



**GRANT COMMUNITY HIGH SCHOOL
DISTRICT NO. 124
LAKE COUNTY, ILLINOIS**

ANNUAL FINANCIAL REPORT

JUNE 30, 2025

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INDEPENDENT AUDITOR'S OPINION

To the Board of Education
Grant Community High School District No. 124
Fox Lake, Illinois

Report on the Audit of the Financial Statements

Opinions

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

Grant Community High School District No. 124

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 financial position of the governmental activities and each major fund of Grant Community High School District No. 124 as of June 30, 2025, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Grant Community High School District No. 124 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

As described in Note 19 to the financial statements, during the year, the District implemented GASB Statement No. 101, *Compensated Absences* and GASB Statement No. 100, *Accounting Changes and Error Corrections*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the

design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Grant Community High School District No. 124'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 Grant Community High School District No. 124's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the

United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

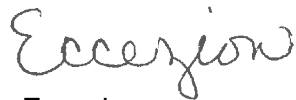
Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information as listed in the table of contents and the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information, except for the average daily attendance figure included in the computation of operating expense per pupil and per capita tuition charges, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2025 on our consideration of Grant Community High School District No. 124'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 Grant Community High School District No. 124's internal control over financial reporting and compliance.



Eccezion
Strategic Business Solutions

McHenry, Illinois
December 18, 2025



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

To the Board of Education
Grant Community High School District No. 124
Fox Lake, Illinois

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

Grant Community High School District No. 124

as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Grant Community High School District No. 124's basic financial statements, and have issued our report thereon dated December 18, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Grant Community High School District No. 124'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 Grant Community High School District No. 124's internal control. Accordingly, we do not express an opinion on the effectiveness of Grant Community High School District No. 124's internal control.

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

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

audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as items 2025-004 and 2025-005 that we consider to be significant deficiencies.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Grant Community High School District No. 124'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*. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2025-001, 2025-002 and 2025-003.

Grant Community High School District No. 124's Response to Findings

Government Auditing Standards require the auditor to perform limited procedures on Grant Community High School District No. 124's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Grant Community High School District No. 124's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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



Eccezion
Strategic Business Solutions

McHenry, Illinois
December 18, 2025

REQUIRED SUPPLEMENTARY INFORMATION

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

The Management's Discussion and Analysis of Grant Community High School District No. 124's (District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2025. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

OVERVIEW OF FINANCIAL STATEMENTS

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

- Government-wide financial statements,
- Fund financial statements, and
- Notes to the 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 readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

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

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

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

Fund financial statements - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into governmental funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains six individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Operations and Maintenance, Debt Services, Transportation, Illinois Municipal Retirement/Social Security, and Capital Projects Funds, all of which the District considers to be major funds.

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

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

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$64,313,901 at June 30, 2025 .

The following table presents a summary of the District's net position for the years ended June 30, 2025 and 2024:

Grant Community High School District No. 124

	Governmental Activities	
	6/30/2025	6/30/2024
Assets		
Current and Other Assets	\$ 48,635,582	\$ 50,870,124
Capital Assets	60,223,156	67,886,045
Total Assets	\$ 108,858,738	\$ 118,756,169
Deferred Outflow s of Resources		
Pension/OPEB Expense	\$ 2,500,903	\$ 4,013,670
Total Deferred Outflow s of Resources	\$ 2,500,903	\$ 4,013,670
Liabilities		
Other Liabilities	\$ 935,478	\$ 1,446,993
Long-Term Liabilities Outstanding	2,389,396	1,622,207
Net Pension Liabilities	2,696,352	3,185,723
OPEB Liabilities	5,322,964	4,280,045
Total Liabilities	\$ 11,344,190	\$ 10,534,968
Deferred Inflow s of Resources		
Unavailable Revenue - Property Taxes	\$ 26,882,491	\$ 25,574,134
Pension/OPEB Revenue	8,819,017	11,500,314
Total Deferred Inflow s of Resources	\$ 35,701,508	\$ 37,074,448
Net Position		
Net Investment In Capital Assets	\$ 58,718,783	\$ 66,263,838
Restricted	10,400,673	5,438,201
Unrestricted	(4,805,513)	3,458,384
Total Net Position	\$ 64,313,943	\$ 75,160,423

By far the largest portion of the District's net position (91%) reflects its investment in capital assets (e.g., land, buildings, equipment, etc.); less any related debt used to acquire those assets that is still outstanding. The District uses these assets to provide educational services and extracurricular activities for the students of the local community; consequently, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following table presents a summary of changes in net position for the years ended June 30, 2025 and 2024:

Grant Community High School District No. 124		
Change in Net Position		
	Governmental Activities	
	2025	2024
Revenues		
Program Revenues		
Charges for Services	\$ 1,809,405	\$ 1,584,555
Operating Grants and Contributions	13,404,558	13,764,476
Capital Grants and Contributions	71,798	50,000
General Revenues		
Property Taxes	25,514,954	24,325,840
Other Payments in Lieu of Taxes	389,352	580,621
Grants and Contributions not Restricted to Specific Activities	8,243,799	7,155,022
Unrestricted Investment Earnings	1,441,742	1,555,056
Total Revenues	<u>\$ 50,875,608</u>	<u>\$ 49,015,570</u>
Expenses		
Instruction	\$ 28,363,992	\$ 28,376,098
Support Services	17,272,300	17,501,898
Community Services	141,127	226,741
Intergovernmental Payments	1,882,148	-
Interest and Fees on Long-Term Debt	5,585	59,478
Depreciation - Unallocated	3,653,896	3,217,648
Total Expenses	<u>\$ 51,319,048</u>	<u>\$ 49,381,863</u>
Change in Net Position	\$ (443,440)	\$ (366,293)
Net Position - Beginning of Fiscal Year	75,160,423	75,526,716
Error Correction	(10,403,040)	-
Net Position - End of Fiscal Year	<u>\$ 64,313,943</u>	<u>\$ 75,160,423</u>

The District's total revenues increased \$1,860,038 (3.79%) compared to the prior year. The District's total expenses increased \$1,937,227 (3.92%) compared to the prior year. The main reason for the increase in revenue was an increase in property taxes and evidence-based funding which was offset by decreases in revenues from capital grants and other payments in lieu of taxes. The main reason for the increase in expenses was an increase in instruction expenses related to special education programs and capital outlay expenditures.

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 the District's net resources available for spending at the end of the fiscal year.

As of June 30, 2025, the District funds reported combined ending fund balances of \$20,817,613, a decrease of \$ \$3,023,367 (including adjustments for error corrections) in comparison with the prior year.

The General Fund is the chief operating fund of the District. At June 30, 2025, total fund balance was \$18,788,060. As a measure of the General Fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. Total fund balance represents 45.56% of total General Fund expenditures. The General Fund balance decreased by \$1,328,908, which included a (\$383,314) adjustment for error corrections.

Other significant highlights in the governmental funds for the year ended June 30, 2025 are outlined below:

- The Operations and Maintenance Fund's fund balance increased by \$783,668 including (\$22,288) adjustment for error corrections and a transfer to the capital projects fund.
- The Transportation Fund's fund balance decreased by \$888,911, including a (\$14,930) adjustment for error corrections. Other factors that contributed to the decrease in fund balance is a decrease in revenue from earnings on investments and federal aid and increases in expenses for support services for transportation and increased transportation debt service payments.
- The IMRF Fund's fund balance increased \$77,837, including a (\$10,787) adjustment for error corrections. Overall revenues were fairly consistent with the prior year.
- The Capital Projects Fund's fund balance decreased by \$1,667,053 including a \$34,362 adjustment for error corrections. Other factors that contributed to the decrease in fund balance are increases in capital outlay expenses which was offset by a transfer from the operations and maintenance fund.

The remaining funds experienced net revenues and expenditures that remained relatively consistent with the prior year.

GENERAL FUND BUDGETARY HIGHLIGHTS

The District approved the amended budget for the year ending June 30, 2025 on June 12, 2025.

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

- The result of actual revenues was a deficit in comparison to budgeted revenues by \$7,484,161. The difference is largely due to State Retirement Contributions being less than budgeted for.
- The result of actual expenditures was a deficit in comparison to budgeted expenditures by \$7,533,825. The difference is largely due to State Retirement Contributions being less than budgeted for.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets – The District's investment in fixed assets as of June 30, 2025 amounts to \$60,223,156 (net of accumulated depreciation/amortization). This investment in capital assets includes land, buildings, improvements other than buildings, and equipment. Total depreciation/amortization expense for the year was \$3,653,896.

Major capital asset events during the year ended June 30, 2025 include the following:

- Weight room expansion project for \$5,078,763.
- Purchase of mini vans for \$85,688.
- Bus camera kits for \$86,062.

The following table presents a summary of capital assets for the years ended June 30, 2025 and 2024:

Grant Community High School District No. 124's Capital Assets
(net of depreciation/amortization)

	Governmental Activities	
	2025	2024
Land	\$ 4,190,703	\$ 4,190,703
Construction in Progress	303,746	2,360,893
Buildings	49,845,440	46,768,432
Improvements Other than Buildings	2,407,360	2,731,497
Equipment	3,475,907	2,102,023
Total	<u>\$ 60,223,156</u>	<u>\$ 58,153,548</u>

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

Long-term debt - At June 30, 2025, the District had \$1,201,870 in long-term debt.

Grant Community High School District No. 124's Outstanding Debt

	Governmental Activities	
	2025	2024
Right-of-Use Liabilities	\$ 1,201,870	\$ 1,622,207
Total	<u>\$ 1,201,870</u>	<u>\$ 1,622,207</u>

Significant debt activities for the year ended June 30, 2025 were as follows:

- Principal payments of \$829,970.

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

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Board of Education and administration consider many factors when budgeting for the 2025 fiscal year and determining tax rates. We are cautious, but optimistic, with the implementation of more equitable school funding reform that we will continue to see a shift in funding. With the state's commitment to funding the evidenced based funding, we have received more funding from the state than in previous years and count on that for educating our students. Property values continue to recover and rise; however commercial growth remains limited. The administration continues to maintain long term planning for enrollment, curriculum and instruction, facility needs as well as finances. The Board of Education and administration will continue to monitor long term planning needs with local economic data and State funding options in order to make data driven decisions that support education of all students while continuing to be fiscally responsible to the community.

REQUESTS FOR INFORMATION

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

Grant Community High School District No. 124
385 E. Grant Ave
Fox Lake, IL 60020

BASIC FINANCIAL STATEMENTS

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 5,860,029
Investments, at Fair Value	29,267,378
Other Accounts Receivable, net of allowance of \$0	13
Taxes Receivable, net of allowance of \$135,026	13,188,884
Due from Other Governments, net of allowance of \$0	268,365
Prepaid Expenses	50,913
Capital Assets:	
Land	4,190,745
Construction in Progress	303,746
Buildings, Property, and Equipment, net of depreciation/amortization	55,728,665
Total Assets	\$ 108,858,738
DEFERRED OUTFLOWS OF RESOURCES	
Pension Expense - IMRF	\$ 696,949
Pension Expense - TRS	203,684
Total Deferred Outflows of Resources	\$ 2,500,903
LIABILITIES	
Accounts Payable and Accrued Expense	\$ 859,897
Accrued Payroll and Payroll Liabilities	75,581
Noncurrent Liabilities:	
Due Within One Year	
Right-Of-Use Liability	591,313
Total OPEB Liability - IMRF/TRS	92,662
Compensated Absences	308,757
Due in More Than One Year	
Right-Of-Use Liability	610,557
Compensated Absences	878,769
Total OPEB Liability - IMRF/TRS	677,200
Net OPEB Liability- Teachers' Health Insurance Security Fund	4,553,102
Net Pension Liability - Illinois Municipal Retirement Fund	1,326,276
Net Pension Liability - Teachers' Retirement System	1,370,076
Total Liabilities	\$ 11,344,190
DEFERRED INFLOWS OF RESOURCES	
Unavailable Revenue - Property Taxes	\$ 26,882,491
Pension Revenue - IMRF	223,685
Pension Revenue - TRS	61,018
OPEB Revenue - THIS	8,511,721
OPEB Revenue IMRF/TRS	22,593
Total Deferred Inflows of Resources	\$ 35,701,508
NET POSITION	
Net Investment in Capital Assets	\$ 58,718,783
Restricted for:	
Student Activity Funds	10,400,673
Unrestricted/(Deficit)	(4,805,513)
Total Net Position	\$ 64,313,943

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

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Governmental Activities
Governmental Activities					
Instruction					
Regular Programs	\$ 10,305,671	\$ 49,692	\$ 603,244	\$ -	\$ (9,652,735)
Special Education Programs	4,774,355	-	1,106,043	-	(3,668,312)
Other Instructional Programs	3,260,417	379,058	75,155	-	(2,806,204)
Student Activity Fund	722,838	773,322	-	-	50,484
State Retirement Contributions	9,300,711	-	9,300,711	-	-
Support Services					
Pupil	2,387,008	-	-	-	(2,387,008)
Instructional Staff	2,301,333	-	-	-	(2,301,333)
General Administration	1,279,113	-	-	-	(1,279,113)
School Administration	904,273	-	-	-	(904,273)
Business	999,660	-	-	-	(999,660)
Operations and Maintenance	3,743,249	-	-	71,798	(3,671,451)
Transportation	3,598,160	-	1,850,063	-	(1,748,097)
Food Services	1,243,313	607,333	469,342	-	(166,638)
Internal Services	3,489	-	-	-	(3,489)
Central	804,211	-	-	-	(804,211)
Other Support Services	8,491	-	-	-	(8,491)
Community Services	141,127	-	-	-	(141,127)
Intergovernmental Payments					
Governmental Units	1,882,148	-	-	-	(1,882,148)
Debt Services					
Interest and Fees	5,585	-	-	-	(5,585)
Depreciation - Unallocated	3,653,896	-	-	-	(3,653,896)
Total Governmental Activities	<u>\$ 51,319,048</u>	<u>\$ 1,809,405</u>	<u>\$ 13,404,558</u>	<u>\$ 71,798</u>	<u>\$ (36,033,287)</u>
General Revenues					
Taxes					
Property Taxes, Levied for General Purposes					\$ 25,514,954
Other Payments in Lieu of Taxes					389,352
Grants and Contributions not Restricted to Specific Activities					8,243,799
Unrestricted Investment Earnings					1,441,742
Total General Revenues					<u>\$ 35,589,847</u>
Change in Net Position					<u>\$ (443,440)</u>
Net Position - July 1, 2024, as previously stated					\$ 75,160,423
Adjustment to the Beginning Net Position					<u>(10,403,040)</u>
Net Position - July 1, 2024, restated					<u>\$ 64,757,383</u>
Net Position - June 30, 2025					<u><u>\$ 64,313,943</u></u>

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

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 FUND FINANCIAL STATEMENTS
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 JUNE 30, 2025

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Total Governmental Funds
ASSETS							
Cash and Cash Equivalents	\$ 2,647,299	\$ 1,825,603	\$ 20	\$ 318,594	\$ 399,977	\$ 668,536	\$ 5,860,029
Investments, at Fair Value	25,978,004	1,118,426	-	1,285,779	885,169	-	29,267,378
Taxes Receivable, net of allowance of \$135,026	9,369,558	2,521,359	20	874,615	423,332	-	13,188,884
Due from Other Governments, net of allowance of \$0	268,365	-	-	-	-	-	268,365
Prepaid Expenses	49,540	1,373	-	-	-	-	50,913
Total Assets	\$ 38,312,779	\$ 5,466,761	\$ 40	\$ 2,478,988	\$ 1,708,478	\$ 668,536	\$ 48,635,582
LIABILITIES							
Accounts Payable and Accrued Expenditures	\$ 407,294	\$ 58,641	\$ -	\$ 177,521	\$ -	\$ 216,441	\$ 859,897
Accrued Payroll and Payroll Liabilities	56,021	6,560	-	13,000	-	-	75,581
Total Liabilities	\$ 463,315	\$ 65,201	\$ -	\$ 190,521	\$ -	\$ 216,441	\$ 935,478
DEFERRED INFLOWS OF RESOURCES							
Unavailable Revenue - Property Taxes	\$ 19,061,404	\$ 5,163,155	\$ 40	\$ 1,791,007	\$ 866,885	\$ -	\$ 26,882,491
Total Deferred Inflows of Resources	\$ 19,061,404	\$ 5,163,155	\$ 40	\$ 1,791,007	\$ 866,885	\$ -	\$ 26,882,491
FUND BALANCES							
Nonspendable							
Prepaid Expenses	\$ 49,540	\$ 1,373	\$ -	\$ -	\$ -	\$ -	\$ 50,913
Restricted							
Transportation	-	-	-	497,460	-	-	497,460
Illinois Municipal Retirement	-	-	-	-	657,000	-	657,000
Student Activity	356,948	-	-	-	-	-	356,948
Assigned							
Illinois Municipal Retirement	-	-	-	-	184,593	-	184,593
Capital Projects	-	-	-	-	-	452,095	452,095
Unassigned	18,381,572	237,032	-	-	-	-	18,618,604
Total Fund Balances	\$ 18,788,060	\$ 238,405	\$ -	\$ 497,460	\$ 841,593	\$ 452,095	\$ 20,817,613
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 38,312,779	\$ 5,466,761	\$ 40	\$ 2,478,988	\$ 1,708,478	\$ 668,536	\$ 48,635,582

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

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE BALANCE SHEET
 TO THE STATEMENT OF NET POSITION
 JUNE 30, 2025

Total Fund Balances - Governmental Funds \$ 20,817,613

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

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

Capital Assets	\$ 116,152,615	
Accumulated Depreciation/Amortization on Capital Assets	<u>(55,929,459)</u>	
		60,223,156

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

Pension Deferred Outflows - IMRF	\$ 696,949	
Pension Deferred Inflows - IMRF	(223,685)	
Pension Deferred Outflows - TRS	203,684	
Pension Deferred Inflows - TRS	(61,018)	
OPEB Deferred Outflows - THIS	1,600,270	
OPEB Deferred Inflows - THIS	(8,511,721)	
OPEB Deferred Inflows - IMRF/TRS	<u>(22,593)</u>	
		(6,318,114)

Some liabilities are not due and payable in the current period and therefore are not reported in the funds.

