tort	Working Cash	Totals
ASSETS					
Equity in pooled cash and investments	<u>\$ 24,946,027</u>	<u>\$ 4,519,703</u>	<u>\$ 292,820</u>	<u>\$ 3,876,122</u>	<u>\$ 33,634,672</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Payroll withholdings and deductions	\$ -	\$ 15,464	\$ -	\$ -	\$ 15,464
Other liabilities	41,063	512	-	-	41,575
Total Liabilities	<u>41,063</u>	<u>15,976</u>	<u>-</u>	<u>-</u>	<u>57,039</u>
Fund Balances:					
Restricted	299,193	4,503,727	197,591	-	5,000,511
Assigned	10,250,000	-	-	-	10,250,000
Unassigned	14,355,771	-	95,229	3,876,122	18,327,122
Total Fund Balances	<u>24,904,964</u>	<u>4,503,727</u>	<u>292,820</u>	<u>3,876,122</u>	<u>33,577,633</u>
Total Liabilities and Fund Balances	<u>\$ 24,946,027</u>	<u>\$ 4,519,703</u>	<u>\$ 292,820</u>	<u>\$ 3,876,122</u>	<u>\$ 33,634,672</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
COMBINING SCHEDULE OF GENERAL FUND REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCES – MODIFIED CASH BASIS

YEAR ENDED JUNE 30, 2025

	Educational	Operations and Maintenance	Tort	Working Cash	Totals
Revenues:					
Local Sources:					
Property taxes	\$ 44,011,438	\$ 7,672,090	\$ 613,025	\$ -	\$ 52,296,553
Investment income	963,825	121,073	-	162,759	1,247,657
Other	2,613,316	81,960	-	-	2,695,276
Total Local Sources	47,588,579	7,875,123	613,025	162,759	56,239,486
State Sources:					
Evidence based funding	3,855,121	-	-	-	3,855,121
Grants-in-aid	421,780	-	-	-	421,780
Total State Sources	4,276,901	-	-	-	4,276,901
Federal Sources:					
Grants-in-aid	1,210,424	-	-	-	1,210,424
On behalf revenues	13,070,921	-	-	-	13,070,921
Total Revenues	66,146,825	7,875,123	613,025	162,759	74,797,732
Expenditures:					
Instruction	44,024,759	-	-	-	44,024,759
Support Services:					
Pupils	4,793,742	-	-	-	4,793,742
Instructional staff	2,551,453	-	-	-	2,551,453
General administration	1,127,486	-	365,080	-	1,492,566
School administration	1,828,640	-	-	-	1,828,640
Business	2,317,052	5,248,139	-	-	7,565,191
Central	1,356,941	-	-	-	1,356,941
Other	94,885	-	247,835	-	342,720
Total Support Services	14,070,199	5,248,139	612,915	-	19,931,253
Payments to other districts and government units	1,953,301	-	-	-	1,953,301
Debt Service:					
Principal	58,185	-	-	-	58,185
Interest	18,765	-	-	-	18,765
Total Debt Service	76,950	-	-	-	76,950
Total Expenditures	60,125,209	5,248,139	612,915	-	65,986,263

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
COMBINING SCHEDULE OF GENERAL FUND REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCES – MODIFIED CASH BASIS (CONTINUED)

YEAR ENDED JUNE 30, 2025

	Educational	Operations and Maintenance	Tort	Working Cash	Totals
Excess of Revenues					
Over Expenditures	\$ 6,021,616	\$ 2,626,984	\$ 110	\$ 162,759	\$ 8,811,469
Other Financing Sources (Uses):					
Transfers in	-	1,800,000	-	-	1,800,000
Transfers out	-	(2,933,450)	-	-	(2,933,450)
Total Other Financing Sources (Uses)	-	(1,133,450)	-	-	(1,133,450)
Net change in fund balances	6,021,616	1,493,534	110	162,759	7,678,019
Fund balances at beginning of year	18,883,348	3,010,193	292,710	3,713,363	25,899,614
Fund balances at end of year	<u>\$ 24,904,964</u>	<u>\$ 4,503,727</u>	<u>\$ 292,820</u>	<u>\$ 3,876,122</u>	<u>\$ 33,577,633</u>

EDUCATIONAL FUND

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
EDUCATIONAL FUND
BALANCE SHEET – MODIFIED CASH BASIS

JUNE 30, 2025
(WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2024)

	2025	2024
ASSETS		
Equity in pooled cash and investments	<u>\$ 24,946,027</u>	<u>\$ 18,952,812</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Other liabilities	<u>\$ 41,063</u>	<u>\$ 69,464</u>
Fund Balances:		
Restricted	299,193	278,301
Assigned	10,250,000	-
Unassigned	<u>14,355,771</u>	<u>18,605,047</u>
Total Fund Balances	<u>24,904,964</u>	<u>18,883,348</u>
Total Liabilities and Fund Balances	<u>\$ 24,946,027</u>	<u>\$ 18,952,812</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C**EDUCATIONAL FUND****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES –
MODIFIED CASH BASIS – BUDGET AND ACTUAL***YEAR ENDED JUNE 30, 2025**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2024)*

	2025			2024
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Local Sources:				
Property taxes	\$ 44,915,373	\$ 44,011,438	\$ (903,935)	\$ 42,873,095
Investment income	750,000	963,825	213,825	1,773,842
Other	2,840,449	2,613,316	(227,133)	2,728,455
Total Local Sources	48,505,822	47,588,579	(917,243)	47,375,392
State Sources:				
Evidence based funding	3,863,348	3,855,121	(8,227)	3,788,348
Grants-in-aid	325,000	421,780	96,780	346,744
Total State Sources	4,188,348	4,276,901	88,553	4,135,092
Federal Sources:				
Grants-in-aid	1,213,000	1,210,424	(2,576)	1,665,347
On behalf revenues	-	13,070,921	13,070,921	14,403,143
Total Revenues	53,907,170	66,146,825	12,239,655	67,578,974
Expenditures:				
Instruction	32,067,908	44,024,759	(11,956,851)	44,041,338
Support Services:				
Pupils	4,635,368	4,793,742	(158,374)	4,292,713
Instructional staff	2,717,880	2,551,453	166,427	2,434,014
General administration	1,208,479	1,127,486	80,993	1,157,638
School administration	1,821,717	1,828,640	(6,923)	1,720,557
Business	2,392,547	2,317,052	75,495	1,972,676
Central	1,284,740	1,356,941	(72,201)	1,452,576
Other	81,170	94,885	(13,715)	78,537
Total Support Services	14,141,901	14,070,199	71,702	13,108,711
Community services	15,240	-	15,240	162
Payments to other districts and government units	1,670,000	1,953,301	(283,301)	1,294,775
Debt Service:				
Principal	62,270	58,185	4,085	63,454
Interest	12,630	18,765	(6,135)	9,950
Total Debt Service	74,900	76,950	(2,050)	73,404
Provision for contingencies	2,000,000	-	2,000,000	-
Total Expenditures	49,969,949	60,125,209	(10,155,260)	58,518,390

