



INSPIRE • INNOVATE • ENGAGE
NORTH SHORE
SCHOOL DISTRICT 112

Highland Park, Illinois

Annual Comprehensive Financial Report

For the fiscal year
Ended June 30, 2025

"North Shore School District 112 is a transformative learning organization where curiosity inspires minds, innovation shapes the future, and students, staff, and families engage to create a kind and connected community that is committed to excellence."

Annual Comprehensive Financial Report
of
North Shore School District 112
June 30, 2025

Officials Issuing Report
Jeremy Davis
Assistant Superintendent for Business Services, CSBO

Department Issuing Report
Business Office

North Shore School District 112

Table of Contents

June 30, 2025

	<u>Page</u>
Introductory Section	
Transmittal Letter	i
ASBO Certificate	x
GFOA Certificate	xi
Organizational Chart	xii
Principal Officers and Advisors	xiii
Financial Section	
Independent Auditors' Report	xiv
Required Supplementary Information	
Management's Discussion and Analysis (MD&A) - Unaudited	xviii
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	1
Statement of Activities	2
Fund Financial Statements	
Balance Sheet - Governmental Funds	3
Reconciliation of the Governmental Funds - Balance Sheet to the Statement of Net Position	5
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	6
Reconciliation of the Governmental Funds - Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	8
Notes to Basic Financial Statements	9
Required Supplementary Information	
Schedule of Changes in the District's Net Pension Liability/(Asset) and Related Ratios - Illinois Municipal Retirement Fund	40
Schedule of District Contributions - Illinois Municipal Retirement Fund	42
Schedule of the District's Proportionate Share of the Collective Net Pension Liability and Schedule of District Contributions - Teachers' Retirement System	43
Schedule of Changes in the District's Total OPEB Liability and Related Ratios - Retiree's Health Plan	45
Schedule of the District's Proportionate Share of the Collective Net OPEB Liability and Schedule of District Contributions - Teachers' Health Insurance Security Fund	46
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual - General and Major Special Revenue Funds	
General Fund	48
Operations and Maintenance Fund	58
Transportation Fund	60
Municipal Retirement/Social Security Fund	61

North Shore School District 112

Table of Contents

June 30, 2025

	Page
Notes to Required Supplementary Information	63
Supplementary Information	
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual - Major Debt Service and Major Capital Projects Funds	
Debt Service Fund	64
Capital Projects Fund	66
Combining Balance Sheet - General Fund	67
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - General Fund	68
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual - General Fund Accounts	
Educational Accounts	69
Working Cash Accounts	78
Statistical Section	
Net Position by Component	79
Changes in Net Position	81
Fund Balances - Governmental Funds	83
Governmental Funds Revenues	85
Governmental Funds Expenditures and Debt Service Ratio	87
Other Financing Sources and Uses and Net Change in Fund Balances - Governmental Funds	89
Assessed Value and Estimated Actual Value of Taxable Property	91
Property Tax Rates - All Direct and Overlapping Governments	92
Principal Taxpayers	93
Property Tax Levies and Collections	94
Outstanding Debt by Type	95
Computation of Direct and Overlapping Debt	96
Legal Debt Margin Information	97
Demographic and Economic Statistics	99
Principal Employers	100
Full-Time Equivalent District Employees by Type	101
Operating Statistics - Last Ten Fiscal Years	102
Operating Indicators by Function	103
School Building Information	104



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NORTH SHORE

SCHOOL DISTRICT 112

October 10, 2025

President, Members of the Board of Education, and Citizens of Highland Park North Shore
School District 112
Highland Park, IL 60035

The Annual Comprehensive Financial Report of North Shore School District 112 (District 112), Highland Park, Illinois, for the fiscal year ended June 30, 2025, is attached. The Assistant Superintendent of Business Services prepared the report. The report date on the underlying financial statements is October 10, 2025, and an unmodified auditors' opinion on the financial statement has been issued.

Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge, the enclosed data is accurate in all material respects and is reported in a manner designed to present the financial position and results of operations of the District fairly. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

Financial Statements

The Annual Comprehensive Financial Report includes all funds controlled by or dependent on the Board of Education of the District and is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the District's organizational chart, a list of principal officials, the Certificate of Excellence, and the Certificate of Achievement for Excellence in Financial Reporting. The financial section includes Management's Discussion and Analysis (MD&A) of the District's financial performance for the year, the basic financial statements, and the fund financial statements and schedules, as well as the auditors' report on the financial statements and schedules and the notes to the financial statements. The statistical section includes selected unaudited financial and demographic information, generally presented on a multi-year basis.

The District does not have financial accountability over any other entity and, thus, does not include any other entity as a component unit in this report. Additionally, the District is an independent entity, not includable as a component unit of any other reporting entity.

History of the District

The District was organized on July 1, 1993, and is governed by an elected seven-member Board of Education. The District maintains grades kindergarten through eighth in seven elementary school buildings and two middle school buildings. Pre-kindergarten is housed at Oak Terrace Elementary School. The District's Continuum of Opportunities for Readiness and Engagement (CORE) special education programming is housed at the recently renovated Ravinia Elementary School.

The District provides educational instruction to children residing in the City of Highland Park, the City of Highwood, Fort Sheridan, and a portion of Deerfield. The District's operations are funded primarily through local property taxes. The District operates under guidelines and restrictions set forth in the Illinois School Code and various federal statutes.

In November 2022, North Shore School District 112 voters overwhelmingly approved a \$114.4 million referendum to renovate five of the District's elementary schools: Indian Trail, Ravinia, Braeside, Sherwood, and Wayne Thomas. As a result, the District issued its \$114.4 million of General Obligation Bonds in 2 tranches: \$56.3 million in December 2022 and then \$58.1 million in November 2024 to fund the renovations.

The District currently operates nine buildings. The elementary school buildings vary in age, with Braeside dating back to 1929, Indian Trail to 1955, Oak Terrace to 2001, Ravinia to 1913, Red Oak to 1958, Sherwood to 1961, and Wayne Thomas to 1957. Edgewood was built in 1951 and Northwood in 1959, but both schools have undergone recent renovations. The District's administration has temporarily relocated to rented facilities, with Green Bay and Elm Place serving as swing sites during these renovation projects.

The District's enrollment has remained relatively stable, with approximately 3,623 students enrolled for the 2025-2026 school year, including both regular and special education students. There are some fluctuations in enrollment throughout the year due to military housing in Fort Sheridan. Demographer Matthew Cropper's 2025 Demographic Report, posted on the District website, projects relatively steady enrollment in the District over the next five years.

Accounting Systems and Budgetary Control

The District has complete responsibility for the preparation and modification of its annual budget. It is solely accountable for its fiscal matters, including surpluses and deficits, assignments of management, and issuance of debt. The District's administration is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse. In addition, to ensure that adequate accounting data is compiled to prepare financial statements in conformity with accounting principles generally accepted in the United States of America.

The internal control structure is designed to provide a reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and that (2) the valuation of costs and benefits requires estimates and judgments by management.

The District's independent auditors run tests to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, and determine that the District has complied with applicable laws and regulations. The results of the tests for the fiscal year ended June 30, 2025, did not indicate any instances of material weaknesses in the internal control structure. No significant violations of applicable laws and regulations were noted.

The District maintains sound budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the District's Board of Education.

During the second half of the fiscal year, the business office provides the Board with estimated year-end variance reports on a monthly basis. The Board is also provided with other monthly financial information, including revenue and expenditure detail, check registers and cash, receivable, and investment summaries. Additional financial information is routinely provided as needed.

The General Fund Activities, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds are included in the annual budget. The level of budgetary control is established at the individual fund level.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

General Governmental Activities

The general governmental activities include all services provided by the District; included are the general, special revenue, debt service, and capital project funds. The activities include all instructional, maintenance, and administrative costs of the District.

Property taxes are by far the most significant revenue source for the District. The three factors that affect property tax revenues are assessed valuation, the tax multiplier, and the tax rate. The District's equalized assessed valuation of \$2,932,391,745 represents an increase in the tax base of 9.7% over the prior year. The tax multiplier is determined by a state agency that attempts to equalize the real property assessment to determine the property value for taxing purposes. This value is referred to as the equalized assessed valuation (EAV).

Economic Condition and Outlook

The District is located in a mature, "built-out" community in the northeastern part of the state, with a tax base predominantly made up of residential communities, alongside some retail businesses and limited industry. The economic stability of the Highland Park and Highwood areas remains strong, and assessed property values within the District have continued to rise over the past three years. According to Lake County projections, these values are expected to increase by over 6% next year. Should this growth occur, the District anticipates a reduction from its current tax rate of \$3.3663 per \$100 of Equalized Assessed Valuation (EAV).

The community's ongoing ability to meet its tax obligations remains evident. Additionally, as the District operates under the Property Tax Extension Limitation Law (PTELL), the tax extension has historically increased by inflation or 5%, whichever is less. Even amid recent inflation exceeding 5%, the District has continued to manage its finances prudently, producing operational surpluses annually.

In terms of capital projects, the District continues to make significant progress on the \$114.4 million referendum passed in November 2022, which funded major renovations at five of its elementary schools. Indian Trail Elementary and Ravinia Elementary schools have been completed. Renovations at Sherwood Elementary and Braeside Elementary are currently underway, with students at temporary swing sites. Sherwood Elementary renovations will conclude this fiscal year, and students will move back to Sherwood Elementary prior to the start of the 2026-2027 school year. Prior to the 2026-2027 school year, we will begin work on Wayne Thomas Elementary School.

Though renovations are going well, NSSD 112 still has one additional school to bid (Wayne Thomas Elementary), and we have over \$35 million in fund balance to contribute to finishing these projects. Thus, NSSD 112's fund balance, over the next two years, will diminish. This is a planned use of reserves, but NSSD 112's fund balance will not dip below 25% of its annual operating expenditures, as required by NSSD 112's Board Policy.

In summary, District 112 currently has over \$67.8 million in fund balance reserves, excluding the Capital Projects Fund, to help overcome negative economic impacts should District 112's economic outlook diminish. The District also had a surplus of approximately \$6.1 million in all funds, excluding the Capital Projects Fund, this most recent fiscal year, so NSSD 112 is well positioned to fund the rest of its Capital Project renovations from reserves after this fiscal year.

STRATEGIC CHANGE AGENDA, MISSION, VISION, AND VALUES

The board approved the district's new Strategic Change Agenda in March 2025, marking the culmination of a months-long process that engaged more than 200 community members, including parents, staff, and students. This agenda outlines the district's renewed mission, vision, values, and goal areas, providing a clear roadmap for the future.

The Process

In spring 2024, North Shore School District 112 recognized the need to develop a forward-thinking strategic plan to meet the evolving needs of students, staff and the broader community. Seeking an approach that went beyond traditional planning methods, the district partnered with the Schlechty Center, which offered a unique framework known as the Strategic Change Agenda. This student-centered, adaptive approach emphasized meaningful engagement and long-term transformation. To ensure a comprehensive and inclusive process, the district involved community members at every level, aiming to build a shared vision rooted in meaningful input from those directly impacted by its outcomes.

This commitment to collaboration laid the foundation for a strategic change process designed to drive continuous improvement and student success.

In September 2024, a Discovery Team was assembled for a two-day session to assess the organization's capacity to move in our desired direction. This team included a cross-section of community partners, the superintendent, deputy superintendent, school board members, leadership team members, staff, community members, students, and association leadership. Their role was to identify patterns, trends, and issues by serving as auditors as part of a capacity-building process. This process provided valuable insights, highlighting areas where the district operates effectively as a learning organization and where further exploration was needed. A few other frameworks provided by the Schlechty Center, including the Images of School, Defining Moments, and the ten System Capacity Standards, were used throughout the discovery process.

Subsequently, the Extended Discovery process involved multiple 45-minute focus conversations in October 2024 (in English and Spanish). These sessions included principals, associate principals, central office staff, students, community members, and families/caregivers.

In November 2024, when all focus conversations and assessments were completed, the data from those conversations were compiled and sorted to once again look for themes, patterns, and trends. Central office administrators looked for areas in which the district was doing well and areas in which the district could improve. The results were compiled and analyzed to identify areas of strength and opportunities for growth, then refined to identify key goal areas.

A small team representing the Office of the Superintendent and various departments collaborated to refine the goal areas, draft the mission, vision, and values, and create pictures of success. The draft was then reviewed again with the Discovery Team. In total, over 225 community members, including 80 students ranging from 5th grade through high school, contributed meaningfully to shaping these shared aspirations. The results of this inclusive process are proudly presented in this document.

In February 2025, a draft of the strategic change agenda was presented to the board of education during a committee of the whole meeting. This meeting provided an opportunity for an

in-depth discussion about the development process, key findings, and the proposed direction for the district's future. The board engaged in thoughtful dialogue, ensuring the agenda aligned with the district's goals and the community's needs.

Following this discussion, in March 2025, the board of education formally approved the strategic change agenda, setting the stage for its implementation. This milestone marked a commitment to continuous improvement and the realization of the district's long-term vision. Next, district and school administrators will use the agenda as a foundation for developing specific operational goals at both the district and school levels, translating the strategic priorities into actionable steps that drive meaningful progress.

This document will be reviewed annually to ensure goals and pictures of success remain in alignment with educational best practices and the needs of our students, staff, families/caregivers, and community.

Our Mission

North Shore School District 112 is a transformative learning organization where curiosity inspires minds, innovation shapes the future, and students, staff, and families engage to create a kind and connected community that is committed to excellence.

Our Vision

Our vision is to be a thriving, inclusive, learning community where each student is empowered to reach their full potential and achieve their greatest aspirations. By utilizing evidence-based practices, innovations in teaching and learning, and personalized support, we create an environment where each student learns, grows, and achieves academic excellence. We nurture resilience and foster meaningful relationships, while developing transformative leaders, engaged learners, and responsible citizens who are inspired and equipped to make a positive impact.

Our Values

COMPASSION

We value cultivating a compassionate community where students actively demonstrate empathy, kindness, and understanding toward others to uphold personal growth and social responsibility.

CONNECTION

We value connection as the foundation of our thriving learning organization. By encouraging meaningful relationships and two-way communication among students, families, staff, and the broader community, we build a supportive environment where everyone feels valued and engaged.

EQUITY

We value equity in our district by creating opportunities for each student by addressing individual needs, dismantling barriers, and amplifying student voices. We provide each student with the personalized resources and support to succeed, designing culturally responsive environments to meet each student where they are.

GROWTH

We value continuous growth by setting rigorous academic standards and high expectations for each student.

INTEGRITY

We value integrity in our learning organization by upholding honesty, respect, and accountability in how we act and how we treat others, and by nurturing students who make meaningful contributions to the community and the world.

SAFETY

We value safety and well-being, both physical and emotional, by creating a secure and supportive learning environment for students, staff, and the community.

Goal Areas

GOAL AREA ONE: FOCUS ON STUDENT SUCCESS AND WELL-BEING

We are committed to empowering each student to achieve personal success, experience continuous growth, and feel valued as a unique individual in a safe, inclusive, and culturally responsive learning environment. We are dedicated to designing learning experiences that ignite curiosity, strengthen students' ability to adapt and persevere through challenges, and nurture a sense of purpose. Through innovative approaches, we personalize instruction and intentionally leverage the power of curricular resources and technology to make learning exciting, meaningful, and rigorous. Student success is defined, celebrated, and communicated. We value student choice and student voice, encouraging each learner to take an active role in their education, follow their passions, make meaningful decisions, and shape their path. Social-emotional learning is prioritized to ensure that each student develops compassion, resilience, and connection. Together, we foster a community where each student finds inspiration, and explores new possibilities, and becomes an engaged learner.

GOAL AREA TWO: DEVELOP RELATIONSHIPS AND PARTNERSHIPS

We are committed to prioritizing strong relationships and partnerships with families and the community. Through two-way communication, the district fosters an environment that values transparency and connection, aiming to be a good neighbor by engaging respectfully and collaboratively with community members. With a commitment to accessibility, the district involves its multilingual community, ensuring that outreach efforts are inclusive and effective. By empowering families with the information they need, the district helps families confidently engage with tools and resources, strengthening the home-school connection. New families are welcomed through intentional onboarding, building trust and confidence in the district's

dedication to equity, safety, and community integration. Classroom communication is a central focus, with open, timely, and meaningful updates that keep families informed about learning and classroom activities. Real-time, accessible technology supports family engagement, and the district's communication structure provides continuity and consistency. The district encourages collaboration within the community, between schools and families, and with local agencies and organizations, fostering a support network to help each child thrive in school and beyond. Decision making considers community input to ensure actions are aligned with the community's values and needs. Together, these elements create a unified, thriving community where families, students and educators collaborate seamlessly, grounded in trust, mutual support and respect.

GOAL AREA THREE: FOCUS ON ATTRACTING, DEVELOPING, AND RETAINING QUALITY STAFF BY USING RESOURCES STRATEGICALLY, RESPONSIBLY, AND FLEXIBLY

We are committed to establishing and maintaining a positive culture in which staff are highly engaged and highly satisfied. Attracting, developing, and retaining quality staff by using resources strategically, responsibly, and flexibly is essential to building a supportive, positive, and high-performing learning organization. We build a collaborative culture by selecting candidates who exemplify our philosophy of the human capital management system, "one more like our best" and exhibit high levels of integrity and professionalism. We provide intentional instructional coaching, mentoring, and purposeful professional development for staff to grow and effectively perform in their roles. We are committed to building capacity for both those seeking advancement within the district and those who wish to lead from where they are, empowering all staff to contribute meaningfully. Financial accountability enables us to invest thoughtfully in our people, facilities, and technology, ensuring staff and students have the resources to feel safe, supported, and well-equipped for success. By maintaining flexibility in our approach, we can adapt to changing needs, creating a resilient workplace that attracts and retains top talent committed to excellence.

OTHER INFORMATION

Independent Audit

State statutes require an annual audit of the books of accounts, financial records, and transactions of all funds of the District. As of June 30, 2025, the financial statements audit and the year then ended was performed by the independent certified public accounting firm, Baker Tilly US, LLP. The unmodified auditors' report is included in the financial section of this report.

Awards and Acknowledgments

We wish to thank the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District responsibly and progressively. We also wish to thank the efficient and dedicated business office staff for their assistance in the timely preparation of this report. Their service was instrumental in our receiving of the ACFR awards for both ASBO & GFOA for the year ended June 30, 2024.

Respectfully submitted,



Michael Lubelfeld
Superintendent of Schools



Jeremy Davis
Assistant Superintendent for Business Services



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

North Shore School District 112

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2024.**

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



A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

Ryan S. Stechschulte
President

A handwritten signature in black ink, reading 'James M. Rowan'.