Right-to-Use Asset Liability	\$ (1,201,870)	
Compensated Absences	(1,187,526)	
Net Pension (Liability)/Asset - IMRF	(1,326,276)	
Net OPEB (Liability)/Asset - THIS	(4,553,102)	
Net OPEB (Liability)/Asset - IMRF/TRS	(769,862)	
Net Pension (Liability)/Asset - TRS	<u>(1,370,076)</u>	
		<u>(10,408,712)</u>

Net Position of Governmental Activities \$ 64,313,943

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

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED JUNE 30, 2025

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/Social Security Fund	Capital Projects Fund	Total Governmental Funds
REVENUES							
Property Taxes	\$ 18,231,799	\$ 4,752,811	\$ -	\$ 1,617,754	\$ 912,590	\$ -	\$ 25,514,954
Payments in Lieu of Taxes	343,682	-	-	-	45,670	-	389,352
Tuition	37,500	-	-	-	-	-	37,500
Food Services	607,333	-	-	-	-	-	607,333
District/School Activity Income	337,588	-	-	-	-	-	337,588
Student Activity Fund Revenues	773,322	-	-	-	-	-	773,322
Other Local Sources	6,954	27,036	-	-	-	-	33,990
State Aid	8,724,926	50,000	-	1,850,063	-	-	10,624,989
Federal Aid	1,814,127	-	-	-	-	-	1,814,127
State Retirement Contributions	9,300,711	-	-	-	-	-	9,300,711
Total Revenues	\$ 40,292,033	\$ 5,843,490	\$ -	\$ 3,597,089	\$ 1,142,996	\$ -	\$ 50,875,608
EXPENDITURES							
Current							
Instruction							
Regular Programs	\$ 10,233,150	\$ -	\$ -	\$ -	\$ 167,523	\$ -	\$ 10,400,673
Special Education Programs	4,745,431	-	-	-	102,221	-	4,847,652
Other Instructional Programs	3,202,089	-	-	-	79,691	-	3,281,780
Student Activity Fund Expenditures	721,454	-	-	-	-	-	721,454
State Retirement Contributions	9,300,711	-	-	-	-	-	9,300,711
Support Services							
Pupil	2,331,807	-	-	-	64,078	-	2,395,885
Instructional Staff	2,407,041	-	-	-	58,637	-	2,465,678
General Administration	1,931,728	-	-	-	9,385	-	1,941,113
School Administration	958,228	-	-	-	39,391	-	997,619
Business	558,975	-	-	-	474,130	-	1,033,105
Operations and Maintenance	433,153	3,307,808	-	-	-	-	3,740,961
Transportation	-	-	-	3,558,285	-	-	3,558,285
Food Services	1,267,565	-	-	-	-	-	1,267,565
Central	793,281	-	-	-	38,741	-	832,022
Other Support Services	1,889	-	-	-	-	-	1,889
Community Services	137,119	-	-	-	-	-	137,119
Intergovernmental Payments							
Payments to Other Districts and Governmental Units	1,735,030	123,254	-	-	20,575	-	1,878,859
Debt Services							
Principal	-	-	93,508	736,462	-	-	829,970
Interest and Fees	-	-	1,012	4,573	-	-	5,585
Capital Outlay	478,976	201,067	-	171,750	-	3,012,300	3,864,093
Total Expenditures	\$ 41,237,627	\$ 3,632,129	\$ 94,520	\$ 4,471,070	\$ 1,054,372	\$ 3,012,300	\$ 53,502,018

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

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED JUNE 30, 2025

	General Fund	Operations and Maintenance Fund	Debt Services Fund	Transportation Fund	Illinois Municipal Retirement/ Social Security Fund	Capital Projects Fund	Total Governmental Funds
(Continued)							
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (945,594)	\$ 2,211,361	\$ (94,520)	\$ (873,981)	\$ 88,624	\$ (3,012,300)	\$ (2,626,410)
OTHER FINANCING SOURCES (USES)							
Interfund Transfers	-	(1,405,405)	94,520	-	-	1,310,885	-
NET CHANGE IN FUND BALANCES	\$ (945,594)	\$ 805,956	\$ -	\$ (873,981)	\$ 88,624	\$ (1,701,415)	\$ (2,626,410)
FUND BALANCE - JULY 1, 2024, as previously presented	\$ 20,116,968	\$ (545,263)	\$ -	\$ 1,386,371	\$ 763,756	\$ 2,119,148	\$ 23,840,980
ADJUSTMENT TO BEGINNING FUND BALANCE	(383,314)	(22,288)	-	(14,930)	(10,787)	34,362	(396,957)
FUND BALANCE - JULY 1, 2024, as adjusted	\$ 19,733,654	\$ (567,551)	\$ -	\$ 1,371,441	\$ 752,969	\$ 2,153,510	\$ 23,444,023
FUND BALANCE - JUNE 30, 2025	\$ 18,788,060	\$ 238,405	\$ -	\$ 497,460	\$ 841,593	\$ 452,095	\$ 20,817,613

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

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 YEAR ENDED JUNE 30, 2025

Net Change in Fund Balances - Total Governmental Funds \$ (2,626,410)

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. This is the amount by

Depreciation/Amortization Expense	\$ (3,653,896)	
Capital Outlays	<u>5,698,062</u>	2,044,166

Some revenues reported in the Statement of Activities do not provide current

State and Federal Aid	(7,976)
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Long-term debt proceeds provide current financial resources to governmental funds and are therefore shown as revenue in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but issuing debt increases long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

Proceeds from Long-Term Debt	(1,833,969)
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Employer Pension and OPEB Contributions are expensed in the fund financial statements but are treated as a reduction in the liability on the government-wide financial statements.

Employer Pension Contributions - IMRF	\$ 405,738	
Employer Pension Contributions - TRS	<u>108,422</u>	514,160

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences	\$ (59,265)	
Pension Revenue/(Expense)- IMRF	(700,762)	
Pension Revenue/(Expense) - TRS	(101,691)	
OPEB Revenue/ (Expense) - THIS	<u>1,498,337</u>	636,619

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

Repayment of Long-Term Debt	<u>829,970</u>
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Change in Net Position of Governmental Activities	<u><u>\$ (443,440)</u></u>
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The Notes to Financial Statements are an integral part of this statement.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Grant Community High School District No. 124's (District) accounting policies conform to generally accepted accounting principles as applicable to local education agencies.

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

A. *Reporting Entity*

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

B. *Basic Financial Statements – Government-Wide Financial Statements*

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

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

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions. The functions are also supported by general government revenues (property taxes, personal property replacement taxes, grants and contributions not restricted to specific activities, unrestricted investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function (regular programs, special education programs, payments to other districts and governmental units, etc.). Program revenues include charges to those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

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

The District does not allocate indirect costs.

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

C. *Basic Financial Statements – Fund Financial Statements*

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues, and expenditures/expenses.

The emphasis in fund financial statements is on the major funds. Nonmajor funds are summarized into a single column, if any. GASB Statement No. 34 sets forth the minimum criteria (percentage of the assets, liabilities, revenues, or expenditures of all governmental funds) for the determination of major funds. The District electively made all governmental funds major funds.

Governmental Funds

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

- **General Fund** – The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Educational levies are included in this fund.
This fund also includes student activity funds held and controlled by the District, under the direction of district personnel, and administrative involvement of the board of education.
- **Special Revenue Funds** – The Special Revenue Funds (Operations and Maintenance Fund, Transportation Fund, and Illinois Municipal Retirement/Social Security Fund) are used to account for the proceeds of specific revenue sources that are restricted, committed, or assigned to expenditures for specified purposes other than debt service or capital projects.
- **Debt Services Fund** – The Debt Services Fund is used to account for financial resources that are restricted, committed, or assigned to expenditures for the periodic payment of principal, interest, and related fees on general long-term debt.
- **Capital Projects Fund** – The Capital Projects Fund is used to account for financial resources that are restricted, committed, or assigned to expenditures for the acquisition or construction of major capital facilities.

D. *Basis of Accounting*

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

NOTES TO FINANCIAL STATEMENTS (Continued)

1. Accrual

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

2. Modified Accrual

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

E. *Cash and Cash Equivalents and Investments*

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

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

No District fund had a cash overdraft at June 30, 2025.

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

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

F. *Receivables*

All receivables are reported net of estimated uncollectible amounts.

G. *Inventories*

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

H. *Interfund Activity*

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

NOTES TO FINANCIAL STATEMENTS (Continued)

I. *Capital Assets*

Capital assets purchased or acquired with an original cost of \$10,000 or more are reported at historical cost or estimated historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	5 - 50 years
Improvements Other than Buildings	10 - 20 years
Equipment	5 - 20 years

J. *Compensated Absences*

Vacation benefits are granted to employees in varying amounts up to specified maximums depending on tenure with the District. Sick time is not paid out upon termination, it instead converts to service credits for retirement plans. Vacation and sick leave are accrued when earned in the financial statements, if they are more likely than not to be used for time off or otherwise paid in cash.

K. *Deferred Outflows and Inflows of Resources*

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

L. *Long-Term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds on a straight-line basis. Bonds payable are reported net of the applicable bond premium or discount.

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

M. *Government-Wide Net Position*

Government-wide net position is divided into three components:

- Net Investment in Capital Assets – consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted Net Position – consists of net position that is restricted by the District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted Net Position – the remaining net position is reported in this category.

NOTES TO FINANCIAL STATEMENTS (Continued)

N. *Governmental Fund Balances*

Governmental fund balances are divided between nonspendable and spendable.

Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. The spendable fund balances are arranged in a hierarchy based on spending constraints.

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

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

- **Unassigned** – Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance in the General Fund also includes amounts levied and/or borrowed for working cash.

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

O. *Property Tax Calendar and Revenues*

Property taxes are levied each calendar year on all taxable real property located in the District on or before the last Tuesday in December. The 2024 tax levy was passed by the Board on December 19, 2024. The 2023 tax levy was passed by the Board on December 21, 2023. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are for and are payable in two installments early in June and early in September of the following calendar year. The District receives significant distributions of tax receipts within one month after these dates.

P. *Lease and Subscription-Based Information Technology Agreements*

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

At the commencement of a lease or subscription-based IT agreement, the District initially measures the right-of-use liability at the present value of payments expected to be made during the agreement term. Subsequently, the right-of-use liability is reduced by the principal portion payments made. The right-of-

NOTES TO FINANCIAL STATEMENTS (Continued)

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

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

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

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

Q. Estimates

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

NOTE 2 - DEPOSITS, INVESTMENTS, AND FAIR VALUE MEASUREMENT

Deposits

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. The District has a policy that all deposits and investments in excess of any insurance shall be collateralized by pledged securities and the market value of the pledged securities shall equal or exceed the portion of deposit requiring collateralization. As of June 30, 2025, deposits with financial institutions are fully insured or collateralized by securities held in the District’s name.

Investments and Fair Value Measurement

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

As of June 30, 2025, the District had the following investments, maturities, and fair value measurements:

Types of investments	Credit Quality/ Ratings	Segmented Time Distribution	Amount	Fair Value Measurement Using		Net Asset Value (NAV)
				Level 1	Level 2	
Certificates of Deposits	Not rated	Less than 1 year	\$ 18,159,035	\$ -	\$ 18,159,035	\$ -
Certificates of Deposits	Not rated	1-5 years	1,897,570	-	1,897,570	-
U.S. Treasury Securities	AA+	Less than 1 year	7,430,773	7,430,773	-	-
State Investment Pools	AAAm	Less than 1 year	4,001,228	-	-	4,001,228
Term Series	Not rated	Less than 1 Year	1,750,000	1,750,000	-	-
			<u>\$ 33,238,606</u>	<u>\$ 9,180,773</u>	<u>\$ 20,056,605</u>	<u>\$ 4,001,228</u>

NOTES TO FINANCIAL STATEMENTS (Continued)

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

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

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

This district current holds no investments that fall under the fair value measurement requirements.

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

Credit Risk. State law limits investments based on credit risk. The District does not have a policy for credit risk of investments.

Concentration of Credit Risk. The District places no specific limit on the amount the District may invest in any one issuer. The District did not invest in more than 5% of the District's total investments in any one issuer that was not either a United States government agency security, mutual fund, or investment pool.

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2025 was as follows:

	Restated Balance July 1, 2024	Increases	Decreases	Balance June 30, 2025
Governmental Activities				
Capital Assets not being depreciated				
Land	\$ 4,190,703	\$ -	\$ -	\$ 4,190,703
Construction in Progress	2,360,893	303,746	2,360,893	303,746
Total Capital Assets not being depreciated	<u>\$ 6,551,596</u>	<u>\$ 303,746</u>	<u>\$ 2,360,893</u>	<u>\$ 4,494,449</u>
Other Capital Assets				
Buildings	\$ 89,192,980	\$ 5,203,416	\$ -	\$ 94,396,396
Improvements Other than Buildings	7,501,360	-	-	7,501,360
Equipment	6,943,656	717,823	-	7,661,479
Right-of-Use Assets - Transportation Equipment	264,962	1,833,969	-	2,098,931
Total Other Capital Assets at historical cost	<u>\$ 103,902,958</u>	<u>\$ 7,755,208</u>	<u>\$ -</u>	<u>\$ 111,658,166</u>
Less Accumulated Depreciation/Amortization for				
Buildings	\$ 42,424,548	\$ 2,126,408	\$ -	\$ 44,550,956
Improvements Other than Buildings	4,769,863	324,137	-	5,094,000
Equipment	4,955,837	503,707	25,443	5,434,101
Right-of-Use Assets - Transportation Equipment	150,758	699,644	-	850,402
Total Accumulated Depreciation/Amortization	<u>\$ 52,301,006</u>	<u>\$ 3,653,896</u>	<u>\$ 25,443</u>	<u>\$ 55,929,459</u>
Other Capital Assets, Net	<u>\$ 51,601,952</u>	<u>\$ 4,101,312</u>	<u>\$ (25,443)</u>	<u>\$ 55,728,707</u>
Governmental Activities Capital Assets, Net	<u>\$ 58,153,548</u>	<u>\$ 4,405,058</u>	<u>\$ 2,335,450</u>	<u>\$ 60,223,156</u>

Depreciation/Amortization expense was charged to functions as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

Governmental Activities

Unallocated	\$ 3,653,896
Total Governmental Activities	<u>3,653,896</u>
Depreciation/Amortization Expense	<u>\$ 3,653,896</u>

NOTE 4 - LEASE ARRANGEMENTS

The District has the following lease arrangements:

	Contract Start	Contract End	Items	Initial Terms	Initial Contract Value	Contract Options	Borrowing Rate (per year)	Payment Amount	Number Of Payments
BAPCC LLC for Central States Bus Sales	9/1/2023	8/31/2026	23 Yellow Buses	3 years	\$ 54,568	NA	6.52%	\$ 18,189	3 annual payments
BAPCC LLC for Central States Bus Sales	7/1/2024	6/30/2027	Wheelchair BlueBird Bus 5 Collins 14 pass. Activity	3 years	1,947,525	NA	6.33%	649,175	3 annual payments
Santander	8/1/2022	7/31/2025	Busses	3 years	220,830	NA	3.39%	73,670	3 annual payments

NOTE 5 - LONG-TERM DEBT

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

	Restated Balance July 1, 2024	Additions	Retirements	Balance June 30, 2025	Amounts Due Within One Year
Governmental Activities					
Long-Term Liabilities					
Right-to-Use Liabilities	\$ 197,871	\$ 1,833,969	\$ 829,970	\$ 1,201,870	\$ 591,313
Compensated Absences	1,128,261 **	59,265 *	-	1,187,526	308,757
Governmental Activities Long-Term Liabilities	<u>\$ 1,326,132</u>	<u>\$ 1,893,234</u>	<u>\$ 829,970</u>	<u>\$ 2,389,396</u>	<u>\$ 900,070</u>

*This amount displayed as additions or reductions represents the net change in the liability in the current fiscal year

**This is the restated balance due to GASB 101, Compensated Absences - See Note 19

At June 30, 2025 the annual debt service requirement to cover all right-to use liabilities are:

Year Ending June 30	Principal	Interest	Total
2026	\$ 591,313	\$ 76,052	\$ 667,365
2027	610,557	38,618	649,175
	<u>\$ 1,201,870</u>	<u>\$ 114,670</u>	<u>\$ 1,316,540</u>

Right-to-use liabilities are being repaid from the transportation fund.

NOTE 6 - NET INVESTMENT IN CAPITAL ASSET CALCULATION

Net investment in capital asset calculation as of June 30, 2025 was as follows:

Governmental Activities

Capital Assets, Net of Accumulated Depreciation	\$ 60,223,156
Less:	
Capital Related Debt	(1,201,870)
Capital Related Accounts Payable	(302,503)
Investment in Capital Assets	<u>\$ 58,718,783</u>

NOTE 7 - PROPERTY TAXES

Property taxes receivable and unavailable revenue recorded in these financial statements, in the amount of \$13,121,744 (\$13,256,770 less allowance of \$135,026) are from the 2024 tax levy. The unavailable revenue is 100% of the 2024 levy. These taxes are unavailable as the District does not consider the amounts to be available and does not budget for their use in fiscal year 2025. The District has determined

NOTES TO FINANCIAL STATEMENTS (Continued)

that 100% of the amounts collected for the 2023 levy are allocable for use in fiscal year 2025. Therefore, 100% of the amounts collected for the 2023 levy (\$25,514,954) are recorded in these financial statements as property taxes revenue. A summary of assessed valuation, tax rates, and extensions for tax years 2024, 2023, and 2022 are as follows:

Tax Year	2024		2023		2022	
	\$1,336,219,143		\$1,178,955,217		\$1,078,742,086	
Assessed Valuation	Rate	Extension	Rate	Extension	Rate	Extension
Educational	1.4080	\$ 18,805,895	1.5386	\$ 18,139,700	1.5930	\$ 17,184,254
Operations and Maintenance	0.3648	4,875,008	0.3957	4,655,208	0.4095	4,417,255
Debt Service	0.0000	40	-	-	-	-
Transportation	0.1347	1,800,007	0.1389	1,637,793	0.1380	1,488,136
Municipal Retirement	0.0281	375,010	0.0345	406,975	0.0359	387,010
Social Security	0.0355	475,013	0.0421	496,305	0.0431	465,003
SEDOL Municipal Retirement	0.0016	21,219	0.0017	20,585	0.0049	53,053
Working Cash	0.0254	339,012	0.0269	317,634	0.0278	299,459
Revenue Recapture	0.0235	314,092	0.0124	146,426	0.0111	119,654
	<u>2.0216</u>	<u>\$ 27,005,296</u>	<u>2.1908</u>	<u>\$ 25,820,626</u>	<u>2.2633</u>	<u>\$ 24,413,824</u>

NOTE 8 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2025, the following funds had total expenditures that exceeded budget:

Fund	Budget	Actual	Excess of Actual Over Budget
Transportation	\$ 4,343,193	\$ 4,471,070	\$ 127,877
Debt Services	-	94,520	94,520

NOTE 9 - DEFICIT FUND BALANCE

The District had no funds with a deficit fund balance at June 30, 2025.