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C**EDUCATIONAL FUND****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES –
MODIFIED CASH BASIS – BUDGET AND ACTUAL (CONTINUED)***YEAR ENDED JUNE 30, 2025**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2024)*

	2025			2024
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Excess of Revenues Over Expenditures	<u>\$ 3,937,221</u>	<u>\$ 6,021,616</u>	<u>\$ 2,084,395</u>	<u>\$ 9,060,584</u>
Other Financing Sources (Uses):				
Proceeds from lease	-	-	-	264,831
Transfers in	-	-	-	1,044,000
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(21,200,000)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(19,891,169)</u>
Net change in fund balances	3,937,221	6,021,616	2,084,395	(10,830,585)
Fund balances at beginning of year	<u>18,883,348</u>	<u>18,883,348</u>	<u>-</u>	<u>29,713,933</u>
Fund balances at end of year	<u><u>\$ 22,820,569</u></u>	<u><u>\$ 24,904,964</u></u>	<u><u>\$ 2,084,395</u></u>	<u><u>\$ 18,883,348</u></u>

OPERATIONS AND MAINTENANCE FUND

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
OPERATIONS AND MAINTENANCE FUND
BALANCE SHEET – MODIFIED CASH BASIS

JUNE 30, 2025
(WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2024)

	2025	2024
ASSETS		
Equity in pooled cash and investments	<u>\$ 4,519,703</u>	<u>\$ 3,027,703</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Payroll withholdings and deductions	\$ 15,464	\$ 17,510
Other liabilities	<u>512</u>	<u>-</u>
Total Liabilities	<u>15,976</u>	<u>17,510</u>
Fund Balances:		
Restricted	4,503,727	2,217,360
Assigned	-	-
Unassigned	<u>-</u>	<u>792,833</u>
Total Fund Balances	<u>4,503,727</u>	<u>3,010,193</u>
Total Liabilities and Fund Balances	<u>\$ 4,519,703</u>	<u>\$ 3,027,703</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C**OPERATIONS AND MAINTENANCE FUND****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES –
MODIFIED CASH BASIS – BUDGET AND ACTUAL***YEAR ENDED JUNE 30, 2025**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2024)*

	2025			2024
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Local Sources:				
Property taxes	\$ 7,487,667	\$ 7,672,090	\$ 184,423	\$ 7,268,920
Investment income	50,000	121,073	71,073	111,977
Other	115,000	81,960	(33,040)	128,650
Total Local Sources	7,652,667	7,875,123	222,456	7,509,547
State Sources:				
Grants-in-aid	-	-	-	1,000
Federal Sources:				
Grants-in-aid	-	-	-	206,033
Total Revenues	7,652,667	7,875,123	222,456	7,716,580
Expenditures:				
Support Services:				
Business	5,544,769	5,248,139	296,630	5,256,949
Payments to other districts and government units	1,500	-	1,500	1,644
Provision for contingencies	550,000	-	550,000	-
Total Expenditures	6,096,269	5,248,139	848,130	5,258,593
Excess of Revenues Over Expenditures	1,556,398	2,626,984	1,070,586	2,457,987
Other Financing Sources (Uses):				
Transfers in	-	1,800,000	1,800,000	21,200,000
Transfers out	(1,133,450)	(2,933,450)	(1,800,000)	(25,180,200)
Total Other Financing Sources (Uses)	(1,133,450)	(1,133,450)	-	(3,980,200)
Net change in fund balances	422,948	1,493,534	1,070,586	(1,522,213)
Fund balances at beginning of year	3,010,193	3,010,193	-	4,532,406
Fund balances at end of year	\$ 3,433,141	\$ 4,503,727	\$ 1,070,586	\$ 3,010,193

TORT FUND

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
TORT FUND
BALANCE SHEET – MODIFIED CASH BASIS

JUNE 30, 2025
(WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2024)

	<u>2025</u>	<u>2024</u>
ASSETS		
Equity in pooled cash and investments	<u>\$ 292,820</u>	<u>\$ 292,710</u>
FUND BALANCES		
Restricted	\$ 197,591	\$ 197,481
Unassigned	<u>95,229</u>	<u>95,229</u>
Total Fund Balances	<u>\$ 292,820</u>	<u>\$ 292,710</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C**TORT FUND****SCHEDULE OF REVENUES, EXPENDITURES. AND CHANGE IN FUND BALANCES –
MODIFIED CASH BASIS – BUDGET AND ACTUAL***YEAR ENDED JUNE 30, 2025**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2024)*

	2025			2024
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Local Sources:				
Property taxes	\$ 650,265	\$ 613,025	\$ (37,240)	\$ 538,682
Investment income	500	-	(500)	-
Total Local Sources	650,765	613,025	(37,740)	538,682
Expenditures:				
Support Services:				
General administration	-	365,080	(365,080)	3,535
Other	645,000	247,835	397,165	626,014
Total Expenditures	645,000	612,915	32,085	629,549
Net change in fund balances	5,765	110	(5,655)	(90,867)
Fund balances at beginning of year	292,710	292,710	-	383,577
Fund balances at end of year	<u>\$ 298,475</u>	<u>\$ 292,820</u>	<u>\$ (5,655)</u>	<u>\$ 292,710</u>

WORKING CASH FUND

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
WORKING CASH FUND
BALANCE SHEET – MODIFIED CASH BASIS

JUNE 30, 2025
(WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2024)

	<u>2025</u>	<u>2024</u>
ASSETS		
Equity in pooled cash and investments	<u>\$ 3,876,122</u>	<u>\$ 3,713,363</u>
FUND BALANCES		
Unassigned	<u>\$ 3,876,122</u>	<u>\$ 3,713,363</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
WORKING CASH FUND
SCHEDULE OF REVENUES AND CHANGE IN FUND BALANCES –
MODIFIED CASH BASIS – BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2024)

	2025			2024
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Local Sources:				
Investment income	\$ 150,000	\$ 162,759	\$ 12,759	\$ 194,710
Fund balances at beginning of year	3,713,363	3,713,363	-	3,518,653
Fund balances at end of year	<u>\$ 3,863,363</u>	<u>\$ 3,876,122</u>	<u>\$ 12,759</u>	<u>\$ 3,713,363</u>

SPECIAL REVENUE FUND

TRANSPORTATION FUND

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
TRANSPORTATION FUND
BALANCE SHEET – MODIFIED CASH BASIS

JUNE 30, 2025
(WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2024)