James M. Rowan, CAE, SFO
CEO/Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**North Shore School District 112
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

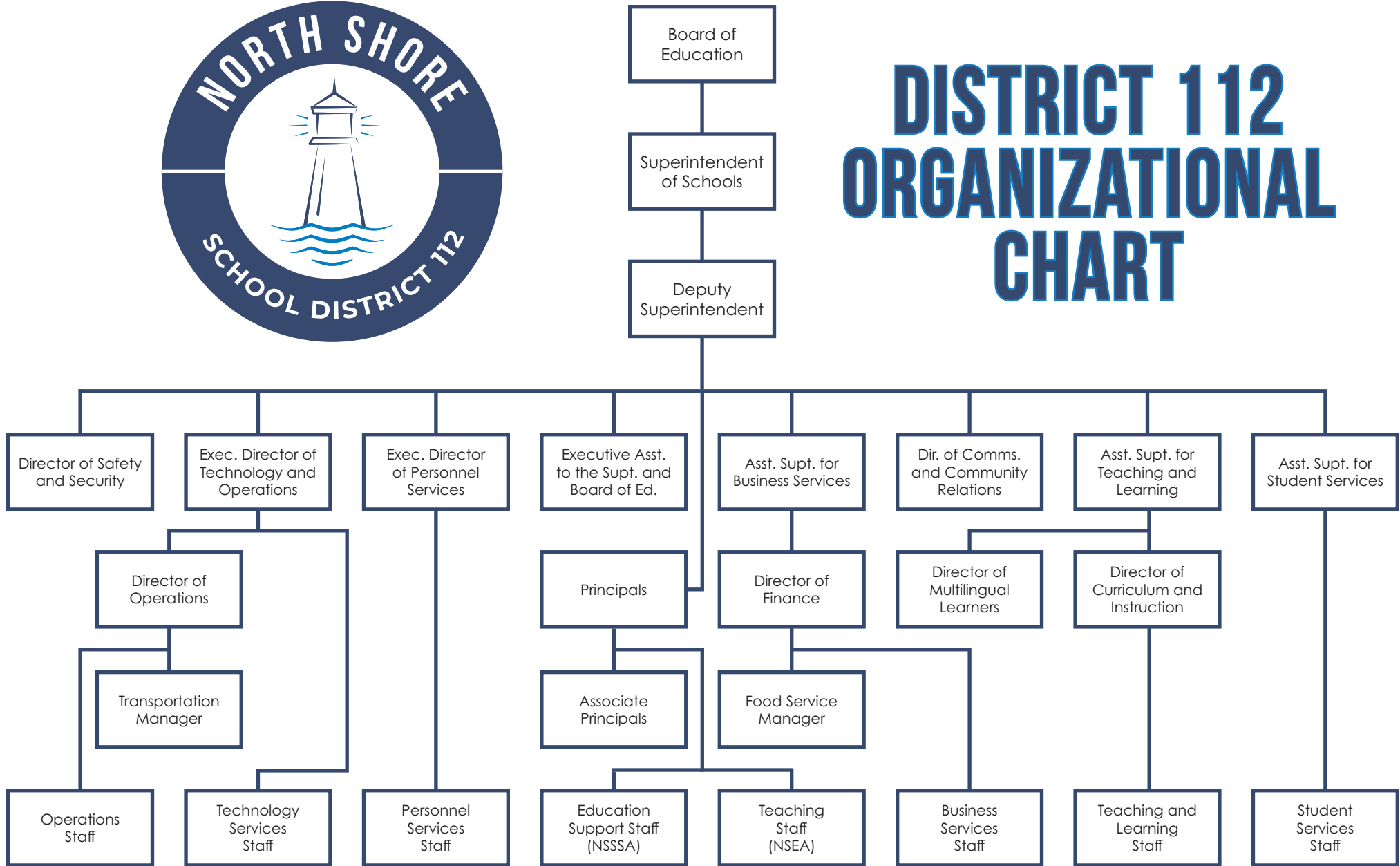
June 30, 2024

Christopher P. Morill

Executive Director/CEO



DISTRICT 112 ORGANIZATIONAL CHART



NORTH SHORE SCHOOLS DISTRICT 112
445 Sheridan Rd
Highwood, IL 60040

A n n u a l C o m p r e h e n s i v e F i n a n c i a l R e p o r t

For the Fiscal Year Ended June 30, 2025

Officers and Officials

Board of Education

		<u>Term Expires</u> (April)
Art Kessler	President	2029
Melissa Itkin	Vice-President	2027
Jenny Butler	Secretary	2027
Lisa Hirsh	Member	2027
Bennett Lasko	Member	2029
Lori Fink	Member	2029
Jaret Fishman	Member	2029

District Administration

Michael Lubelfeld, Ed.D.
Superintendent

Official Issuing Report

Jeremy Davis
Assistant Superintendent for Business Services/CSBO

Department Issuing Report

Business Office

Independent Auditors' Report

To the Board of Education of
North Shore School District 112

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 North Shore School District 112 (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of June 30, 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 (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the 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 for the year ended June 30, 2025 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information for the year ended June 30, 2025 as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2025, 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 is fairly stated in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2025.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District as of and for the year ended June 30, 2024 (not presented herein), and have issued our report thereon dated October 15, 2024, which contained unmodified opinions on the respective financial statements of the governmental activities and each major fund. The supplementary information for the year ended June 30, 2024 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2024 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2024 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those 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 is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2024.

Other Information

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

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

Report on Summarized Comparative Information

We have previously audited the District's 2024 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities and each major fund in our report dated October 15, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 10, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Baker Tilly US, LLP

Oak Brook, Illinois
October 10, 2025

North Shore School District 112

Management's Discussion and Analysis

June 30, 2025

(Unaudited)

The discussion and analysis of North Shore School District 112's (the District) financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2025. The management of the District encourages readers to consider the information presented herein in conjunction with the transmittal letter found in the introductory section and the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the MD&A).

Financial Highlights

- In total, net position increased by \$15.7. This represents an 11% increase from 2024 and is primarily due to the the renovation capital work at Indian Trail, Ravinia and Sherwood Elementary School, along with the geothermal project at Ravinia. The District capitalized Indian Trail Elementary Schools' construction in progress expenditures this fiscal year, resulting in an increase to net position. In addition, the increase was assisted by revenue from interest earnings.
- General revenues accounted for \$107.3 in revenue or 83% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$22.4 or 17% of total revenues of \$129.7.
- The District had \$114.0 in expenses related to government activities. However, only \$22.4 of these expenses were offset by program specific charges and grants.
- In November 2022, the District approved a \$114.4 million referendum. Of that \$56.3 million was issued in December 2022. In November 2024, the District sold its second tranche of bonds for \$58.1 million. Indian Trail and Ravinia have been completed. The construction at Sherwood is expected to be completed by May 2026, and Braeside is slated to finish in December of 2026. The design process for Wayne Thomas has started, with construction set to begin in July 2026.

Overview of the Financial Statements

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

- Government-wide financial statements,
- Fund financial statements, and
- Notes to basic financial statements.

This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

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

The statement of net position presents information on all of the District's assets/deferred outflows of resources and liabilities/deferred inflows of resources, with the difference between them 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.

North Shore School District 112

Management's Discussion and Analysis

June 30, 2025

(Unaudited)

The statement of activities presents information showing how the government's net position changed during the fiscal year being reported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

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

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds (the District maintains no proprietary 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 school district's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate 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 Fund, Operations and Maintenance Fund, Transportation Fund, Municipal Retirement/Social Security Fund, Debt Service Fund and Capital Projects Fund, all of which are considered to be major funds.

The District adopts an annual budget for each of the funds listed above. A budgetary comparison schedule has been provided for each fund to demonstrate compliance with this budget.

Notes to Basic Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's net pension and OPEB liabilities.

North Shore School District 112

Management's Discussion and Analysis

June 30, 2025

(Unaudited)

Government-Wide Financial Analysis

The District's combined net position was higher on June 30, 2025, than it was the year before, increasing 11% to \$160.4.

Table 1
Condensed Statements of Net Position
(in Millions of Dollars)

	2024	2025
Assets		
Current and other assets	\$ 192.8	\$ 215.5
Capital assets	207.3	246.0
Total assets	400.1	461.5
Total deferred outflows of resources	4.5	3.7
Liabilities		
Current liabilities	17.3	15.3
Long-term debt outstanding	118.6	166.6
Total liabilities	135.9	181.9
Total deferred inflows of resources	124.0	122.9
Net Position		
Net investment in capital assets	110.5	117.8
Restricted	11.5	1.1
Unrestricted	22.7	41.5
Total net position	\$ 144.7	\$ 160.4

Revenues in the governmental activities of the District of \$129.7 exceeded expenses by \$15.7. This was attributable primarily to the capitalization of Indian Trail School's construction in progress expenditures, resulting in an increase to net position. The increase was also attributable to an increase of \$1.6 million in interest income.

North Shore School District 112

Management's Discussion and Analysis

June 30, 2025

(Unaudited)

Table 2
Changes in Net Position
(in Millions of Dollars)

	2024	2025
Revenues		
Program revenues:		
Charges for services	\$ 1.3	\$ 1.5
Operating grants and contributions	23.7	20.8
Capital grants and contributions	0.1	0.1
General revenues:		
Taxes	91.6	95.2
Evidence based funding	3.4	3.4
Other	6.7	8.7
Total revenues	<u>126.8</u>	<u>129.7</u>
Expenses		
Instruction	44.6	48.6
Pupil and instructional staff services	15.5	15.8
Administration and business	6.5	6.7
Transportation	5.9	6.9
Operations and maintenance	10.4	12.9
Intergovernmental	17.3	15.4
Interest and fees	3.8	5.2
Other	1.2	2.5
Total expenses	<u>105.2</u>	<u>114.0</u>
Excess (deficiency) of revenues over expenses before special items	21.6	15.7
Gain on disposal of capital asset	<u>1.9</u>	<u>-</u>
Increase (decrease) in net position	23.5	15.7
Net Position, Beginning	<u>121.2</u>	<u>144.7</u>
Net Position, Ending	<u><u>\$ 144.7</u></u>	<u><u>\$ 160.4</u></u>

Property taxes accounted for the largest portion of the District's revenues, contributing 73%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$114.0, mainly related to instructing and caring for the students and student transportation at 63%.

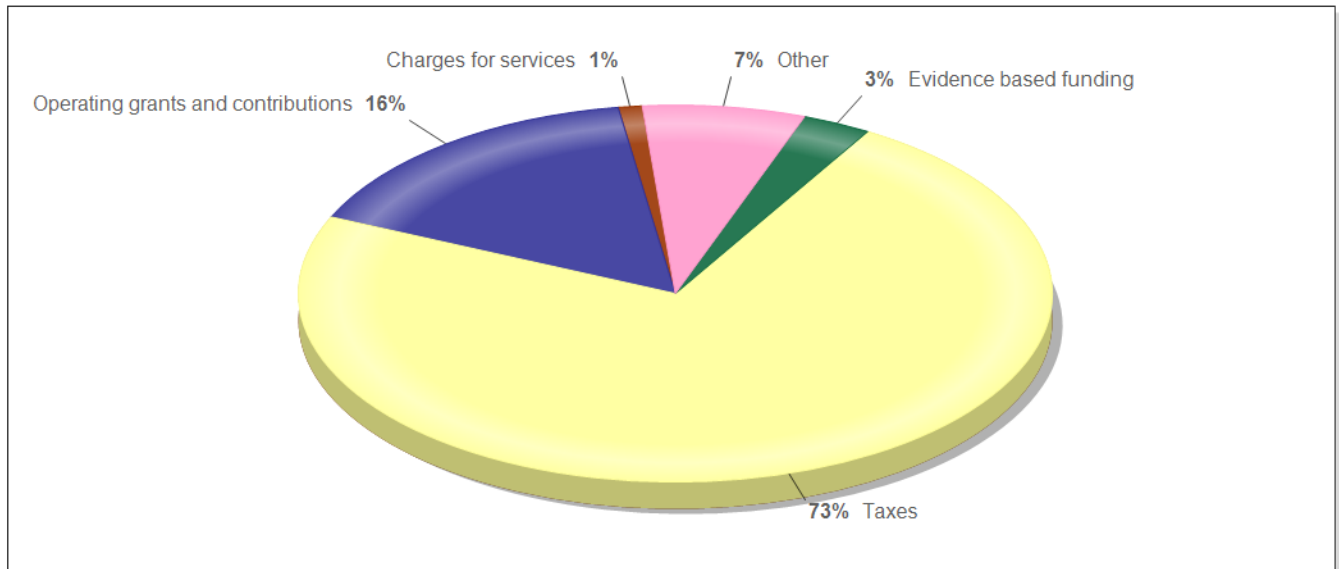
North Shore School District 112

Management's Discussion and Analysis

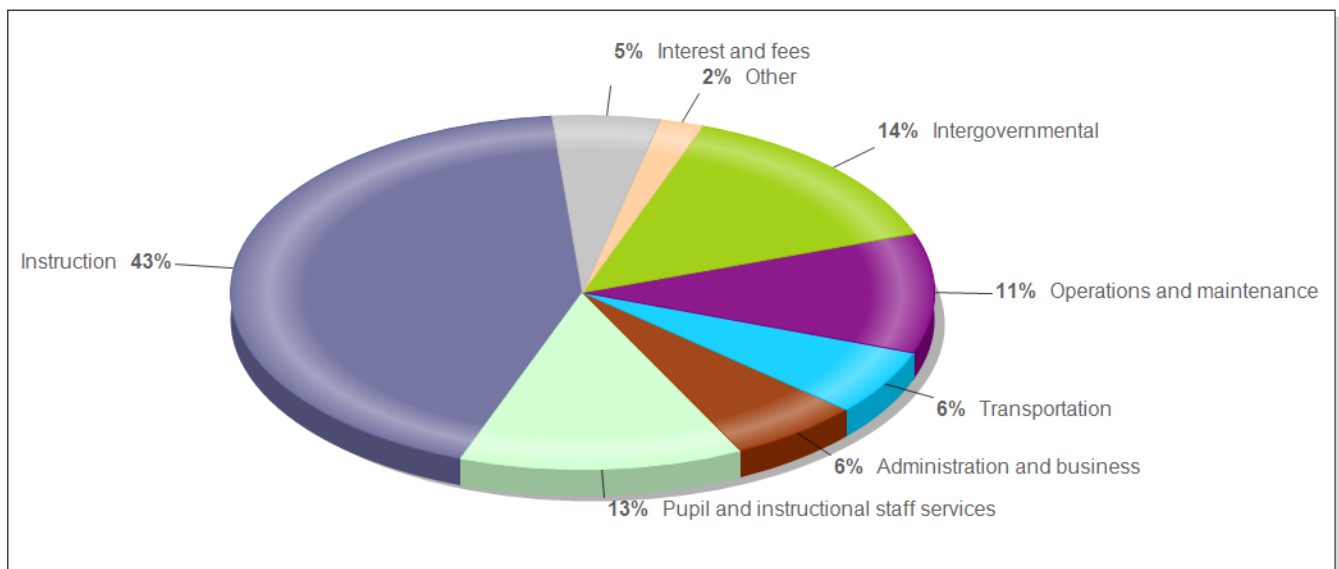
June 30, 2025

(Unaudited)

District-Wide Revenues by Source



District-Wide Expenses by Function



North Shore School District 112

Management's Discussion and Analysis

June 30, 2025

(Unaudited)

Financial Analysis of the District's Funds

The District's Governmental Funds balance increased from \$80.3 to \$101.8.

The General Fund's fund balance increased by \$5.2 million driven by increased investment income and unrealized gains on investments due to high interest rates.

In the Operations and Maintenance Fund fund balance increased by \$2.5 million primarily due to decreased capital expenditures compared to the prior year.

The Transportation Fund fund balance decreased by \$1.1 million primarily due to increases in transportation costs. The District added extra bus transportation services due to the renovation work at Sherwood Elementary School.

The Municipal Retirement/Social Security Fund fund balance decreased by \$0.9 million primarily due to a continued decrease in Corporate Personal Property Replacement Tax receipts, as most of the Corporate Personal Property Replacement Tax receipts are allocated to this fund.

The Capital Project Fund fund balance increased by \$15.5 million as the District sold its second tranche of bonds in November 2024. The District continues to spend down its Capital Projects Fund to complete its renovations.

General Fund Budgetary Highlights

The General Fund's local revenue sources were over budget and driven by investment income and unrealized gains on investments during the year.

Capital Assets and Debt Administration

Capital Assets

By the end of 2025, the District had compiled a total investment of \$332.4 million (\$246.0 net of accumulated depreciation/amortization) in a broad range of capital assets including buildings, land and equipment. Total depreciation/amortization expense for the year was \$7.9 million. The increase is the result of the renovation work at Indian Trail, Ravinia and Sherwood Elementary Schools. As noted in Table 3, buildings increased by \$22.7 million and construction in progress increased by \$16.9 million year over year. More detailed information about capital assets can be found in Note 4 of the basic financial statements.

Table 3
Capital Assets (Net of Depreciation)
(in Millions of Dollars)

	2024	2025
Land	\$ 4.1	\$ 4.1
Construction in progress	44.4	61.3
Buildings and building improvements	140.7	163.4
Building, right-to-use asset	1.4	1.0
Furniture, equipment and vehicles	15.9	15.6
Equipment, right-to-use asset	0.2	0.1
Land improvements	0.6	0.5
Total	<u>\$ 207.3</u>	<u>\$ 246.0</u>

North Shore School District 112

Management's Discussion and Analysis

June 30, 2025

(Unaudited)

Long-Term Debt

The District retired \$8.9 million in bonds, including premiums, and issued \$59.9 in bonds, including premiums, in 2025. The District reported a decrease of \$0.4 million in the net pension/OPEB liabilities. Leases and other were reduced by \$(2.6). At the end of fiscal 2025, the District had a debt margin of \$101.7. More detailed information on long-term debt can be found in Note 5 of the basic financial statements.

Table 4
Outstanding Long-Term Debt
(in Millions of Dollars)

	2024	2025
Compensated absences and other	\$ 0.2	\$ 0.2
Net pension liabilities	4.9	4.3
Net OPEB liabilities	10.8	11.0
General obligation bonds, including premium	96.9	147.9
Lease liabilities	1.6	1.1
Installment contract payable	3.3	2.1
Arbitrage rebate payable	0.9	-
Total	<u>\$ 118.6</u>	<u>\$ 166.6</u>

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the District was aware of the following circumstances that will significantly affect financial operations in the future:

- North Shore School District is currently in Phase 2 of its Long Range Facilities Plan. The District has completed its renovation of Indian Trail Elementary School and Ravinia Elementary School prior to the 2025-2026 school year. The District is in the beginning stages of renovating the remaining three elementary schools: Sherwood, Braeside and Wayne Thomas. The District is in a strong financial position to fund these final projects using remaining bond proceeds and reserves. Per Board policy, NSSD 112's reserves will not decrease below 25% of annual operational expenditures as NSSD 112 completes its renovations.

Requests for Information

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

Mr. Jeremy Davis - Assistant Superintendent for Business Services, CSBO
North Shore School District 112
445 Sheridan Road
Highwood, Illinois 60040

North Shore School District 112

Statement of Net Position

June 30, 2025

	<u>Governmental Activities</u>
Assets and Deferred Outflows of Resources	
Assets	
Cash and investments	\$ 163,510,349
Student activity cash	233,718
Receivables:	
Interest	1,437,631
Property taxes	49,635,748
Replacement taxes	159,761
Intergovernmental	467,145
Accounts	981
Prepaid items	82,950
Capital Assets	
Land	4,061,995
Construction in progress	61,265,495
Capital assets being depreciated/amortized, net of accumulated depreciation/amortization	<u>180,631,511</u>
Total assets	<u>461,487,284</u>
Deferred Outflows of Resources	
Deferred outflows related to pensions	1,686,265
Deferred outflows related to OPEB	<u>1,962,014</u>
Total deferred outflows of resources	<u>3,648,279</u>
Liabilities, Deferred Inflows of Resources and Net Position	
Liabilities	
Accounts payable	6,495,040
Salaries and wages payable	3,877,757
Retainage payable	1,530,802
Other current liabilities	43,858
Payroll deductions payable	2,498,669
Unearned student fees	298,120
Interest payable	507,965
Long-term liabilities:	
Other long-term liabilities, due within one year	7,594,119
Other long-term liabilities, due after one year	<u>158,996,576</u>
Total liabilities	<u>181,842,906</u>
Deferred Inflows of Resources	
Property taxes levied for a future period	98,712,107
Deferred inflows related to pensions	320,040
Deferred inflows related to OPEB	<u>23,855,088</u>
Total deferred inflows of resources	<u>122,887,235</u>
Net Position	
Net investment in capital assets	117,805,605
Restricted for:	
Retirement benefits	1,104,889
Unrestricted	<u>41,494,928</u>
Total net position	<u><u>\$ 160,405,422</u></u>

See notes to basic financial statements

North Shore School District 112

Statement of Activities

Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenue			Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities					
Instruction:					
Regular programs	\$ 28,435,963	\$ 1,130,464	\$ 466,534	\$ -	\$ (26,838,965)
Special programs	14,342,681	-	2,762,284	-	(11,580,397)
Other instructional programs	5,793,413	-	51,693	-	(5,741,720)
Student activities	127,297	132,247	-	-	4,950
Support services:					
Pupils	7,569,482	-	6,981	-	(7,562,501)
Instructional staff	8,181,718	-	94,700	-	(8,087,018)
General administration	1,660,441	-	-	-	(1,660,441)
School administration	3,040,442	-	-	-	(3,040,442)
Business	1,968,979	189,846	355,013	50,000	(1,374,120)
Transportation	6,906,138	38,037	1,726,596	-	(5,141,505)
Operations and maintenance	12,937,968	4,620	-	-	(12,933,348)
Central	1,618,310	-	-	-	(1,618,310)
Other supporting services	858,206	-	-	-	(858,206)
Intergovernmental:					
State retirement contributions	15,376,966	-	15,376,966	-	-
Other:					
Community services	2,295	-	-	-	(2,295)
Interest and fees	5,246,246	-	-	-	(5,246,246)
Total governmental activities	<u>\$ 114,066,545</u>	<u>\$ 1,495,214</u>	<u>\$ 20,840,767</u>	<u>\$ 50,000</u>	<u>(91,680,564)</u>
General Revenues					
Taxes:					
Real estate taxes, levied for general purposes					70,099,964
Real estate taxes, levied for specific purposes					16,017,795
Real estate taxes, levied for debt service					8,153,959
Intergovernmental, unrestricted:					
Personal property replacement taxes					925,881
State aid-formula grants					3,379,836
Investment income					8,168,532
Unrealized gain/loss on investments					319,782
Miscellaneous					294,582
Total general revenues					<u>107,360,331</u>
Change in net position					15,679,767
Net Position, Beginning					<u>144,725,655</u>
Net Position, Ending					<u>\$ 160,405,422</u>