NOTE 10 - RETIREMENT FUND COMMITMENTS

A. Teachers' Retirement System of the State of Illinois

General Information About the Pension Plan

Plan Description

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration.

TRS issues a publicly available financial report that can be obtained at <http://www.trsil.org/financial/acfrs/fy2024>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888) 678-3675, option 2.

NOTES TO FINANCIAL STATEMENTS (Continued)

Benefits Provided

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

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

Essentially all Tier I retirees receive an annual 3% increase in the current retirement benefit beginning January 1 following the attainment of age 61 or on January 1 following the member's first anniversary in retirement, whichever is later. Tier II annual increases will be the lesser of 3% of the original benefit or ½% of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

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

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2024 was 9.0% of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-Behalf Contributions to TRS. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2025, State of Illinois contributions recognized by the District were based on the State's proportionate share of the pension expense associated with the District, and the District recognized revenue and expenditures of \$9,144,685 in pension contributions from the State of Illinois.

2.2 Formula Contributions. Districts contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2025, were \$101,931 and are deferred because they were paid after the June 30, 2024 measurement date.

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

NOTES TO FINANCIAL STATEMENTS (Continued)

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 District pension contribution was 10.34% of salaries paid from federal and special trust funds. For the year ended June 30, 2025, salaries totaling \$133,670 were paid from federal and special trust funds that required District contributions of \$13,821. These contributions are deferred because they were paid after the June 30, 2024 measurement date.

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

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

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

At June 30, 2024, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the District. The State’s support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related State support and the total portion of the net pension liability that was associated with the District follows below:

District's proportionate share of the net pension liability	\$ 1,370,076
State's proportionate share of the net pension liability associated with the District	114,234,962
Total	<u>\$ 115,605,038</u>

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2024. The employer’s proportion of the net pension liability was based on the District’s share of contributions to TRS for the measurement year ended June 30, 2024, relative to the contributions of all participating TRS employers and the State during that period. At June 30, 2024, the District’s proportion was 0.00159560%, which was an increase of 0.00006642% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized pension expense of \$9,144,685 and revenue of \$9,144,685 for support provided by the State. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflow s of Resources	Deferred Inflow s of Resources	Net Outflow s of Resources
Differences between expected and actual experience	\$ 5,152	\$ 3,556	\$ 1,596
Net difference between projected and actual earnings on pension plan investments	-	11,763	(11,763)
Changes of assumptions	18,878	727	18,151
Changes in proportion and differences between employer contributions and proportionate share of contributions	77,723	44,972	32,751
Employer contributions subsequent to the measurement date	101,931	-	101,931
	<u>\$ 203,684</u>	<u>\$ 61,018</u>	<u>\$ 142,666</u>

\$101,931 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2026. Other amounts reported as deferred outflows of

NOTES TO FINANCIAL STATEMENTS (Continued)

resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

<u>Year Ending June 30</u>	
2026	\$ (14,900)
2027	19,253
2028	13,698
2029	16,478
2030	6,206
	<u>\$ 40,735</u>

Actuarial Assumptions

The total pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

In the June 30, 2024 actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully-generational basis using projection table 2024 adjusted scale MP-2021. In the June 30, 2023 actuarial valuation, mortality rates were also based on the PubT-2010 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection scale table MP-2020.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	37.0%	7.55%
Private Equity	15.0%	10.28%
Public Income	18.0%	5.81%
Private Credit	8.0%	9.20%
Real Assets	18.0%	7.01%
Diversifying Strategies	4.0%	5.18%
Total	<u>100.0%</u>	

Based on the 2024 Horizon Survey of Capital Market Assumptions and TRS's current target asset allocation provided by RVK, TRS investment consultant.

Discount Rate

At June 30, 2024, the discount rate used to measure total pension liability was 7.00%, which was the same as the June 30, 2023 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2024 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier I's liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess

NOTES TO FINANCIAL STATEMENTS (Continued)

of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Employer's proportionate share of the net pension liability	\$ 1,692,083	\$ 1,370,076	\$ 1,103,147

TRS Fiduciary Net Position

Detailed information about the TRS's fiduciary net position as of June 30, 2024 is available in the separately issued TRS *Annual Comprehensive Annual Financial Report*.

B. *Illinois Municipal Retirement Fund*

Plan Description

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

Benefits Provided

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

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)

years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last ten years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

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

Employees Covered by Benefit Terms

All appointed employees of a participating employer who are employed in a position normally requiring 600 hours (1,000 hours for certain employees hired after 1981) or more of work in a year are required to participate. As of December 31, 2024, the following employees were covered by the benefit terms:

Inactive plan members and beneficiaries currently receiving benefits	86
Inactive plan members entitled to but not yet receiving benefits	111
Active plan members	116
Total	<u>313</u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2024 and 2025 was 8.19% and 8.48%, respectively. For the fiscal year ended June 30, 2025, the District contributed \$405,526 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension (Asset)/Liability

The components of the net pension (asset)/liability of the IMRF actuarial valuation performed as of December 31, 2024, with a measurement date as of that date, calculated in accordance with GASB Statement No. 68, were as follows:

Total Pension Liability	\$ 16,108,538
IMRF Fiduciary Net Position	14,782,262
District's Net Pension Liability/(Asset)	1,326,276
IMRF Fiduciary Net Position as a Percentage of the Total Pension Liability	91.77%

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

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of December 31, 2024 using the following actuarial methods and assumptions:

NOTES TO FINANCIAL STATEMENTS (Continued)

Assumptions:

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

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

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2024:

Asset Class	Target Allocation	Projected Return
Equities	33.5%	4.35%
International Equities	18.0%	5.40%
Fixed Income	24.5%	5.20%
Real Estate	10.5%	6.40%
Alternatives	12.5%	
Private Equity		6.25%
Hedge Funds		N/A
Commodities		4.85%
Cash Equivalents	1.0%	3.60%
	<u>100.00%</u>	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2024. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and

NOTES TO FINANCIAL STATEMENTS (Continued)

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

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 4.08%; and resulting single discount rate is 7.25%. The prior year single discount rate was 7.25% and increased 0.00% to the current year single discount rate.

Changes in the Net Pension (Asset)/Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A)-(B)
Balances at December 31, 2023	\$ 15,701,696	\$ 13,815,478	\$ 1,886,218
Changes for the year:			
Service Cost	\$ 390,965	\$ -	\$ 390,965
Interest on the Total Pension Liability	1,124,522	-	1,124,522
Differences Between Expected and Actual Experience of the Total Pension Liability	(335,574)	-	(335,574)
Contributions - Employer	-	376,975	(376,975)
Contributions - Employee	-	207,084	(207,084)
Net Investment Income	-	1,316,757	(1,316,757)
Benefit Payments, including Refunds of Employee Contributions	(773,071)	(773,071)	-
Other (Net Transfer)	-	(160,961)	160,961
Net Changes	\$ 406,842	\$ 966,784	\$ (559,942)
Balances at December 31, 2024	\$ 16,108,538	\$ 14,782,262	\$ 1,326,276

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

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

	1% decrease 6.25%	Current Discount Rate 7.25%	1% increase 8.25%
Net Pension Liability/(Asset)	\$ 3,192,515	\$ 1,326,276	\$ (183,592)

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

For the year ended June 30, 2025, the District recognized pension expense/(income) of \$700,762. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Expense in Future Periods	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows of Resources
Differences between expected and actual experience	\$ 147,784	\$ 217,965	\$ (70,181)
Changes of assumptions	-	5,720	(5,720)
Net difference between projected and actual earnings on pension plan investments	333,721	-	333,721
Total deferred amounts to be recognized in pension expense in future periods	\$ 481,505	\$ 223,685	\$ 257,820
Pension contributions made subsequent to the measurement date	211,444	-	211,444
Total deferred amounts related to pensions	\$ 692,949	\$ 223,685	\$ 469,264

NOTES TO FINANCIAL STATEMENTS (Continued)

\$211,444 reported as deferred outflows of resources related to pensions resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31	Net Deferred Outflows of Resources
2025	\$ 184,499
2026	300,343
2027	(157,457)
2028	(69,565)
Total	<u>\$ 257,820</u>

C. Social Security

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

NOTE 11 - POST-EMPLOYMENT BENEFIT COMMITMENTS

A. Retiree Insurance Plan – Other Post-Employment Benefits (OPEB)

Plan Overview

In addition to the retirement plans described in Note 10, the District provides post-employment benefits other than pensions ("OPEB") for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the District's governmental activities. The Plan, a single-employer defined benefit plan, provides the following coverage:

Benefits Provided

Employees may continue coverage into retirement on the District medical plan on a pay-all basis. Dependents may also continue coverage on a pay-all basis. Coverage may continue for as long as required contributions are paid.

Eligibility

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

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

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

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)

Membership

Membership in the plan consisted of the following at July 1, 2024, the date of the latest actuarial valuation:

Active employees	259
Inactive employees entitled to but not yet receiving benefits	-
Inactive employees currently receiving benefits	14
Total	<u>273</u>

Total OPEB Liability

The District’s total OPEB liability was measured as of June 30, 2025, and the total OPEB liability was determined by an actuarial valuation as of July 1, 2024.

Actuarial Assumptions

The total OPEB liability in the July 1, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Method	Entry Age Normal
Discount rate	4.81%
Salary Rate Increase	4.00%
Inflation Rate	3.00%
Health Care Trend	
Initial Trend Rate	
District Medical Plans	6.00%
TRIP Plan	5.00%
Ultimate Trend Rate	4.50%
FY the Ultimate Rate is Reached	2040
Mortality	

IMRF Employees and Retirees: Rates from the December 31, 2024 IMRF Actuarial Valuation Report
Active Employees - PubG.H-2010(B) Mortality Table - General (below -median income) with future mortality improvement using Scale MP-2021

Retirees - PubG.H-2010(B) Mortality Table - General (below -median income), Male adjusted 108% and Female adjusted 106.4%, with future mortality improvement using scale MP-2021

TRS Employees and Retirees: Rates from the June 30, 2024 Teachers' Retirement System Actuarial Valuation Report

Active Employees - PubT-2010 Employee Mortality Table projected generationally with Scale MP-2021, with female and male rates multiplied by 94% for all ages.

Retirees: PubT-2010 Retiree Mortality Table projected generationally with Scale MP-2021, with female rates multiplied by 91% for ages under 75 and 103% for ages 75 and older, and male rates multiplied by 103% for ages under 85 and 111% for ages 85 and older.

Election at Retirement 100% of Certified employees are assumed to elect the TRIP subsidy at retirement.

20% of IMRF employees eligible for the District subsidy are assumed elect the subsidy and District medical coverage at retirement.

20% of IMRF employees not eligible for the District subsidy are assumed elect coverage on the District medical plan on a pay-all basis at retirement.

Marital Status 40% of IMRF employees who elect retiree coverage are assumed to be married and to elect spousal coverage with males three years older than females. Actual spouse data was used for current retirees.

The actuarial assumptions used in the July 1, 2024 valuation were based on the assumptions found in the December 31, 2024 IMRF Actuarial Valuation Report and the June 30, 2024 Teachers’ Retirement System Actuarial Valuation Report. Assumption changes reflect a change in the discount rate of 0.60% from 4.21% for the beginning of the year values and 4.81% for the disclosure date.

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

NOTES TO FINANCIAL STATEMENTS (Continued)

Discount Rate

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

A rate of 4.81% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2025.

Changes in the Total OPEB Liability

	Increase/(Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a) - (b)
Balances at June 30, 2024	\$ 793,064	\$ -	\$ 793,064
Changes for the year:			
Service Cost	\$ 32,218	\$ -	\$ 32,218
Interest on Total OPEB Liability	32,071	-	32,071
Assumption Changes	(24,945)	-	(24,945)
Benefit Payments	(62,546)	-	(62,546)
Net Changes	\$ (23,202)	\$ -	\$ (23,202)
Balances at June 30, 2025	<u>\$ 769,862</u>	<u>\$ -</u>	<u>\$ 769,862</u>

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

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

Plan's Total OPEB Liability/(Asset)		
1% Increase	Valuation Rate	1% Decrease
\$ 730,384	\$ 769,862	\$ 812,075

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

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

Plan's Total OPEB Liability/(Asset)		
Healthcare Cost		
1% Increase	Valuation Rate	1% Decrease
\$ 780,005	\$ 769,862	\$ 760,189

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

For the fiscal year ended June 30, 2025, the District recognized OPEB expense of \$61,937. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ -	\$ -
Changes of Assumptions	-	22,593	(22,593)
Total	<u>\$ -</u>	<u>\$ 22,593</u>	<u>\$ (22,593)</u>

NOTES TO FINANCIAL STATEMENTS (Continued)

Changes in total OPEB liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in OPEB expense over the expected remaining service life of all employees (10.60 years, active and retired) in the postretirement plan.

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

Year ending June 30	Net Deferred Outflow s/Inflow s of Resources
2026	\$ (2,352)
2027	(2,352)
2028	(2,352)
2029	(2,352)
2030	(2,352)
Thereafter	(10,833)
	<u>\$ (22,593)</u>

B. Teacher Health Insurance Security Fund (THIS)

General Information About the OPEB Plan

Plan Description

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

The publicly available financial report of the THIS Fund may be found on the website of the Illinois Auditor General under “Central Management Services” (<http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp>).

Benefits Provided

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)

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

Contributions

For the fiscal year ended June 30, 2025, the State Employees Group Insurance Act of 1971 (5 ILCS 375/6.6) requires that all active contributors of the THIS make contributions to the plan at a rate of 0.90% of salary and for every employer of a teacher to contribute an amount equal to 0.67% of each teacher's salary. For the fiscal year ended June 30, 2024, the employee contribution was 0.90% of salary and the employer contribution was 0.67% of each teacher's salary. The Department of Central Management Services determines, by rule, the percentage required, which each year shall not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. In addition, under the State Pension Funds Continuing Appropriations Act (40 ILCS 15/1.3), there is appropriated, on a continuing annual basis, from the General Revenue Fund, an account of the General Fund, to the State Comptroller for deposit in the Teachers' Health Insurance Security Fund (THISF), an amount equal to the amount certified by the Board of Trustees of THIS as the estimated total amount of contributions to be paid under 5 ILCS 376/6.6(a) in that fiscal year. The member contribution, which may be paid on behalf of employees by the employer, is submitted to THIS by the employer.

On-Behalf Contributions to THIS. The State of Illinois makes employer benefit contributions on behalf of the District. For the year ended June 30, 2025, State of Illinois contributions recognized by the District were based on the State's proportionate share of the collective net OPEB liability associated with the District, and the District recognized revenue and expenditures of \$156,026 in benefit contributions from the State of Illinois.

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

At June 30, 2024, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state benefit support provided to the District. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net OPEB liability	\$ 4,553,102
State's proportionate share of the net OPEB liability associated with the District	6,183,294
Total	<u>\$ 10,736,396</u>

The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023 and rolled forward to June 30, 2024. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2024, relative to the contributions of all participating THIS employers and the State during that period. At June 30, 2024, the District's proportion was 0.0575570%, which was an increase of 0.002840% from its proportion measured as of

NOTES TO FINANCIAL STATEMENTS (Continued)

June 30, 2023. For the year ended June 30, 2025, the District recognized benefit expense of \$1,339,316 and on-behalf revenue/expense of \$156,026 for support provided by the State. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows of Resources
Differences between expected and actual experience	\$ 125,640	\$ (1,919,033)	\$ (1,793,393)
Net difference between projected and actual earnings on pension plan investments	1,190	(3,662)	(2,472)
Changes of assumptions	137,607	(6,542,410)	(6,404,803)
Changes in proportion and differences between employee contributions and proportionate share of contributions	1,177,303	(46,617)	1,130,686
Employer contributions subsequent to the measurement date	158,530	-	158,530
	<u>\$ 1,600,270</u>	<u>\$ (8,511,722)</u>	<u>\$ (6,911,452)</u>

\$158,530 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

Year Ending June 30	
2026	\$ (1,427,970)
2027	(1,381,957)
2028	(1,364,203)
2029	(1,256,531)
2030	(970,153)
2031	(714,018)
2032	20,400
2033	23,065
2034	1,385
	<u>\$ (7,069,982)</u>

Actuarial Assumptions

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

Inflation	2.25%
Salary Increases	Depends on service and ranges from 8.50% at 1 year of service to 3.5% at 20 or more years of service.
Investment Rate of Return	2.75%, net of OPEB plan investment expense, including inflation
Healthcare Cost Trend Costs	Trend for fiscal year 2025 based on actual premium increases. For non-Medicare costs, trend rates start at 8.00% for plan year 2026 and decrease gradually to an ultimate rate of 4.25% in 2041. For MAPD costs, trend rates are based on actual premium increases for 2025, 15.00% in 2026 to 2030 and 7.00% in 2031, declining gradually to an ultimate rate of 4.25% in 2041.