	2025	2024
ASSETS		
Equity in pooled cash and investments	<u>\$ 6,925,568</u>	<u>\$ 7,029,164</u>
LIABILITIES AND FUND BALANCES		
Payroll withholdings and deductions	<u>\$ 112,430</u>	<u>\$ 117,508</u>
Fund Balances:		
Restricted	4,780,126	3,109,385
Assigned	<u>2,033,012</u>	<u>3,802,271</u>
Total Fund Balances	<u>6,813,138</u>	<u>6,911,656</u>
Total Liabilities and Fund Balances	<u><u>\$ 6,925,568</u></u>	<u><u>\$ 7,029,164</u></u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C**TRANSPORTATION FUND****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES –
MODIFIED CASH BASIS – BUDGET AND ACTUAL***YEAR ENDED JUNE 30, 2025**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2024)*

	2025			2024
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Local Sources:				
Property taxes	\$ 2,208,741	\$ 2,316,939	\$ 108,198	\$ 3,256,033
Investment income	375,000	345,354	(29,646)	305,641
Other	25,000	12,928	(12,072)	24,160
Total Local Sources	2,608,741	2,675,221	66,480	3,585,834
State Sources:				
Grants-in-aid	3,401,205	3,097,737	(303,468)	3,438,031
Total Revenues	6,009,946	5,772,958	(236,988)	7,023,865
Expenditures:				
Support Services:				
Business	4,471,657	4,068,232	403,425	3,888,169
Community services	5,000	1,127	3,873	-
Debt Service:				
Principal	2,200	1,601	599	1,875
Interest	300	516	(216)	276
Total Debt Service	2,500	2,117	383	2,151
Provision for contingencies	450,000	-	450,000	-
Total Expenditures	4,929,157	4,071,476	857,681	3,890,320
Excess of Revenues Over Expenditures	1,080,789	1,701,482	620,693	3,133,545
Other Financing Uses:				
Transfers out	-	(1,800,000)	(1,800,000)	(1,044,000)
Net change in fund balances	1,080,789	(98,518)	(1,179,307)	2,089,545
Fund balances at beginning of year	6,911,656	6,911,656	-	4,822,111
Fund balances at end of year	\$ 7,992,445	\$ 6,813,138	\$ (1,179,307)	\$ 6,911,656

CAPITAL PROJECTS FUND

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
CAPITAL PROJECTS FUND
BALANCE SHEET – MODIFIED CASH BASIS

JUNE 30, 2025
(WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2024)

	<u>2025</u>	<u>2024</u>
ASSETS		
Equity in pooled cash and investments	<u>\$ 3,946,575</u>	<u>\$ 23,444,574</u>
FUND BALANCES		
Assigned	<u>\$ 3,946,575</u>	<u>\$ 23,444,574</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C**CAPITAL PROJECTS FUND****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES –
MODIFIED CASH BASIS – BUDGET AND ACTUAL***YEAR ENDED JUNE 30, 2025**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2024)*

	2025			2024
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Local Sources:				
Investment income	\$ 600,000	\$ 532,367	\$ (67,633)	\$ 114,573
Other	190,000	221,519	31,519	277,169
Total Local Sources	790,000	753,886	(36,114)	391,742
State Sources:				
Grants-in-aid	50,000	50,000	-	50,000
Total Revenues	840,000	803,886	(36,114)	441,742
Expenditures:				
Support Services:				
Business	21,042,000	22,101,885	(1,059,885)	2,697,922
Provision for contingencies	250,000	-	250,000	-
Total Expenditures	21,292,000	22,101,885	(809,885)	2,697,922
Deficiency of revenues over expenditures	(20,452,000)	(21,297,999)	(845,999)	(2,256,180)
Other Financing Sources:				
Transfers in	-	1,800,000	1,800,000	24,050,000
Net change in fund balances	(20,452,000)	(19,497,999)	954,001	21,793,820
Fund balances at beginning of year	23,444,574	23,444,574	-	1,650,754
Fund balances at end of year	<u>\$ 2,992,574</u>	<u>\$ 3,946,575</u>	<u>\$ 954,001</u>	<u>\$ 23,444,574</u>

NONMAJOR GOVERNMENTAL FUNDS

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
COMBINING BALANCE SHEET –
MODIFIED CASH BASIS – NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2025

	Municipal Retirement	Debt Services	Total Nonmajor Governmental Funds
ASSETS			
Equity in pooled cash and investments	<u>\$ 1,830,958</u>	<u>\$ 74,617</u>	<u>\$ 1,905,575</u>
FUND BALANCES			
Restricted	\$ 1,639,219	\$ -	\$ 1,639,219
Assigned	<u>191,739</u>	<u>74,617</u>	<u>266,356</u>
Total Fund Balances	<u>\$ 1,830,958</u>	<u>\$ 74,617</u>	<u>\$ 1,905,575</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND
BALANCES – MODIFIED CASH BASIS – NONMAJOR GOVERNMENTAL FUNDS***YEAR ENDED JUNE 30, 2025*

	Municipal Retirement	Debt Services	Total Nonmajor Governmental Funds
Revenues:			
Local sources:			
Property taxes	\$ 2,350,146	\$ 9,230	\$ 2,359,376
Investment income	60,911	4,897	65,808
Other	25,000	-	25,000
Total Revenues	<u>2,436,057</u>	<u>14,127</u>	<u>2,450,184</u>
Expenditures:			
Instruction	812,401	-	812,401
Support services	1,228,857	-	1,228,857
Debt Service:			
Principal	-	960,000	960,000
Interest	-	173,450	173,450
Total Expenditures	<u>2,041,258</u>	<u>1,133,450</u>	<u>3,174,708</u>
Excess (deficiency) of revenues over expenditures	394,799	(1,119,323)	(724,524)
Other Financing Sources:			
Transfers in	<u>-</u>	<u>1,133,450</u>	<u>1,133,450</u>
Net change in fund balances	394,799	14,127	408,926
Fund balances at beginning of year	<u>1,436,159</u>	<u>60,490</u>	<u>1,496,649</u>
Fund balances at end of year	<u>\$ 1,830,958</u>	<u>\$ 74,617</u>	<u>\$ 1,905,575</u>

SPECIAL REVENUE FUND

MUNICIPAL RETIREMENT FUND

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
MUNICIPAL RETIREMENT FUND
BALANCE SHEET – MODIFIED CASH BASIS

JUNE 30, 2025
(WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2024)

	<u>2025</u>	<u>2024</u>
ASSETS		
Equity in pooled cash and investments	<u>\$ 1,830,958</u>	<u>\$ 1,436,159</u>
FUND BALANCES		
Restricted	\$ 1,639,219	\$ 1,252,221
Assigned	<u>191,739</u>	<u>183,938</u>
Total Fund Balances	<u>\$ 1,830,958</u>	<u>\$ 1,436,159</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C**MUNICIPAL RETIREMENT FUND****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES –
MODIFIED CASH BASIS – BUDGET AND ACTUAL***YEAR ENDED JUNE 30, 2025**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2024)*