See notes to basic financial statements

North Shore School District 112

Balance Sheet -

Governmental Funds

June 30, 2025

With Comparative Totals as of June 30, 2024

	<u>General Fund</u>	<u>Operations and Maintenance Fund</u>	<u>Transportation Fund</u>
Assets			
Cash and investments	\$ 99,838,850	\$ 14,258,967	\$ 3,456,894
Student activity cash	233,718	-	-
Receivables:			
Interest	900,883	-	-
Property taxes	37,246,167	6,426,430	1,947,573
Replacement taxes	-	16,066	25,546
Intergovernmental	467,145	-	-
Accounts	-	-	-
Prepaid items	-	82,950	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 138,686,763</u>	<u>\$ 20,784,413</u>	<u>\$ 5,430,013</u>
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities			
Accounts payable	\$ 1,114,112	\$ 854,030	\$ 1,056,572
Salaries and wages payable	3,877,757	-	-
Retainage payable	-	-	-
Other current liabilities	43,740	-	11
Payroll deductions payable	2,489,021	9,428	1
Unearned student fees	277,621	-	20,499
	<u>7,802,251</u>	<u>863,458</u>	<u>1,077,083</u>
Total liabilities	<u>7,802,251</u>	<u>863,458</u>	<u>1,077,083</u>
Deferred Inflows of Resources			
Property taxes levied for a future period	74,072,576	12,780,435	3,873,196
Unavailable state and federal aid receivable	9,390	-	-
Unavailable interest receivable	281,450	-	-
	<u>74,363,416</u>	<u>12,780,435</u>	<u>3,873,196</u>
Total deferred inflows of resources	<u>74,363,416</u>	<u>12,780,435</u>	<u>3,873,196</u>
Fund Balance			
Nonspendable	-	82,950	-
Restricted	-	-	-
Assigned	233,718	7,057,570	479,734
Unassigned	56,287,378	-	-
	<u>56,521,096</u>	<u>7,140,520</u>	<u>479,734</u>
Total fund balance	<u>56,521,096</u>	<u>7,140,520</u>	<u>479,734</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 138,686,763</u>	<u>\$ 20,784,413</u>	<u>\$ 5,430,013</u>

See notes to basic financial statements

Municipal Retirement/ Social Security Fund	Debt Service Fund	Capital Projects Fund	Total	
			2025	2024
\$ 2,845,860	\$ 4,538,841	\$ 38,570,937	\$ 163,510,349	\$ 142,585,043
-	-	-	233,718	228,768
-	-	536,748	1,437,631	862,468
-	4,015,578	-	49,635,748	47,623,530
118,149	-	-	159,761	233,948
-	-	-	467,145	1,121,335
981	-	-	981	17,707
-	-	-	82,950	134,488
<u>\$ 2,964,990</u>	<u>\$ 8,554,419</u>	<u>\$ 39,107,685</u>	<u>\$ 215,528,283</u>	<u>\$ 192,807,287</u>
\$ 3,298	\$ -	\$ 3,467,028	\$ 6,495,040	\$ 8,570,937
-	-	-	3,877,757	3,590,534
-	-	1,530,802	1,530,802	2,208,756
107	-	-	43,858	(2,582)
219	-	-	2,498,669	2,301,879
-	-	-	298,120	351,922
<u>3,624</u>	<u>-</u>	<u>4,997,830</u>	<u>14,744,246</u>	<u>17,021,446</u>
-	7,985,900	-	98,712,107	95,132,684
-	-	-	9,390	-
-	-	24,046	305,496	398,689
<u>-</u>	<u>7,985,900</u>	<u>24,046</u>	<u>99,026,993</u>	<u>95,531,373</u>
-	-	-	82,950	134,488
2,244,881	63,724	23,537,468	25,846,073	13,141,213
716,485	504,795	10,548,341	19,540,643	15,913,267
-	-	-	56,287,378	51,065,500
<u>2,961,366</u>	<u>568,519</u>	<u>34,085,809</u>	<u>101,757,044</u>	<u>80,254,468</u>
<u>\$ 2,964,990</u>	<u>\$ 8,554,419</u>	<u>\$ 39,107,685</u>	<u>\$ 215,528,283</u>	<u>\$ 192,807,287</u>

See notes to basic financial statements

North Shore School District 112

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2025

Total Fund Balances, Governmental Funds \$ 101,757,044

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

Net capital assets used in governmental activities and included in the Statement of Net Position do not require the expenditure of financial resources and, therefore, are not reported in the Governmental Funds Balance Sheet. 245,959,001

Certain revenues receivable by the District and recognized in the Statement of Net Position do not provide current financial resources and are included as deferred inflows of resources in the Governmental Funds Balance Sheet, as follows:

Interest revenue	\$ 305,496	
State and federal aid	<u>9,390</u>	
		314,886

Deferred outflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. 1,686,265

Deferred outflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. 1,962,014

Deferred inflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. (320,040)

Deferred inflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. (23,855,088)

Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position.

Balances at June 30, 2025 are:

Bonds payable	(136,620,000)	
Lease liabilities	(1,085,636)	
Unamortized bond premium	(11,267,757)	
Net OPEB liability	(10,985,974)	
Net pension liability	(4,346,344)	
Installment contract payable	(2,117,192)	
Compensated absences	<u>(167,792)</u>	
		(166,590,695)

Interest on long-term liabilities accrued in the Statement of Net Position will not be paid with current financial resources and, therefore, is not recognized in the Governmental Funds Balance Sheet. (507,965)

Net Position of Governmental Activities \$ 160,405,422

North Shore School District 112

Statement of Revenues, Expenditures and Changes in Fund Balances -
Governmental Funds
Year Ended June 30, 2025
With Comparative Totals for the Year Ended June 30, 2024

	General Fund	Operations and Maintenance Fund	Transportation Fund	Municipal Retirement/Social Security Fund
Revenues				
Property taxes	\$ 70,310,060	\$ 12,131,259	\$ 3,676,440	\$ -
Corporate personal property replacement taxes	-	92,588	148,141	685,152
State aid	25,637,306	50,000	1,726,596	-
Federal aid	2,700,056	-	-	-
Investment income	4,651,446	529,194	184,255	178,079
Student activities	132,247	-	-	-
Other	1,548,820	70,692	38,037	-
Total revenues	104,979,935	12,873,733	5,773,469	863,231
Expenditures				
Current:				
Instruction:				
Regular programs	28,131,651	-	-	349,768
Special programs	12,080,869	-	-	364,557
Other instructional programs	6,017,310	-	-	105,162
Student activities	127,297	-	-	-
Support services:				
Pupils	6,857,471	-	-	142,610
Instructional staff	7,062,328	-	-	159,083
General administration	2,256,535	-	-	29,304
School administration	3,797,861	-	-	134,671
Business	1,764,703	-	-	112,618
Transportation	-	-	6,865,845	18,645
Operations and maintenance	13,016	8,619,066	-	219,968
Central	1,485,085	-	-	78,041
Other supporting services	858,457	-	-	-
Community services	1,788	-	-	-
Intergovernmental:				
State retirement contributions	21,229,711	-	-	-
Payments to other districts and government units	1,971,298	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	1,282,922	877,456	-	-
Total expenditures	94,938,302	9,496,522	6,865,845	1,714,427
Excess (deficiency) of revenues over expenditures	10,041,633	3,377,211	(1,092,376)	(851,196)
Other Financing Sources (Uses)				
Transfers in	-	3,500,000	-	-
Transfers (out)	(4,862,504)	(4,346,780)	-	-
Principal on bonds sold	-	-	-	-
Premium on bonds sold	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Lease proceeds	-	-	-	-
Installment contract proceeds	-	-	-	-
Total other financing sources (uses)	(4,862,504)	(846,780)	-	-
Net change in fund balance	5,179,129	2,530,431	(1,092,376)	(851,196)
Fund Balance, Beginning	51,341,967	4,610,089	1,572,110	3,812,562
Fund Balance, Ending	\$ 56,521,096	\$ 7,140,520	\$ 479,734	\$ 2,961,366

See notes to basic financial statements

<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>	
		<u>2025</u>	<u>2024</u>
\$ 8,153,959	\$ -	\$ 94,271,718	\$ 90,200,838
-	-	925,881	1,380,722
-	-	27,413,902	24,952,756
-	-	2,700,056	3,649,608
236,522	1,870,502	7,649,998	7,985,906
-	-	132,247	146,989
-	-	1,657,549	1,426,793
<u>8,390,481</u>	<u>1,870,502</u>	<u>134,751,351</u>	<u>129,743,612</u>
-	-	28,481,419	25,739,840
-	-	12,445,426	12,700,583
-	-	6,122,472	5,879,275
-	-	127,297	125,572
-	-	7,000,081	6,514,979
-	-	7,221,411	7,879,668
-	-	2,285,839	2,358,975
-	-	3,932,532	3,914,369
-	-	1,877,321	1,892,814
-	-	6,884,490	5,895,389
-	-	8,852,050	7,138,091
-	-	1,563,126	1,183,918
-	-	858,457	16,216
-	-	1,788	2,585
-	-	21,229,711	18,763,693
-	-	1,971,298	1,911,614
10,041,846	-	10,041,846	8,582,412
5,669,441	-	5,669,441	5,229,049
-	44,445,473	46,605,851	49,834,492
<u>15,711,287</u>	<u>44,445,473</u>	<u>173,171,856</u>	<u>165,563,534</u>
<u>(7,320,806)</u>	<u>(42,574,971)</u>	<u>(38,420,505)</u>	<u>(35,819,922)</u>
5,709,284	-	9,209,284	8,164,148
-	-	(9,209,284)	(8,164,148)
1,854,103	52,445,897	54,300,000	-
-	5,623,081	5,623,081	-
-	-	-	1,904,593
-	-	-	399,375
-	-	-	3,831,477
<u>7,563,387</u>	<u>58,068,978</u>	<u>59,923,081</u>	<u>6,135,445</u>
242,581	15,494,007	21,502,576	(29,684,477)
325,938	18,591,802	80,254,468	109,938,945
<u>\$ 568,519</u>	<u>\$ 34,085,809</u>	<u>\$ 101,757,044</u>	<u>\$ 80,254,468</u>

See notes to basic financial statements

North Shore School District 112

Reconciliation of the Governmental Funds
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 \$ 21,502,576

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

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital outlay is reported as an expenditure in the governmental funds but is capitalized in the Statement of Activities	\$ 46,602,115	
Depreciation is reported in the Statement of Activities	(7,921,261)	
		38,680,854

Certain revenues included in the Statement of Activities do not provide current financial resources and, therefore, are included as deferred inflows of resources in the fund statements:

Interest revenue	(93,193)	
State and federal aid	9,390	
		(83,803)

The issuance of long-term debt (bonds, leases, etc.) provides current financial resources to the governmental funds, while its principal repayment consumes current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. This is the amount by which proceeds from current year long-term financing arrangements exceeded current year principal repayments.

(44,258,154)

Governmental funds report the effects of premiums, discounts and similar items when the debt is issued. However, these amounts are deferred and amortized in the Statement of Activities. This is the amount of the current year, net effect of these differences.

(5,012,531)

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

Interest payable	(187,354)	
Compensated absences	(8,781)	
State on-behalf contribution revenue	(5,852,745)	
State on-behalf contribution expense	5,852,745	
Net OPEB liability	(220,748)	
Deferred outflows related to OPEB	285,952	
Deferred inflows related to OPEB	4,680,596	
Net pension liability	540,126	
Arbitrage rebate payable	931,509	
Deferred outflows related to pensions	(1,157,192)	
Deferred inflows related to pensions	(13,283)	
		4,850,825

Change in Net Position of Governmental Activities \$ 15,679,767

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

1. Summary of Significant Accounting Policies

North Shore School District 112 (the District) operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to the accounting principles generally accepted in the United States of America, as applicable to local governmental units of this type. The following is a summary of the more significant accounting policies of the District:

Reporting Entity

This report includes all of the funds of the District. The District is located in Lake County, Illinois. The District is governed by an elected Board of Education. The Board of Education maintains final responsibility for all personnel, budgeting, taxing and debt matters. The reporting entity for the District consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The District has not identified any organizations that meet this criteria.

Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of interfund activity has been removed from these statements. The District's operating activities are all considered "governmental activities", that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered "business activities".

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: (1) amounts paid by the recipient of goods or services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Governmental Funds Financial Statements

Governmental funds financial statements are organized and operated on the basis of funds and are used to account for the District's general governmental activities. Fund accounting segregates funds according to their intended purpose, and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, reserves, fund balance, revenues and expenditures. The minimum number of funds is maintained consistent with legal and managerial requirements.

Separate financial statements are provided for all governmental funds.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue when all eligibility requirements have been met.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both "measurable and available". "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, expenditures for unmatured principal and interest on general long-term debt are recognized when due; and certain compensated absences, claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Major Governmental Funds

General Fund

The general operating fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state government aid.

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

Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted or assigned to expenditures for specified purposes, other than those accounted for in the Debt Service Fund or Capital Projects Funds.

Operations and Maintenance Fund

Operations and Maintenance Fund accounts for expenditures made for repair and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes.

Transportation Fund

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

Municipal Retirement/Social Security Fund

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

Debt Service Fund

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

Capital Project Fund

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

Capital Projects Fund

Capital Project Fund accounts for construction projects and renovations financed through transfers from the Operations and Maintenance Fund and debt issuance.

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

Property taxes, replacement taxes, certain state and federal aid and interest on investments are susceptible to accrual. Other receipts become measurable and available when cash is received by the District and recognized as revenue at that time.

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until earned.

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosure of contingent assets, deferred outflows of resources, liabilities and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity**Deposits and Investments**

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly-rated commercial paper, corporate bonds, repurchase agreements and the State Treasurer's Investment Pool. Investments are stated at fair value. Changes in fair value of investments are included as investment income.

Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". These amounts are eliminated in the governmental activities column in the statement of net position. Receivables are expected to be collected within one year.

Unearned Revenue

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2024 levy resolution was approved during the November 19, 2024 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

The tax rate ceilings are applied at the fund level. These ceilings are established by state law subject to change only by the approval of the voters of the District.

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The CPI rates applicable to the 2024 and 2023 tax levies were 3.4% and 5.0%, respectively.

Property taxes are collected by the County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two equal installments: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the District within 60 days of the respective installment dates.

The 2024 property tax levy is recognized as a receivable in fiscal 2025, less amounts already received. The District considers that the 2024 levy is to be used to finance operations in fiscal 2026. Therefore, the entire 2024 levy, including amounts collected in fiscal 2025, has been recognized as a deferred inflow of resources, in the accompanying financial statements.

Personal Property Replacement Taxes

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

Prepaid Items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Capital Assets

Capital assets, which include land, land improvements, buildings and building improvements and furniture, equipment and vehicles are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$500 for furniture and equipment and \$100,000 for buildings and improvements, with an estimated useful life of more than two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and building improvements	40
Land improvements	20
Furniture, equipment and vehicles	5-20

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

Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

Compensated Absences

Under terms of employment, employees are granted vacations in varying amounts.

Vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, or are payable with expendable available resources.

Payments for vacation will be made at rates in effect when the benefits are used. Accumulated vacation liabilities at June 30, 2025 are determined on the basis of current salary rates and include salary related payments.

Employees who work a twelve-month year are entitled to be compensated for vacation time. Employees have six months to use their vacation time after it is earned or allotted.

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 applicable bonds using the effective interest method. The balance at year end for premiums/discounts is shown as an increase or decrease in the liability section of the statement of net position.

In the fund financial statements, governmental funds recognize bond premiums and discounts during the period incurred. 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.

Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

Equity Classifications

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

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

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

Unrestricted Net Position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

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

Equity is classified as fund balance in the fund financial statements and displayed in five components:

Nonspendable - includes amounts not in spendable form, such as inventory, or amounts required to be maintained intact legally or contractually (principal endowment) (e.g. inventory, pre-paid items, permanent scholarships).

Restricted - includes amounts constrained for a specific purpose by external parties (e.g. Debt Service, Capital Projects, State and Federal Grant Funds).

Committed - includes amounts constrained for a specific purpose by a government using its highest level of decision making authority, the Board of Education. This formal action (a resolution) must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Board of Education board that originally created the commitment.

Assigned - includes general fund amounts constrained for a specific purpose by the Board of Education or by an official that has been delegated authority to assign amounts. The Board of Education has declared that the Superintendent may assign amounts for a specific purpose. The Board of Education may also take official action to assign amounts. Additionally, all remaining positive spendable amounts in governmental funds, other than the General Fund, that are neither restricted nor committed are considered assigned. Assignments may take place after the end of the reporting period.

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended in is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

The District has a formal minimum fund balance policy. The policy states that unrestricted reserves in the operating funds shall be maintained at a level equal to approximately 25% of the current year expenditures and transfers exclusive of on-behalf payments. The operating budget is comprised of the Educational Accounts and Working Cash Accounts within the General Fund, Operations and Maintenance and the Transportation Fund. As of June 30, 2025, the District is in compliance with the formal minimum fund balance policy.

Governmental fund balances reported on the fund financial statements at June 30, 2025 are as follows:

The nonspendable fund balance in the Operations and Maintenance Fund are for prepaid items. The assigned fund balance in the General Fund is for student activity purposes. The assigned fund balances are for the purpose of the respective fund as described above in the Major Governmental Funds section.

Comparative Data

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2024, from which such summarized information was derived.

Eliminations and Reclassifications

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

2. Stewardship, Compliance and Accountability

Excess of Expenditures Over Budget

For the year ended June 30, 2025, expenditures exceeded budget in the Transportation Fund by \$920,737. Expenditures also exceeded budget in the Municipal Retirement/Social Security Fund and the Capital Projects Fund by \$152,716 and \$4,244,567, respectively. These excesses were funded by available financial resources.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

3. Deposits and Investments

At year end, the District's cash and investments was comprised of the following:

	<u>Carrying Value</u>	<u>Statement Balances</u>
Deposits with financial institutions	\$ 48,346,774	\$ 48,463,360
ISDLAF+	25,549,136	25,527,616
Money market mutual funds	114,707	114,707
ISDLAF + Term Series	63,200,000	63,200,000
U.S. Agencies - implicitly guaranteed	3,532,381	3,532,381
U.S. treasuries	12,749,836	12,749,836
Negotiable certificates of deposit	10,250,589	10,250,589
Petty cash	644	-
	<u> </u>	<u> </u>
Total	<u>\$ 163,744,067</u>	<u>\$ 163,838,489</u>
Reconciliation to financial statements		
Per statement of net position:		
Cash and investments	\$ 163,510,349	
Student activity cash	<u>233,718</u>	
	<u> </u>	
Total	<u>\$ 163,744,067</u>	

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. The District's investments detailed in the interest rate risk table below are measured using the market valuation method and Level 2 valuation inputs with exception of U.S. Treasury notes which are Level 1 valuation inputs.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District's investment policy seeks to ensure preservation of capital in the District's overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The policy does not limit investment maturities as a means for managing its exposure to fair value losses arising from increasing interest rates. However, the policy requires the District's investment portfolio to be sufficiently liquid to enable the District to meet all operating requirements as they come due. A portion of the portfolio is required to be invested in readily available funds to ensure appropriate liquidity.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

At year end, the District had the following investments:

Investment Type	Investment Maturity (in Years)				
	Fair Value	Less Than One	1-5	5-10	More Than 10
Negotiable certificates of deposit	\$ 10,250,589	\$ 3,176,539	\$ 7,074,050	\$ -	\$ -
U.S. treasuries	12,749,836	12,749,836	-	-	-
U.S. agency securities, implicitly guaranteed	3,532,381	500,040	3,032,341	-	-
Total	<u>\$ 26,532,806</u>	<u>\$ 16,426,415</u>	<u>\$ 10,106,391</u>	<u>\$ -</u>	<u>\$ -</u>

Redemption Notice Period

Investments in ISDLAF's Term Series may be redeemed upon seven days' advance notice. Redemption prior to maturity may result in the realization of a loss on the investment, including a penalty in an amount necessary to recoup the Term Series penalty charges, losses and other costs attributable to the early redemption.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State Statutes limit the investments in commercial paper and corporate bonds to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The District's investment policy does not specifically address credit risk. The District's investments in the money market mutual fund consist of investments in the Federated Hermes Government Obligations Fund which is rated AAA by Standard and Poor's. The District's investments in U.S. Treasuries were rated Aa1 by Moody's Investor Services and the U.S. agencies were rated Aa1 by Moody's Investors Service and AA+ by Standard and Poor's. Ratings were not available for the Negotiable Certificates of Deposit and the ISDLAF + Term Series investments.

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

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's investment policy requires diversification of the investment portfolio to minimize the risk of loss resulting from over concentration in a particular type of security, risk factor, issuer or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Treasurer to meet the District's ongoing need for safety, liquidity and rate of return. At June 30, 2025, the District held 11.4% of their investments in FHLBs. The District also held investments in negotiable certificates of deposit, three of which individually represented more than 5% of the District's total investment portfolio.

Custodial Credit Risk - Deposits

With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2025, the bank balance of the District's deposit with financial institutions totaled \$48,463,360 which was fully collateralized and insured.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Custodial Credit Risk - Investments

With respect to investments, custodial credit risk is the risk that, in the even of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring all investments be secured by private insurance or collateral.

Separate cash and investment accounts are not maintained for all District funds; instead, the individual funds maintain their invested and uninvested balances in the common checking and investment accounts, with accounting records being maintained to show the portion of the common account balance attributable to each participating fund.