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

NOTES TO FINANCIAL STATEMENTS (Continued)

The actuarial assumptions that were used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2017 through June 30, 2020.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Illinois Public Treasurers' Investment Pool	100.0%	4.307%
	100.0%	

Discount Rate

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since TRIP (Teachers' Retirement Insurance Program) is financed on a pay-as-you-go basis, a discount rate consistent with fixed-income municipal bonds with 20 years to maturity that included only federally tax-exempt bonds as reported in Fidelity's index's "20-year Municipal GO AA Index" has been selected. The discount rates are 3.97% as of June 30, 2024, and 3.86% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions, and State contributions will be made at the current statutorily required rates.

Based on those assumptions, THIS's fiduciary net position at June 30, 2024 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on THIS investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

At June 30, 2024, the discount rate used to measure the total OPEB liability was 3.97%.

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

The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 3.97%, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.97%) or 1 percentage-point higher (4.97%) than the current rate.

	1% Decrease 2.97%	Current Discount Rate 3.97%	1% Increase 4.97%
Employer's proportionate share of the net OPEB liability	\$ 5,081,245	\$ 4,553,102	\$ 4,087,496

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

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher. The current healthcare trend rates Pre-Medicare are 6.00% in 2025, 8.00%

NOTES TO FINANCIAL STATEMENTS (Continued)

in 2026 decreasing to an ultimate trend rate of 4.25% in 2041. Post-Medicare per capital costs based on actual increases in 2025, 15.00% from 2026 to 2030, 7.00% in 2031 decreasing ratably to an ultimate trend rate of 4.25% in 2041.

	1% Decrease (a)	Healthcare Cost Valuation Rate	1% Increase (b)
Employer's proportionate share of the net OPEB liability	\$ 3,920,205	\$ 4,553,102	\$ 5,306,187

(a) One percentage point decrease in healthcare trend rates is 5.00% in 2025, 7.00% in 2026, decreasing to an ultimate trend rate of 3.25% in 2041 for Pre-Medicare per capita costs. One percentage point decrease in healthcare trend rates is based on actual increases in 2025, 14.00% in 2026 to 2030, 6.00% in 2031 decreasing ratably to an ultimate trend rate of 3.25% in 2041 for Post-Medicare per capita costs.

(b) One percentage point increase in healthcare trend rates is 7.00% in 2025, 9.00% in 2026, decreasing to an ultimate trend rate of 5.25% in 2041 for Pre-Medicare per capita costs. One percentage point decrease in healthcare trend rates is based on actual increase in 2025, 16.00% from 2026 to 2030, 8.00% in 2031 decreasing ratably to an ultimate trend rate of 5.25% in 2041 for Post-Medicare per capita costs.

NOTE 12 - INTERFUND TRANSFERS

There were the following interfund transfers during the year ended June 30, 2025:

Transfer from	Transfer to	Amount
Operations and Maintenance Fund	Debt Services Fund	\$ 94,520
Operations and Maintenance Fund	Capital Projects Fund	1,310,885

The purpose of the transfers from the Operations and Maintenance Fund to the Debt Services Fund was for payments on leases. The purpose of the transfers from the Operations and Maintenance Fund to the Capital Projects Fund was to fund the building remodeling project.

NOTE 13 - JOINT VENTURES

SPECIAL EDUCATION DISTRICT OF LAKE COUNTY (SEDOL)

The District and thirty other districts within Lake County have entered into a joint agreement to provide special education programs and services to the students enrolled. Each member district has a financial responsibility for annual and special assessments as established by the management council.

A summary of the Statement of Net Position of SEDOL at June 30, 2023 (most recent information available) is as follows:

Assets	\$ 70,516,985
Deferred Outflows of Resources	8,298,250
	<u>\$ 78,815,235</u>
Liabilities	\$ 20,911,394
Deferred Inflows of Resources	18,861,355
Net Position	39,042,486
	<u>\$ 78,815,235</u>
Revenues	\$ 63,172,591
Expenses	58,026,337
Net Increase/(Decrease) in Net Position	<u>\$ 5,146,254</u>

Complete financial statements for SEDOL can be obtained from the Administrative Offices at 18160 Gages Lake Road, Gages Lake, Illinois 60030-1819.

NOTES TO FINANCIAL STATEMENTS (Continued)

LAKE REGION SCHOOLS BENEFIT COOPERATIVE

The District has entered into a joint venture with five other school districts in order to reduce fixed reinsurance costs with common third-party administrators, Blue Cross Blue Shield and Allied Benefits.

A summary of financial condition of the Lake Region Schools Benefit Cooperative can be obtained from the administrative offices of Diamond Lake School District No. 76, 26156 N Acorn Ln., Mundelein, Illinois 60060.

NOTE 14 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases commercial insurance to handle these risks of loss. During fiscal year 2025 there was no significant reduction in insurance coverage for any category. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

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

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

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

The District is insured under a retrospectively-rated policy for workers' compensation coverage, whereas the initial premium may be adjusted based on actual experience. Adjustments in premiums are recorded when paid or received. During the year ended June 30, 2025, there were no significant adjustments in premiums based on actual experience.

NOTE 15 - CONTINGENCIES

The District is not aware of any pending litigation or potential non-disclosed liabilities that management believes would have a material effect on the District's financial position.

NOTE 16 - LEGAL DEBT LIMITATION

The Illinois School Code limits the amount of indebtedness to 6.9% of the most recent available equalized assessed valuation (EAV) of the District. The District's legal debt limitation is as follows:

2024 EAV	\$ 1,341,578,090
Rate	<u>6.900%</u>
Debt Margin	\$ 92,568,888
Current Debt	<u>1,201,870</u>
Remaining Debt Margin	<u><u>\$ 91,367,018</u></u>

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 17 - COMMITMENTS

The District is involved in a tennis court replacement project and entered into a contract totaling approximately \$1,200,110. The remaining amount estimated to be paid on this contract as of June 30, 2025 is \$958,035.

NOTE 18 - ADJUSTMENTS TO FUND BALANCE/NET POSITION BEGINNING BALANCES

Reporting Units Affected by Adjustments to and Restatements of Beginning Balances	Beginning Balance	Change in Accounting Policy	Change in Reporting Entity	Error Correction	Restated Balance
General Fund	\$ 20,116,968	\$ -	\$ 724,595	\$ (1,107,909)	\$ 19,733,654
Operations and Maintenance Fund	(545,263)	-	-	(22,288)	(567,551)
Transportation Fund	1,386,371	-	-	(14,930)	1,371,441
IMRF/Social Security Fund	763,756	-	-	(10,787)	752,969
Working Cash Fund	724,595	-	(724,595)	-	-
Capital Projects Fund	2,119,148	-	-	34,362	2,153,510
Total Governmental Fund Balances	\$ 24,565,575	\$ -	\$ -	\$ (1,121,552)	\$ 23,444,023
Government-Wide Statement of Activities	\$ 75,160,423	\$ (1,128,261)	\$ -	\$ (9,274,779)	\$ 64,757,383
Total Governmental-Wide Statement of Activities	\$ 75,160,423	\$ (1,128,261)	\$ -	\$ (9,274,779)	\$ 64,757,383

Change in Accounting Policy:

- Correction to the Governmental-Wide net assets for the implementation of GASB Statement No. 101, *Compensated Absences*.

Change in Reporting Entity:

- General Fund and Working Cash Fund: In prior year the Working Cash Fund was reported as a major fund so a correction was made to properly combine it with the General Fund.

Error Correction:

- General Fund: In prior year the District recorded cash accounts associated with the Grant High School Foundation, so correction was made to remove those accounts from the District's financials.
- General, Operations and Maintenance, Transportation, and IMRF/Social Security, and Capital Projects Funds: In prior year accrued interest receivable was erroneously recorded in the District's financials, so a correction was made to remove it.
- Capital Projects Fund: in prior year a nonexistent payable was recorded, so a correction was made to remove it.
- Government-Wide Statement of Activities: The correction includes the net asset corrections and other prior period adjusts for the following:
 - Remove incorrect accounts payable from CIP.
 - Correct accumulated depreciation.
 - Record the beginning balance for the first-year valuation of the OPEB liability.
 - Correct the balance of leases.

NOTE 19 - CHANGE IN ACCOUNTING PRINCIPLE

The District has implemented GASB Statement No. 100, *Accounting Changes and Error Corrections* and GASB Statement No. 101, *Compensated Absences*. This statement provides updated guidance for the recording and tracking of compensated absences. The implementation of GASB 101 resulted in restatements or retrospective adjustments as shown in the previous footnote.

REQUIRED SUPPLEMENTARY INFORMATION

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION
LIABILITY AND RELATED RATIOS
JUNE 30, 2025

	6/30/2025 *	6/30/2024 *	6/30/2023 *	6/30/2022 *	6/30/2021 *	6/30/2020 *	6/30/2019 *	6/30/2018 *	6/30/2017 *	6/30/2016 *
TOTAL PENSION LIABILITY										
Service Cost	\$ 390,965	\$ 371,647	\$ 334,218	\$ 301,988	\$ 342,913	\$ 337,031	\$ 308,704	\$ 307,167	\$ 301,355	\$ 291,966
Interest on the Total Pension Liability	1,124,522	1,056,129	961,171	859,010	881,802	832,365	777,326	762,003	732,758	682,017
Differences Between Expected and Actual Experience	(335,574)	243,207	637,420	815,922	(848,440)	45,520	222,131	(37,577)	(138,995)	205,442
Changes of Assumptions	-	(15,712)	-	-	(128,001)	-	322,897	(340,195)	(24,853)	12,017
Benefit Payments, Including Refunds of Member Contributions	(773,071)	(670,106)	(613,400)	(554,442)	(529,910)	(542,031)	(515,320)	(460,405)	(558,315)	(452,899)
Net Change in Total Pension Liability	\$ 406,842	\$ 985,165	\$ 1,319,409	\$ 1,422,478	\$ (281,636)	\$ 672,885	\$ 1,115,738	\$ 230,993	\$ 311,950	\$ 738,543
Total Pension Liability - Beginning	15,701,696	14,716,531	13,397,122	11,974,644	12,256,280	11,583,395	10,467,657	10,236,664	9,924,714	9,186,171
Total Pension Liability - Ending	\$ 16,108,538	\$ 15,701,696	\$ 14,716,531	\$ 13,397,122	\$ 11,974,644	\$ 12,256,280	\$ 11,583,395	\$ 10,467,657	\$ 10,236,664	\$ 9,924,714
PLAN FIDUCIARY NET POSITION										
Contributions - Employer	\$ 376,975	\$ 342,955	\$ 330,169	\$ 356,536	\$ 322,586	\$ 273,498	\$ 327,958	\$ 308,533	\$ 291,484	\$ 281,921
Contributions - Member	207,084	189,829	172,392	152,077	140,083	155,332	162,230	132,355	124,212	121,286
Net Investment Income	1,316,757	1,362,312	(1,714,538)	1,966,349	1,545,610	1,786,970	(545,652)	1,568,696	574,345	42,112
Benefit Payments, Including Refunds of Member Contributions	(773,071)	(670,106)	(613,400)	(554,442)	(529,910)	(542,031)	(515,320)	(460,405)	(558,315)	(452,899)
Other (Net Transfers)	(160,961)	137,653	201,563	324,947	(620,572)	(202,040)	47,911	(306,038)	(48,782)	(41,312)
Net Change in Plan Fiduciary Net Position	\$ 966,784	\$ 1,362,643	\$ (1,623,814)	\$ 2,245,467	\$ 857,797	\$ 1,471,729	\$ (522,873)	\$ 1,243,141	\$ 382,944	\$ (48,892)
Plan Net Position - Beginning	13,815,478	12,452,835	14,076,649	11,831,182	10,973,385	9,501,656	10,024,529	8,781,388	8,398,444	8,447,336
Plan Net Position - Ending	\$ 14,782,262	\$ 13,815,478	\$ 12,452,835	\$ 14,076,649	\$ 11,831,182	\$ 10,973,385	\$ 9,501,656	\$ 10,024,529	\$ 8,781,388	\$ 8,398,444
District's Net Pension (Asset)/Liability	\$ 1,326,276	\$ 1,886,218	\$ 2,263,696	\$ (679,527)	\$ 143,462	\$ 1,282,895	\$ 2,081,739	\$ 443,128	\$ 1,455,276	\$ 1,526,270
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	91.77%	87.99%	84.62%	105.07%	98.80%	89.53%	82.03%	95.77%	85.78%	84.62%
Covered-Valuation Payroll	\$ 4,600,289	\$ 4,218,891	\$ 3,814,141	\$ 3,379,481	\$ 3,120,088	\$ 3,191,344	\$ 3,190,254	\$ 2,941,213	\$ 2,760,258	\$ 2,695,235
Employer's Net Pension Liability as a Percentage of Covered-Valuation Payroll	28.83%	44.71%	59.35%	-20.11%	4.60%	40.20%	65.25%	15.07%	52.72%	56.63%

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

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTION
JUNE 30, 2025

	6/30/2025 *	6/30/2024 *	6/30/2023 *	6/30/2022 *	6/30/2021 *	6/30/2020 *	6/30/2019 *	6/30/2018 *	6/30/2017 *	6/30/2016 *
Actuarially-Determined Contribution	\$ 376,975	\$ 342,996	\$ 328,398	\$ 356,535	\$ 323,241	\$ 273,498	\$ 327,958	\$ 308,533	\$ 291,483	\$ 281,922
Contributions in relation to Actuarially-Determined Contribution	376,975	342,955	330,169	356,536	322,586	273,498	327,958	308,533	291,484	281,921
Contribution deficiency/(excess)	\$ -	\$ 41	\$ (1,771)	\$ (1)	\$ 655	\$ -	\$ -	\$ -	\$ (1)	\$ 1
Covered-Valuation Payroll	\$ 4,863,188	\$ 4,218,891	\$ 3,814,141	\$ 3,379,481	\$ 3,120,088	\$ 3,191,344	\$ 3,190,254	\$ 2,941,213	\$ 2,760,258	\$ 2,695,235
Contributions as a percentage of Covered-Valuation Payroll	7.75%	8.13%	8.66%	10.55%	10.34%	8.57%	10.28%	10.49%	10.56%	10.46%

Notes to Schedule:

Actuarial Method and Assumptions Used on the Calculation of the 2024 Contribution Rate *

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

Actuarial Cost Method: Aggregate Entry Age Normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 19-year closed period

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

Wage Growth: 2.75%

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

Salary Increases: 2.75% to 13.75%, including inflation

Investment Rate of Return: 7.25%

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

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

*Based on Valuation Assumptions used in the December 31, 2022 actuarial valuation; note two year lag between valuation and rate setting.

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
JUNE 30, 2025

	6/30/2025	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016
Employer's proportion of the Net Pension Liability	0.0015956%	0.1529180%	0.1470221%	0.1571524%	0.1593410%	0.1624716%	0.1678650%	0.1272250%	0.0020005%	0.3522400%
Employer's proportionate share of the Net Pension Liability	\$ 1,370,076	\$ 1,299,505	\$ 1,232,639	\$ 1,225,966	\$ 1,373,766	\$ 1,317,778	\$ 1,308,424	\$ 971,974	\$ 1,579,146	\$ 2,307,527
State's proportionate share of the Net Pension Liability associated with the employer	114,234,962	112,147,911	106,923,282	102,748,985	107,600,499	93,784,799	89,632,496	89,821,588	91,250,102	72,692,922
Total	\$ 115,605,038	\$ 113,447,416	\$ 108,155,921	\$ 103,974,951	\$ 108,974,265	\$ 95,102,577	\$ 90,940,920	\$ 90,793,562	\$ 92,829,248	\$ 75,000,449
Employer's Covered-Employee Payroll	\$ 17,165,186	\$ 16,040,952	\$ 15,042,992	\$ 14,075,249	\$ 13,526,691	\$ 12,713,415	\$ 12,054,653	\$ 12,019,872	\$ 11,583,188	\$ 11,073,966
Employer's proportionate share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	7.98%	8.10%	8.19%	8.71%	10.16%	10.37%	10.85%	8.09%	13.63%	20.84%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	45.40%	43.90%	42.80%	45.10%	37.60%	39.60%	40.00%	39.30%	36.40%	41.50%

Changes of Assumptions:

For the 2024 measurement year, the assumed investment rate of return was of 7.0%, including an inflation rate of 2.50% and a real return of 4.50%. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated Aug. 16, 2024.

For the 2023-2022 and 2020-2016 measurement years, the assumed investment rate of return was of 7.0%, including an inflation rate of 2.25% and a real return of 4.50%. Salary increases were assumed to vary by service credit. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 18, 2018 and August 13, 2015 respectively.