	2025			2024
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Local Sources:				
Property taxes	\$ 2,023,080	\$ 2,350,146	\$ 327,066	\$ 1,694,555
Investment income	25,000	60,911	35,911	60,451
Other	25,000	25,000	-	25,000
Total Revenues	<u>2,073,080</u>	<u>2,436,057</u>	<u>362,977</u>	<u>1,780,006</u>
Expenditures:				
Instruction	<u>812,654</u>	<u>812,401</u>	<u>253</u>	<u>779,766</u>
Support Services:				
Pupils	132,934	131,043	1,891	125,915
Instructional staff	133,734	120,193	13,541	129,723
General administration	27,532	22,264	5,268	28,052
School administration	72,687	69,937	2,750	69,599
Business	850,786	840,428	10,358	830,449
Central	34,909	33,573	1,336	33,654
Other	9,970	11,419	(1,449)	9,809
Total Support Services	<u>1,262,552</u>	<u>1,228,857</u>	<u>33,695</u>	<u>1,227,201</u>
Total Expenditures	<u>2,075,206</u>	<u>2,041,258</u>	<u>33,948</u>	<u>2,006,967</u>
Net change in fund balances	(2,126)	394,799	396,925	(226,961)
Fund balances at beginning of year	<u>1,436,159</u>	<u>1,436,159</u>	<u>-</u>	<u>1,663,120</u>
Fund balances at end of year	<u>\$ 1,434,033</u>	<u>\$ 1,830,958</u>	<u>\$ 396,925</u>	<u>\$ 1,436,159</u>

DEBT SERVICES FUND

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
DEBT SERVICE FUND
BALANCE SHEET – MODIFIED CASH BASIS

JUNE 30, 2025
(WITH COMPARATIVE AMOUNTS FOR JUNE 30, 2024)

	<u>2025</u>	<u>2024</u>
ASSETS		
Equity in pooled cash and investments	<u>\$ 74,617</u>	<u>\$ 60,490</u>
FUND BALANCES		
Assigned	<u>\$ 74,617</u>	<u>\$ 60,490</u>

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C**DEBT SERVICE FUND****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES –
MODIFIED CASH BASIS – BUDGET AND ACTUAL***YEAR ENDED JUNE 30, 2025**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2024)*

	2025			2024
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Local Sources:				
Property taxes	\$ -	\$ 9,230	\$ 9,230	\$ 16,765
Investment income	200,000	4,897	(195,103)	9,860
Total Revenues	200,000	14,127	(185,873)	26,625
Expenditures:				
Debt Service:				
Principal	960,000	960,000	-	910,000
Interest	173,450	173,450	-	220,200
Service fees on bonds and other	-	-	-	17,398
Total Expenditures	1,133,450	1,133,450	-	1,147,598
Deficiency of revenues over expenditures	(933,450)	(1,119,323)	(185,873)	(1,120,973)
Other Financing Sources:				
Transfers in	1,133,450	1,133,450	-	1,130,200
Net change in fund balances	200,000	14,127	(185,873)	9,227
Fund balances at beginning of year	60,490	60,490	-	51,263
Fund balances at end of year	<u>\$ 260,490</u>	<u>\$ 74,617</u>	<u>\$ (185,873)</u>	<u>\$ 60,490</u>

SUPPLEMENTARY INFORMATION

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

SCHEDULE OF EXPENDITURES – MODIFIED CASH BASIS – ACTUAL AND BUDGET

YEAR ENDED JUNE 30, 2025

	Salaries	Employee Benefits	Purchased Services	Supplies and Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Actual	Totals Budget	Variance
Educational Fund:											
Instruction:											
Regular	\$ 14,572,468	\$ 16,441,901	\$ 84,985	\$ 662,908	\$ -	\$ 11,414	\$ -	\$ 166,957	\$ 31,940,633	\$ 19,889,697	\$ (12,050,936)
Special education	5,647,022	1,718,346	614,101	76,190	-	51,949	48,172	-	8,155,780	8,363,105	207,325
Educationally deprived/remedial	1,373,734	492,348	-	-	-	-	-	-	1,866,082	1,867,217	1,135
Interscholastic	324,783	3,442	31,815	17,172	-	9,057	7,483	-	393,752	390,199	(3,553)
Summer school	147,485	4,122	33,410	4,672	-	-	-	-	189,689	184,764	(4,925)
Gifted	256,913	78,942	32,718	6,851	-	200	-	-	375,624	414,189	38,565
Bilingual	552,099	194,070	9,561	13,968	-	-	-	-	769,698	698,737	(70,961)
Student activity fund expenditures	-	-	-	-	-	333,501	-	-	333,501	260,000	(73,501)
Total Instruction	22,874,504	18,933,171	806,590	781,761	-	406,121	55,655	166,957	44,024,759	32,067,908	(11,956,851)
Support Services:											
Pupils:											
Attendance and social work services	1,085,828	201,112	7,318	4,160	-	-	-	-	1,298,418	1,331,363	32,945
Health services	925,657	212,207	94,272	14,116	25,760	-	-	-	1,272,012	1,194,939	(77,073)
Psychological services	236,457	37,460	310,914	3,093	-	-	-	-	587,924	516,949	(70,975)
Speech pathology and audiology services	1,107,572	218,289	302,666	6,861	-	-	-	-	1,635,388	1,591,043	(44,345)
Other	-	-	-	-	-	-	-	-	-	1,074	1,074
Total Pupils	3,355,514	669,068	715,170	28,230	25,760	-	-	-	4,793,742	4,635,368	(158,374)
Instructional Staff:											
Improvement of instruction services	357,283	137,298	148,849	5,392	-	-	-	-	648,822	691,972	43,150
Educational media services	681,737	230,294	4,470	592,883	-	-	297,154	-	1,806,538	1,913,530	106,992
Assessment and testing	75,677	20,416	-	-	-	-	-	-	96,093	112,378	16,285
Total Instructional Staff	1,114,697	388,008	153,319	598,275	-	-	297,154	-	2,551,453	2,717,880	166,427
General Administration:											
Board of Education services	72,307	17,962	138,646	27,853	-	1,132	-	-	257,900	292,534	34,634
Executive administration services	320,035	65,132	3,212	-	-	10,232	-	-	398,611	466,467	67,856
Service area administrative services	349,510	121,465	-	-	-	-	-	-	470,975	449,478	(21,497)
Total General Administration	741,852	204,559	141,858	27,853	-	11,364	-	-	1,127,486	1,208,479	80,993
School administration:											
Office of the principal services	1,463,070	361,826	790	1,022	-	1,932	-	-	1,828,640	1,821,717	(6,923)