4. Capital Assets

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

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated/amortized:				
Land	\$ 4,061,995	\$ -	\$ -	\$ 4,061,995
Construction in progress	44,380,469	42,308,091	25,423,065	61,265,495
Total capital assets not being depreciated/amortized	48,442,464	42,308,091	25,423,065	65,327,490
Capital assets being depreciated/amortized:				
Land improvements	1,858,382	-	-	1,858,382
Buildings	198,323,798	26,910,038	-	225,233,836
Buildings, right-to-use lease asset	1,691,849	-	-	1,691,849
Furniture, equipment and vehicles	34,822,295	2,807,051	-	37,629,346
Equipment, right-to-use lease asset	669,138	-	-	669,138
Total capital assets being depreciated/ amortized	237,365,462	29,717,089	-	267,082,551
Less accumulated depreciation/ amortization for:				
Land improvements	1,311,681	37,451	-	1,349,132
Buildings	57,613,760	4,154,671	-	61,768,431
Buildings, right-to-use lease asset	277,792	399,838	-	677,630
Furniture, equipment and vehicles	18,876,985	3,166,616	-	22,043,601
Equipment, right-to-use lease asset	449,561	162,685	-	612,246
Total accumulated depreciation/amortization	78,529,779	7,921,261	-	86,451,040
Net capital assets being depreciated/amortized	158,835,683	21,795,828	-	180,631,511
Net governmental activities capital assets	<u>\$ 207,278,147</u>	<u>\$ 64,103,919</u>	<u>\$ 25,423,065</u>	<u>\$ 245,959,001</u>

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Depreciation/amortization expense was recognized in the operating activities of the District as follows:

<u>Governmental Activities</u>	<u>Depreciation</u>
Regular programs	\$ 1,726,929
Special programs	49,922
Pupils	2,228,481
General administration	3,881
School administration	3,281
Business	6,788
Transportation	6,007
Operations and maintenance	3,867,821
Central	15,131
Food	13,020
	<u>7,921,261</u>
Total depreciation/amortization expense, governmental activities	<u>\$ 7,921,261</u>

5. Long-Term Liabilities

Changes in General Long-Term Liabilities

The following is the long-term liability activity for the District for the year ended June 30, 2025:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
General obligation bonds	\$ 90,640,000	\$ 54,300,000	\$ 8,320,000	\$ 136,620,000	\$ 5,765,000
Unamortized premium	6,255,226	5,623,081	610,550	11,267,757	-
Total bonds payable	<u>96,895,226</u>	<u>59,923,081</u>	<u>8,930,550</u>	<u>147,887,757</u>	<u>5,765,000</u>
Lease liabilities	1,648,159	-	562,523	1,085,636	502,004
Installment contract payable	3,276,515	-	1,159,323	2,117,192	1,159,323
Arbitrage rebate payable	931,509	-	931,509	-	-
Compensated absences (net change)	159,011	8,781	-	167,792	167,792
Net pension liability	4,886,470	4,717,170	5,257,296	4,346,344	-
Net OPEB liability	<u>10,765,226</u>	<u>536,059</u>	<u>315,311</u>	<u>10,985,974</u>	<u>-</u>
Total long-term liabilities, governmental activities	<u>\$ 118,562,116</u>	<u>\$ 65,185,091</u>	<u>\$ 17,156,512</u>	<u>\$ 166,590,695</u>	<u>\$ 7,594,119</u>

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

General Obligation Bonds

General obligation bonds are direct obligations and pledge the full faith and credit of the District.

General obligation bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Original Amount</u>	<u>Carrying Amount</u>
Series 2019 General Obligation Bonds (Alternative Revenue Source) dated March 14, 2019 are due in annual installments through June 1, 2038	3.25%- 5.00%	\$ 50,945,000	\$ 39,225,000
Series 2022 General Obligation Bonds dated December 30, 2022 are due in annual installments through December 1, 2042	4.00%- 5.00%	54,045,000	43,095,000
Series 2024 General Obligation Bonds dated November 5, 2024 are due in annual installments through December 1, 2042	4.00%- 5.00%	<u>54,300,000</u>	<u>54,300,000</u>
Total		<u>\$159,290,000</u>	<u>\$136,620,000</u>

Annual debt service requirements to maturity for general obligation bonds are as follows for governmental type activities:

<u>Years</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 5,765,000	\$ 6,009,213	\$ 11,774,213
2027	6,055,000	5,716,588	11,771,588
2028	6,360,000	5,409,213	11,769,213
2029	6,685,000	5,086,213	11,771,213
2030	7,025,000	4,746,838	11,771,838
2031-2035	40,225,000	18,640,163	58,865,163
2036-2040	42,165,000	8,962,084	51,127,084
2041-2043	<u>22,340,000</u>	<u>1,376,500</u>	<u>23,716,500</u>
Total	<u>\$ 136,620,000</u>	<u>\$ 55,946,812</u>	<u>\$ 192,566,812</u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2025, the statutory debt limit for the District was \$202,335,030, providing a debt margin of \$101,737,202.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Leases

The District has entered into lease agreements as a lessee for financing the temporary acquisition of general office and warehouse space, office space, buildings and printers/copiers. These agreements qualify as leases for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. The obligations for the office space and general office and warehouse space will be repaid from the Debt Service Fund and funded by a transfer of resources from the Operations and Maintenance Fund. The obligations for the printers/copiers will be repaid from the Debt Service Fund and funded by a transfer of resources from the General Fund (Educational Accounts).

Description	Date of Issue	Final Maturity	Interest Rates	Original Amount	Balance
Xerox, printers/copiers	12/01/2020	11/30/2025	5.0%	\$ 669,138	\$ 71,417
General office and warehouse space, 1495 Old Deerfield Road	04/12/2023	04/12/2029	5.0%	332,306	217,862
General office and warehouse space, 1465 Busch Parkway	01/18/2023	06/30/2024	5.0%	140,644	105,001
Office space, 445 Sheridan Road	12/31/2022	12/31/2027	5.0%	1,068,313	691,356
Total				<u>\$ 2,210,401</u>	<u>\$ 1,085,636</u>

Annual debt service requirements to maturity for the lease liabilities are as follows:

Years	Principal	Interest	Total
2026	\$ 502,004	\$ 56,794	\$ 558,798
2027	349,781	31,276	381,057
2028	190,539	8,924	199,463
2029	43,312	1,688	45,000
Total	<u>\$ 1,085,636</u>	<u>\$ 98,682</u>	<u>\$ 1,184,318</u>

Installment Contracts Payable

The District has entered into agreements to purchase laptops and iPads. The obligations will be repaid from the Debt Service Fund and funded by a transfer of resources from the General Fund (Educational Accounts).

Description	Date of Issue	Final Maturity	Interest Rates	Original Amount	Balance
Apple Laptops	12/08/2022	12/08/2025	2.24%	\$ 823,900	\$ 201,454
Apple iPads	02/19/2024	02/19/2027	2.54%	3,928,896	1,915,738
Total				<u>\$ 4,752,796</u>	<u>\$ 2,117,192</u>

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Annual debt service requirements to maturity for installment contracts are as follows:

<u>Years</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 1,159,323	\$ 28,876	\$ 1,188,199
2027	957,869	24,355	982,224
Total	<u>\$ 2,117,192</u>	<u>\$ 53,231</u>	<u>\$ 2,170,423</u>

6. Risk Management

The District is exposed to various risks of loss related to workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. To protect from such risks, the District participates in the following public entity risk pool: Collective Liability Insurance Cooperative (CLIC). The District pays annual premiums to the pool for insurance coverage. The arrangements with the pool provides that it will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pools. There have been no significant reductions in insurance coverage from coverage in any of the past three fiscal years.

The District continues to carry commercial insurance for all other risks of loss related to torts. Premiums have been recorded as expenditures in the appropriate funds. There have been no significant reductions in insurance coverage from coverage in the prior years. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

7. Joint Agreements

The District is a member of TrueNorth Educational Cooperative 804, a joint agreement that provides certain special education services to residents of many school districts. The District believes that because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service and special financing relationships exercised by the joint agreement governing boards, these are not included as component units of the District.

8. Other Postemployment Benefits

For the year ended June 30, 2025, the District recognized the following balances in the government-wide financial statements:

	<u>Net OPEB Liability</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>OPEB Expense/ (Income)</u>
Teachers' Health Insurance System (THIS)	\$ 10,665,646	\$ 1,895,206	\$ 23,802,376	\$ (4,480,211)
Retiree's Health Plan	<u>320,327</u>	<u>66,808</u>	<u>52,712</u>	<u>25,746</u>
Total	<u>\$ 10,985,973</u>	<u>\$ 1,962,014</u>	<u>\$ 23,855,088</u>	<u>\$ (4,454,465)</u>

Teachers' Health Insurance Security**Plan Description**

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

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

Benefits Provided

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

On Behalf Contributions to THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.90% of pay during the year ended June 30, 2025. State of Illinois contributions of \$395,394 were recognized as revenues and expenditures by the District during the year in the General Fund based on the current financial resources measurement basis. On the economic resources measurement basis, the District recognizes revenues and expenses of \$(6,024,092) in Governmental Activities equal to the proportion of the State of Illinois's OPEB expense associated with the employer.

Contributions

The District also makes contributions to THIS Fund. The District's THIS Fund contribution was 0.67% during the year ended June 30, 2025. The percentage of employer required contributions in the future will not exceed 105% of the percentage of salary actually required to be paid in the previous fiscal year. For the year ended June 30, 2025, the District paid \$294,349 to the THIS Fund, respectively, which was 100% of the required contribution for the year.

THIS Fiduciary Net Position

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

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Net OPEB Liability

At June 30, 2025, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for the state's retiree insurance support provided to the District. The state's support and total are for disclosure purposes only. The amount 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 collection net OPEB liability	\$ 10,665,646
State's proportionate share of the collective net OPEB liability associated with the District	<u>14,484,429</u>
Total	<u><u>\$ 25,150,075</u></u>

The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2023 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 projected contributions of all participating THIS employers and the state during that period. At June 30, 2024 and 2023, the District's proportion was 0.134702% and 0.146606%, respectively.

Actuarial Assumptions

The net OPEB liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25%
Salary Increases	3.50% to 8.50%
Investment Rate of Return	2.75%
Healthcare Cost Trend Rates, Initial	8.00%
Healthcare Cost Trend Rates, Ultimate	4.25%
Fiscal Year the Ultimate Rate is Reached	2041

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

The actuarial assumptions used in the June 30, 2024 valuation were based on the results of an actuarial experience study for the period July 1, 2017 through June 30, 2020.

Discount Rate

At June 30, 2024, the discount rate used to measure the total OPEB liability was a blended rate of 3.97%, which was a change from the June 30, 2023 rate of 3.86%. Since THIS is financed on a pay-as-you-go basis, the discount rate is based on the 20-year general obligation bond index.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

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

The following presents the net OPEB liability of the District, as well as what the District's 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 discount rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Net OPEB Liability	\$ 11,891,724	\$ 10,665,646	\$ 9,566,037

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

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (initial rate of 7.00% decreasing to an ultimate rate of 3.25%) or 1-percentage-point higher (initial rate of 9.00% decreasing to an ultimate rate of 5.25%) than the current healthcare cost trend rate:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
Net OPEB Liability	\$ 9,174,522	\$ 10,665,646	\$ 12,418,159

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

For the year ended June 30, 2025, the District recognized OPEB expense of \$(4,480,211) and on-behalf revenue and expenditures of \$(6,024,092) for support provided by the state. At June 30, 2025, the District's deferred outflows of resources and deferred inflows of resources related to OPEBs were from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 294,035	\$ 4,491,122
Changes in assumptions	322,043	15,311,233
Net difference between projected and actual earnings on OPEB plan investments	-	5,785
Changes in proportion and differences between District contributions and proportionate share of contributions	984,779	3,994,236
District contributions subsequent to the measurement date	294,349	-
Total	<u>\$ 1,895,206</u>	<u>\$ 23,802,376</u>

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net OPEB liability for the year ending June 30, 2026. The remaining amounts reported as deferred outflows and inflows of resources related to OPEB was \$(22,201,519). Amounts will be recognized in OPEB expense as follows in these reporting years:

<u>Years Ending June 30:</u>	<u>Amount</u>
2026	\$ (2,755,259)
2027	(2,755,259)
2028	(2,755,259)
2029	(2,755,260)
2030	(2,753,813)
Thereafter	<u>(8,426,669)</u>
Total	<u><u>\$ (22,201,519)</u></u>

Retiree's Health Plan

Plan Description

The District's group health insurance plan, a single-employer defined benefit plan provides coverage to active employees and retirees (or other qualified terminated employees) at blended premium rates. This results in an other postemployment benefit (OPEB) for the retirees, commonly referred to as an implicit rate subsidy. No assets are accumulated in a GASB-compliant trust.

Contributions and Benefits Provided

Eligible retirees may continue medical coverage into retirement on the District plans on a pay-all basis. Coverage is also available for eligible dependents on a pay-all basis. Coverage can continue when Medicare eligible. Coverage for dependents can continue upon the death of the retiree given that contributions continue.

Employees Covered by Benefit Term

At June 30, 2024, the actuarial valuation date, the following employees were covered by the benefit terms:

Retired plan members	-
Active employees not yet eligible	-
Active employees fully eligible	<u>115</u>
Total	<u><u>115</u></u>

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Total OPEB Liability

The District's total OPEB liability of \$320,327 was measured as of June 30, 2024, and was determined by an actuarial valuation as of June 30, 2024.

Inflation	3.00%
Election at Retirement	10.00%
Discount Rate	4.81%
Healthcare Cost Trend Rate, Initial	6.00%
Healthcare Cost Trend Rate, Ultimate	4.50%
Fiscal Year the Ultimate Rate is Reached	2040

The discount rate was based on the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2025.

Mortality rates were based on December 31, 2021 IMRF Actuarial Valuation Report.

The actuarial assumptions used in the June 30, 2024 valuation were based on the results of the assumptions about future events.

Changes in Total OPEB Liability

The District's changes in total OPEB liability for the year ended June 30, 2025 was as follows:

	Total OPEB Liability
Balance at June 30, 2024	\$ 316,108
Changes for the year:	
Service cost	12,022
Interest	13,160
Changes in assumptions and other inputs	(13,910)
Benefit payments	(7,053)
Net changes	4,219
Balance at June 30, 2025	<u>\$ 320,327</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 (3.81%) or 1-percentage-point higher (5.81%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	\$ 347,820	\$ 320,327	\$ 295,164

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Sensitivity of the Total OPEB Liability to Changes in the Healthcare 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 (3.00%) or 1-percentage-point higher (5.00%) than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 288,034	\$ 320,327	\$ 357,722

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

For the year ended June 30, 2025, the District recognized OPEB expense of \$25,746. The District reported deferred outflows and inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 41,524	\$ 7,355
Assumption changes	25,284	45,357
Total	<u>\$ 66,808</u>	<u>\$ 52,712</u>

The amounts reported as deferred outflows and inflows of resources related to OPEB (\$14,096) will be recognized in OPEB expense as follows:

<u>Years Ending June 30:</u>	<u>Amount</u>
2026	\$ 987
2027	5,195
2028	6,705
2029	2,872
2030	(404)
Thereafter	<u>(1,259)</u>
Total	<u>\$ 14,096</u>

9. Retirement Systems

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

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

For the year ended June 30, 2025, the District recognized the following balances in the government-wide financial statements:

	<u>Net Pension Liability</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Pension Expense/ (Income)</u>
TRS	\$ 3,206,352	\$ 362,945	\$ 320,040	\$ 179,195
IMRF	<u>1,139,992</u>	<u>1,323,320</u>	<u>-</u>	<u>1,245,536</u>
Total	<u>\$ 4,346,344</u>	<u>\$ 1,686,265</u>	<u>\$ 320,040</u>	<u>\$ 1,424,731</u>

Teachers' Retirement System

Plan Description

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

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

Benefits Provided

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

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

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

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

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 District, is submitted to TRS by the District.

On Behalf Contributions to TRS

The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2025, State of Illinois contributions recognized by the District were based on the state's proportionate share of with the pension expense associated with the District, and the District recognized revenue and expenses of \$21,401,058 in governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of \$20,834,317 in the General Fund based on the current financial resources measurement basis.

2.2 Formula Contributions

Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2025, were \$254,847, 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 District, there is a statutory requirement for the District 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 District normal cost beginning with the year ended June 30, 2018.

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

For the year ended June 30, 2025, the District pension contribution was 10.34% of salaries paid from federal and special trust funds. Contributions for the year ended June 30, 2025, were \$24,818, which was equal to the District's required contribution. These contributions are deferred because they were paid after the June 30, 2024 measurement date.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Salary Increases Over 6%

The District is also 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. For the year ended June 30, 2025, the District paid \$2,548 to TRS for employer contributions due on salary increases in excess of 6%.

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 Financial Report.

Net Pension Liability

At June 30, 2025, 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 were as follows:

District's proportionate share of the collective net pension liability	\$ 3,206,352
State's proportionate share of the collective net pension liability associated with the District	<u>267,340,963</u>
Total	<u><u>\$ 270,547,315</u></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, 2023, and rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2024, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2024 and 2023, the District's proportion was 0.00373415% and 0.00391542%, respectively.

Summary of Significant Accounting Policies

For purposes of measuring the collective net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of TRS and additions to/deductions from TRS fiduciary net position have been determined on the same basis as they are reported by TRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Actuarial Assumptions

The assumptions used to measure the total pension liability in the June 30, 2024 actuarial valuation included (a) 7.00% investment rate of return net of pension plan investment expense, including inflation, (b) projected salary increases varies by amount of service credit and (c) inflation of 2.5%. These actuarial assumptions were based on an experience study dated August 16, 2024.

Mortality

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.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Long-Term Expected Real 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 by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class that were used by the actuary are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global equity	37.00 %	7.55 %
Private equity	15.00	10.28
Public income	18.00	5.81
Private credit	8.00	9.20
Real assets	18.00	7.01
Diversifying strategies	4.00	5.18

Discount Rate

At June 30, 2024, the discount rate used to measure the total pension liability was a blended rate of 7.00%, which was the same as the prior valuation. 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 of current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Discount Rate Sensitivity

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:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
District's proportionate share of the collective net pension liability	\$ 3,959,935	\$ 3,206,352	\$ 2,581,665

Pension Expense 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 of \$179,195 and on-behalf revenue and expense of \$21,401,058 for support provided by the state. At June 30, 2025, the District's deferred outflows of resources and deferred inflows of resources related to pensions were from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 12,057	\$ 8,323
Net difference between projected and actual earnings on pension plan investments	-	27,528
Assumption changes	44,179	1,701
Changes in proportion and differences between District contributions and proportionate share of contributions	27,044	282,488
District contributions subsequent to the measurement date	<u>279,665</u>	<u>-</u>
Total	<u>\$ 362,945</u>	<u>\$ 320,040</u>

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability for the year ending June 30, 2026. The remaining amounts reported as deferred outflows and inflows of resources related to pensions was \$(236,760). Amounts will be recognized in pension expense as follows:

<u>Years Ending June 30:</u>	<u>Amount</u>
2026	\$ (131,045)
2027	(38,668)
2028	(36,699)
2029	(21,785)
2030	<u>(8,563)</u>
Total	<u>\$ (236,760)</u>

Illinois Municipal Retirement Fund**Plan Description**

The District's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer pension plan. 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 financial report that includes financial statements and required supplementary information. The report may be obtained on-line at www.imrf.org.

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Public Act 96-0889 created a second tier for IMRF's Regular Plan. IMRF assigns a benefit tier to a member when he or she is enrolled in IMRF. The tier is determined by the member's first IMRF participation date. If the member first participated in IMRF before January 1, 2011, they participate in *Regular Tier 1*. If the member first participated in IMRF on or after January 1, 2011, they participate in *Regular Tier 2*.

For *Regular Tier 1*, pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under *Regular Tier 1*, the pension is increased by 3% of the original amount on January 1 every year after retirement. For *Regular Tier 2*, pension benefits vest after ten years of service. Participating members who retire at or after age 67 with 10 years of service are entitled to an annual 2% for each year of service credit after 15 years to a maximum of 75% of their *Regular Tier 2*, final rate retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under *Regular 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. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Plan Membership

At December 31, 2024, the measurement date, membership of the plan was as follows:

Retirees and beneficiaries	332
Inactive, nonretired members	392
Active members	<u>131</u>
Total	<u><u>855</u></u>

Contributions

As set by statute, District employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's actuarially determined contribution rate for calendar year 2024 was 6.33% of annual covered payroll. 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 the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability/(Asset)

The net pension liability/(asset) was measured as of December 31, 2024, and the total pension liability used to calculate the net pension liability/(asset) was determined by an annual actuarial valuation as of that date.

Summary of Significant Accounting Policies

For purposes of measuring the net pension liability/(asset), deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of IMRF and additions to/deductions from IMRF fiduciary net position have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Actuarial Assumptions

The assumptions used to measure the total pension liability in the December 31, 2024 annual actuarial valuation included (a) 7.25% investment rate of return, (b) projected salary increases from 2.85% to 13.75% and (c) price inflation of 2.25%. The actuarial cost method was entry age normal and asset valuation method was market value. The retirement age is based on experience-based table of rates that are specific to the type of eligibility condition. The tables were last updated for the 2023 valuation pursuant to an experience study of the period 2020-2022.