For the 2015 measurement year, the assumed investment rate of return was 7.5%, including an inflation rate of 3.0% and a real return of 4.5%. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
 SCHEDULE OF EMPLOYER CONTRIBUTION
 JUNE 30, 2025

	6/30/2025 *	6/30/2024 *	6/30/2023 *	6/30/2022 *	6/30/2021 *	6/30/2020 *	6/30/2019 *	6/30/2018 *	6/30/2017 *	6/30/2016 *
Statutorily-Required Contribution	\$ 99,452	\$ 92,956	\$ 87,249	\$ 81,750	\$ 82,402	\$ 73,580	\$ 69,746	\$ 61,738	\$ 91,253	\$ 144,357
Contributions in relation to Statutorily-Required Contribution	<u>99,445</u>	<u>92,956</u>	<u>87,249</u>	<u>81,750</u>	<u>82,402</u>	<u>73,580</u>	<u>69,746</u>	<u>52,416</u>	<u>77,474</u>	<u>123,425</u>
Contribution deficiency/(excess)	<u>\$ 7</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,322</u>	<u>\$ 13,779</u>	<u>\$ 20,932</u>
Employer's Covered-Employee Payroll	\$ 17,614,471	\$ 17,165,186	\$ 16,040,952	\$ 15,042,992	\$ 14,075,249	\$ 13,526,691	\$ 12,713,415	\$ 12,054,653	\$ 12,019,872	\$ 11,583,188
Contributions as a percentage of Covered-Employee Payroll	0.56%	0.54%	0.54%	0.54%	0.59%	0.54%	0.55%	0.43%	0.64%	1.07%

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

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
 SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE
 OF THE NET OPEB LIABILITY
 JUNE 30, 2025

	<u>6/30/2025 *</u>	<u>6/30/2024 *</u>	<u>6/30/2023 *</u>	<u>6/30/2022 *</u>	<u>6/30/2021 *</u>	<u>6/30/2020 *</u>	<u>6/30/2019 *</u>	<u>6/30/2018 *</u>
Employer's proportion of the Net OPEB Liability	0.0575570%	0.0572730%	0.0545650%	0.0542198%	0.0531226%	0.0515204%	0.0507374%	0.0532958%
Employer's proportionate share of the Net OPEB Liability	\$ 4,553,102	\$ 4,082,045	\$ 3,734,829	\$ 11,958,410	\$ 14,202,866	\$ 14,259,573	\$ 13,367,162	\$ 13,830,049
State's proportionate share of the Net OPEB Liability associated with the employer	<u>6,183,294</u>	<u>5,520,217</u>	<u>5,080,864</u>	<u>16,213,811</u>	<u>19,240,959</u>	<u>19,309,210</u>	<u>17,949,285</u>	<u>18,162,256</u>
Total	<u>\$ 10,736,396</u>	<u>\$ 9,602,262</u>	<u>\$ 8,815,693</u>	<u>\$ 28,172,221</u>	<u>\$ 33,443,825</u>	<u>\$ 33,568,783</u>	<u>\$ 31,316,447</u>	<u>\$ 31,992,305</u>
Employer's Covered Payroll	\$ 17,165,186	\$ 16,040,952	\$ 15,042,993	\$ 14,075,249	\$ 13,526,691	\$ 12,713,415	\$ 12,054,653	\$ 12,019,872
Employer's proportionate share of the Net OPEB Liability as a percentage of Covered Payroll	26.53%	25.45%	24.83%	84.96%	105.00%	112.16%	110.89%	115.06%
OPEB Plan Net Position as a percentage of the Total OPEB Liability	7.43%	6.21%	5.24%	1.40%	0.70%	0.25%	-0.07%	-0.17%

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

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

Changes of Assumptions:

For the 2024 measurement year, the discount rate was changed from 3.86% to 3.97%

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 TEACHER HEALTH INSURANCE SECURITY FUND OF THE STATE OF ILLINOIS
 SCHEDULE OF EMPLOYER CONTRIBUTION
 JUNE 30, 2025

	6/30/2025 *	6/30/2024 *	6/30/2023 *	6/30/2022 *	6/30/2021 *	6/30/2020 *	6/30/2019 *	6/30/2018 *
Statutorily-Required Contribution	\$ 158,530	\$ 107,299	\$ 100,901	\$ 129,458	\$ 119,218	\$ 116,483	\$ 107,454	\$ 108,434
Contributions in relation to the Statutorily-Required Contribution	158,414	107,299	100,901	129,458	119,218	116,483	107,454	108,434
Contribution deficiency/(excess)	<u>\$ 116</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's Covered Payroll	\$ 17,614,471	\$ 17,165,186	\$ 16,040,952	\$ 15,042,992	\$ 14,075,249	\$ 13,526,691	\$ 12,713,415	\$ 12,054,653
Contributions as a percentage of Covered Payroll	0.90%	0.63%	0.63%	0.86%	0.85%	0.86%	0.85%	0.90%

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

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

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 OTHER POST-EMPLOYMENT BENEFIT
 SCHEDULE OF CHANGES IN THE EMPLOYER'S TOTAL OPEB
 LIABILITY AND RELATED RATIOS
 JUNE 30, 2025

	6/30/2025
TOTAL OPEB LIABILITY	
Service Cost	\$ 32,218
Interest	32,071
Benefit Payments	(62,546)
Changes in Assumptions	(24,945)
Net Change in Total OPEB Liability	\$ (23,202)
 Total OPEB Liability - Beginning	 793,064
Total OPEB Liability - Ending	\$ 769,862
 OPEB Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%
 Covered-Employee Payroll	\$ 18,520,645
 Employer's Net OPEB Liability as a Percentage of Covered-Valuation Payroll	4.16%

Notes to Schedule:

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

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

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

The following are the discount rates used in each period: 4.81%

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available. Fiscal Year 2025 is the first year that the District obtained a valuation for the liability.

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

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Property Taxes	\$ 18,642,225	\$ 18,686,792	\$ 18,231,799
Payments in Lieu of Taxes	525,000	427,327	343,682
Tuition	58,000	58,000	37,500
Earnings on Investments	825,000	510,492	114,091
Food Services	650,000	650,000	607,333
District/School Activity Income	329,000	373,000	337,588
Student Activity Fund Revenues	44,000	50,000	773,322
Other Local Sources	500	500	6,954
State Aid			
General State Aid	8,137,000	8,176,078	8,243,799
Special Education	375,000	394,263	394,263
Career and Technical Education	75,485	75,485	41,470
State Free Lunch and Breakfast	5,500	5,500	4,045
Driver Education	49,000	29,577	37,594
Other Restricted Revenue from State Sources	1,558	1,505	3,755
Federal Aid			
Food Service	485,000	485,000	465,297
Title I	169,317	169,317	210,554
Title IV	11,577	11,577	17,429
Federal Special Education	701,465	701,465	711,780
CTE - Perkins	21,596	21,596	21,594
Title III - English Language Acquisition	18,090	18,090	15,967
Title II - Teacher Quality	33,995	33,995	54,218
Medicaid Matching Funds - Administrative Outreach	50,000	85,000	28,980
Medicaid Matching Funds - Fee-for-Service Program	-	-	69,173
Other Federal Aid	-	221,635	219,135
State Retirement Contributions	16,590,000	16,590,000	9,300,711
Total Revenues	\$ 47,798,308	\$ 47,776,194	\$ 40,292,033
EXPENDITURES			
Instruction			
Regular Programs			
Salaries	\$ 9,624,495	\$ 9,620,395	\$ 9,534,987
Employee Benefits	299,412	314,120	269,494
Purchased Services	51,500	57,924	58,117
Supplies and Materials	507,315	411,385	366,567
Other Objects	3,700	3,700	3,985
	<u>\$ 10,486,422</u>	<u>\$ 10,407,524</u>	<u>\$ 10,233,150</u>
Special Education Programs			
Salaries	\$ 2,045,515	\$ 2,037,046	\$ 2,016,353
Employee Benefits	164,177	141,602	171,324
Purchased Services	1,306,000	2,538,440	2,544,119
Supplies and Materials	21,240	21,240	13,532
Other Objects	-	-	103
	<u>\$ 3,536,932</u>	<u>\$ 4,738,328</u>	<u>\$ 4,745,431</u>
CTE Programs			
Salaries	\$ 953,960	\$ 953,960	\$ 900,474
Employee Benefits	32,534	14,815	13,427
Purchased Services	3,700	500	492
Supplies and Materials	89,623	78,341	62,658
Other Objects	9,000	9,000	3,600
Non-Capitalized Equipment	-	-	15,282
	<u>\$ 1,088,817</u>	<u>\$ 1,056,616</u>	<u>\$ 995,933</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Instruction (Continued)			
Interscholastic Programs			
Salaries	\$ 1,499,017	\$ 1,507,441	\$ 1,422,549
Employee Benefits	90,968	90,968	68,607
Purchased Services	171,900	171,900	149,814
Supplies and Materials	143,250	143,500	133,191
Other Objects	47,650	47,650	44,235
Non-Capitalized Equipment	-	-	10,382
	<u>\$ 1,952,785</u>	<u>\$ 1,961,459</u>	<u>\$ 1,828,778</u>
Summer School Programs			
Salaries	\$ 150,000	\$ 160,000	\$ 150,963
Employee Benefits	1,875	1,875	1,666
	<u>\$ 151,875</u>	<u>\$ 161,875</u>	<u>\$ 152,629</u>
Driver's Education Programs			
Salaries	\$ 214,075	\$ 214,075	\$ 218,115
Employee Benefits	2,700	2,700	2,727
Purchased Services	6,900	6,900	59
Supplies and Materials	6,100	6,100	3,848
	<u>\$ 229,775</u>	<u>\$ 229,775</u>	<u>\$ 224,749</u>
State Retirement Contributions	\$ 16,590,000	\$ 16,590,000	\$ 9,300,711
Student Activity Fund Expenditures	\$ 44,000	\$ 56,000	\$ 721,454
Total Instruction	<u>\$ 34,080,606</u>	<u>\$ 35,201,577</u>	<u>\$ 28,202,835</u>
Support Services			
Pupil			
Attendance and Social Work Services			
Salaries	\$ 464,349	\$ 464,349	\$ 460,583
Employee Benefits	13,825	13,825	13,431
Supplies and Materials	5,000	5,000	1,017
	<u>\$ 483,174</u>	<u>\$ 483,174</u>	<u>\$ 475,031</u>
Guidance Services			
Salaries	\$ 1,056,113	\$ 1,077,313	\$ 1,066,807
Employee Benefits	46,907	33,671	26,869
Purchased Services	19,000	19,000	12,573
Supplies and Materials	19,600	19,600	23,251
Other Objects	1,600	1,600	2,066
	<u>\$ 1,143,220</u>	<u>\$ 1,151,184</u>	<u>\$ 1,131,566</u>
Health Services			
Salaries	\$ 102,543	\$ 102,543	\$ 100,786
Purchased Services	6,500	171,500	167,871
Supplies and Materials	2,100	9,541	4,627
	<u>\$ 111,143</u>	<u>\$ 283,584</u>	<u>\$ 273,284</u>
Psychological Services			
Salaries	\$ 278,950	\$ 278,950	\$ 276,936
Employee Benefits	3,487	3,487	3,465
	<u>\$ 282,437</u>	<u>\$ 282,437</u>	<u>\$ 280,401</u>
Speech Pathology and Audiology Services			
Salaries	\$ 120,626	\$ 120,626	\$ 120,626
Employee Benefits	1,508	1,508	1,508
Supplies and Materials	350	350	514
	<u>\$ 122,484</u>	<u>\$ 122,484</u>	<u>\$ 122,648</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Pupil (Continued)			
Other Support Services - Pupil			
Purchased Services	25,000	\$ 25,000	\$ 22,625
Supplies and Materials	2,700	2,700	770
Other Objects	25,000	25,000	25,482
	<u>\$ 52,700</u>	<u>\$ 52,700</u>	<u>\$ 48,877</u>
 Total Support Services - Pupil	 <u>\$ 2,195,158</u>	 <u>\$ 2,375,563</u>	 <u>\$ 2,331,807</u>
 Instructional Staff			
Improvement of Instruction Services			
Salaries	\$ 1,247,273	\$ 1,298,344	\$ 1,323,465
Employee Benefits	284,078	285,976	273,667
Purchased Services	167,486	209,386	163,587
Supplies and Materials	413,647	314,000	299,146
Other Objects	900	900	800
	<u>\$ 2,113,384</u>	<u>\$ 2,108,606</u>	<u>\$ 2,060,665</u>
Educational Media Services			
Salaries	\$ 251,368	\$ 251,368	\$ 255,739
Employee Benefits	14,562	20,747	19,951
Supplies and Materials	61,983	61,931	67,772
	<u>\$ 328,113</u>	<u>\$ 334,046</u>	<u>\$ 343,462</u>
Assessment and Testing			
Purchased Services	\$ -	\$ 3,014	\$ 2,914
	<u>\$ -</u>	<u>\$ 3,014</u>	<u>\$ 2,914</u>
 Total Support Services - Instructional Staff	 <u>\$ 2,441,497</u>	 <u>\$ 2,445,666</u>	 <u>\$ 2,407,041</u>
 General Administration			
Board of Education Services			
Salaries	\$ 9,400	\$ 9,400	\$ 9,399
Employee Benefits	956,152	1,105,634	1,017,351
Purchased Services	511,300	495,800	484,090
Supplies and Materials	18,500	18,500	21,643
Other Objects	20,000	20,000	18,851
	<u>\$ 1,515,352</u>	<u>\$ 1,649,334</u>	<u>\$ 1,551,334</u>
Executive Administration Services			
Salaries	\$ 333,018	\$ 333,018	\$ 334,617
Employee Benefits	43,591	43,591	41,519
Purchased Services	1,000	1,000	255
Supplies and Materials	2,000	2,000	622
Other Objects	5,400	5,400	3,381
	<u>\$ 385,009</u>	<u>\$ 385,009</u>	<u>\$ 380,394</u>
 Total Support Services - General Administration	 <u>\$ 1,900,361</u>	 <u>\$ 2,034,343</u>	 <u>\$ 1,931,728</u>
 School Administration			
Office of the Principal Services			
Salaries	\$ 727,520	\$ 727,520	\$ 733,922
Employee Benefits	166,332	166,332	167,760
Purchased Services	4,000	4,000	1,400
Supplies and Materials	44,000	59,000	38,850
Other Objects	17,500	17,500	16,296
	<u>\$ 959,352</u>	<u>\$ 974,352</u>	<u>\$ 958,228</u>
 Total Support Services - School Administration	 <u>\$ 959,352</u>	 <u>\$ 974,352</u>	 <u>\$ 958,228</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Business			
Direction of Business Support Services			
Salaries	\$ 127,151	\$ 127,151	\$ 203,399
Employee Benefits	11,800	11,800	21,812
Purchased Services	-	-	1,268
	<u>\$ 138,951</u>	<u>\$ 138,951</u>	<u>\$ 226,479</u>
Fiscal Services			
Salaries	\$ 340,802	\$ 240,000	\$ 161,344
Employee Benefits	81,268	84,778	51,790
Purchased Services	124,810	123,000	106,760
Supplies and Materials	15,000	15,000	10,827
Other Objects	3,500	1,800	1,775
	<u>\$ 565,380</u>	<u>\$ 464,578</u>	<u>\$ 332,496</u>
Total Support Services - Business	<u>\$ 704,331</u>	<u>\$ 603,529</u>	<u>\$ 558,975</u>
Operations and Maintenance of Plant Services			
Salaries	\$ 411,028	\$ 377,948	\$ 341,514
Employee Benefits	-	85,000	79,342
Purchased Services	-	500	206
Supplies and Materials	16,000	14,000	12,091
Total Support Services - Operations and Maintenance	<u>\$ 427,028</u>	<u>\$ 477,448</u>	<u>\$ 433,153</u>
Food Services			
Salaries	\$ 399,500	\$ 399,500	\$ 383,610
Employee Benefits	84,000	84,000	66,207
Purchased Services	217,000	217,000	215,468
Supplies and Materials	501,500	501,500	591,516
Other Objects	1,900	1,900	1,638
Non-Capitalized Equipment	-	-	9,126
Total Support Services - Food Services	<u>\$ 1,203,900</u>	<u>\$ 1,203,900</u>	<u>\$ 1,267,565</u>
Central			
Planning, Research, Development and Evaluation Services			
Purchased Services	\$ -	\$ 2,500	\$ -
	<u>\$ -</u>	<u>\$ 2,500</u>	<u>\$ -</u>
Information Services			
Salaries	\$ 366,000	\$ 366,000	\$ 339,643
Employee Benefits	73,199	86,210	78,531
Purchased Services	122,520	122,520	23,824
Supplies and Materials	429,326	429,326	263,443
Non-Capitalized Equipment	-	-	75,448
	<u>\$ 991,045</u>	<u>\$ 1,004,056</u>	<u>\$ 780,889</u>
Data Processing Services			
Purchased Services	\$ 12,500	\$ 12,500	\$ 12,392
	<u>\$ 12,500</u>	<u>\$ 12,500</u>	<u>\$ 12,392</u>
Total Support Services - Central	<u>\$ 1,003,545</u>	<u>\$ 1,019,056</u>	<u>\$ 793,281</u>
Other Support Services			
Supplies and Materials	\$ -	\$ 1,900	\$ 1,889
Total Support Services - Other Support Services	<u>\$ -</u>	<u>\$ 1,900</u>	<u>\$ 1,889</u>
Total Support Services	<u>\$ 10,835,172</u>	<u>\$ 11,135,757</u>	<u>\$ 10,683,667</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Community Services			
Purchased Services	\$ 200,500	\$ 145,000	\$ 137,119
Supplies and Materials	5,000	1,000	-
Total Community Services	<u>\$ 220,700</u>	<u>\$ 146,000</u>	<u>\$ 137,119</u>
Intergovernmental Payments			
Payments to Other Districts and Governmental Units			
Payments to Other Districts and Governmental Units (In-State)			
Payments for Regular Programs			
Purchased Services	\$ 6,300	\$ -	\$ 122,238
Other Objects	20,000	-	703
	<u>\$ 26,300</u>	<u>\$ -</u>	<u>\$ 122,941</u>
Payments for Special Education Programs			
Other Objects	\$ 1,450,000	\$ 1,200,000	\$ 76,879
	<u>\$ 1,450,000</u>	<u>\$ 1,200,000</u>	<u>\$ 76,879</u>
Payments for CTE Programs			
Other Objects	615,913	\$ 551,375	\$ -
	<u>\$ 615,913</u>	<u>\$ 551,375</u>	<u>\$ -</u>
Other Payments to In-State Govt Units			
Purchased Services	\$ 56,596	\$ 114,635	\$ -
Other Objects	-	6,300	-
	<u>\$ 56,596</u>	<u>\$ 120,935</u>	<u>\$ -</u>
Total Payments to Other Districts and Governmental Units (In-State)	<u>\$ 2,148,809</u>	<u>\$ 1,872,310</u>	<u>\$ 199,820</u>
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Special Education Programs			
Other Objects	\$ -	\$ -	\$ 983,835
Payments for CTE Programs			
Other Objects	-	-	551,375
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,535,210</u>
Total Payments to Other Districts and Governmental Units	<u>\$ 2,148,809</u>	<u>\$ 1,872,310</u>	<u>\$ 1,735,030</u>
Total Intergovernmental Payments	<u>\$ 2,148,809</u>	<u>\$ 1,872,310</u>	<u>\$ 1,735,030</u>
Capital Outlay			
Instruction			
Other Instructional Programs	\$ 70,500	\$ 90,282	\$ 58,362
Support Services			
Pupil	-	526	-
Instructional Staff	22,751	20,000	-
Food Services	80,000	40,000	-
Central	265,000	265,000	420,614
Total Capital Outlay	<u>\$ 453,751</u>	<u>\$ 415,808</u>	<u>\$ 478,976</u>
Total Expenditures	<u>\$ 47,739,038</u>	<u>\$ 48,771,452</u>	<u>\$ 41,237,627</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 103,270	\$ (995,258)	\$ (945,594)
OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ 103,270</u>	<u>\$ (995,258)</u>	<u>\$ (945,594)</u>
FUND BALANCE - JULY 1, 2024, as previously presented			\$ 20,116,968
ADJUSTMENT TO BEGINNING FUND BALANCE			(383,314)
FUND BALANCE - JULY 1, 2024, as adjusted			<u>\$ 19,733,654</u>
FUND BALANCE - JUNE 30, 2025			<u>\$ 18,788,060</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - OPERATIONS AND MAINTENANCE FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Property Taxes	\$ 4,711,940	\$ 4,772,124	\$ 4,752,811
Earnings on Investments	325,000	386,118	1,013,643
Other Local Sources	3,500	3,500	27,036
State Aid			
School Infrastructure - Maintenance	-	50,000	50,000
Total Revenues	<u>\$ 5,090,440</u>	<u>\$ 5,211,742</u>	<u>\$ 5,843,490</u>
EXPENDITURES			
Support Services			
Operations and Maintenance			
Salaries	\$ 1,336,301	\$ 1,280,961	\$ 1,291,198
Employee Benefits	173,800	173,800	172,671
Purchased Services	1,118,000	1,018,872	795,085
Supplies and Materials	1,190,933	925,818	1,048,583
Other Objects	700	700	271
Total Support Services - Operations and Maintenance	<u>\$ 3,819,734</u>	<u>\$ 3,400,151</u>	<u>\$ 3,307,808</u>
Total Support Services	<u>\$ 3,819,734</u>	<u>\$ 3,400,151</u>	<u>\$ 3,307,808</u>
Capital Outlay			
Support Services			
Operations and Maintenance	\$ 400,000	\$ 355,000	\$ 201,067
Total Capital Outlay	<u>\$ 400,000</u>	<u>\$ 355,000</u>	<u>\$ 201,067</u>
Total Expenditures	<u>\$ 4,365,440</u>	<u>\$ 3,900,857</u>	<u>\$ 3,632,129</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 725,000	\$ 1,310,885	\$ 2,211,361
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	(725,000)	(1,310,885)	(1,405,405)
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 805,956</u>
FUND BALANCE - JULY 1, 2024, as previously presented			\$ (545,263)
ADJUSTMENT TO BEGINNING FUND BALANCE			(22,288)
FUND BALANCE - JULY 1, 2024, as adjusted			<u>\$ (567,551)</u>
FUND BALANCE - JUNE 30, 2025			<u>\$ 238,405</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - TRANSPORTATION FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Property Taxes	\$ 1,654,198	\$ 1,694,807	\$ 1,617,754
Earnings on Investments	125,000	242,494	129,272
State Aid			
Transportation	1,996,196	1,850,063	1,850,063
Total Revenues	\$ 3,775,394	\$ 3,787,364	\$ 3,597,089
EXPENDITURES			
Support Services			
Transportation			
Salaries	\$ 844,950	\$ 844,950	\$ 843,345
Employee Benefits	165,900	166,000	144,403
Purchased Services	3,089,015	3,102,143	2,412,090
Supplies and Materials	176,500	140,000	158,137
Other Objects	100	100	310
Total Support Services - Transportation	\$ 4,276,465	\$ 4,253,193	\$ 3,558,285
Total Support Services	\$ 4,276,465	\$ 4,253,193	\$ 3,558,285
Debt Services			
Interest			
Interest on Long-Term Debt			
Other Objects	\$ -	\$ -	\$ 4,573
Total Debt Services - Interest	\$ -	\$ -	\$ 4,573
Debt Services			
Payments of Principal on Long-Term Debt			
Other Objects	\$ -	\$ -	\$ 736,462
Total Debt Services - Payment of Principal on Long-Term Debt	\$ -	\$ -	\$ 736,462
Total Debt Services	\$ -	\$ -	\$ 741,035
Capital Outlay			
Support Services			
Transportation	\$ 90,000	\$ 90,000	\$ 171,750
Total Capital Outlay	\$ 90,000	\$ 90,000	\$ 171,750
Total Expenditures	\$ 4,366,465	\$ 4,343,193	\$ 4,471,070
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (591,071)	\$ (555,829)	\$ (873,981)
OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCE	\$ (591,071)	\$ (555,829)	\$ (873,981)
FUND BALANCE - JULY 1, 2024, as previously presented			\$ 1,386,371
ADJUSTMENT TO BEGINNING FUND BALANCE			(14,930)
FUND BALANCE - JULY 1, 2024, as adjusted			\$ 1,371,441
FUND BALANCE - JUNE 30, 2025			\$ 497,460