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

SCHEDULE OF EXPENDITURES – MODIFIED CASH BASIS – ACTUAL AND BUDGET (CONTINUED)

YEAR ENDED JUNE 30, 2025

	Salaries	Employee Benefits	Purchased Services	Supplies and Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Actual	Totals Budget	Variance
Business:											
Direction of business support services	\$ 178,247	\$ 50,373	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 228,620	\$ 227,674	\$ (946)
Fiscal services	415,510	87,794	64,211	6,207	-	69,451	-	-	643,173	628,705	(14,468)
Food services	9,114	-	175,921	-	-	-	-	-	185,035	-	(185,035)
Food services	227,720	-	1,032,504	-	-	-	-	-	1,260,224	1,536,168	275,944
Total Business	830,591	138,167	1,272,636	6,207	-	69,451	-	-	2,317,052	2,392,547	75,495
Central:											
Direction of central support services	129,934	15,876	-	-	-	-	-	-	145,810	173,476	27,666
Information services	-	-	6,263	-	-	-	-	-	6,263	14,495	8,232
Staff services	167,082	148,880	22,838	1,778	-	3,841	-	-	344,419	325,937	(18,482)
Data processing services	48,558	24,573	158,763	526,852	-	-	101,703	-	860,449	770,832	(89,617)
Total Central	345,574	189,329	187,864	528,630	-	3,841	101,703	-	1,356,941	1,284,740	(72,201)
Other support services	67,947	26,938	-	-	-	-	-	-	94,885	81,170	(13,715)
Total Support Services	7,919,245	1,977,895	2,471,637	1,190,217	25,760	86,588	398,857	-	14,070,199	14,141,901	71,702
Community services	-	-	-	-	-	-	-	-	-	15,240	15,240
Payments to Other Districts and Government Units:											
Payments for special education programs	-	-	-	-	-	1,953,301	-	-	1,953,301	1,670,000	(283,301)
Debt Service:											
Principal	-	-	-	-	-	58,185	-	-	58,185	69,700	11,515
Interest	-	-	-	-	-	18,765	-	-	18,765	5,200	(13,565)
Total Debt Service	-	-	-	-	-	76,950	-	-	76,950	74,900	(2,050)
Provision for contingencies	-	-	-	-	-	-	-	-	-	2,000,000	2,000,000
Total Educational Fund	\$ 30,793,749	\$ 20,911,066	\$ 3,278,227	\$ 1,971,978	\$ 25,760	\$ 2,522,960	\$ 454,512	\$ 166,957	\$ 60,125,209	\$ 49,969,949	\$ (10,155,260)
Operations and Maintenance Fund:											
Support Services:											
Business:											
Fiscal services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,419	\$ -	\$ -	\$ 15,419	\$ -	\$ (15,419)
Facilities acquisition and construction services	-	-	-	-	356,005	-	-	-	356,005	176,100	(179,905)
Operation and maintenance of plant services	2,271,673	611,571	533,768	1,188,170	159,765	-	105,709	6,059	4,876,715	5,368,669	491,954
Total Business	2,271,673	611,571	533,768	1,188,170	515,770	15,419	105,709	6,059	5,248,139	5,544,769	296,630

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

SCHEDULE OF EXPENDITURES – MODIFIED CASH BASIS – ACTUAL AND BUDGET (CONTINUED)

YEAR ENDED JUNE 30, 2025

	Salaries	Employee Benefits	Purchased Services	Supplies and Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Actual	Totals Budget	Variance
Payments to other districts and government units:											
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,500	\$ 1,500
Provision for contingencies	-	-	-	-	-	-	-	-	-	550,000	550,000
Total Operations and Maintenance Fund	\$ 2,271,673	\$ 611,571	\$ 533,768	\$ 1,188,170	\$ 515,770	\$ 15,419	\$ 105,709	\$ 6,059	\$ 5,248,139	\$ 6,096,269	\$ 848,130
Tort Fund:											
Support Services:											
General Administration:											
Workers' compensation payments	\$ -	\$ -	\$ 365,080	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 365,080	\$ -	\$ (365,080)
Other	-	-	247,835	-	-	-	-	-	247,835	645,000	397,165
Total Tort Fund	\$ -	\$ -	\$ 612,915	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 612,915	\$ 645,000	\$ 32,085
Transportation Fund:											
Support Services:											
Business:											
Pupil transportation services	\$ 2,053,717	\$ 758,317	\$ 838,349	\$ 288,264	\$ 103,529	\$ 1,000	\$ -	\$ 25,056	\$ 4,068,232	\$ 4,471,657	\$ 403,425
Community services	-	-	1,127	-	-	-	-	-	1,127	5,000	3,873
Debt Service:											
Principal	-	-	-	-	-	1,601	-	-	1,601	2,200	599
Interest	-	-	-	-	-	516	-	-	516	300	(216)
Total Debt Service	-	-	-	-	-	2,117	-	-	2,117	2,500	383
Provision for contingencies	-	-	-	-	-	-	-	-	-	450,000	450,000
Total Transportation Fund	\$ 2,053,717	\$ 758,317	\$ 839,476	\$ 288,264	\$ 103,529	\$ 3,117	\$ -	\$ 25,056	\$ 4,071,476	\$ 4,929,157	\$ 857,681
Capital Projects Fund:											
Support Services:											
Business:											
Facilities acquisition and construction services	\$ -	\$ -	\$ -	\$ -	\$ 22,101,885	\$ -	\$ -	\$ -	\$ 22,101,885	\$ 21,042,000	\$ (1,059,885)
Provision for contingencies	-	-	-	-	-	-	-	-	-	250,000	250,000
Total Capital Projects Fund	\$ -	\$ -	\$ -	\$ -	\$ 22,101,885	\$ -	\$ -	\$ -	\$ 22,101,885	\$ 21,292,000	\$ (809,885)

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

SCHEDULE OF EXPENDITURES – MODIFIED CASH BASIS – ACTUAL AND BUDGET (CONTINUED)