Mortality

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108.0%) and Female (adjusted 106.4%) tables and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables and future mortality improvements projected using scale MP-2021.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Long-Term Expected Real 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 arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Projected Returns/Risk	
		One Year Arithmetic	Ten Year Geometric
Equities	33.50 %	5.70 %	4.35 %
International equities	18.00	7.10	5.40
Fixed income	24.50	5.30	5.20
Real estate	10.50	7.30	6.40
Alternatives:	12.50		
Private equity		10.00	6.25
Commodities		6.05	4.85
Cash equivalents	1.00	3.60	3.60

Discount Rate

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

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the pension liability of the District calculated using the discount rate of 7.25% as well as what the net pension liability/(asset) would be if it were to be calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Net pension liability/(asset)	\$ 5,442,368	\$ 1,139,992	\$ (2,349,781)

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

Changes in Net Pension Liability/(Asset)

The District's changes in net pension liability/(asset) for the calendar year ended December 31, 2024 was as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/ (Asset)
	(a)	(b)	(a) - (b)
Balances at December 31, 2023	\$ 42,885,781	\$ 41,326,658	\$ 1,559,123
Service cost	587,157	-	587,157
Interest on total pension liability	3,031,977	-	3,031,977
Differences between expected and actual experience of the total pension liability	116,893	-	116,893
Benefit payments, including refunds of employee contributions	(2,717,983)	(2,717,983)	-
Contributions, employer	-	426,746	(426,746)
Contributions, employee	-	302,924	(302,924)
Net investment income	-	4,129,386	(4,129,386)
Other (net transfer)	-	(703,898)	703,898
Balances at December 31, 2024	\$ 43,903,825	\$ 42,763,833	\$ 1,139,992

Pension Expense 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 of \$1,245,536. The District's deferred outflows and inflows of resources related to pension were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 8,998	\$ -
Net difference between projected and actual earnings on pension plan investments	1,036,556	-
Contributions subsequent to the measurement date	277,766	-
Total	<u>\$ 1,323,320</u>	<u>\$ -</u>

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

The amount reported as deferred outflows resulting from contributions subsequent to the measurement date in the above table will be recognized as a reduction in the net pension liability/(asset) for the year ending June 30, 2026. The remaining amounts reported as deferred outflows and inflows of resources related to pensions was \$1,045,554. Amounts will be recognized in pension expense as follows:

<u>Years Ending June 30:</u>	<u>Amount</u>
2026	\$ 522,075
2027	1,320,533
2028	(550,894)
2029	<u>(246,160)</u>
Total	<u>\$ 1,045,554</u>

10. Interfund Transfers

The Board of Education transferred \$3,867,388 of fund balance from the Operations and Maintenance Fund to the Debt Service Fund to provide a funding source for the interest and principal paid on the 2019 Series General Obligation Bonds (Alternative Revenue Source). The Board of Education transferred \$3,500,000 of fund balance from the General Fund (Educational Accounts) to the Operations and Maintenance Fund.

During the year, the District transferred \$1,362,504 from the General Fund (Educational Accounts) and \$479,392 from the Operations and Maintenance Fund to the Debt Service Fund for the payment of principal and interest on the District's leases and installment contracts.

11. Contingent Liabilities

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

12. State and Federal Aid Contingencies

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

13. Effect of New Accounting Standards on Current-Period Financial Statements

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 103, *Financial Reporting Model Improvements* and GASB Statement No. 104, *Disclosure of Certain Capital Assets*.

When they become effective, application of these standards may restate portions of these financial statements.

North Shore School District 112

Notes to Basic Financial Statements

June 30, 2025

14. Construction Commitments

As of June 30, 2025, the District is committed to approximately \$18,597,225 in expenditures in the upcoming years for the Ravinia Elementary School and Sherwood Elementary School Additions and Renovations. These expenditures will be paid through the referendum bonds already issued.

North Shore School District 112

Schedule of Changes in the District's Net Pension Liability/(Asset) and Related Ratios -
 Illinois Municipal Retirement Fund
 Ten Most Recent Fiscal Years

	2025	2024	2023	2022
Total Pension Liability				
Service cost	\$ 587,157	\$ 534,695	\$ 506,394	\$ 496,582
Interest	3,031,977	2,943,260	2,877,703	2,777,426
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	116,893	444,576	221,271	774,086
Changes of assumptions	-	(27,678)	-	-
Benefit payments, including refunds of member contributions	(2,717,983)	(2,676,818)	(2,753,769)	(2,585,973)
Net change in total pension liability	1,018,044	1,218,035	851,599	1,462,121
Total Pension Liability, Beginning	<u>42,885,781</u>	<u>41,667,746</u>	<u>40,816,147</u>	<u>39,354,026</u>
Total Pension Liability, Ending (a)	<u>\$ 43,903,825</u>	<u>\$ 42,885,781</u>	<u>\$ 41,667,746</u>	<u>\$ 40,816,147</u>
Plan Fiduciary Net Position				
Employer contributions	\$ 426,746	\$ 362,635	\$ 491,300	\$ 608,369
Employee contributions	302,924	271,954	245,856	244,146
Net investment income	4,129,386	4,257,042	(6,057,248)	6,961,704
Benefit payments, including refunds of member contributions	(2,717,983)	(2,676,818)	(2,753,769)	(2,585,973)
Other (net transfer)	(703,898)	778,009	(232,307)	416,071
Net change in plan fiduciary net position	1,437,175	2,992,822	(8,306,168)	5,644,317
Plan Fiduciary Net Position, Beginning	<u>41,326,658</u>	<u>38,333,836</u>	<u>46,640,004</u>	<u>40,995,687</u>
Plan Fiduciary Net Position, Ending (b)	<u>\$ 42,763,833</u>	<u>\$ 41,326,658</u>	<u>\$ 38,333,836</u>	<u>\$ 46,640,004</u>
Employer's Net Pension Liability/(Asset), Ending (a) - (b)	<u>\$ 1,139,992</u>	<u>\$ 1,559,123</u>	<u>\$ 3,333,910</u>	<u>\$ (5,823,857)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	97.40%	96.36%	92.00%	114.27%
Covered Payroll	\$ 6,741,662	\$ 5,969,825	\$ 5,420,000	\$ 5,228,629
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	16.91%	26.12%	61.51%	-111.38%

Notes to Schedule:

Actuary valuations are as of December 31st, which is 6 months prior to the end of the fiscal year.

2021	2020	2019	2018	2017	2016
\$ 555,769	\$ 575,979	\$ 587,622	\$ 651,947	\$ 650,206	\$ 667,664
2,738,472	2,665,153	2,600,132	2,610,710	2,438,032	2,331,010
-	-	-	-	-	-
124,319	33,075	114,528	(108,775)	1,260,509	418,802
(368,706)	-	900,301	(1,175,599)	(74,501)	35,695
<u>(2,379,935)</u>	<u>(2,125,679)</u>	<u>(2,083,226)</u>	<u>(2,091,097)</u>	<u>(2,028,224)</u>	<u>(1,915,914)</u>
669,919	1,148,528	2,119,357	(112,814)	2,246,022	1,537,257
<u>38,684,107</u>	<u>37,535,579</u>	<u>35,416,222</u>	<u>35,529,036</u>	<u>33,283,014</u>	<u>31,745,757</u>
<u>\$ 39,354,026</u>	<u>\$ 38,684,107</u>	<u>\$ 37,535,579</u>	<u>\$ 35,416,222</u>	<u>\$ 35,529,036</u>	<u>\$ 33,283,014</u>
\$ 589,455	\$ 469,646	\$ 624,192	\$ 665,976	\$ 668,374	\$ 645,638
235,169	250,828	260,336	274,398	259,568	285,528
5,313,573	6,101,118	(1,950,418)	5,645,455	2,021,493	145,061
(2,379,935)	(2,125,679)	(2,083,226)	(2,091,097)	(2,028,224)	(1,915,914)
<u>87,714</u>	<u>(152,047)</u>	<u>480,767</u>	<u>(890,503)</u>	<u>1,413,289</u>	<u>670,656</u>
3,845,976	4,543,866	(2,668,349)	3,604,229	2,334,500	(169,031)
<u>37,149,711</u>	<u>32,605,845</u>	<u>35,274,194</u>	<u>31,669,965</u>	<u>29,335,465</u>	<u>29,504,496</u>
<u>\$ 40,995,687</u>	<u>\$ 37,149,711</u>	<u>\$ 32,605,845</u>	<u>\$ 35,274,194</u>	<u>\$ 31,669,965</u>	<u>\$ 29,335,465</u>
<u>\$ (1,641,661)</u>	<u>\$ 1,534,396</u>	<u>\$ 4,929,734</u>	<u>\$ 142,028</u>	<u>\$ 3,859,071</u>	<u>\$ 3,947,549</u>
104.17%	96.03%	86.87%	99.60%	89.14%	88.14%
\$ 5,157,302	\$ 5,300,731	\$ 5,543,458	\$ 5,781,286	\$ 5,722,380	\$ 5,751,951
-31.83%	28.95%	88.93%	2.46%	67.44%	68.63%

See notes to required supplementary information

North Shore School District 112

Schedule of Employer Contributions -
 Illinois Municipal Retirement Fund
 Ten Most Recent Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Actuarially determined contribution	\$ 426,747	\$ 352,220	\$ 472,641	\$ 587,698	\$ 589,480
Contributions in relation to the actuarially determined contribution	<u>(426,746)</u>	<u>(362,635)</u>	<u>(491,300)</u>	<u>(608,369)</u>	<u>(589,455)</u>
Contribution deficiency (excess)	<u>\$ 1</u>	<u>\$ (10,415)</u>	<u>\$ (18,659)</u>	<u>\$ (20,671)</u>	<u>\$ 25</u>
Covered payroll	\$ 6,741,662	\$ 5,969,825	\$ 5,420,000	\$ 5,228,629	\$ 5,157,302
Contributions as a percentage of covered payroll	6.33%	6.07%	9.06%	11.64%	11.43%
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Actuarially determined contribution	\$ 469,645	\$ 624,193	\$ 658,488	\$ 668,374	\$ 652,271
Contributions in relation to the actuarially determined contribution	<u>(469,646)</u>	<u>(624,192)</u>	<u>(665,976)</u>	<u>(668,374)</u>	<u>(645,638)</u>
Contribution deficiency (excess)	<u>\$ (1)</u>	<u>\$ 1</u>	<u>\$ (7,488)</u>	<u>\$ -</u>	<u>\$ 6,633</u>
Covered payroll	\$ 5,300,731	\$ 5,543,458	\$ 5,781,286	\$ 5,722,380	\$ 5,751,951
Contributions as a percentage of covered payroll	8.86%	11.26%	11.52%	11.68%	11.22%

Notes to Schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of December 31 each year, which are 6 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Aggregate Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	19 years
Asset valuation method	5-Year Smoothed Market, 20% corridor
Wage growth	2.75%
Inflation	2.25%
Salary increases	2.75% to 13.75%, including inflation
Investment rate of return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	MP-2020

Other information:

There were no benefit changes during the year.

North Shore School District 112

Schedule of District's Proportionate Share of Collective Net Pension Liability and District Contributions -
Teachers' Retirement System
Ten Most Recent Fiscal Years

	2025	2024	2023	2022
District's proportion of the net pension liability	0.00373415%	0.00391542%	0.00386524%	0.00414898%
District's proportionate share of the net pension liability	\$ 3,206,352	\$ 3,327,347	\$ 3,240,628	\$ 3,236,672
State's proportionate share of the net pension liability	<u>267,340,963</u>	<u>287,151,748</u>	<u>281,103,002</u>	<u>271,267,544</u>
Total net pension liability	<u>\$ 270,547,315</u>	<u>\$ 290,479,095</u>	<u>\$ 284,343,630</u>	<u>\$ 274,504,216</u>
Covered payroll	\$ 40,140,890	\$ 40,585,640	\$ 39,549,855	\$ 37,247,016
District's proportionate share of the net pension liability as a percentage of covered payroll	7.99%	8.20%	8.19%	8.69%
Plan fiduciary net position as a percentage of the total pension liability	45.4%	43.9%	42.8%	45.1%
Contractually required contribution	\$ 281,460	\$ 261,062	\$ 308,028	\$ 330,427
Contributions in relation to the contractually required contribution	<u>(279,665)</u>	<u>(256,752)</u>	<u>(307,473)</u>	<u>(324,385)</u>
Contribution deficiency (excess)	<u>\$ 1,795</u>	<u>\$ 4,310</u>	<u>\$ 555</u>	<u>\$ 6,042</u>
Covered payroll	\$ 43,932,639	\$ 40,140,890	\$ 40,585,640	\$ 39,549,855
Contributions as a percentage of covered payroll	0.6967%	0.6326%	0.7774%	0.8709%

Notes to Schedule:

Actuary valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net pension liability is reported.

Key Assumptions:

Long-term expected rate of return	7.00%	7.00%	7.00%	7.00%
Municipal bond index	3.93%	3.65%	3.54%	2.16%
Single equivalent discount rate	7.00%	7.00%	7.00%	7.00%
Inflation rate	2.50%	2.50%	2.50%	2.25%
Projected salary increases	4.00% to 8.50%	3.75% to 8.75%	3.75% to 8.75%	3.50% to 8.50%
	varying by service	varying by service	varying by service	varying by service

See notes to required supplementary information

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
0.00433071%	0.00446638%	0.00513719%	0.00105073%	0.00921978%	0.00440711%
\$ 3,733,729	\$ 3,622,601	\$ 4,004,175	\$ 8,027,380	\$ 7,277,732	\$ 2,887,103
<u>292,445,011</u>	<u>257,816,553</u>	<u>274,302,765</u>	<u>275,779,322</u>	<u>297,041,611</u>	<u>241,581,897</u>
<u>\$ 296,178,740</u>	<u>\$ 261,439,154</u>	<u>\$ 278,306,940</u>	<u>\$ 283,806,702</u>	<u>\$ 304,319,343</u>	<u>\$ 244,469,000</u>
\$ 36,313,246	\$ 34,875,687	\$ 36,799,959	\$ 37,236,364	\$ 37,390,153	\$ 37,372,407
10.28%	10.39%	10.88%	21.56%	19.46%	7.73%
37.8%	39.6%	40.0%	39.3%	36.4%	41.5%
\$ 278,320	\$ 211,118	\$ 225,568	\$ 283,026	\$ 418,881	\$ 356,851
<u>(278,514)</u>	<u>(211,118)</u>	<u>(310,182)</u>	<u>(322,673)</u>	<u>(477,837)</u>	<u>(356,851)</u>
<u>\$ (194)</u>	<u>\$ -</u>	<u>\$ (84,614)</u>	<u>\$ (39,647)</u>	<u>\$ (58,956)</u>	<u>\$ -</u>
\$ 37,247,016	\$ 36,313,246	\$ 34,875,687	\$ 36,799,959	\$ 37,236,364	\$ 37,390,153
0.7670%	0.6053%	0.8429%	0.8666%	1.2780%	0.9549%
7.00%	7.00%	7.00%	7.00%	7.00%	7.50%
2.21%	3.50%	3.87%	3.58%	2.85%	3.73%
7.00%	7.00%	7.00%	7.00%	6.83%	7.47%
2.50%	2.50%	2.50%	2.50%	2.50%	3.00%
4.00% to 9.50%	4.00% to 9.50%	4.00% to 9.50%	3.25% to 9.25%	3.25% to 9.25%	3.75% to 9.75%
varying by service	varying by service	varying by service	varying by service	varying by service	varying by service

See notes to required supplementary information

North Shore School District 112

Schedule of Changes in the District's Total OPEB Liability and Related Ratios -

Retiree's Health Plan

Eight Most Recent Fiscal Years

	2025	2024	2023	2022
Total OPEB Liability				
Service cost	\$ 12,022	\$ 13,511	\$ 6,304	\$ 9,840
Interest	13,160	11,113	10,802	5,026
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	-	28,892	-	48,268
Changes of assumptions	(13,910)	(2,879)	(690)	(17,680)
Benefit payments, including refunds of member contributions	(7,053)	(7,249)	(15,617)	(8,130)
Net change in total OPEB liability	4,219	43,388	799	37,324
Total OPEB Liability, Beginning	<u>316,108</u>	<u>272,720</u>	<u>271,921</u>	<u>234,597</u>
Total OPEB Liability, Ending	<u>\$ 320,327</u>	<u>\$ 316,108</u>	<u>\$ 272,720</u>	<u>\$ 271,921</u>
Covered-Employee Payroll	\$ 3,447,082	\$ 3,314,502	\$ 4,219,038	\$ 5,228,629
District's Total OPEB Liability as a Percentage of Covered Payroll	9.29%	9.54%	6.46%	5.20%
	2021	2020	2019	2018
Total OPEB Liability				
Service cost	\$ 13,005	\$ 14,591	\$ 13,946	\$ 15,059
Interest	5,751	7,087	7,337	7,179
Changes of benefit terms	-	(16,215)	(4,900)	(7,343)
Differences between expected and actual experience	-	(40,688)	-	-
Changes of assumptions	8,048	13,279	3,183	1,974
Benefit payments, including refunds of member contributions	(16,788)	(14,989)	(8,483)	(19,042)
Net change in total OPEB liability	10,016	(36,935)	11,083	(2,173)
Total OPEB Liability, Beginning	<u>224,581</u>	<u>261,516</u>	<u>250,433</u>	<u>252,606</u>
Total OPEB Liability, Ending	<u>\$ 234,597</u>	<u>\$ 224,581</u>	<u>\$ 261,516</u>	<u>\$ 250,433</u>
Covered-Employee Payroll	\$ 5,244,902	\$ 4,847,730	\$ 5,470,121	\$ 5,091,337
District's Total OPEB Liability as a Percentage of Covered Payroll	4.47%	4.63%	4.78%	4.92%

Notes to Schedule:

The District implemented GASB Statement No. 75 in fiscal year 2018. Information prior to fiscal year 2018 is not available. There are no assets accumulated in a trust that meets the criteria of GASB codification P52.101 to pay related benefits for the OPEB plan.

North Shore School District 112

Schedule of District's Proportionate Share of the Collective Net OPEB Liability and District Contributions -
Teachers' Health Insurance Security Fund
Eight Most Recent Fiscal Years

	2025	2024	2023
District's proportion of the net OPEB liability	0.134702%	0.146606%	0.143310%
District's proportionate share of the net OPEB liability	\$ 10,665,646	\$ 10,449,118	\$ 9,809,097
State's proportionate share of the net OPEB liability	<u>14,484,429</u>	<u>14,130,537</u>	<u>13,344,311</u>
Total net OPEB liability	<u>\$ 25,150,075</u>	<u>\$ 24,579,655</u>	<u>\$ 23,153,408</u>
Covered payroll	\$ 40,140,890	\$ 40,585,640	\$ 39,549,855
District's proportionate share of the net OPEB liability as a percentage of covered payroll	26.57%	25.75%	24.80%
Plan fiduciary net position as a percentage of the total pension liability	7.43%	6.21%	5.24%
Contractually required contribution	\$ 294,349	\$ 268,944	\$ 271,924
Contributions in relation to the contractually required contribution	<u>(294,349)</u>	<u>(268,944)</u>	<u>(271,924)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 43,932,639	40,140,890	\$ 40,585,640
Contributions as a percentage of covered payroll	0.73%	0.66%	0.69%

Notes to Schedule:

The District implemented GASB 75 in fiscal year 2018. Information for fiscal years prior to 2018 is not applicable.

Actuary valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net OPEB liability is reported.