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Property Taxes	\$ 933,118	\$ 883,818	\$ 912,590
Payments in Lieu of Taxes	30,000	45,670	45,670
Earnings on Investments	10,000	187,897	184,736
Total Revenues	\$ 973,118	\$ 1,117,385	\$ 1,142,996
EXPENDITURES			
Instruction			
Pre-K Programs			
Employee Benefits	\$ 160,480	\$ 175,900	\$ 167,523
Special Education Programs			
Employee Benefits	88,552	107,917	102,221
CTE Programs			
Employee Benefits	11,013	12,622	11,979
Interscholastic Programs			
Employee Benefits	58,263	66,921	62,784
Summer School Programs			
Employee Benefits	1,504	1,154	1,871
Driver's Education Programs			
Employee Benefits	2,703	3,048	3,057
Total Instruction	\$ 322,515	\$ 367,562	\$ 349,435
Support Services			
Pupil			
Attendance and Social Work Services			
Employee Benefits	\$ 17,967	\$ 21,759	\$ 20,643
Guidance Services			
Employee Benefits	19,912	22,767	22,257
Health Services			
Employee Benefits	14,747	16,820	15,995
Psychological Services			
Employee Benefits	3,152	3,715	3,517
Speech Pathology and Audiology Services			
Employee Benefits	1,638	1,786	1,666
Total Support Services - Pupil	\$ 57,416	\$ 66,847	\$ 64,078
Instructional Staff			
Improvement of Instruction Services			
Employee Benefits	\$ 35,084	\$ 42,579	\$ 42,465
Educational Media Services			
Employee Benefits	14,390	17,024	16,172
Total Support Services - Instructional Staff	\$ 49,474	\$ 59,603	\$ 58,637
General Administration			
Board of Education Services			
Employee Benefits	\$ 132	\$ 142	\$ 134
Executive Administration Services			
Employee Benefits	12,958	6,967	9,251
Total Support Services - General Administration	\$ 13,090	\$ 7,109	\$ 9,385
School Administration			
Office of the Principal Services			
Employee Benefits	\$ 34,943	\$ 41,543	\$ 39,391
Total Support Services - School Administration	\$ 34,943	\$ 41,543	\$ 39,391

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Business			
Direction of Business Support Services			
Employee Benefits	\$ 292	\$ -	\$ 1,468
Fiscal Services			
Employee Benefits	33,056	49,437	42,880
Operations and Maintenance			
Employee Benefits	230,451	251,001	242,036
Transportation			
Employee Benefits	119,637	147,823	128,511
Food Services			
Employee Benefits	53,961	63,880	59,235
Total Support Services - Business	<u>\$ 437,397</u>	<u>\$ 512,141</u>	<u>\$ 474,130</u>
Central			
Information Services			
Employee Benefits	\$ 37,166	\$ 42,005	\$ 38,741
Total Support Services - Central	<u>\$ 37,166</u>	<u>\$ 42,005</u>	<u>\$ 38,741</u>
Total Support Services	<u>\$ 629,486</u>	<u>\$ 729,248</u>	<u>\$ 684,362</u>
Intergovernmental Payments			
Payments to Other Districts and Governmental Units			
Payments for Special Education Programs			
Employee Benefits	\$ 20,575	\$ 20,575	\$ 20,575
Total Payments to Other Districts and Governmental Units	<u>\$ 20,575</u>	<u>\$ 20,575</u>	<u>\$ 20,575</u>
Total Intergovernmental Payments	<u>\$ 20,575</u>	<u>\$ 20,575</u>	<u>\$ 20,575</u>
Total Expenditures	<u>\$ 973,118</u>	<u>\$ 1,117,385</u>	<u>\$ 1,054,372</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ 88,624
OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 88,624</u>
FUND BALANCE - JULY 1, 2024, as previously presented			\$ 763,756
ADJUSTMENT TO BEGINNING FUND BALANCE			(10,787)
FUND BALANCE - JULY 1, 2024, as adjusted			<u>\$ 752,969</u>
FUND BALANCE - JUNE 30, 2025			<u>\$ 841,593</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
 JUNE 30, 2025

NOTE 1 - BUDGETARY PROCESS

The District follows procedures mandated by Illinois State law and District Board policy to establish the budgetary data reflected in its financial statements. The original budget was passed on July 18, 2024 and was amended on June 12, 2025. The modified accrual basis budgeted amounts in this report are the result of full compliance with the following procedures:

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

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

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

NOTE 2 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended June 30, 2025, the following funds presented as Required Supplementary Information had total expenditures that exceeded budget:

Fund	Budget	Actual	Excess of Actual Over Budget
Transportation	\$ 4,343,193	\$ 4,471,070	\$ 127,877

SUPPLEMENTAL FINANCIAL INFORMATION

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 COMBINING BALANCE SHEET
 GENERAL FUND
 JUNE 30, 2025

	Educational Fund	Working Cash Fund	General Fund Total
ASSETS			
Cash and Cash Equivalents	\$ 2,198,179	\$ 449,120	\$ 2,647,299
Investments, at Fair Value	25,241,562	736,442	25,978,004
Other Accounts Receivable, net of allowance of \$0	13	-	13
Taxes Receivable, net of allowance of \$95,725	9,204,834	164,724	9,369,558
Due from Other Governments, net of allowance of \$0	268,365	-	268,365
Prepaid Expenses	49,540	-	49,540
Total Assets	\$ 36,962,493	\$ 1,350,286	\$ 38,312,779
LIABILITIES			
Accounts Payable and Accrued Expenditures	\$ 407,294	\$ -	\$ 407,294
Accrued Payroll and Payroll Liabilities	56,021	-	56,021
Total Liabilities	\$ 463,315	\$ -	\$ 463,315
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Taxes	\$ 18,724,087	\$ 337,317	\$ 19,061,404
Total Deferred Inflows of Resources	\$ 18,724,087	\$ 337,317	\$ 19,061,404
FUND BALANCES			
Nonspendable			
Prepaid Expenses	\$ 49,540	\$ -	\$ 49,540
Restricted			
Student Activity	356,948	-	356,948
Unassigned	17,368,603	1,012,969	18,381,572
Total Fund Balances	\$ 17,775,091	\$ 1,012,969	\$ 18,788,060
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 36,962,493	\$ 1,350,286	\$ 38,312,779

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GENERAL FUND
 YEAR ENDED JUNE 30, 2025

	Educational Fund	Working Cash Fund	General Fund Total
REVENUES			
Property Taxes	\$ 17,918,047	\$ 313,752	\$ 18,231,799
Payments in Lieu of Taxes	343,682	-	343,682
Tuition	37,500	-	37,500
Earnings on Investments	88,821	25,270	114,091
Food Services	607,333	-	607,333
District/School Activity Income	337,588	-	337,588
Student Activity Fund Revenues	773,322	-	773,322
Other Local Sources	6,954	-	6,954
State Aid	8,724,926	-	8,724,926
Federal Aid	1,814,127	-	1,814,127
State Retirement Contributions	9,300,711	-	9,300,711
Total Revenues	\$ 39,953,011	\$ 339,022	\$ 40,292,033
EXPENDITURES			
Current			
Instruction			
Regular Programs	\$ 10,233,150	\$ -	\$ 10,233,150
Special Education Programs	4,745,431	-	4,745,431
Other Instructional Programs	3,202,089	-	3,202,089
State Retirement Contributions	9,300,711	-	9,300,711
Student Activity Fund Expenditures	721,454	-	721,454
Support Services			
Pupil	2,331,807	-	2,331,807
Instructional Staff	2,407,041	-	2,407,041
General Administration	1,931,728	-	1,931,728
School Administration	958,228	-	958,228
Business	558,975	-	558,975
Operations and Maintenance	433,153	-	433,153
Food Services	1,267,565	-	1,267,565
Central	793,281	-	793,281
Other Support Services	1,889	-	1,889
Community Services	137,119	-	137,119
Intergovernmental Payments	1,735,030	-	1,735,030
Capital Outlay	478,976	-	478,976
Total Expenditures	\$ 41,237,627	\$ -	\$ 41,237,627
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (1,284,616)	\$ 339,022	\$ (945,594)
OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCES	\$ (1,284,616)	\$ 339,022	\$ (945,594)
FUND BALANCE - JULY 1, 2024, as previously presented	\$ 19,392,373	\$ 724,595	\$ 20,116,968
ADJUSTMENT TO BEGINNING FUND BALANCE	(332,666)	(50,648)	(383,314)
FUND BALANCE - JULY 1, 2024, as adjusted	<u>\$ 19,059,707</u>	<u>\$ 673,947</u>	<u>\$ 19,733,654</u>
FUND BALANCE - JUNE 30, 2025	<u>\$ 17,775,091</u>	<u>\$ 1,012,969</u>	<u>\$ 18,788,060</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Property Taxes	\$ 18,321,409	\$ 18,363,152	\$ 17,918,047
Payments in Lieu of Taxes	525,000	427,327	343,682
Tuition	58,000	58,000	37,500
Earnings on Investments	800,000	484,160	88,821
Food Services	650,000	650,000	607,333
District/School Activity Income	373,000	373,000	337,588
Student Activity Fund Revenues	44,000	50,000	773,322
Other Local Sources	500	500	6,954
State Aid			
General State Aid	8,137,000	8,176,078	8,243,799
Special Education	375,000	394,263	394,263
Career and Technical Education	75,485	75,485	41,470
State Free Lunch and Breakfast	5,500	5,500	4,045
Driver Education	49,000	29,577	37,594
Other Restricted Revenue from State Sources	1,558	1,505	3,755
Federal Aid			
Food Service	485,000	485,000	465,297
Title I	169,317	169,317	210,554
Title IV	11,577	11,577	17,429
Federal Special Education	701,465	701,465	711,780
CTE - Perkins	21,596	21,596	21,594
Title III - English Language Acquisition	18,090	18,090	15,967
Title II - Teacher Quality	33,995	33,995	54,218
Medicaid Matching Funds - Administrative Outreach	50,000	85,000	28,980
Medicaid Matching Funds - Fee-for-Service Program	-	-	69,173
Other Federal Aid	-	221,635	219,135
State Retirement Contributions	16,590,000	16,590,000	9,300,711
Total Revenues	\$ 47,496,492	\$ 47,426,222	\$ 39,953,011
EXPENDITURES			
Instruction			
Regular Programs			
Salaries	\$ 9,624,495	\$ 9,620,395	\$ 9,534,987
Employee Benefits	299,412	314,120	269,494
Purchased Services	51,500	57,924	58,117
Supplies and Materials	507,315	411,385	366,567
Other Objects	3,700	3,700	3,985
	\$ 10,486,422	\$ 10,407,524	\$ 10,233,150
Special Education Programs			
Salaries	\$ 2,045,515	\$ 2,037,046	\$ 2,016,353
Employee Benefits	164,177	141,602	171,324
Purchased Services	1,306,000	2,538,440	2,544,119
Supplies and Materials	21,240	21,240	13,532
Other Objects	-	-	103
	\$ 3,536,932	\$ 4,738,328	\$ 4,745,431
CTE Programs			
Salaries	\$ 953,960	\$ 953,960	\$ 900,474
Employee Benefits	32,534	14,815	13,427
Purchased Services	3,700	500	492
Supplies and Materials	89,623	78,341	62,658
Other Objects	9,000	9,000	3,600
Non-Capitalized Equipment	-	-	15,282
	\$ 1,088,817	\$ 1,056,616	\$ 995,933
Interscholastic Programs			
Salaries	\$ 1,499,017	\$ 1,507,441	\$ 1,422,549
Employee Benefits	90,968	90,968	68,607
Purchased Services	171,900	171,900	149,814
Supplies and Materials	143,250	143,500	133,191
Other Objects	47,650	47,650	44,235
Non-Capitalized Equipment	-	-	10,382
	\$ 1,952,785	\$ 1,961,459	\$ 1,828,778