YEAR ENDED JUNE 30, 2025

	Salaries	Employee Benefits	Purchased Services	Supplies and Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Actual	Totals Budget	Variance
Municipal Retirement Fund:											
Instruction:											
Regular education	\$ -	\$ 278,892	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 278,892	\$ 280,868	\$ 1,976
Special education	-	391,852	-	-	-	-	-	-	391,852	401,982	10,130
Educationally deprived	-	103,026	-	-	-	-	-	-	103,026	90,443	(12,583)
Interscholastic	-	14,059	-	-	-	-	-	-	14,059	10,477	(3,582)
Summer school	-	9,360	-	-	-	-	-	-	9,360	9,412	52
Gifted	-	4,324	-	-	-	-	-	-	4,324	4,545	221
Bilingual	-	10,888	-	-	-	-	-	-	10,888	14,927	4,039
Total Instruction	-	812,401	-	-	-	-	-	-	812,401	812,654	253
Support Services:											
Pupils:											
Attendance and social work services	-	15,143	-	-	-	-	-	-	15,143	13,598	(1,545)
Health services	-	96,917	-	-	-	-	-	-	96,917	101,645	4,728
Psychological services	-	6,909	-	-	-	-	-	-	6,909	6,468	(441)
Speech pathology and audiology services	-	12,074	-	-	-	-	-	-	12,074	11,223	(851)
Total Pupils	-	131,043	-	-	-	-	-	-	131,043	132,934	1,891
Instructional Staff:											
Improvement of instruction services	-	4,984	-	-	-	-	-	-	4,984	2,179	(2,805)
Educational media services	-	101,958	-	-	-	-	-	-	101,958	118,918	16,960
Assessment and testing	-	13,251	-	-	-	-	-	-	13,251	12,637	(614)
Total Instructional Staff	-	120,193	-	-	-	-	-	-	120,193	133,734	13,541
General Administration:											
Board of Education services	-	12,413	-	-	-	-	-	-	12,413	13,144	731
Executive administration services	-	4,896	-	-	-	-	-	-	4,896	9,699	4,803
Service area administrative services	-	4,955	-	-	-	-	-	-	4,955	4,689	(266)
Total General Administration	-	22,264	-	-	-	-	-	-	22,264	27,532	5,268
School Administration:											
Office of the principal services	-	69,937	-	-	-	-	-	-	69,937	72,687	2,750
Business:											
Director of business support services	-	2,503	-	-	-	-	-	-	2,503	2,472	(31)
Fiscal services	-	73,164	-	-	-	-	-	-	73,164	69,252	(3,912)
Operation and maintenance of plant services	-	392,188	-	-	-	-	-	-	392,188	391,623	(565)
Pupil transportation services	-	354,689	-	-	-	-	-	-	354,689	372,382	17,693
Food services	-	17,884	-	-	-	-	-	-	17,884	15,057	(2,827)
Total Business	-	840,428	-	-	-	-	-	-	840,428	850,786	10,358

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
SCHEDULE OF EXPENDITURES – MODIFIED CASH BASIS – ACTUAL AND BUDGET (CONTINUED)

YEAR ENDED JUNE 30, 2025

	Salaries	Employee Benefits	Purchased Services	Supplies and Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Actual	Totals Budget	Variance
Central:											
Direction of central support services	\$ -	\$ 22,701	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,701	\$ 24,104	\$ 1,403
Staff services	-	2,437	-	-	-	-	-	-	2,437	2,372	(65)
Data processing	-	8,435	-	-	-	-	-	-	8,435	8,433	(2)
Total Central	-	33,573	-	-	-	-	-	-	33,573	34,909	1,336
Other support services	-	11,419	-	-	-	-	-	-	11,419	9,970	(1,449)
Total Support Services	-	1,228,857	-	-	-	-	-	-	1,228,857	1,262,552	33,695
Total Municipal Retirement Fund	\$ -	\$ 2,041,258	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,041,258	\$ 2,075,206	\$ 33,948
Debt Services Fund:											
Debt Service:											
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 960,000	\$ -	\$ -	\$ 960,000	\$ 960,000	\$ -
Interest	-	-	-	-	-	173,450	-	-	173,450	173,450	-
Total Debt Services Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,133,450	\$ -	\$ -	\$ 1,133,450	\$ 1,133,450	\$ -
Total Expenditures	\$ 35,119,139	\$ 24,322,212	\$ 5,264,386	\$ 3,448,412	\$ 22,746,944	\$ 3,674,946	\$ 560,221	\$ 198,072	\$ 95,334,332	\$ 86,141,031	\$ (9,193,301)

**ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR-END FINANCIAL REPORT**

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT
CONSOLIDATED YEAR-END FINANCIAL REPORT

YEAR ENDED JUNE 30, 2025

CSFA #	Program Name	\$ State	\$ Federal	\$ Other	\$ Total
478-00-0251	Medical Assistance Program	\$ -	\$ 101,605	\$ -	\$ 101,605
586-18-0428	Title III Immigrant Education Programs - Lang Inst Prog- Limited End LIPLEP	-	10,620	-	10,620
586-57-0420	Fed. - Sp. Ed. - Pre-School Flow Through: IDEA Part B - Consolidated Application	-	20,454	-	20,454
586-62-0414	Title I - Low Income: Improving the Academic Achievement of the Disadvantaged	-	186,166	-	186,166
586-62-0430	Title II - Teacher Quality: Preparing, Training, and Recruiting High-Quality Teachers, Principals, and Other School Leaders	-	55,295	-	55,295
586-62-1588	Title IVA Student Support and Academic Enrichment	-	20,597	-	20,597
586-64-0417	Fed - Sp Ed - IDEA - Flow Through	-	825,898	-	825,898
	Other grant programs and activities	-	-	7,424,638	7,424,638
	All other costs not allocated	-	-	86,689,059	86,689,059
Totals:		\$ -	\$ 1,220,635	\$ 94,113,697	\$ 95,334,332

OTHER INFORMATION SECTION

EMPLOYEE RETIREMENT AND BENEFIT PLAN INFORMATION

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

JUNE 30, 2025

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
District's proportion of the net pension liability	0.00224%	0.00230%	0.00225%	0.00248%	0.00257%	0.00267%	0.00281%	0.00445%	0.01026%	0.00956%
District's proportionate share of the net pension liability	\$ 1,924,142	\$ 1,950,925	\$ 1,884,823	\$ 1,935,528	\$ 2,218,137	\$ 2,166,500	\$ 2,190,967	\$ 3,395,912	\$ 3,777,656	\$ 6,719,232
State's proportionate share of the net pension liability associated with the District	160,432,138	168,365,835	163,495,904	162,217,786	173,736,044	154,187,423	150,090,433	144,375,419	152,044,738	122,655,710
Total Net Pension Liability	<u>\$ 162,356,280</u>	<u>\$ 170,316,760</u>	<u>\$ 165,380,727</u>	<u>\$ 164,153,314</u>	<u>\$ 175,954,181</u>	<u>\$ 156,353,923</u>	<u>\$ 152,281,400</u>	<u>\$ 147,771,331</u>	<u>\$ 155,822,394</u>	<u>\$ 129,374,942</u>
District's covered payroll	\$ 24,079,848	\$ 24,059,880	\$ 23,023,422	\$ 22,255,624	\$ 21,624,817	\$ 20,860,359	\$ 20,128,502	\$ 19,493,308	\$ 19,153,438	\$ 18,934,058
District's proportionate share of the net pension liability as a percentage of its covered payroll	7.99%	8.11%	8.19%	8.70%	10.26%	10.39%	10.88%	17.42%	19.72%	35.49%
Plan fiduciary net position as a percentage of the total pension liability	45.40%	43.90%	42.80%	45.10%	37.80%	39.60%	40.00%	39.30%	36.40%	41.50%