Key Assumptions:

Long-term expected rate of return	2.75%	2.75%	2.75%
Municipal bond index	3.97%	3.86%	3.69%
Single equivalent discount rate	3.97%	3.86%	3.69%
Inflation rate	2.25%	2.25%	2.25%
Healthcare cost trend rates - initial	Medicare and Non-Medicare -	Medicare and Non-Medicare -	Medicare and Non-Medicare -
	8.00%	8.00%	8.00%
Healthcare cost trend rates - ultimate	4.25%	4.25%	4.25%
Mortality	PubT-2010	PubT-2010	PubT-2010

See notes to required supplementary information

<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
0.143393%	0.143859%	0.141857%	0.155250%	0.161887%
\$ 31,625,902	\$ 38,462,103	\$ 39,262,413	\$ 40,901,840	\$ 42,008,930
<u>42,880,107</u>	<u>52,105,675</u>	<u>53,166,317</u>	<u>54,922,350</u>	<u>55,168,164</u>
<u>\$ 74,506,009</u>	<u>\$ 90,567,778</u>	<u>\$ 92,428,730</u>	<u>\$ 95,824,190</u>	<u>\$ 97,177,094</u>
\$ 37,247,016	\$ 36,313,246	\$ 34,875,687	\$ 36,799,959	\$ 37,236,364
84.91%	105.92%	112.58%	111.15%	112.82%
1.40%	0.70%	0.25%	-0.07%	-0.17%
\$ 264,984	\$ 342,673	\$ 334,082	\$ 320,856	\$ 323,840
<u>(264,984)</u>	<u>(342,673)</u>	<u>(334,082)</u>	<u>(320,856)</u>	<u>(323,842)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2)</u>
\$ 39,549,855	\$ 37,247,016	\$ 36,313,246	\$ 34,875,687	\$ 36,799,959
0.71%	0.94%	0.96%	0.87%	0.87%
2.75%	0.00%	0.00%	0.00%	0.00%
1.92%	2.45%	3.13%	3.62%	3.56%
1.92%	2.45%	3.13%	3.62%	3.56%
2.50%	2.50%	2.50%	2.75%	2.75%
Medicare and	Medicare and	Medicare - 9.00%	Medicare - 9.00%	Medicare - 9.00%
Non-Medicare -	Non-Medicare -	Non-Medicare -	Non-Medicare -	Non-Medicare -
8.00%	8.25%	8.00%	8.00%	8.00%
4.25%	4.25%	4.50%	4.50%	4.50%
RP-2014 Tables	RP-2014 Tables	RP-2014 Tables	RP-2014 Tables	RP-2014 Tables

See notes to required supplementary information

North Shore School District 112

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

General Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Revenues				
Local Sources				
General levy	\$ 69,515,100	\$ 69,511,724	\$ (3,376)	\$ 65,260,202
Special education levy	798,300	798,336	36	760,406
Investment income	3,243,119	4,437,096	1,193,977	3,829,673
Unrealized gain or loss on investments	-	214,350	214,350	480,704
Sales to pupils, lunch	145,000	167,141	22,141	191,679
Other food service	20,000	22,705	2,705	20,132
Student activities	200,000	132,247	(67,753)	146,989
Refund of prior years' expenditures	15,000	167,732	152,732	57,947
Proceeds from vendor contracts	40,000	60,778	20,778	45,339
Other local fees	544,440	533,627	(10,813)	525,826
Other	25,000	596,837	571,837	144,086
Total local sources	74,545,959	76,642,573	2,096,614	71,462,983
State Sources				
Evidence based funding	3,376,554	3,379,836	3,282	3,376,554
Special education, private facility tuition	225,000	200,322	(24,678)	222,995
Special education, orphanage, individual	35,000	39,682	4,682	89,093
State free lunch and breakfast	5,000	3,111	(1,889)	5,349
Early childhood, block grant	780,000	780,000	-	838,945
Technology, learning technology centers	-	1,500	1,500	-
Other restricted revenue from state sources	-	3,144	3,144	3,121
On behalf payment to TRS from the state	30,000,000	21,229,711	(8,770,289)	18,763,693
Total state sources	34,421,554	25,637,306	(8,784,248)	23,299,750

See notes to required supplementary information

North Shore School District 112

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

General Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Federal Sources				
Federal impact aid	\$ 420,000	\$ 270,127	\$ (149,873)	\$ 523,014
National school lunch program	250,000	257,169	7,169	319,302
Special milk program	6,000	9,092	3,092	8,295
School breakfast program	30,000	42,442	12,442	42,409
Food service, other	-	43,199	43,199	45,744
Title I, low income	393,227	413,204	19,977	381,799
Title IV, safe and drug free schools, formula	-	6,981	6,981	10,069
Federal, special education, preschool flow-through	35,611	40,027	4,416	39,200
Federal, special education, IDEA, flow-through	929,127	1,015,026	85,899	1,122,106
Federal, special education, IDEA, room and board	-	84,984	84,984	212,657
Emergency immigrant assistance	-	5,793	5,793	1,100
Title III, english language acquisition	90,942	51,693	(39,249)	127,686
Title II, teacher quality	106,698	94,700	(11,998)	105,978
Medicaid matching funds, administrative outreach	25,000	41,688	16,688	57,940
Medicaid matching funds, fee-for- service program	90,000	147,351	57,351	314,368
Other restricted revenue from federal sources	-	176,580	176,580	337,941
Total federal sources	2,376,605	2,700,056	323,451	3,649,608
Total revenues	111,344,118	104,979,935	(6,364,183)	98,412,341

See notes to required supplementary information

North Shore School District 112

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

General Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Expenditures				
Instruction				
Regular Programs				
Salaries	\$ 23,731,102	\$ 23,040,048	\$ 691,054	\$ 21,021,350
Employee benefits	3,967,229	3,887,479	79,750	3,509,107
Purchased services	650,950	530,121	120,829	454,320
Supplies and materials	513,977	674,003	(160,026)	437,507
Capital outlay	34,000	7,907	26,093	145,846
Total	28,897,258	28,139,558	757,700	25,568,130
Pre-K Programs				
Salaries	638,295	340,612	297,683	550,515
Employee benefits	121,807	79,463	42,344	121,920
Purchased services	8,000	-	8,000	6,950
Supplies and materials	119,575	137,502	(17,927)	94,600
Total	887,677	557,577	330,100	773,985
Special Education Programs				
Salaries	5,770,524	6,312,342	(541,818)	5,596,019
Employee benefits	959,769	1,115,441	(155,672)	947,607
Purchased services	818,500	651,337	167,163	2,011,263
Supplies and materials	100,470	67,403	33,067	114,703
Capital outlay	10,000	5,661	4,339	4,304
Other objects	3,600	3,709	(109)	3,579
Total	7,662,863	8,155,893	(493,030)	8,677,475
Special Education Programs Pre-K				
Salaries	483,515	483,947	(432)	579,336
Employee benefits	79,159	105,367	(26,208)	125,532
Purchased services	41,148	-	41,148	31,020
Total	603,822	589,314	14,508	735,888

See notes to required supplementary information

North Shore School District 112

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

General Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Remedial and Supplemental Programs K - 12				
Salaries	\$ 1,312,038	\$ 1,703,256	\$ (391,218)	\$ 1,363,087
Employee benefits	221,877	288,474	(66,597)	176,873
Total	1,533,915	1,991,730	(457,815)	1,539,960
Remedial and Supplemental Programs Pre - K				
Salaries	-	1,875	(1,875)	4,705
Employee benefits	-	-	-	8
Total	-	1,875	(1,875)	4,713
Summer School Programs				
Salaries	70,000	108,732	(38,732)	121,578
Employee benefits	15,790	14,726	1,064	20,288
Total	85,790	123,458	(37,668)	141,866
Gifted Programs				
Salaries	736,744	761,739	(24,995)	684,157
Employee benefits	128,875	133,354	(4,479)	117,908
Total	865,619	895,093	(29,474)	802,065
Bilingual Programs				
Salaries	3,733,786	3,756,832	(23,046)	3,437,736
Employee benefits	623,961	682,475	(58,514)	582,790
Purchased services	-	-	-	31,063
Total	4,357,747	4,439,307	(81,560)	4,051,589
Special Education Programs K-12 - Private Tuition				
Other objects	1,962,390	1,349,593	612,797	1,460,378
Total	1,962,390	1,349,593	612,797	1,460,378
Student Activities				
Other objects	200,000	127,297	72,703	125,572
Total	200,000	127,297	72,703	125,572
Total instruction	47,057,081	46,370,695	686,386	43,881,621

See notes to required supplementary information

North Shore School District 112

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

General Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Support Services				
Pupils				
Attendance and Social Work Services				
Purchased services	\$ -	\$ -	\$ -	\$ 420,200
Supplies and materials	124,127	-	124,127	-
Total	124,127	-	124,127	420,200
Guidance Services				
Salaries	1,801,673	1,782,925	18,748	1,696,473
Employee benefits	300,986	313,554	(12,568)	283,871
Total	2,102,659	2,096,479	6,180	1,980,344
Health Services				
Salaries	525,312	569,925	(44,613)	510,738
Employee benefits	82,850	93,520	(10,670)	58,727
Purchased services	18,000	26,762	(8,762)	34,765
Supplies and materials	4,000	1,830	2,170	5,527
Capital outlay	10,000	9,242	758	7,009
Total	640,162	701,279	(61,117)	616,766
Psychological Services				
Salaries	584,142	1,015,226	(431,084)	689,407
Employee benefits	105,350	178,542	(73,192)	104,580
Purchased services	15,000	11,310	3,690	89,984
Supplies and materials	10,000	16,181	(6,181)	5,667
Total	714,492	1,221,259	(506,767)	889,638
Speech Pathology and Audiology Services				
Salaries	1,561,686	1,579,726	(18,040)	1,472,940
Employee benefits	266,107	278,680	(12,573)	246,716
Purchased services	2,000	1,777	223	2,400
Supplies and materials	3,000	1,427	1,573	220
Total	1,832,793	1,861,610	(28,817)	1,722,276

See notes to required supplementary information

North Shore School District 112

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

General Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Other Support Services - Pupils				
Salaries	\$ 425,273	\$ 541,173	\$ (115,900)	\$ 404,814
Employee benefits	109,615	147,987	(38,372)	99,703
Purchased services	279,000	289,791	(10,791)	236,236
Supplies and materials	15,000	7,135	7,865	29,142
Total	828,888	986,086	(157,198)	769,895
Total pupils	6,243,121	6,866,713	(623,592)	6,399,119
Instructional Staff				
Improvement of Instructional Services				
Salaries	525,726	564,845	(39,119)	504,475
Employee benefits	331,569	335,187	(3,618)	315,872
Purchased services	1,371,034	1,296,634	74,400	888,366
Supplies and materials	1,575,365	1,021,563	553,802	2,395,536
Other objects	5,000	-	5,000	-
Total	3,808,694	3,218,229	590,465	4,104,249
Educational Media Services				
Salaries	1,688,366	1,713,369	(25,003)	1,574,270
Employee benefits	285,278	290,287	(5,009)	273,270
Purchased services	1,689,255	1,526,605	162,650	1,422,257
Supplies and materials	177,370	312,478	(135,108)	374,551
Capital outlay	2,801,235	1,260,112	1,541,123	5,207,899
Other objects	2,500	1,360	1,140	-
Total	6,644,004	5,104,211	1,539,793	8,852,247
Assessment and Testing				
Purchased services	83,000	-	83,000	-
Total	83,000	-	83,000	-
Total instructional staff	10,535,698	8,322,440	2,213,258	12,956,496

See notes to required supplementary information

North Shore School District 112

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

General Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
General Administration				
Board of Education Services				
Employee benefits	\$ 8,598	\$ 8,598	\$ -	\$ 8,598
Purchased services	900,000	909,010	(9,010)	1,032,989
Supplies and materials	8,000	1,463	6,537	1,420
Other objects	30,000	33,611	(3,611)	37,265
Total	946,598	952,682	(6,084)	1,080,272
Executive Administration Services				
Salaries	476,005	502,502	(26,497)	492,066
Employee benefits	202,320	185,645	16,675	190,112
Purchased services	8,000	13,664	(5,664)	11,776
Supplies and materials	1,500	453	1,047	322
Other objects	15,000	8,234	6,766	14,951
Total	702,825	710,498	(7,673)	709,227
Tort Immunity Services				
Purchased services	601,123	593,355	7,768	546,244
Total	601,123	593,355	7,768	546,244
Total general administration	2,250,546	2,256,535	(5,989)	2,335,743
School Administration				
Office of the Principal Services				
Salaries	2,985,128	3,031,330	(46,202)	3,002,405
Employee benefits	712,052	761,363	(49,311)	774,437
Purchased services	17,600	5,168	12,432	9,065
Total	3,714,780	3,797,861	(83,081)	3,785,907
Total school administration	3,714,780	3,797,861	(83,081)	3,785,907
Business				
Direction of Business Support Services				
Salaries	572,737	559,623	13,114	542,030
Employee benefits	125,423	116,994	8,429	125,512
Total	698,160	676,617	21,543	667,542

See notes to required supplementary information

North Shore School District 112

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

General Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Fiscal Services				
Salaries	\$ 254,408	\$ 256,507	\$ (2,099)	\$ 243,723
Employee benefits	55,342	41,901	13,441	47,639
Purchased services	140,500	139,020	1,480	136,317
Supplies and materials	5,470	9,401	(3,931)	6,504
Capital outlay	-	-	-	26,991
Other objects	54,500	44,842	9,658	71,099
Total	510,220	491,671	18,549	532,273
Operation and Maintenance of Plant Services				
Purchased services	10,000	13,016	(3,016)	266
Total	10,000	13,016	(3,016)	266
Food Services				
Purchased services	671,908	545,646	126,262	586,971
Supplies and materials	2,000	50,589	(48,589)	47,177
Other objects	-	180	(180)	180
Total	673,908	596,415	77,493	634,328
Internal Services				
Supplies and materials	500	-	500	245
Total	500	-	500	245
Total business	1,892,788	1,777,719	115,069	1,834,654
Central				
Information Services				
Salaries	112,625	117,625	(5,000)	104,500
Employee benefits	24,953	19,214	5,739	21,826
Purchased services	149,500	60,965	88,535	21,182
Supplies and materials	-	15,223	(15,223)	47,526
Capital outlay	1,000	-	1,000	-
Other objects	10,500	41,859	(31,359)	16,430
Total	298,578	254,886	43,692	211,464

See notes to required supplementary information

North Shore School District 112

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

General Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Staff Services				
Salaries	\$ 606,446	\$ 787,690	\$ (181,244)	\$ 583,984
Employee benefits	168,804	223,653	(54,849)	170,487
Purchased services	163,000	161,089	1,911	115,498
Supplies and materials	65,470	53,856	11,614	46,458
Other objects	3,000	3,911	(911)	651
Total	1,006,720	1,230,199	(223,479)	917,078
Total central	1,305,298	1,485,085	(179,787)	1,128,542
Other Supporting Services				
Salaries	3,500	-	3,500	3,367
Employee benefits	50	-	50	42
Supplies and materials	-	923	(923)	12,759
Other objects	-	857,534	(857,534)	-
Total	3,550	858,457	(854,907)	16,168
Total support services	25,945,781	25,364,810	580,971	28,456,629
Community Services				
Supplies and materials	10,000	1,788	8,212	2,585
Total community services	10,000	1,788	8,212	2,585
Intergovernmental				
State Retirement Contributions				
On-behalf payments to TRS from the state	30,000,000	21,229,711	8,770,289	18,763,693
Total	30,000,000	21,229,711	8,770,289	18,763,693
Payments to Other Districts and Governmental Units				
Payments for Special Education Programs				
Purchased services	335,611	-	335,611	315,611
Total	335,611	-	335,611	315,611

See notes to required supplementary information

North Shore School District 112

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

General Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Payments for Special Education Programs - Tuition				
Other objects	\$ 1,510,265	\$ 1,971,298	\$ (461,033)	\$ 1,596,003
Total	1,510,265	1,971,298	(461,033)	1,596,003
Total payments to other districts and governmental units	1,845,876	1,971,298	(125,422)	1,911,614
Total intergovernmental	31,845,876	23,201,009	8,644,867	20,675,307
Total expenditures	104,858,738	94,938,302	9,920,436	93,016,142
Excess (deficiency) of revenues over expenditures	6,485,380	10,041,633	3,556,253	5,396,199
Other Financing Sources (Uses)				
Intstallment contract proceeds	-	-	-	3,831,477
Transfer to operations and maintenance fund	(3,500,000)	(3,500,000)	-	(2,500,000)
Transfer for principal on leases and installment contracts payable	-	(1,322,008)	(1,322,008)	(1,313,293)
Transfer for interest on leases and installment contracts payable	-	(40,496)	(40,496)	(49,211)
Total other financing sources (uses)	(3,500,000)	(4,862,504)	(1,362,504)	(31,027)
Net change in fund balance	\$ 2,985,380	5,179,129	\$ 2,193,749	5,365,172
Fund Balance, Beginning		51,341,967		45,976,795
Fund Balance, Ending		\$ 56,521,096		\$ 51,341,967

See notes to required supplementary information

North Shore School District 112

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

Operations and Maintenance Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Revenues				
Local Sources				
General levy	\$ 12,131,700	\$ 12,131,259	\$ (441)	\$ 12,506,604
Corporate personal property replacement taxes	100,000	92,588	(7,412)	138,072
Investment income	201,549	529,194	327,645	297,136
Rentals	5,000	4,620	(380)	11,144
Impact fees from municipal or county governments	150,000	66,072	(83,928)	110,900
Refund of prior years' expenditures	-	-	-	50,320
Other	22,385	-	(22,385)	236,078
Total local sources	12,610,634	12,823,733	213,099	13,350,254
State Sources				
School infrastructure, maintenance projects	50,000	50,000	-	50,000
Total state sources	50,000	50,000	-	50,000
Total revenues	12,660,634	12,873,733	213,099	13,400,254
Expenditures				
Support Services				
Business				
Operation and Maintenance of Plant Services				
Salaries	1,486,144	1,508,150	(22,006)	1,424,772
Employee benefits	240,932	246,363	(5,431)	238,995
Purchased services	4,979,500	5,043,672	(64,172)	3,777,977
Supplies and materials	1,290,000	1,820,881	(530,881)	1,503,747
Capital outlay	7,910,000	877,456	7,032,544	4,213,863
Total	15,906,576	9,496,522	6,410,054	11,159,354
Total business	15,906,576	9,496,522	6,410,054	11,159,354
Total support services	15,906,576	9,496,522	6,410,054	11,159,354
Total expenditures	15,906,576	9,496,522	6,410,054	11,159,354
Excess (deficiency) of revenues over expenditures	(3,245,942)	3,377,211	6,623,153	2,240,900

See notes to required supplementary information

North Shore School District 112

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

Operations and Maintenance Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Other Financing Sources (Uses)				
Transfer from general fund (educational accounts)	\$ 3,500,000	\$ 3,500,000	\$ -	\$ 2,500,000
Lease issuance proceeds	-	-	-	399,375
Transfer for principal on leases	-	(399,838)	(399,838)	(344,119)
Transfer for interest on leases	-	(79,554)	(79,554)	(90,387)
Transfer to pay principal on revenue bonds	(2,200,000)	(2,200,000)	-	(2,095,000)
Transfer to pay interest on revenue bonds	<u>(1,667,388)</u>	<u>(1,667,388)</u>	<u>-</u>	<u>(1,772,138)</u>
Total other financing sources (uses)	<u>(367,388)</u>	<u>(846,780)</u>	<u>(479,392)</u>	<u>(1,402,269)</u>
Net change in fund balance	<u>\$ (3,613,330)</u>	2,530,431	<u>\$ 6,143,761</u>	838,631
Fund Balance, Beginning		<u>4,610,089</u>		<u>3,771,458</u>
Fund Balance, Ending		<u>\$ 7,140,520</u>		<u>\$ 4,610,089</u>

See notes to required supplementary information

North Shore School District 112

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

Transportation Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Revenues				
Local Sources				
General levy	\$ 3,676,500	\$ 3,676,440	\$ (60)	\$ 3,501,881
Corporate personal property replacement taxes	160,000	148,141	(11,859)	220,916
Regular transportation fees from pupils or parents (in state)	30,000	38,037	8,037	33,342
Investment income	173,684	184,255	10,571	189,823
Total local sources	4,040,184	4,046,873	6,689	3,945,962
State Sources				
Transportation, regular/vocational	976,540	910,565	(65,975)	984,648
Transportation, special education	618,358	816,031	197,673	618,358
Total state sources	1,594,898	1,726,596	131,698	1,603,006
Total revenues	5,635,082	5,773,469	138,387	5,548,968
Expenditures				
Support Services				
Business				
Pupil Transportation Services				
Salaries	94,456	94,456	-	91,958
Employee benefits	19,122	15,428	3,694	19,207
Purchased services	5,821,530	6,755,268	(933,738)	5,766,022
Supplies and materials	10,000	693	9,307	4,871
Total	5,945,108	6,865,845	(920,737)	5,882,058
Total business	5,945,108	6,865,845	(920,737)	5,882,058
Total support services	5,945,108	6,865,845	(920,737)	5,882,058
Total expenditures	5,945,108	6,865,845	(920,737)	5,882,058
Net change in fund balance	\$ <u>(310,026)</u>	(1,092,376)	\$ <u>(782,350)</u>	(333,090)
Fund Balance, Beginning		1,572,110		1,905,200
Fund Balance, Ending		\$ <u>479,734</u>		\$ <u>1,572,110</u>

See notes to required supplementary information

North Shore School District 112

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

Municipal Retirement/Social Security Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Revenues				
Local Sources				
Corporate personal property replacement taxes	\$ 740,000	\$ 685,152	\$ (54,848)	\$ 1,021,734
Investment income	163,995	178,079	14,084	178,843
Total local sources	903,995	863,231	(40,764)	1,200,577
Total revenues	903,995	863,231	(40,764)	1,200,577
Expenditures				
Instruction				
Regular programs	374,588	349,768	24,820	317,556
Pre-K programs	35,348	4,473	30,875	24,022
Special education programs	211,190	334,087	(122,897)	251,766
Special education programs Pre-K	28,095	7,037	21,058	20,287
Remedial and supplemental programs K-12	20,123	23,433	(3,310)	19,133
Remedial and supplemental programs Pre-K	325	143	182	319
Summer school programs	3,609	1,803	1,806	2,402
Gifted programs	11,808	10,571	1,237	9,420
Bilingual programs	63,321	88,172	(24,851)	68,894
Total instruction	748,407	819,487	(71,080)	713,799
Support Services				
Pupils				
Guidance services	22,421	24,437	(2,016)	23,267
Health services	84,890	67,140	17,750	56,165
Psychological services	10,450	14,103	(3,653)	9,597
Speech pathology and audiology services	21,685	22,246	(561)	20,979
Other support services - pupils	11,670	14,684	(3,014)	12,861
Total pupils	151,116	142,610	8,506	122,869
Instructional Staff				
Improvement of instructional staff	17,573	17,932	(359)	14,976
Educational media services	112,247	141,151	(28,904)	116,095
Total instructional staff	129,820	159,083	(29,263)	131,071
General Administration				
Executive administration services	25,571	29,304	(3,733)	23,232
Total general administration	25,571	29,304	(3,733)	23,232

See notes to required supplementary information

North Shore School District 112

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

Municipal Retirement/Social Security Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
School Administration				
Office of the principal services	\$ 131,672	\$ 134,671	\$ (2,999)	\$ 128,462
Total school administration	131,672	134,671	(2,999)	128,462
Business				
Direction of business support services	56,966	67,289	(10,323)	52,038
Fiscal services	29,737	45,329	(15,592)	33,379
Operations and maintenance of plant services	218,632	219,968	(1,336)	191,534
Pupil transportation services	14,784	18,645	(3,861)	13,331
Total business	320,119	351,231	(31,112)	290,282
Central				
Information services	12,826	23,204	(10,378)	15,099
Staff services	41,996	54,837	(12,841)	40,277
Total central	54,822	78,041	(23,219)	55,376
Other Supporting Services	121	-	121	48
Total support services	813,241	894,940	(81,699)	751,340
Community Services	63	-	63	-
Total expenditures	1,561,711	1,714,427	(152,716)	1,465,139
Net change in fund balance	<u>\$ (657,716)</u>	(851,196)	<u>\$ (193,480)</u>	(264,562)
Fund Balance, Beginning		3,812,562		4,077,124
Fund Balance, Ending		<u>\$ 2,961,366</u>		<u>\$ 3,812,562</u>

See notes to required supplementary information

North Shore School District 112

Notes to Required Supplementary Information
Year Ended June 30, 2025

Stewardship, Compliance and Accountability

Budgetary Data

The budgeted amounts for the Governmental Funds are adopted on the modified accrual basis, which is consistent with accounting principles generally accepted in the United States of America.