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Instruction (Continued)			
Summer School Programs			
Salaries	\$ 150,000	\$ 160,000	\$ 150,963
Employee Benefits	1,875	1,875	1,666
	<u>\$ 151,875</u>	<u>\$ 161,875</u>	<u>\$ 152,629</u>
Driver's Education Programs			
Salaries	\$ 214,075	\$ 214,075	\$ 218,115
Employee Benefits	2,700	2,700	2,727
Purchased Services	6,900	6,900	59
Supplies and Materials	6,100	6,100	3,848
	<u>\$ 229,775</u>	<u>\$ 229,775</u>	<u>\$ 224,749</u>
State Retirement Contributions	<u>\$ 16,590,000</u>	<u>\$ 16,590,000</u>	<u>\$ 9,300,711</u>
Student Activity Fund Expenditures	<u>\$ 44,000</u>	<u>\$ 56,000</u>	<u>\$ 721,454</u>
Total Instruction	<u>\$ 34,080,606</u>	<u>\$ 35,201,577</u>	<u>\$ 28,202,835</u>
Support Services			
Pupil			
Attendance and Social Work Services			
Salaries	\$ 464,349	\$ 464,349	\$ 460,583
Employee Benefits	13,825	13,825	13,431
Supplies and Materials	5,000	5,000	1,017
	<u>\$ 483,174</u>	<u>\$ 483,174</u>	<u>\$ 475,031</u>
Guidance Services			
Salaries	\$ 1,056,113	\$ 1,077,313	\$ 1,066,807
Employee Benefits	46,907	33,671	26,869
Purchased Services	19,000	19,000	12,573
Supplies and Materials	19,600	19,600	23,251
Other Objects	1,600	1,600	2,066
	<u>\$ 1,143,220</u>	<u>\$ 1,151,184</u>	<u>\$ 1,131,566</u>
Health Services			
Salaries	\$ 102,543	\$ 102,543	\$ 100,786
Purchased Services	6,500	171,500	167,871
Supplies and Materials	2,100	9,541	4,627
	<u>\$ 111,143</u>	<u>\$ 283,584</u>	<u>\$ 273,284</u>
Psychological Services			
Salaries	\$ 278,950	\$ 278,950	\$ 276,936
Employee Benefits	3,487	3,487	3,465
	<u>\$ 282,437</u>	<u>\$ 282,437</u>	<u>\$ 280,401</u>
Speech Pathology and Audiology Services			
Salaries	\$ 120,626	\$ 120,626	\$ 120,626
Employee Benefits	1,508	1,508	1,508
Supplies and Materials	350	350	514
	<u>\$ 122,484</u>	<u>\$ 122,484</u>	<u>\$ 122,648</u>
Total Support Services - Pupil	<u>\$ 2,195,158</u>	<u>\$ 2,375,563</u>	<u>\$ 2,331,807</u>
Instructional Staff			
Improvement of Instruction Services			
Salaries	\$ 1,247,273	\$ 1,298,344	\$ 1,323,465
Employee Benefits	284,078	285,976	273,667
Purchased Services	167,486	209,386	163,587
Supplies and Materials	413,647	314,000	299,146
Other Objects	900	900	800
	<u>\$ 2,113,384</u>	<u>\$ 2,108,606</u>	<u>\$ 2,060,665</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Instructional Staff (Continued)			
Educational Media Services			
Salaries	\$ 251,368	\$ 251,368	\$ 255,739
Employee Benefits	14,562	20,747	19,951
Supplies and Materials	61,983	61,931	67,772
	<u>\$ 328,113</u>	<u>\$ 334,046</u>	<u>\$ 343,462</u>
Assessment and Testing			
Purchased Services	-	3,014	2,914
	<u>\$ -</u>	<u>\$ 3,014</u>	<u>\$ 2,914</u>
Total Support Services - Instructional Staff	<u>\$ 2,441,497</u>	<u>\$ 2,445,666</u>	<u>\$ 2,407,041</u>
General Administration			
Board of Education Services			
Salaries	\$ 9,400	\$ 9,400	\$ 9,399
Employee Benefits	956,152	1,105,634	1,017,351
Purchased Services	511,300	495,800	484,090
Supplies and Materials	18,500	18,500	21,643
Other Objects	20,000	20,000	18,851
	<u>\$ 1,515,352</u>	<u>\$ 1,649,334</u>	<u>\$ 1,551,334</u>
Executive Administration Services			
Salaries	\$ 333,018	\$ 333,018	\$ 334,617
Employee Benefits	43,591	43,591	41,519
Purchased Services	1,000	1,000	255
Supplies and Materials	2,000	2,000	622
Other Objects	5,400	5,400	3,381
	<u>\$ 385,009</u>	<u>\$ 385,009</u>	<u>\$ 380,394</u>
Total Support Services - General Administration	<u>\$ 1,900,361</u>	<u>\$ 2,034,343</u>	<u>\$ 1,931,728</u>
School Administration			
Office of the Principal Services			
Salaries	\$ 727,520	\$ 727,520	\$ 733,922
Employee Benefits	166,332	166,332	167,760
Purchased Services	4,000	4,000	1,400
Supplies and Materials	44,000	59,000	38,850
Other Objects	17,500	17,500	16,296
	<u>\$ 959,352</u>	<u>\$ 974,352</u>	<u>\$ 958,228</u>
Total Support Services - School Administration	<u>\$ 959,352</u>	<u>\$ 974,352</u>	<u>\$ 958,228</u>
Business			
Direction of Business Support Services			
Salaries	\$ 127,151	\$ 127,151	\$ 203,399
Employee Benefits	11,800	11,800	21,812
Purchased Services	-	-	1,268
	<u>\$ 138,951</u>	<u>\$ 138,951</u>	<u>\$ 226,479</u>
Fiscal Services			
Salaries	\$ 340,802	\$ 240,000	\$ 161,344
Employee Benefits	81,268	84,778	51,790
Purchased Services	124,810	123,000	106,760
Supplies and Materials	15,000	15,000	10,827
Other Objects	3,500	1,800	1,775
	<u>\$ 565,380</u>	<u>\$ 464,578</u>	<u>\$ 332,496</u>
Total Support Services - Business	<u>\$ 704,331</u>	<u>\$ 603,529</u>	<u>\$ 558,975</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Support Services (Continued)			
Operations and Maintenance of Plant Services			
Salaries	\$ 411,028	\$ 377,948	\$ 341,514
Employee Benefits	-	85,000	79,342
Purchased Services	-	500	206
Supplies and Materials	16,000	14,000	12,091
Total Support Services - Operations and Maintenance	<u>\$ 427,028</u>	<u>\$ 477,448</u>	<u>\$ 433,153</u>
Food Services			
Salaries	\$ 399,500	\$ 399,500	\$ 383,610
Employee Benefits	84,000	84,000	66,207
Purchased Services	217,000	217,000	215,468
Supplies and Materials	501,500	501,500	591,516
Other Objects	1,900	1,900	1,638
Non-Capitalized Equipment	-	-	9,126
Total Support Services - Food Services	<u>\$ 1,203,900</u>	<u>\$ 1,203,900</u>	<u>\$ 1,267,565</u>
Central			
Planning, Research, Development and Evaluation Services			
Purchased Services	\$ -	\$ 2,500	\$ -
	<u>\$ -</u>	<u>\$ 2,500</u>	<u>\$ -</u>
Information Services			
Salaries	\$ 366,000	\$ 366,000	\$ 339,643
Employee Benefits	73,199	86,210	78,531
Purchased Services	122,520	122,520	23,824
Supplies and Materials	429,326	429,326	263,443
Non-Capitalized Equipment	-	-	75,448
	<u>\$ 991,045</u>	<u>\$ 1,004,056</u>	<u>\$ 780,889</u>
Data Processing Services			
Purchased Services	\$ 12,500	\$ 12,500	\$ 12,392
	<u>\$ 12,500</u>	<u>\$ 12,500</u>	<u>\$ 12,392</u>
Total Support Services - Central	<u>\$ 1,003,545</u>	<u>\$ 1,019,056</u>	<u>\$ 793,281</u>
Other Support Services			
Supplies and Materials	\$ -	\$ 1,900	\$ 1,889
Total Support Services - Other Support Services	<u>\$ -</u>	<u>\$ 1,900</u>	<u>\$ 1,889</u>
Total Support Services	<u>\$ 10,835,172</u>	<u>\$ 11,135,757</u>	<u>\$ 10,683,667</u>
EXPENDITURES (Continued)			
Community Services			
Salaries	\$ 15,000	\$ -	\$ -
Purchased Services	200,500	145,000	137,119
Supplies and Materials	5,000	1,000	-
Other Objects	200	-	-
Total Community Services	<u>\$ 220,700</u>	<u>\$ 146,000</u>	<u>\$ 137,119</u>
Intergovernmental Payments			
Payments to Other Districts and Governmental Units			
Payments to Other Districts and Governmental Units (In-State)			
Payments for Regular Programs			
Purchased Services	\$ 6,300	\$ -	\$ 122,238
Other Objects	20,000	-	703
	<u>\$ 26,300</u>	<u>\$ -</u>	<u>\$ 122,941</u>
Payments for Special Education Programs			
Other Objects	\$ 1,450,000	\$ 1,200,000	\$ 76,879
	<u>\$ 1,450,000</u>	<u>\$ 1,200,000</u>	<u>\$ 76,879</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - EDUCATIONAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
EXPENDITURES (Continued)			
Intergovernmental Payments (Continued)			
Payments to Other Districts and Governmental Units (Continued)			
Payments to Other Districts and Governmental Units (In-State) (Continued)			
Payments for CTE Programs	\$ 615,913	\$ 551,375	\$ -
Other Objects	\$ 615,913	\$ 551,375	\$ -
Other Payments to In-State Govt Units			
Purchased Services	\$ 56,596	\$ 114,635	\$ -
Other Objects	-	6,300	-
	\$ 56,596	\$ 120,935	\$ -
Total Payments to Other Districts and Governmental Units (In-State)	\$ 2,148,809	\$ 1,872,310	\$ 199,820
Payments to Other Districts and Governmental Units (Continued)			
Payments to Other Districts and Governmental Units-Tuition (In-State)			
Payments for Special Education Programs			
Other Objects	\$ -	\$ -	\$ 983,835
Payments for CTE Programs			
Other Objects	-	-	551,375
Total Payments to Other Districts and Governmental Units-Tuition (In-State)	\$ -	\$ -	\$ 1,535,210
Total Payments to Other Districts and Governmental Units	\$ 2,148,809	\$ 1,872,310	\$ 1,735,030
Total Intergovernmental Payments	\$ 2,148,809	\$ 1,872,310	\$ 1,735,030
Capital Outlay			
Instruction			
Other Instructional Programs	\$ 70,500	\$ 90,282	\$ 58,362
Support Services			
Pupil	-	526	-
Instructional Staff	22,751	20,000	-
Food Services	80,000	40,000	-
Central	265,000	265,000	420,614
Total Capital Outlay	\$ 453,751	\$ 415,808	\$ 478,976
Total Expenditures	\$ 47,739,038	\$ 48,771,452	\$ 41,237,627
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (242,546)	\$ (1,345,230)	\$ (1,284,616)
OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCE	\$ (242,546)	\$ (1,345,230)	\$ (1,284,616)
FUND BALANCE - JULY 1, 2024, as previously presented			\$ 19,392,373
ADJUSTMENT TO BEGINNING FUND BALANCE			(332,666)
FUND BALANCE - JULY 1, 2024, as adjusted			\$ 19,059,707
FUND BALANCE - JUNE 30, 2025			\$ 17,775,091

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND - WORKING CASH FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES			
Property Taxes	\$ 320,816	\$ 323,640	\$ 313,752
Earnings on Investments	25,000	26,332	25,270
Total Revenues	<u>\$ 345,816</u>	<u>\$ 349,972</u>	<u>\$ 339,022</u>
EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 345,816	\$ 349,972	\$ 339,022
OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 345,816</u>	<u>\$ 349,972</u>	<u>\$ 339,022</u>
FUND BALANCE - JULY 1, 2024, as previously presented			\$ 724,595
ADJUSTMENT TO BEGINNING FUND BALANCE			<u>(50,648)</u>
FUND BALANCE - JULY 1, 2024, as adjusted			<u>\$ 673,947</u>
FUND BALANCE - JUNE 30, 2025			<u>\$ 1,012,969</u>

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICES FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts Original and Final	Actual Amounts
REVENUES	\$ -	\$ -
EXPENDITURES		
Debt Services		
Interest		
Other Interest on Long-Term Debt		
Other Objects	\$ -	\$ 1,012
Total Debt Services - Interest	\$ -	\$ 1,012
Payments of Principal on Long-Term Debt		
Other Objects	\$ -	\$ 93,508
Total Debt Services - Payment of Principal on Long-Term Debt	\$ -	\$ 93,508
Total Debt Services	\$ -	\$ 94,520
Total Expenditures	\$ -	\$ 94,520
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ (94,520)
OTHER FINANCING SOURCES (USES)		
Interfund Transfers	-	94,520
NET CHANGE IN FUND BALANCE	\$ -	\$ -
FUND BALANCE - JULY 1, 2024		-
FUND BALANCE - JUNE 30, 2025		\$ -

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL
 CAPITAL PROJECTS FUND
 YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts
	Original	Final	
REVENUES	\$ -	\$ -	\$ -
EXPENDITURES			
Capital Outlay			
Support Services			
Facilities Acquisition and Construction Services	\$ 3,095,264	\$ 3,571,210	\$ 3,012,300
Total Capital Outlay	\$ 3,095,264	\$ 3,571,210	\$ 3,012,300
Total Expenditures	\$ 3,095,264	\$ 3,571,210	\$ 3,012,300
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (3,095,264)	\$ (3,571,210)	\$ (3,012,300)
OTHER FINANCING SOURCES (USES)			
Interfund Transfers	725,000	\$ 1,310,885	1,310,885
NET CHANGE IN FUND BALANCE	\$ (2,370,264)	\$ (2,260,325)	\$ (1,701,415)
FUND BALANCE - JULY 1, 2024, as previously presented			\$ 2,119,148
ADJUSTMENT TO BEGINNING FUND BALANCE			34,362
FUND BALANCE - JULY 1, 2024, as adjusted			\$ 2,153,510
FUND BALANCE - JUNE 30, 2025			\$ 452,095

See Accompanying Independent Auditor's Opinion

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
 COMPUTATION OF OPERATING EXPENSE PER PUPIL
 AND PER CAPITA TUITION CHARGE
 FOR YEAR ENDED JUNE 30, 2025

OPERATING EXPENSE PER PUPIL		
EXPENDITURES:		
ED	Total Expenditures	\$ 31,215,462
O&M	Total Expenditures	3,632,129
DS	Total Expenditures	94,520
TR	Total Expenditures	4,471,070
MR/SS	Total Expenditures	1,054,372
	Total Expenditures	\$ 40,467,553
 LESS RECEIPTS/REVENUES OR DISBURSEMENTS/EXPENDITURES NOT APPLICABLE TO THE REGULAR K-12 PROGRAM:		
ED	Summer School Programs	\$ 152,629
ED	Community Services	137,119
ED	Total Payments to Other Govt Units	1,735,030
ED	Capital Outlay	478,976
ED	Non-Capitalized Equipment	110,238
O&M	Total Payments to Other Govt Units	123,254
O&M	Capital Outlay	201,067
DS	Debt Service - Payments of Principal on Long-Term Debt	93,508
TR	Debt Service - Payments of Principal on Long-Term Debt	736,462
TR	Capital Outlay	171,750
MR/SS	Pre-K Programs	167,523
MR/SS	Summer School Programs	1,871
MR/SS	Total Payments to Other Govt Units	20,575
	Total Deductions	\$ 4,130,002
	Total Operating Expenses (Regular K-12)	36,337,551
	9 Mo ADA from Average Daily Attendance - Student Information System (SIS) in IWAS-preliminary ADA 2024-2025	1,527.11
	Estimated OEPP *	\$ 23,794.98

PER CAPITA TUITION CHARGE		
LESS OFFSETTING RECEIPTS/REVENUES:		
ED	Total Food Service	\$ 607,333
ED-O&M	Total District/School Activity Income	337,588
ED-O&M-TR	Total Special Education	394,263
ED-O&M-MR/SS	Total Career and Technical Education	41,470
ED	State Free Lunch & Breakfast	4,045
ED-O&M	Driver Education	37,594
ED-O&M-TR-MR/SS	Total Transportation	1,850,063
O&M	School Infrastructure - Maintenance Projects	50,000
ED-O&M-DS-TR-MR/SS-Tort	Other Restricted Revenue from State Sources	3,755
ED-MR/SS	Total Food Service	465,297
ED-O&M-TR-MR/SS	Total Title I	210,554
ED-O&M-TR-MR/SS	Total Title IV	17,429
ED-O&M-TR-MR/SS	Fed - Spec Education - IDEA - Flow Through	412,652
ED-O&M-TR-MR/SS	Fed - Spec Education - IDEA - Room & Board	299,128
ED-O&M-MR/SS	Total CTE - Perkins	21,594
ED-TR-MR/SS	Title III - Language Inst Program - Limited Eng (LIPLEP)	15,967
ED-O&M-TR-MR/SS	Title II - Teacher Quality	54,218
ED-O&M-TR-MR/SS	Medicaid Matching Funds - Administrative Outreach	28,980
ED-O&M-TR-MR/SS	Medicaid Matching Funds - Fee-for-Service Program	69,173
ED-O&M-TR-MR/SS	Other Restricted Revenue from Federal Sources (Describe & Itemize)	219,135
ED-TR-MR/SS	Special Education Contributions from EBF Funds	806,062
ED-MR/SS	English Learning (Bilingual) Contributions from EBF Funds	42,654
	Total Allowance for PCTC Computation	\$ 5,988,954
	Net Operating Expense for PCTC Computation	30,348,597
	Total Depreciation Allowance (from page 27, Col I)	3,639,477
	Total Allowance for PCTC Computation	33,988,074
	9 Mo ADA from Average Daily Attendance - Student Information System (SIS) in IWAS-preliminary ADA 2024-2025	1,527.11
	Total Estimated PCTC *	\$ 22,256.47

Unaudited

ANNUAL FEDERAL FINANCIAL COMPLIANCE SECTION



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

To the Board of Education
Grant Community High School District No. 124
Fox Lake, Illinois

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited

Grant Community High School District No. 124's

compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Grant Community High School District No. 124's major federal programs for the year ended June 30, 2025. Grant Community High School District No. 124'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, Grant Community High School District No. 124 complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2025-001, 2025-002, and 2025-003. Our opinion on each major federal program is not modified with respect to these matters. *Government Auditing Standards* requires the auditor to perform limited procedures on Grant Community High School District No. 124's response to the noncompliance findings identified in our compliance audit described in the accompanying Schedule of Findings and Questioned Costs. Grant Community High School District No. 124's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

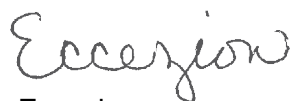
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2025-001, 2025-002, and 2025-003, to be significant deficiencies.

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. *Government Auditing Standards* requires the auditor to perform limited procedures on Grant Community High School District No. 124's response to the internal control over compliance findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Grant Community High School District No. 124's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The 2024 comparative information shown in the Schedule of Expenditures of Federal Awards was subjected to auditing procedures by Evoy, Kamschulte, Jacobs and Co. LLP in the report dated November, 27, 2024 and expressed an unmodified opinion that such information was fairly stated in all material respects in relation to the 2024 financial statements as a whole.