The above information is the most current information available.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
ILLINOIS MUNICIPAL RETIREMENT FUND

JUNE 30, 2025

SCHEDULE OF NET PENSION LIABILITY AND RELATED RATIOS

Calendar Year Ended December 31,	Total Pension Liability (TPL)	Plan Fiduciary Net Position (PFNP)	Net Pension Liability (Asset) (NPL)	PFNP as a Percentage of TPL	Covered Payroll (CP)	NPL as a Percentage of CP
2024	\$ 47,170,207	\$ 41,141,090	\$ 6,029,117	87.22 %	\$ 9,441,047	63.86 %
2023	45,115,638	38,737,593	6,378,045	85.86	9,339,187	68.29
2022	42,804,077	34,878,032	7,926,045	81.48	8,876,622	89.29
2021	40,615,878	40,950,733	(334,855)	100.82	8,496,621	(3.94)
2020	38,049,466	35,465,473	2,583,993	93.21	8,337,544	30.99
2019	36,586,720	31,538,803	5,047,917	86.20	8,450,651	59.73
2018	34,080,682	26,898,723	7,181,959	78.93	8,148,642	88.14
2017	30,841,363	28,011,401	2,829,962	90.82	7,845,332	36.07
2016	29,946,905	24,130,598	5,816,307	80.58	8,097,837	71.83
2015	27,880,454	22,108,891	5,771,563	79.30	8,280,316	69.70

SCHEDULE OF CONTRIBUTIONS

Fiscal Year Ended June 30,	Actuarially Determined Contribution	Actual Contribution (AC)	Contribution Deficiency (Excess)	Covered Payroll (CP)	AC as a Percentage of CP
2025	\$ 969,057	\$ 969,057	\$ -	\$ 9,433,455	10.27 %
2024	972,399	972,399	-	9,504,954	10.23
2023	976,090	976,090	-	9,091,741	10.74
2022	1,035,519	1,035,519	-	8,784,908	11.79
2021	986,042	986,042	-	8,088,074	12.19
2020	980,507	980,507	-	8,627,265	11.37
2019	961,474	961,474	-	8,318,473	11.56
2018	951,926	951,926	-	7,955,940	11.96
2017	945,552	945,552	-	7,804,422	12.12
2016	1,046,106	1,046,106	-	8,230,402	12.71

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
TEACHER HEALTH INSURANCE SECURITY FUND

JUNE 30, 2025

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE
 SHARE OF THE NET OPEB LIABILITY**

	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
District's proportion of the net OPEB liability	0.080835%	0.085981%	0.083429%	0.085748%	0.085486%	0.084821%	0.084959%	0.084780%
District's proportionate share of the net OPEB liability	\$ 6,394,509	\$ 6,128,141	\$ 5,710,432	\$ 18,912,130	\$ 22,855,464	\$ 23,476,294	\$ 22,383,293	\$ 22,000,122
State's proportionate share of the net OPEB liability associated with the District	8,684,032	8,287,199	7,768,481	25,642,088	30,962,929	31,789,897	30,055,935	28,891,627
Total Net OPEB Liability	<u>\$ 15,078,541</u>	<u>\$ 14,415,340</u>	<u>\$ 13,478,913</u>	<u>\$ 44,554,218</u>	<u>\$ 53,818,393</u>	<u>\$ 55,266,191</u>	<u>\$ 52,439,228</u>	<u>\$ 50,891,749</u>
District's covered payroll	\$ 24,079,848	\$ 24,059,880	\$ 23,023,422	\$ 22,255,624	\$ 21,624,817	\$ 20,860,359	\$ 20,128,502	\$ 19,493,308
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	26.56%	25.47%	24.80%	84.98%	105.69%	112.54%	111.20%	112.86%
Plan fiduciary net position as a percentage of the total OPEB liability	7.43%	6.21%	5.24%	1.40%	0.70%	0.25%	0.00%	0.00%

The above information is the most current information available.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

SCHEDULE OF ASSESSED VALUATIONS, RATES, AND EXTENSIONS

LAST TEN LEVY YEARS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Equalized assessed valuations	\$ 1,603,534,725	\$ 1,439,314,429	\$ 1,342,557,332	\$ 1,260,422,817	\$ 1,207,612,209	\$ 1,155,138,001	\$ 1,108,284,401	\$ 1,062,943,370	\$ 1,012,452,786	\$ 967,941,682
Tax rates:										
Educational Fund	2.9212	2.8026	3.1208	3.0527	2.9798	3.0204	3.1577	3.2022	3.2594	3.3303
Tort Fund	0.0393	0.0417	0.0332	0.0467	0.0096	0.0882	0.0339	0.0098	0.0100	0.0205
Special Education Fund	0.0341	0.0362	0.0361	0.0381	0.0386	0.0384	0.0407	0.0388	0.0389	0.0384
Operations and Maintenance Fund	0.4917	0.5222	0.4915	0.5384	0.5500	0.4935	0.4963	0.5262	0.5330	0.5446
Debt Services Fund	-	0.0013	0.0010	0.0010	0.0006	0.0001	0.0006	0.0005	0.0004	0.0004
Transportation Fund	0.0156	0.3127	0.1359	0.1433	0.1455	0.1201	0.1354	0.1128	0.0785	0.0767
Municipal Retirement Fund	0.0786	0.0834	0.0384	0.0404	0.1183	0.1974	0.0685	0.0658	0.0662	0.0675
Social Security Fund	0.0721	0.0765	0.0354	0.0373	0.1183	0.0381	0.1038	0.1086	0.1090	0.1228
Working Cash Fund	-	-	-	-	-	-	-	0.0008	0.0009	0.0007
Levy adjustment	0.0120	0.0147	0.0103	0.0048	-	-	-	-	-	-
Total	3.6646	3.8913	3.9026	3.9027	3.9607	3.9962	4.0369	4.0655	4.0963	4.2019
Tax extensions:										
Educational Fund	\$ 46,842,456	\$ 40,338,226	\$ 41,898,529	\$ 38,476,927	\$ 35,984,429	\$ 34,889,788	\$ 34,037,573	\$ 32,999,886	\$ 32,999,886	\$ 32,235,362
Tort Fund	630,189	600,194	445,729	588,617	115,931	1,018,832	104,168	101,245	101,245	198,428
Special Education Fund	546,805	521,032	484,663	480,221	466,138	443,573	412,422	393,844	393,844	371,690
Operations and Maintenance Fund	7,884,580	7,516,100	6,598,669	6,786,116	6,641,867	5,700,606	5,593,208	5,396,373	5,396,373	5,271,410
Debt Services Fund	-	18,711	13,426	12,604	7,246	1,155	5,315	4,050	4,050	3,872
Transportation Fund	250,152	4,500,736	1,824,535	1,806,186	1,757,076	1,387,321	1,199,000	794,775	794,775	742,411
Municipal Retirement Fund	1,260,378	1,200,388	515,542	509,211	1,428,605	2,280,242	699,417	670,244	670,244	653,361
Social Security Fund	1,156,149	1,101,076	475,265	470,138	1,428,605	440,108	1,154,356	1,103,574	1,103,574	1,188,632
Working Cash Fund	-	-	-	-	-	-	-	8,504	9,112	6,776
Levy adjustment	192,424	211,579	138,283	60,500	-	-	-	-	-	-
Total	\$ 58,763,133	\$ 56,008,042	\$ 52,394,641	\$ 49,190,520	\$ 47,829,897	\$ 46,161,625	\$ 43,205,459	\$ 41,472,495	\$ 41,473,103	\$ 40,671,942