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

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December, a tax levy resolution is filed with the county clerk to obtain tax revenues.
4. Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. All budget appropriations lapse at the end of the fiscal year.

The budget amounts shown in the financial statements are as originally adopted because there were no amendments during the past fiscal year.

Excess of Expenditures Over Budget

For the year ended June 30, 2025, expenditures exceeded budget in the Transportation Fund by \$920,737. Expenditures also exceeded budget in the Municipal Retirement/Social Security Fund by \$152,716. These excesses were funded by available financial resources.

North Shore School District 112

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

Debt Service Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Revenues				
Local Sources				
General levy	\$ 8,228,428	\$ 8,153,959	\$ (74,469)	\$ 8,171,745
Investment income	188,303	236,522	48,219	181,338
Total local sources	8,416,731	8,390,481	(26,250)	8,353,083
Total revenues	8,416,731	8,390,481	(26,250)	8,353,083
Expenditures				
Debt Services				
Interest on Short-Term Debt				
State aid anticipation certificates	12,014,338	-	12,014,338	-
Total	12,014,338	-	12,014,338	-
Payments on Long-Term Debt				
Interest on long term debt	1,966,888	5,338,931	(3,372,043)	5,228,099
Principal payments on long term debt	1,900,000	10,041,846	(8,141,846)	8,582,412
Total	3,866,888	15,380,777	(11,513,889)	13,810,511
Other Debt Service				
Purchased services	858,997	330,510	528,487	950
Total	858,997	330,510	528,487	950
Total debt services	16,740,223	15,711,287	1,028,936	13,811,461
Total expenditures	16,740,223	15,711,287	1,028,936	13,811,461
Excess (deficiency) of revenues over expenditures	(8,323,492)	(7,320,806)	1,002,686	(5,458,378)

North Shore School District 112

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

Debt Service Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Other Financing Sources (Uses)				
Principal on bonds sold	\$ 858,047	\$ 1,854,103	\$ 996,056	\$ -
Transfer for principal on leases	-	1,721,846	1,721,846	1,657,412
Transfer for interest on leases	-	120,050	120,050	139,598
Transfer to pay principal on revenue bonds	2,200,000	2,200,000	-	2,095,000
Transfer to pay interest on revenue bonds	1,667,388	1,667,388	-	1,772,138
Total other financing sources (uses)	4,725,435	7,563,387	2,837,952	5,664,148
Net change in fund balance	\$ (3,598,057)	242,581	\$ 3,840,638	205,770
Fund Balance, Beginning		325,938		120,168
Fund Balance, Ending		\$ 568,519		\$ 325,938

North Shore School District 112

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

Capital Projects Fund

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Revenues				
Local Sources				
Investment income	\$ 1,676,989	\$ 1,765,070	\$ 88,081	\$ 2,793,830
Gain or loss on sale of investments	-	-	-	(70,873)
Unrealized gain or loss on investments	-	105,432	105,432	105,432
Total local sources	1,676,989	1,870,502	193,513	2,828,389
Total revenues	1,676,989	1,870,502	193,513	2,828,389
Expenditures				
Support Services				
Business				
Facilities Acquisition and Construction Service				
Purchased services	-	-	-	800
Capital outlay	40,200,906	44,445,473	(4,244,567)	40,228,580
Total	40,200,906	44,445,473	(4,244,567)	40,229,380
Total business	40,200,906	44,445,473	(4,244,567)	40,229,380
Total support services	40,200,906	44,445,473	(4,244,567)	40,229,380
Total expenditures	40,200,906	44,445,473	(4,244,567)	40,229,380
Excess (deficiency) of revenues over expenditures	(38,523,917)	(42,574,971)	(4,051,054)	(37,400,991)
Other Financing Sources (Uses)				
Principal on bonds sold	54,850,338	52,445,897	(2,404,441)	-
Premium on bonds sold	3,230,178	5,623,081	2,392,903	-
Proceeds from sale of capital asset	-	-	-	1,904,593
Total other financing sources (uses)	58,080,516	58,068,978	(11,538)	1,904,593
Net change in fund balance	\$ 19,556,599	15,494,007	\$ (4,062,592)	(35,496,398)
Fund Balance, Beginning		18,591,802		54,088,200
Fund Balance, Ending		\$ 34,085,809		\$ 18,591,802

North Shore School District 112

Combining Balance Sheet -
General Fund
June 30, 2025

	Educational Accounts	Working Cash Accounts	Total
Assets			
Cash and investments	\$ 95,822,549	\$ 4,016,301	\$ 99,838,850
Student activity cash	233,718	-	233,718
Receivables (net allowance for uncollectibles):			
Interest	900,883	-	900,883
Property taxes	37,134,892	111,275	37,246,167
Intergovernmental	467,145	-	467,145
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 134,559,187</u>	<u>\$ 4,127,576</u>	<u>\$ 138,686,763</u>
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities			
Accounts payable	\$ 1,114,112	\$ -	\$ 1,114,112
Salaries and wages payable	3,877,757	-	3,877,757
Other current liabilities	43,740	-	43,740
Payroll deductions payable	2,489,021	-	2,489,021
Deferred revenue	277,621	-	277,621
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>7,802,251</u>	<u>-</u>	<u>7,802,251</u>
Deferred Inflows of Resources			
Property taxes levied for a future period	73,851,280	221,296	74,072,576
Unavailable state and federal aid receivable	9,390	-	9,390
Unavailable interest receivable	281,450	-	281,450
	<u> </u>	<u> </u>	<u> </u>
Total deferred inflows of resources	<u>74,142,120</u>	<u>221,296</u>	<u>74,363,416</u>
Fund Balance			
Assigned	233,718	-	233,718
Unassigned	52,381,098	3,906,280	56,287,378
	<u> </u>	<u> </u>	<u> </u>
Total fund balance	<u>52,614,816</u>	<u>3,906,280</u>	<u>56,521,096</u>
	<u> </u>	<u> </u>	<u> </u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 134,559,187</u>	<u>\$ 4,127,576</u>	<u>\$ 138,686,763</u>

North Shore School District 112

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -

General Fund

Year Ended June 30, 2025

	Educational Accounts	Working Cash Accounts	Total
Revenues			
Property taxes	\$ 70,099,964	\$ 210,096	\$ 70,310,060
State aid	25,637,306	-	25,637,306
Federal aid	2,700,056	-	2,700,056
Investment income	4,533,095	118,351	4,651,446
Student activities	132,247	-	132,247
Other	1,548,820	-	1,548,820
Total revenues	104,651,488	328,447	104,979,935
Expenditures			
Current:			
Instruction:			
Regular programs	28,131,651	-	28,131,651
Special programs	12,080,869	-	12,080,869
Other instructional programs	6,017,310	-	6,017,310
Student activities	127,297	-	127,297
Support services:			
Pupils	6,857,471	-	6,857,471
Instructional staff	7,062,328	-	7,062,328
General administration	2,256,535	-	2,256,535
School administration	3,797,861	-	3,797,861
Business	1,764,703	-	1,764,703
Operations and maintenance	13,016	-	13,016
Central	1,485,085	-	1,485,085
Other supporting services	858,457	-	858,457
Community services	1,788	-	1,788
Intergovernmental:			
State retirement contributions	21,229,711	-	21,229,711
Payments to other districts and government units	1,971,298	-	1,971,298
Capital outlay	1,282,922	-	1,282,922
Total expenditures	94,938,302	-	94,938,302
Excess (deficiency) of revenues over expenditures	9,713,186	328,447	10,041,633
Other Financing Sources (Uses)			
Transfers (out)	(4,862,504)	-	(4,862,504)
Total other financing sources (uses)	(4,862,504)	-	(4,862,504)
Net change in fund balance	4,850,682	328,447	5,179,129
Fund Balance, Beginning	47,764,134	3,577,833	51,341,967
Fund Balance, Ending	\$ 52,614,816	\$ 3,906,280	\$ 56,521,096

North Shore School District 112

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

Educational Accounts

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Revenues				
Local Sources				
General levy	\$ 69,305,100	\$ 69,301,628	\$ (3,472)	\$ 65,060,089
Special education levy	798,300	798,336	36	760,406
Investment income	3,106,319	4,318,745	1,212,426	3,672,983
Unrealized gain or loss on investments	-	214,350	214,350	480,704
Sales to pupils, lunch	145,000	167,141	22,141	191,679
Other food service	20,000	22,705	2,705	20,132
Student activities	200,000	132,247	(67,753)	146,989
Refund of prior years' expenditures	15,000	167,732	152,732	57,947
Proceeds from vendor contracts	40,000	60,778	20,778	45,339
Other local fees	544,440	533,627	(10,813)	525,826
Other	25,000	596,837	571,837	144,086
Total local sources	74,199,159	76,314,126	2,114,967	71,106,180
State Sources				
Evidence based funding	3,376,554	3,379,836	3,282	3,376,554
Special education, private facility tuition	225,000	200,322	(24,678)	222,995
Special education, orphanage, individual	35,000	39,682	4,682	89,093
State free lunch and breakfast	5,000	3,111	(1,889)	5,349
Early childhood, block grant	780,000	780,000	-	838,945
Technology, learning technology centers	-	1,500	1,500	-
Other restricted revenue from state sources	-	3,144	3,144	3,121
On behalf payment to TRS from the state	30,000,000	21,229,711	(8,770,289)	18,763,693
Total state sources	34,421,554	25,637,306	(8,784,248)	23,299,750

North Shore School District 112

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

Educational Accounts

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Federal Sources				
Federal impact aid	\$ 420,000	\$ 270,127	\$ (149,873)	\$ 523,014
National school lunch program	250,000	257,169	7,169	319,302
Special milk program	6,000	9,092	3,092	8,295
School breakfast program	30,000	42,442	12,442	42,409
Food service, other	-	43,199	43,199	45,744
Title I, low income	393,227	413,204	19,977	381,799
Title IV, safe and drug free schools, formula	-	6,981	6,981	10,069
Federal, special education, preschool flow-through	35,611	40,027	4,416	39,200
Federal, special education, IDEA, flow-through	929,127	1,015,026	85,899	1,122,106
Federal, special education, IDEA, room and board	-	84,984	84,984	212,657
Emergency immigrant assistance	-	5,793	5,793	1,100
Title III, english language acquisition	90,942	51,693	(39,249)	127,686
Title II, teacher quality	106,698	94,700	(11,998)	105,978
Medicaid matching funds, administrative outreach	25,000	41,688	16,688	57,940
Medicaid matching funds, fee-for- service program	90,000	147,351	57,351	314,368
Other restricted revenue from federal sources	-	176,580	176,580	337,941
Total federal sources	2,376,605	2,700,056	323,451	3,649,608
Total revenues	110,997,318	104,651,488	(6,345,830)	98,055,538
Expenditures				
Instruction				
Regular Programs				
Salaries	23,731,102	23,040,048	691,054	21,021,350
Employee benefits	3,967,229	3,887,479	79,750	3,509,107
Purchased services	650,950	530,121	120,829	454,320
Supplies and materials	513,977	674,003	(160,026)	437,507
Capital outlay	34,000	7,907	26,093	145,846
Total	28,897,258	28,139,558	757,700	25,568,130
Pre-K Programs				
Salaries	638,295	340,612	297,683	550,515
Employee benefits	121,807	79,463	42,344	121,920
Purchased services	8,000	-	8,000	6,950
Supplies and materials	119,575	137,502	(17,927)	94,600
Total	887,677	557,577	330,100	773,985

North Shore School District 112

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

Educational Accounts

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Special Education Programs				
Salaries	\$ 5,770,524	\$ 6,312,342	\$ (541,818)	\$ 5,596,019
Employee benefits	959,769	1,115,441	(155,672)	947,607
Purchased services	818,500	651,337	167,163	2,011,263
Supplies and materials	100,470	67,403	33,067	114,703
Capital outlay	10,000	5,661	4,339	4,304
Other objects	3,600	3,709	(109)	3,579
Total	7,662,863	8,155,893	(493,030)	8,677,475
Special Education Programs Pre-K				
Salaries	483,515	483,947	(432)	579,336
Employee benefits	79,159	105,367	(26,208)	125,532
Purchased services	41,148	-	41,148	31,020
Total	603,822	589,314	14,508	735,888
Remedial and Supplemental Programs K - 12				
Salaries	1,312,038	1,703,256	(391,218)	1,363,087
Employee benefits	221,877	288,474	(66,597)	176,873
Total	1,533,915	1,991,730	(457,815)	1,539,960
Remedial and Supplemental Programs Pre - K				
Salaries	-	1,875	(1,875)	4,705
Employee benefits	-	-	-	8
Total	-	1,875	(1,875)	4,713
Summer School Programs				
Salaries	70,000	108,732	(38,732)	121,578
Employee benefits	15,790	14,726	1,064	20,288
Total	85,790	123,458	(37,668)	141,866
Gifted Programs				
Salaries	736,744	761,739	(24,995)	684,157
Employee benefits	128,875	133,354	(4,479)	117,908
Total	865,619	895,093	(29,474)	802,065
Bilingual Programs				
Salaries	3,733,786	3,756,832	(23,046)	3,437,736
Employee benefits	623,961	682,475	(58,514)	582,790
Purchased services	-	-	-	31,063
Total	4,357,747	4,439,307	(81,560)	4,051,589

North Shore School District 112

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

Educational Accounts

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Special Education Programs K -12 - Private Tuition				
Other objects	\$ 1,962,390	\$ 1,349,593	\$ 612,797	\$ 1,460,378
Total	1,962,390	1,349,593	612,797	1,460,378
Student Activities				
Other objects	200,000	127,297	72,703	125,572
Total	200,000	127,297	72,703	125,572
Total instruction	47,057,081	46,370,695	686,386	43,881,621
Support Services				
Pupils				
Attendance and Social Work Services				
Purchased services	-	-	-	420,200
Supplies and materials	124,127	-	124,127	-
Total	124,127	-	124,127	420,200
Guidance Services				
Salaries	1,801,673	1,782,925	18,748	1,696,473
Employee benefits	300,986	313,554	(12,568)	283,871
Total	2,102,659	2,096,479	6,180	1,980,344
Health Services				
Salaries	525,312	569,925	(44,613)	510,738
Employee benefits	82,850	93,520	(10,670)	58,727
Purchased services	18,000	26,762	(8,762)	34,765
Supplies and materials	4,000	1,830	2,170	5,527
Capital outlay	10,000	9,242	758	7,009
Total	640,162	701,279	(61,117)	616,766
Psychological Services				
Salaries	584,142	1,015,226	(431,084)	689,407
Employee benefits	105,350	178,542	(73,192)	104,580
Purchased services	15,000	11,310	3,690	89,984
Supplies and materials	10,000	16,181	(6,181)	5,667
Total	714,492	1,221,259	(506,767)	889,638

North Shore School District 112

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

Educational Accounts

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Speech Pathology and Audiology Services				
Salaries	\$ 1,561,686	\$ 1,579,726	\$ (18,040)	\$ 1,472,940
Employee benefits	266,107	278,680	(12,573)	246,716
Purchased services	2,000	1,777	223	2,400
Supplies and materials	3,000	1,427	1,573	220
Total	1,832,793	1,861,610	(28,817)	1,722,276
Other Support Services - Pupils				
Salaries	425,273	541,173	(115,900)	404,814
Employee benefits	109,615	147,987	(38,372)	99,703
Purchased services	279,000	289,791	(10,791)	236,236
Supplies and materials	15,000	7,135	7,865	29,142
Total	828,888	986,086	(157,198)	769,895
Total pupils	6,243,121	6,866,713	(623,592)	6,399,119
Instructional Staff				
Improvement of Instructional Services				
Salaries	525,726	564,845	(39,119)	504,475
Employee benefits	331,569	335,187	(3,618)	315,872
Purchased services	1,371,034	1,296,634	74,400	888,366
Supplies and materials	1,575,365	1,021,563	553,802	2,395,536
Other objects	5,000	-	5,000	-
Total	3,808,694	3,218,229	590,465	4,104,249
Educational Media Services				
Salaries	1,688,366	1,713,369	(25,003)	1,574,270
Employee benefits	285,278	290,287	(5,009)	273,270
Purchased services	1,689,255	1,526,605	162,650	1,422,257
Supplies and materials	177,370	312,478	(135,108)	374,551
Capital outlay	2,801,235	1,260,112	1,541,123	5,207,899
Other objects	2,500	1,360	1,140	-
Total	6,644,004	5,104,211	1,539,793	8,852,247
Assessment and Testing				
Purchased services	83,000	-	83,000	-
Total	83,000	-	83,000	-
Total instructional staff	10,535,698	8,322,440	2,213,258	12,956,496

North Shore School District 112

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

Educational Accounts

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
General Administration				
Board of Education Services				
Employee benefits	\$ 8,598	\$ 8,598	\$ -	\$ 8,598
Purchased services	900,000	909,010	(9,010)	1,032,989
Supplies and materials	8,000	1,463	6,537	1,420
Other objects	30,000	33,611	(3,611)	37,265
Total	946,598	952,682	(6,084)	1,080,272
Executive Administration Services				
Salaries	476,005	502,502	(26,497)	492,066
Employee benefits	202,320	185,645	16,675	190,112
Purchased services	8,000	13,664	(5,664)	11,776
Supplies and materials	1,500	453	1,047	322
Other objects	15,000	8,234	6,766	14,951
Total	702,825	710,498	(7,673)	709,227
Tort Immunity Services				
Purchased services	601,123	593,355	7,768	546,244
Total	601,123	593,355	7,768	546,244
Total general administration	2,250,546	2,256,535	(5,989)	2,335,743
School Administration				
Office of the Principal Services				
Salaries	2,985,128	3,031,330	(46,202)	3,002,405
Employee benefits	712,052	761,363	(49,311)	774,437
Purchased services	17,600	5,168	12,432	9,065
Total	3,714,780	3,797,861	(83,081)	3,785,907
Total school administration	3,714,780	3,797,861	(83,081)	3,785,907
Business				
Direction of Business Support Services				
Salaries	572,737	559,623	13,114	542,030
Employee benefits	125,423	116,994	8,429	125,512
Total	698,160	676,617	21,543	667,542