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



Eccezion
Strategic Business Solutions

McHenry, Illinois
December 18, 2025

GRANT CHSD 124
34-049-1240-16
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2025

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	AL Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Year 7/1/23-6/30/24 (E)	Expenditure/Disbursements ⁴		Year 7/1/24-6/30/25 Pass through to Subrecipients	Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/23-6/30/24 (C)	Year 7/1/24-6/30/25 (D)		Year 7/1/23-6/30/24 (F)	Year 7/1/24-6/30/25 Pass through to Subrecipients				
CHILD NUTRITION CLUSTER											
U.S. Department of Defense passed through Illinois State Board of Education											
Food Donation Program (M)	10.555	25-4299-00		40,976			40,976			40,976	N/A
U.S. Department of Agriculture passed through Illinois State Board of Education											
Food Donation Program (M)	10.555	25-4299-00		28,890			28,890			28,890	N/A
National School Lunch Program + (M)	10.555	24-4210-00	284,990	84,003	284,990		84,003			368,993	N/A
National School Lunch Program + (M)	10.555	25-4210-00		327,928			327,928			327,928	N/A
COVID-19 ARP - National School Lunch Program + (M)	10.555	24-4210-SC	50,541	2,928	50,541		2,928			53,469	N/A
Subtotal AL 10.555			335,531	484,725	335,531	0	484,725	0	0	820,256	
School Breakfast Program + (M)	10.553	24-4220-00	28,730	7,628	28,730		7,628			36,358	N/A
School Breakfast Program + (M)	10.553	25-4220-00		42,810			42,810			42,810	N/A
Subtotal AL 10.553			28,730	50,438	28,730	0	50,438	0	0	79,168	
Total Child Nutrition Cluster			364,261	535,163	364,261	0	535,163	0	0	899,424	
Total AL "10"			364,261	535,163	364,261	0	535,163	0	0	899,424	
U.S. Department of Education passed through Illinois State Board of Education											
Title I - Low Income * (M)	84.010	24-4300-00	200,908	674	200,908		674			201,582	201,582
Title I - Low Income (M)	84.010	25-4300-00		209,880			209,880			209,880	209,880
Subtotal AL 84.010			200,908	210,554	200,908	0	210,554	0	0	411,462	

GRANT CHSD 124
34-049-1240-16
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2025

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	AL Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Expenditure/Disbursements ⁴				Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/23-6/30/24 (C)	Year 7/1/24-6/30/25 (D)	Year 7/1/23-6/30/24 (E)	Year 7/1/23-6/30/24 Pass through to Subrecipients	Year 7/1/24-6/30/25 (F)	Year 7/1/24-6/30/25 Pass through to Subrecipients			
Title IV, Part A - Student Support & Academic Enrichment	84.424	25-4400-00		17,429				17,429		17,429	17,429
Title IV, Part A - Student Support & Academic Enrichment - Stronger Connections Grant	84.424F	25-4998-45		219,135				219,135		219,135	221,635
Subtotal AL 84.424			0	236,564	0	0		236,564	0	236,564	
Title III - LIPEP *	84.365	24-4909-00	11,990	4,653	11,990			4,653		16,643	17,700
Title III - LIPEP *	84.365	25-4909-00		11,314				11,314		11,314	18,090
Subtotal AL 84.365			11,990	15,967	11,990	0		15,967	0	27,957	
Title II - Teacher Quality	84.367	25-4932-00		54,218				54,218		54,218	57,452
Subtotal AL 84.367			0	54,218	0	0		54,218	0	54,218	
SPECIAL EDUCATION CLUSTER											
Special Education - Grants to States	84.027	25-4620-00		412,652				412,652		412,652	428,966
Special Education - IDEA - Room and Board *	84.027	24-4625-00	91,549	154,687	91,549			154,687		246,236	N/A
Special Education - IDEA - Room and Board *	84.027	25-4625-00		144,440				144,440		144,440	N/A
Subtotal AL 84.027			91,549	711,779	91,549	0		711,779	0	803,328	
Total Special Education Cluster			91,549	711,779	91,549	0		711,779	0	803,328	
U.S. Department of Education passed through Lake County Area Vocational System											
Perkins - Title III	84.048	25-4799-00		21,594				21,594		21,594	21,596
Subtotal AL 84.048			0	21,594	0	0		21,594	0	21,594	
Total AL "84"			304,447	1,250,676	304,447	0		1,250,676	0	1,555,123	

GRANT CHSD 124
34-049-1240-16
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2025

Federal Grantor/Pass-Through Grantor Program or Cluster Title and Major Program Designation	AL Number ² (A)	ISBE Project # (1st 8 digits) or Contract # ³ (B)	Receipts/Revenues		Expenditure/Disbursements ⁴				Obligations/ Encumb. (G)	Final Status (E)+(F)+(G) (H)	Budget (I)
			Year 7/1/23-6/30/24 (C)	Year 7/1/24-6/30/25 (D)	Year 7/1/23-6/30/24 (E)	Year 7/1/23-6/30/24 Pass through to Subrecipients	Year 7/1/24-6/30/25 (F)	Year 7/1/24-6/30/25 Pass through to Subrecipients			
MEDICAID CLUSTER											
US Department of Health and Human Services											
Passed Through Illinois Department of Healthcare and Family Services											
Medicaid Matching Funds - Admin Outreach	93.778	25-4991-00		30,432				30,432		30,432	N/A
Subtotal AL 93.778			0	30,432	0	0		30,432	0	30,432	
Total Medicaid Cluster			0	30,432	0	0		30,432	0	30,432	
Total AL "93"			0	30,432	0	0		30,432	0	30,432	
Total Federal Assistance			668,708	1,816,271	668,708	0		1,816,271	0	2,484,979	
+ Project End 9/30											
* Project End 8/31											

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

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

The accompanying notes are an integral part of this schedule.

- ¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- ² When the Assistance Listing (AL) number is not available, the auditee should indicate that the AL number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- ³ When awards are received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included in the schedule. §200.510 (b)(2)
- ⁴ The Uniform Guidance requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in the schedule and suggests to include the amounts in the SEFA notes.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2025

NOTE 1 - BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards includes the federal award activity of Grant Community High School District No. 124 under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with requirements of the Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the schedule may differ from amounts presented in, and used in the preparation of, the basic financial statements.

NOTE 2 - SUMMARY OF ACCOUNTING POLICIES

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

NOTE 3 - INDIRECT COST RATE

The District has elected not to use the 10% de minimis indirect rate as allowed for all grants except Child Nutrition Cluster under the Uniform Guidance. The District has also elected not to use the 15% de minimis indirect rate as allowed for Child Nutrition Cluster under the Uniform Guidance.

NOTE 4 - SUBRECIPIENTS

The District did not provide federal awards to subrecipients during the year ended June 30, 2025.

NOTE 5 - FEDERAL LOANS

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

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

The District did not receive federally donated PPE during the fiscal year.

GRANT COMMUNITY HIGH SCHOOL DISTRICT NO. 124
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2025

- 1) Summary of auditor's results:
 - a) The auditor's report expresses an unmodified opinion on whether the financial statements of Grant Community High School District No. 124 were prepared in accordance with GAAP.
 - b) Two significant deficiencies are reported during the audit of the financial statements. No material weaknesses are reported.
 - c) No instances of noncompliance material to the financial statements of Grant Community High School District No. 124, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
 - d) No significant deficiencies in internal control over major federal award programs are reported during the audit of the financial statements. No material weaknesses in internal control over major federal award programs are reported.
 - e) The auditor's report on compliance for the major federal award programs for Grant Community High School District No. 124 expresses an unmodified opinion on all major federal programs.
 - f) There are no audit findings that are required to be reported in accordance with Uniform Guidance 2 CFR section 200.516(a) in this schedule.
 - g) The programs tested as major programs were: National School Lunch Program – CFDA #10.555, School Breakfast Program – CFDA #10.553, and Title I – Low Income – CFDA #84.010.
 - h) The threshold used for distinguishing between Type A and B programs was \$750,000.
 - i) Grant Community High School District No. 124 was determined to be a low-risk auditee.
- 2) Findings related to the financial statements which are required to be reported are detailed in finding numbers 2025-004 and 2025-005.
- 3) Findings relating to federal awards which are required to be reported are detailed in finding numbers 2025-001, 2025-002, and 2025-003.

GRANT CHSD 124
34-049-1240-16
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2025

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ 2025 - 004 2. THIS FINDING IS: New Repeat from Prior Year?
Year originally reported? _____

3. Criteria or specific requirement
Management is responsible for ensuring that all cash accounts are reflected in the financial statements.

4. Condition
During the course of the audit, several of the District's cash accounts were found unreconciled and/or not included in the financial statements.

5. Context¹²
Testing performed to determine the reasonableness of cash accounts found that some of the accounts were unreconciled and/or not included in the financial statements.

6. Effect
The cash balance reported by the District is not complete.

7. Cause
The District's procedures do not include all cash accounts in the monthly reconciliation process.

8. Recommendation
The District should complete bank reconciliation for all cash accounts and include District accounts on the Balance Sheet.

9. Management's response¹³
Management will implement procedures to reconcile all cash accounts and include all District accounts in the financials. Will correct during fiscal year 2026.

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 2025 would be assigned a reference number of 2025-001, 2025-002, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

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

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

GRANT CHSD 124
34-049-1240-16
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2025

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ 2025 - 005 2. THIS FINDING IS: New Repeat from Prior Year?
Year originally reported? _____

3. Criteria or specific requirement
Management is responsible for ensuring that expenses paid are appropriate and approved.

4. Condition
During the course of the audit, we determined that the District did not obtain any backup documentation for credit card expenses prior to the statements being paid.

5. Context¹²
During discussion of internal control procedures, we determined that the District had no procedures to review and approve credit card expenses.

6. Effect
The District funds are being used to pay unapproved expenses.

7. Cause
The District had no procedures to review and approve credit card expenses.

8. Recommendation
The District should implement new procedures where expenses are either approved before being purchased or obtain backup documentation for review before paying the credit card statement each month.

9. Management's response¹³
Management will begin planning updated controls to address these issues during fiscal year 2026 and hopefully have one implemented before year-end.

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 2025 would be assigned a reference number of 2025-001, 2025-002, etc. The sheet is formatted so that only the number need be entered (1, 2, etc.).

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

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

GRANT CHSD 124
34-049-1240-16
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2025

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴ 2025 - 001 2. THIS FINDING IS: New Repeat from Prior year?
Year originally reported? _____

3. Federal Program Name and Year: Child Nutrition Cluster (2025)

4. Project No.: 4299, 4210, & 4220 5. AL No.: 10.555

6. Passed Through: Illinois State Board of Education

7. Federal Agency: US Department of Agriculture

8. Criteria or specific requirement (including statutory, regulatory, or other citation)
Management is responsible for ensuring applications are properly completed and the that status determined correctly in accordance with U.S. Department of Agriculture guidelines.

9. Condition¹⁵
During the course of the audit, various applications were found to be improperly completed and/or the status was improperly determined. There was also an audit conducted by the State in the current year which found the same conditions to be true.

10. Questioned Costs¹⁶
Not able to be calculated

11. Context¹⁷
Testing performed on a selection of 40 applications, in which 5 were found to be incorrectly completed or status determined was incorrect.

12. Effect
Reporting to the State for Free & Reduced Lunch Program lunches served was incorrect during the current fiscal year, which likely resulted in incorrect amounts being reimbursed.

13. Cause
The District's control policies and procedures did not detect or prevent the incorrect completed applications or status determined was incorrect.

14. Recommendation
The District should evaluate controls over the Free & Reduced approval process and verify the applications are being properly completed and approved.

15. Management's response¹⁸
The District has received guidance from the State, as an audit was performed by them. The staff involved in approving applications has gone through additional training and a checklist was developed to follow and verify accuracy.

¹⁴ See footnote 11.

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

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

¹⁷ See footnote 12.

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

GRANT CHSD 124
34-049-1240-16
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2025

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴ **2025 - 002** 2. THIS FINDING IS: New Repeat from Prior year?
Year originally reported? _____

3. Federal Program Name and Year: _____ Title I - Low Income (2025) _____

4. Project No.: _____ **4300** 5. AL No.: _____ **84.010** _____

6. Passed Through: _____ **Illinois State Board of Education** _____

7. Federal Agency: _____ **U.S. Department of Education** _____

8. Criteria or specific requirement (including statutory, regulatory, or other citation)
The District is required to have documentation of personnel expense (formerly Time and Effort).

9. Condition¹⁵
It was noted that the District did not complete the documentation of personnel expenses.

10. Questioned Costs¹⁶
None

11. Context¹⁷
There was nothing to review for documentation of personnel expenses.

12. Effect
The District is not in compliance with the requirement to have documentation of personnel expenses.

13. Cause
The District did not complete the documentation of personnel expenses.

14. Recommendation
We recommend the District review procedures to make sure that the documentation of personnel expenses is completed.

15. Management's response¹⁸
Management will implement procedures to ensure that the documentation of personnel expense is completed.

¹⁴ See footnote 11.
¹⁵ Include facts that support the deficiency identified on the audit finding (§200.516 (b)(3)).
¹⁶ Identify questioned costs as required by §200.516 (a)(3 - 4).
¹⁷ See footnote 12.
¹⁸ To the extent practical, indicate when management does not agree with the finding, questioned cost, or both.

GRANT CHSD 124
34-049-1240-16
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2025

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴ 2025 - 003 2. THIS FINDING IS: New Repeat from Prior year?
Year originally reported? _____

3. Federal Program Name and Year: Title I - Low Income (2025)

4. Project No.: 4300 5. AL No.: 84.010

6. Passed Through: Illinois State Board of Education

7. Federal Agency: U.S. Department of Education

8. Criteria or specific requirement (including statutory, regulatory, or other citation)
District is required to hold consultation with private schools where students that live within the district boundaries attend

9. Condition¹⁵
It was noted that the District did not hold consultation with private schools where students that live within the district boundaries attend. Even though there are no private high schools in the district boundaries, the district should make an effort to determine if there are any students attending a private school outside of the district boundaries. This process should be documented so it can be reviewed during future audits.

10. Questioned Costs¹⁶
None

11. Context¹⁷
There was nothing to review for consultation with private schools.

12. Effect
The District is not in compliance with the requirement to have consultation with private schools, if any. In addition documenting the process if no students are identified, is required as well.

13. Cause
The District did not complete the consultation with private schools

14. Recommendation
We recommend the District review procedures to make sure that the consultation with private schools (if any) and required documentation is completed.

15. Management's response¹⁸
Management will implement procedures to ensure that the consultation with private schools, if any and required documentation is completed.

¹⁴ See footnote 11.
¹⁵ Include facts that support the deficiency identified on the audit finding (§200.516 (b)(3)).
¹⁶ Identify questioned costs as required by §200.516 (a)(3 - 4).
¹⁷ See footnote 12.
¹⁸ To the extent practical, indicate when management does not agree with the finding, questioned cost, or both.



Grant Community High School District 124

Jeremy N. Schmidt, Ed. D.
Superintendent

Blair R. Schoell
Principal

Beth A. Reich, CSBO
Business Manager

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS Year Ending June 30, 2025

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

Grant Community High School
285 E. Grand Ave.
Fox Lake, IL 60020
(847) 587-2561
(847) 587-2991 FAX

www.grantbulldogs.org

District 124 Office
25700 Old Grand Ave.
Ingleside, IL 60041
(847) 587-2561
(847) 587-7098 FAX



Grant Community High School District 124

Jeremy N. Schmidt, Ed. D.
Superintendent

Blair R. Schoell
Principal

Beth A. Reich, CSBO
Business Manager

CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS Year Ending June 30, 2025

Corrective Action Plan

Finding No.: 2025-001

Condition:

During the course of the audit, various applications were found to be improperly completed and/or the status was improperly determined. There was also an audit conducted by the State in the current year which found the same conditions to be true.

Plan:

The District has received guidance from the State, as an audit was performed by them. The staff involved in approving applications has gone through additional training and a checklist was developed to follow and verify accuracy.

Anticipated Date of Completion: 6/30/2026

Name of Contact Person: Beth Reich, CSBO/Business Manager

Management Response: N/A



Grant Community High School District 124

Jeremy N. Schmidt, Ed. D.
Superintendent

Blair R. Schoell
Principal

Beth A. Reich, CSBO
Business Manager

CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS Year Ending June 30, 2025

Corrective Action Plan

Finding No.: 2025-002

Condition:

It was noted that the District did not complete the documentation of personnel expenses.

Plan:

Management will implement procedures to ensure that the documentation of personnel expense is completed.

Anticipated Date of Completion: 6/30/2026

Name of Contact Person: Beth Reich, CSBO/Business Manager

Management Response: N/A



Grant Community High School District 124

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Superintendent

Blair R. Schoell
Principal

Beth A. Reich, CSBO
Business Manager

CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS Year Ending June 30, 2025

Corrective Action Plan

Finding No.: 2025-003

Condition:

It was noted that the District did not hold consultation with private schools where students that live within the district boundaries attend. Even though there are no private high schools in the district boundaries, the district should make an effort to determine if there are any students attending a private school outside of the district boundaries. This process should be documented so it can be reviewed during future audits.

Plan:

Management will implement procedures to ensure that the consultation with private schools, if any and required documentation is completed.

Anticipated Date of Completion: 6/30/2026

Name of Contact Person: Beth Reich, CSBO/Business Manager

Management Response: N/A



Grant Community High School District 124

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Superintendent

Blair R. Schoell
Principal

Beth A. Reich, CSBO
Business Manager

CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS Year Ending June 30, 2025

Corrective Action Plan

Finding No.: 2025-004

Condition:

During the course of the audit, several of the District's cash accounts were found unreconciled and/or not included in the financial statements.

Plan:

Management will implement procedures to reconcile all cash accounts and include all District accounts in the financials. Will correct during fiscal year 2026.

Anticipated Date of Completion: 6/30/2026

Name of Contact Person: Beth Reich, CSBO/Business Manager

Management Response: N/A



Grant Community High School District 124

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Superintendent

Blair R. Schoell
Principal

Beth A. Reich, CSBO
Business Manager

CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS Year Ending June 30, 2025

Corrective Action Plan

Finding No.: 2025-005

Condition:

During the course of the audit, we determined that the District did not obtain any backup documentation for credit card expenses prior to the statements being paid.

Plan:

Management will begin planning updated controls to address these issues during fiscal year 2026 and hopefully have one implemented before year-end.

Anticipated Date of Completion: 6/30/2026

Name of Contact Person: Beth Reich, CSBO/Business Manager

Management Response: N/A