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
FINANCIAL STATISTICS PER PUPIL

YEAR ENDED JUNE 30, 2025

	<u>Actual</u>	<u>Per Pupil</u>
Revenues:		
Local sources	\$ 62,118,777	\$ 18,830
State sources	7,424,638	2,251
Federal sources	1,210,424	367
On behalf revenues	13,070,921	3,962
Total Revenues	<u>83,824,760</u>	<u>25,410</u>
Expenditures:		
Instruction	44,837,160	13,591
Support services	24,583,283	7,452
Community services	1,127	-
Payments to other government units	1,953,301	592
Capital outlay	22,746,944	6,895
Debt service	1,212,517	368
Total Expenditures	<u>95,334,332</u>	<u>28,898</u>
Excess of revenues over expenditures	<u>(11,509,572)</u>	<u>(3,488)</u>
Other Financing Sources (Uses):		
Transfers in	4,733,450	1,435
Transfers out	<u>(4,733,450)</u>	<u>(1,435)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ (11,509,572)</u>	<u>\$ (3,488)</u>
Average pupil attendance for the year ended June 30, 2025		<u>3,299</u>

COMPLIANCE SECTION

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

Superintendent of Schools and Board of Education
Homer Community Consolidated School District 33C
Homer Glen, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Homer Community Consolidated School District 33C (the "District") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 3, 2025.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

Cherry Bekaert LLP

Orland Park, Illinois
December 3, 2025

Report of Independent Auditor on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance

Superintendent of Schools and Board of Education
Homer Community Consolidated School District 33C
Homer Glen, Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Homer Community Consolidated School District 33C's (the "District") compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2025. The District's major federal programs are identified in the *Summary of Auditor's Results* section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

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



Orland Park, Illinois
December 3, 2025

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2025

Federal Grantor/ Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
Special Education Cluster (IDEA):				
Department of Education Programs:				
Illinois State Board of Education:				
IDEA Flow-through ^(M)	84.027	25-4620	\$ -	\$ 825,898
Pre-School Flow-through ^(M)	84.173	25-4600	-	20,454
Total Special Education Cluster (IDEA)			-	846,352
Department of Education Programs:				
Illinois State Board of Education:				
Title I - Low Income	84.010A	24-4300	-	23,129
Title I - Low Income	84.010A	25-4300	-	163,037
Total for Program			-	186,166
Title II - Teacher Quality	84.367A	25-4932	-	55,295
Title III - English Language	84.365	25-4909	-	10,620
Title IVA - Student Support and Academic Enhancement	84.424	25-4400	-	20,597
Total Department of Education Programs			-	1,119,030
Department of Health and Human Services Programs:				
Illinois Department of Healthcare and Family Services:				
Medical Assistance Program	93.778	2025	-	101,605
Total Expenditures of Federal Awards			\$ -	\$ 1,220,635

(M) - Major Program

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

JUNE 30, 2025

Note 1—Basis of presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Homer Community Consolidated School District 33C (the "District") for the year ended June 30, 2025 and is presented on the modified cash basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2—Indirect facilities and administration costs

The District has elected not to use the 10% de minimis cost rate.

Note 3—Other information

Insurance coverage in effect paid with federal funds during the fiscal year amounted to zero.

Loans/loan guarantees outstanding at June 30, 2025 amounted to zero.

The District had one federal grant requiring matching expenditures during the year ended June 30, 2025.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2025

Section I—Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: UNMODIFIED

Internal control over financial reporting:

- Material weaknesses identified? Yes X None reported
- Significant deficiencies identified that are not considered to be material weaknesses? Yes X None reported
- Noncompliance noted? Yes X No

Federal Awards

Internal control over major programs:

- Material weaknesses identified? Yes X None reported
- Significant deficiencies identified that are not considered to be material weaknesses? Yes X None reported

Type of auditor's report issued on compliance for major programs: UNMODIFIED

Any audit findings disclosed that are required to be reported in accordance with §200.516 (a)? Yes X No

Identification of major programs:

Federal Assistance Listing Number	Name of Federal Program or Cluster
84.027 / 84.173	Special Education Cluster (IDEA): IDEA Flow-through Pre-School Flow-through
Dollar threshold used to distinguish between Type A and Type B programs:	\$750,000
Auditee qualified as low-risk auditee?	<u> </u> Yes <u> X </u> No

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

YEAR ENDED JUNE 30, 2025

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ 2025 - _____ 2. THIS FINDING IS: ☐ New ☐ Repeat from Prior Year?
Year originally reported? _____

3. Criteria or specific requirement
None

4. Condition

5. Context¹²

6. Effect

7. Cause

8. Recommendation

9. Management's response¹³

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

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

13 See Section 200.521 management decision for additional guidance on reporting management's response.

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

YEAR ENDED JUNE 30, 2025

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹¹ 2025 - _____ 2. THIS FINDING IS: ☐ New ☐ Repeat from Prior Year?
Year originally reported?

3. Federal Program Name and Year: _____

4. Project No.: _____

5. CFDA No.: _____

6. Passed Through: _____

7. Federal Agency: _____

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

None

9. Condition¹⁵

10. Questioned Costs¹⁶

12. Effect

13. Cause

14. Recommendation

15. Management's response¹⁸

14 See footnote 11.

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

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

17 See footnote 12.

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

HOMER COMMUNITY CONSOLIDATED SCHOOL DISTRICT 33C
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

YEAR ENDED JUNE 30, 2025

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status</u>
None		