North Shore School District 112

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

Educational Accounts

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Fiscal Services				
Salaries	\$ 254,408	\$ 256,507	\$ (2,099)	\$ 243,723
Employee benefits	55,342	41,901	13,441	47,639
Purchased services	140,500	139,020	1,480	136,317
Supplies and materials	5,470	9,401	(3,931)	6,504
Capital outlay	-	-	-	26,991
Other objects	54,500	44,842	9,658	71,099
Total	510,220	491,671	18,549	532,273
Operation and Maintenance of Plant Services				
Purchased services	10,000	13,016	(3,016)	266
Total	10,000	13,016	(3,016)	266
Food Services				
Purchased services	671,908	545,646	126,262	586,971
Supplies and materials	2,000	50,589	(48,589)	47,177
Other objects	-	180	(180)	180
Total	673,908	596,415	77,493	634,328
Internal Services				
Supplies and materials	500	-	500	245
Total	500	-	500	245
Total business	1,892,788	1,777,719	115,069	1,834,654
Central				
Information Services				
Salaries	112,625	117,625	(5,000)	104,500
Employee benefits	24,953	19,214	5,739	21,826
Purchased services	149,500	60,965	88,535	21,182
Supplies and materials	-	15,223	(15,223)	47,526
Capital outlay	1,000	-	1,000	-
Other objects	10,500	41,859	(31,359)	16,430
Total	298,578	254,886	43,692	211,464
Staff Services				
Salaries	606,446	787,690	(181,244)	583,984
Employee benefits	168,804	223,653	(54,849)	170,487
Purchased services	163,000	161,089	1,911	115,498
Supplies and materials	65,470	53,856	11,614	46,458
Other objects	3,000	3,911	(911)	651
Total	1,006,720	1,230,199	(223,479)	917,078
Total central	1,305,298	1,485,085	(179,787)	1,128,542

North Shore School District 112

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

Educational Accounts

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Other Supporting Services				
Salaries	\$ 3,500	\$ -	\$ 3,500	\$ 3,367
Employee benefits	50	-	50	42
Supplies and materials	-	923	(923)	12,759
Other objects	-	857,534	(857,534)	-
Total	3,550	858,457	(854,907)	16,168
Total support services	25,945,781	25,364,810	580,971	28,456,629
Community Services				
Supplies and materials	10,000	1,788	8,212	2,585
Total community services	10,000	1,788	8,212	2,585
Intergovernmental				
State Retirement Contributions				
On-behalf payments to TRS from the state	30,000,000	21,229,711	8,770,289	18,763,693
Total	30,000,000	21,229,711	8,770,289	18,763,693
Payments to Other Districts and Governmental Units				
Payments for Special Education Programs				
Purchased services	335,611	-	335,611	315,611
Total	335,611	-	335,611	315,611
Payments for Special Education Programs - Tuition				
Other objects	1,510,265	1,971,298	(461,033)	1,596,003
Total	1,510,265	1,971,298	(461,033)	1,596,003
Total payments to other districts and governmental units	1,845,876	1,971,298	(125,422)	1,911,614
Total intergovernmental	31,845,876	23,201,009	8,644,867	20,675,307
Total expenditures	104,858,738	94,938,302	9,920,436	93,016,142
Excess (deficiency) of revenues over expenditures	6,138,580	9,713,186	3,574,606	5,039,396

North Shore School District 112

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

Educational Accounts

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Other Financing Sources (Uses)				
Installment contract proceeds	\$ -	\$ -	\$ -	\$ 3,831,477
Transfer to operations and maintenance fund	(3,500,000)	(3,500,000)	-	(2,500,000)
Transfer for principal on leases and installment contract payable	-	(1,322,008)	(1,322,008)	(1,313,293)
Transfer for interest on leases and installment contract payable	-	(40,496)	(40,496)	(49,211)
Total other financing sources (uses)	<u>(3,500,000)</u>	<u>(4,862,504)</u>	<u>(1,362,504)</u>	<u>(31,027)</u>
Net change in fund balance	<u>\$ 2,638,580</u>	<u>4,850,682</u>	<u>\$ 2,212,102</u>	<u>5,008,369</u>
Fund Balance, Beginning		<u>47,764,134</u>		<u>42,755,765</u>
Fund Balance, Ending		<u>\$ 52,614,816</u>		<u>\$ 47,764,134</u>

North Shore School District 112

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

Working Cash Accounts

Year Ended June 30, 2025

With Comparative Actual Amounts for the Year Ended June 30, 2024

	2025			2024
	Original and Final Budget	Actual	Variance With Final Budget	Actual
Revenues				
Local Sources				
General levy	\$ 210,000	\$ 210,096	\$ 96	\$ 200,113
Investment income	<u>136,800</u>	<u>118,351</u>	<u>(18,449)</u>	<u>156,690</u>
Total local sources	<u>346,800</u>	<u>328,447</u>	<u>(18,353)</u>	<u>356,803</u>
Total revenues	<u>346,800</u>	<u>328,447</u>	<u>(18,353)</u>	<u>356,803</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 346,800</u>	<u>328,447</u>	<u>\$ (18,353)</u>	<u>356,803</u>
Fund Balance, Beginning		<u>3,577,833</u>		<u>3,221,030</u>
Fund Balance, Ending		<u>\$ 3,906,280</u>		<u>\$ 3,577,833</u>

Statistical Section

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	79 - 90
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	91 - 94
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	95 - 98
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	99 - 101
Operating Information These schedules contain information about the District's services and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	102 - 104

North Shore School District 112

Net Position by Component

Last Ten Fiscal Years

	Fiscal Year				
	2025	2024	2023	2022	2021
Governmental Activities					
Net investment in capital assets	\$ 117,805,605	\$ 110,513,247	\$ 108,467,851	\$ 95,795,290	\$ 85,571,450
Restricted					
Operations and maintenance	-	-	-	1,359,847	2,269,175
Student transportation	-	-	-	3,617,664	3,278,424
Retirement benefits	1,104,889	1,715,033	383,651	9,249,784	4,722,681
Capital projects	-	9,809,392	-	-	-
Debt service	-	-	-	33,708	33,708
Unrestricted (deficit)	41,494,928	22,687,983	12,350,739	330,670	3,701,045
Total net position	<u>\$ 160,405,422</u>	<u>\$ 144,725,655</u>	<u>\$ 121,202,241</u>	<u>\$ 110,386,963</u>	<u>\$ 99,576,483</u>

*Net Position restated due to GASB Statement No. 75 implementation as of June 30, 2017. Prior years not restated.

Fiscal Year				
2020	2019	2018*	2017	2016
\$ 82,112,891	\$ 80,246,759	\$77,225,869	\$70,739,137	\$67,998,467
3,649,258	4,305,936	1,901,116	1,334,784	1,707,408
1,866,272	1,570,837	1,655,424	2,188,423	1,903,340
793,175	990,281	991,833	1,409,808	1,164,837
-	-	-	-	1,536,694
33,708	33,708	33,708	33,708	2,406
3,530,358	(6,477,011)	(8,954,459)	38,806,684	33,160,795
<u>\$ 91,985,662</u>	<u>\$ 80,670,510</u>	<u>\$ 72,853,491</u>	<u>\$ 114,512,544</u>	<u>\$ 107,473,947</u>

North Shore School District 112

Changes in Net Position

Last Ten Fiscal Years

	Fiscal Year				
	2025	2024	2023	2022	2021
Expenses					
Governmental Activities					
Instruction:					
Regular programs	\$ 28,435,963	\$ 24,971,800	\$ 26,271,627	\$ 31,457,281	\$ 22,949,415
Special programs	14,342,681	14,081,836	12,025,747	7,925,350	10,803,370
Other programs	5,793,413	5,421,093	4,731,102	3,734,773	6,092,880
Student activities	127,297	125,572	119,617	136,038	36,119
Support services:					
Pupils	7,569,482	6,760,322	6,371,864	6,002,713	5,148,808
Instructional staff	8,181,718	8,678,955	5,424,078	6,707,286	6,963,538
District administration	1,660,441	1,392,116	4,432,026	1,091,632	2,660,867
School administration	3,040,442	3,277,186	346,385	1,243,559	3,509,193
Business	1,968,979	1,868,967	2,046,394	1,754,161	1,683,042
Transportation	6,906,138	5,883,712	5,253,890	4,527,732	3,358,881
Operations and maintenance	12,937,968	10,411,026	11,604,400	9,594,137	11,205,139
Central	1,618,310	1,169,567	737,011	1,468,224	1,087,887
Other supporting services	858,206	16,241	2,483	2,128	2,620
Intergovernmental:					
State retirement contributions	15,376,966	17,341,127	15,295,355	17,596,864	31,754,171
Payments to other districts and government units, excluding special education	-	-	-	-	-
Community services	2,295	4,529	(20,928)	119,395	6,360
Interest on debt	5,246,246	3,785,301	3,675,514	1,779,933	1,804,720
Total governmental expenses	114,066,545	105,189,350	98,316,565	95,141,206	109,067,010
Program Revenues					
Governmental Activities					
Charges for services:					
Instruction					
Regular Programs	1,130,464	905,990	761,186	772,804	820,112
Other Programs	-	-	-	-	-
Student activities	132,247	146,989	126,883	110,370	49,659
Support services:					
Transportation	38,037	33,342	25,246	20,916	11,756
Business	189,846	211,811	175,985	12,120	-
Operations and Maintenance	4,620	11,144	65,349	15,921	44,892
Operating grants and contributions:					
Instruction					
Regular programs	466,534	527,235	934,484	1,459,168	1,294,937
Special programs	2,762,284	3,210,888	2,306,978	1,817,813	1,624,948
Other programs	51,693	127,686	6,172	70,111	13,102
Support services:					
Pupils	6,981	342,392	228,603	231,462	-
Instructional staff	94,700	110,970	110,865	361,321	82,686
Operations and Maintenance	-	-	-	1,006,496	-
Transportation	1,726,596	1,603,632	1,288,427	1,064,411	1,848,605
Business	355,013	418,495	491,508	876,014	532,456
Central	-	-	834	223,739	-
Intergovernmental:					
State retirement contributions	15,376,966	17,341,127	15,295,355	17,596,864	31,754,171
Payments to other districts and government units, excluding special education	-	-	-	-	-
Capital grants and contributions:					
Instruction:					
Regular programs	-	-	-	-	361,361
Support services:					
Business	50,000	50,000	50,000	-	-
Operations and maintenance	-	-	-	-	-
Total government program revenues	22,385,981	25,041,701	21,867,875	25,639,530	38,438,685
Net (expense) revenue	(91,680,564)	(80,147,649)	(76,448,690)	(69,501,676)	(70,628,325)
General Revenues:					
Governmental Activities					
Taxes:					
Property taxes	94,271,718	90,200,838	77,512,687	74,963,196	73,021,793
Intergovernmental, unrestricted :					
Replacement taxes	925,881	1,380,722	2,291,346	2,195,536	1,015,425
State aid-formula grants	3,379,836	3,376,554	3,373,338	3,369,558	3,365,702
Investment earnings	8,168,532	6,028,587	3,317,727	574,263	312,304
Unrealized gain/(loss) on investments	319,782	515,263	534,821	(1,208,720)	-
Miscellaneous	294,582	264,506	234,049	418,323	291,709
Gain on disposal of capital assets	-	1,904,593	-	-	-
Total general revenues and gain on disposal of capital assets	107,360,331	103,671,063	87,263,968	80,312,156	78,006,933
Change in net position	\$ 15,679,767	\$ 23,523,414	\$ 10,815,278	\$ 10,810,480	\$ 7,378,608

Fiscal Year				
2020	2019	2018	2017	2016
\$ 23,337,480	\$ 22,715,295	\$ 23,867,323	\$ 24,769,383	\$ 25,768,271
10,229,019	9,461,508	9,998,574	10,005,498	10,618,189
6,051,864	6,356,340	6,802,804	5,662,970	4,489,402
-	-	-	-	-
5,474,390	5,163,931	7,220,973	6,239,677	5,869,190
6,028,086	6,490,806	7,226,009	4,615,680	4,056,260
2,173,984	2,045,035	1,431,123	1,551,617	1,731,554
3,207,865	3,612,142	4,025,350	3,142,361	3,324,345
1,698,450	1,690,192	1,523,766	1,510,867	1,467,777
4,020,805	3,597,466	3,339,234	2,817,920	2,858,449
8,978,220	10,433,070	8,354,742	9,298,769	7,683,641
1,110,769	1,201,309	1,228,281	1,175,479	1,034,870
9,884	11,003	33,994	22,484	22,307
29,350,056	28,230,342	27,575,120	29,596,726	20,192,502
37,058	-	-	65,168	-
7,526	187,741	33,773	61,748	38,037
1,891,095	1,163,702	-	-	-
<u>103,606,551</u>	<u>102,359,882</u>	<u>102,661,066</u>	<u>100,536,347</u>	<u>89,154,794</u>
1,492,122	1,395,013	648,625	1,099,583	1,023,967
-	-	1,571	38,018	8,105
-	-	-	-	-
24,523	33,616	22,193	54,116	2,624
16,228	34,152	33,523	34,813	48,458
24,410	34,063	88,625	97,997	46,906
620,880	304,036	275,130	416,939	370,659
1,676,176	1,809,437	2,824,918	4,651,419	4,655,445
70,288	122,512	101,704	458,534	99,384
-	-	-	-	-
95,156	113,348	131,058	172,027	128,787
-	-	-	-	-
1,121,202	1,160,483	619,199	348,792	978,775
361,890	330,167	307,190	718,150	311,252
-	-	-	-	-
29,350,056	28,230,342	27,575,120	29,596,726	20,192,502
-	-	-	12,000	-
-	-	-	-	-
-	-	-	-	-
50,000	-	-	-	-
<u>34,902,931</u>	<u>33,567,169</u>	<u>32,628,856</u>	<u>37,699,114</u>	<u>27,866,864</u>
<u>(68,703,620)</u>	<u>(68,792,713)</u>	<u>(70,032,210)</u>	<u>(62,837,233)</u>	<u>(61,287,930)</u>
71,594,376	69,650,798	67,455,017	67,272,865	66,281,835
728,794	674,008	690,421	735,781	581,440
3,365,702	3,361,213	3,356,655	1,267,676	1,207,820
3,532,452	2,864,768	583,741	452,122	221,497
-	-	-	-	-
797,448	58,945	108,507	147,386	82,596
-	-	-	-	-
<u>80,018,772</u>	<u>76,609,732</u>	<u>72,194,341</u>	<u>69,875,830</u>	<u>68,375,188</u>
<u>\$ 11,315,152</u>	<u>\$ 7,817,019</u>	<u>\$ 2,162,131</u>	<u>\$ 7,038,597</u>	<u>\$ 7,087,258</u>

North Shore School District 112

Fund Balances - Governmental Funds

Last Ten Fiscal Years

	Fiscal Year			
	2025	2024	2023	2022
General Fund				
Nonspendable	\$ -	\$ 47,699	\$ 47,699	\$ 47,699
Restricted	-	-	-	-
Assigned	233,718	228,768	207,351	200,085
Unassigned	56,287,378	51,065,500	45,721,745	42,450,620
Total general fund	<u>\$ 56,521,096</u>	<u>\$ 51,341,967</u>	<u>\$ 45,976,795</u>	<u>\$ 42,698,404</u>
All Other Governmental Funds				
Nonspendable, reported in:				
Special revenue funds	\$ 82,950	\$ 86,789	\$ -	\$ -
Restricted, reported in:				
Special revenue funds	2,244,881	3,274,156	3,717,561	8,403,438
Debt service funds	63,724	57,665	33,233	33,708
Capital projects fund	23,537,468	9,809,392	50,027,288	-
Assigned, reported in:				
Special revenue funds	8,253,789	6,633,816	6,036,221	5,454,151
Debt service funds	504,795	268,273	86,935	44,149
Capital projects fund	10,548,341	8,782,410	4,060,912	10,418,429
Total all other governmental funds	<u>\$ 45,235,948</u>	<u>\$ 28,912,501</u>	<u>\$ 63,962,150</u>	<u>\$ 24,353,875</u>

Fiscal Year					
2021	2020	2019	2018	2017	2016
\$ 47,699	\$ 47,699	\$ 23,405	\$ -	\$ 21,722	\$ 34,422
-	-	-	-	-	-
225,753	-	-	-	-	-
39,950,689	42,968,875	45,104,656	40,417,522	40,796,509	35,244,638
<u>\$ 40,224,141</u>	<u>\$ 43,016,574</u>	<u>\$ 45,128,061</u>	<u>\$ 40,417,522</u>	<u>\$ 40,818,231</u>	<u>\$ 35,279,060</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
8,628,619	9,129,169	9,017,671	6,298,722	6,159,366	6,322,264
33,708	33,708	33,708	33,708	33,708	2,406
13,910,269	35,312,142	52,603,194	-	-	1,536,694
4,443,539	3,776,374	2,541,084	2,334,856	1,778,269	1,209,887
41,417	28,230	3,667	3,000	2,556	33,708
19,242,187	11,603,421	372,377	276	-	2,213
<u>\$ 46,299,739</u>	<u>\$ 59,883,044</u>	<u>\$ 64,571,701</u>	<u>\$ 8,670,562</u>	<u>\$ 7,973,899</u>	<u>\$ 9,107,172</u>

North Shore School District 112

Governmental Funds Revenues
Last Ten Fiscal Years

	Fiscal Years				
	2025	2024	2023	2022	2021
Local sources	\$ 104,637,393	\$ 101,141,248	\$ 84,136,043	\$ 77,874,729	\$ 75,817,927
State sources	6,184,191	6,189,063	4,989,144	4,609,747	5,278,783
Federal sources	2,700,056	3,649,608	3,756,213	5,845,379	4,051,877
On-behalf sources	<u>21,229,711</u>	<u>18,763,693</u>	<u>19,909,405</u>	<u>19,973,007</u>	<u>17,469,491</u>
Total revenues	<u>\$ 134,751,351</u>	<u>\$ 129,743,612</u>	<u>\$ 112,790,805</u>	<u>\$ 108,302,862</u>	<u>\$ 102,618,078</u>

Fiscal Years				
2020	2019	2018	2017	2016
\$ 77,976,409	\$ 74,522,566	\$ 69,632,223	\$ 69,944,681	\$ 68,297,428
4,583,936	5,446,620	5,639,141	4,777,093	4,108,543
2,777,614	2,475,990	2,325,314	2,974,880	2,854,473
<u>16,817,921</u>	<u>15,433,490</u>	<u>27,575,120</u>	<u>29,596,726</u>	<u>20,192,502</u>
<u>\$ 102,155,880</u>	<u>\$ 97,878,666</u>	<u>\$ 105,171,798</u>	<u>\$ 107,293,380</u>	<u>\$ 95,452,946</u>

North Shore School District 112

Governmental Funds Expenditures and Debt Service Ratio

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

	Fiscal Year				
	2025	2024	2023	2022	2021
Current					
Instruction:					
Regular programs	\$ 28,481,419	\$ 25,736,840	\$ 27,563,290	\$ 26,733,736	\$ 22,772,039
Special programs	12,445,426	12,700,583	10,151,086	8,544,469	8,322,023
Other instructional programs	6,122,472	5,879,275	5,238,956	5,444,401	6,196,675
Student activities	127,297	125,572	119,617	136,038	36,119
Total instruction	47,176,614	44,442,270	43,072,949	40,858,644	37,326,856
Supporting services:					
Pupils	7,000,081	6,517,979	5,795,633	5,537,036	5,156,802
Instructional staff	7,221,411	7,879,668	6,693,800	6,380,395	5,978,784
General administration	2,285,839	2,358,975	2,063,943	1,907,950	1,959,970
School administration	3,932,532	3,914,369	3,370,272	3,422,572	3,286,867
Business	1,877,321	1,892,814	1,764,690	1,956,416	1,883,801
Transportation	6,884,490	5,895,389	5,235,762	4,570,534	3,392,277
Operations and maintenance	8,852,050	7,138,091	7,768,392	6,982,602	8,650,070
Central	1,563,126	1,183,918	1,125,113	1,300,765	1,175,313
Other supporting services	858,457	16,216	1,801	2,216	2,486
Total supporting services	40,475,307	36,797,419	33,819,406	32,060,486	31,486,370
Community services	1,788	2,585	25,308	95,745	35,923
Total current expenditures	87,653,709	81,242,274	76,917,663	73,014,875	68,849,149
Intergovernmental:					
State retirement contributions	21,229,711	18,763,693	19,909,405	19,973,007	17,469,491
Payments to other districts and gov't units	1,971,298	1,911,614	1,853,498	1,619,820	1,881,902
Total intergovernmental	23,201,009	20,675,307	21,762,903	21,592,827	19,351,393
Capital outlay	46,605,851	49,834,492	25,148,470	29,380,853	27,137,624
Debt service:					
Principal	10,041,846	8,582,412	2,807,525	2,261,083	1,810,000
Interest and fiscal charges	5,669,441	5,229,049	2,793,386	2,033,450	2,057,863
Total debt service	15,711,287	13,811,461	5,600,911	4,294,533	3,867,863
Total expenditures	\$ 173,171,856	\$ 165,563,534	\$ 129,429,947	\$ 128,283,088	\$ 119,206,029
Debt service required as a percentage of noncapital expenditures	12.41%	11.86%	5.35%	4.32%	4.10%
Debt service as a percentage of total expenditures	9.07%	8.34%	4.33%	3.35%	3.24%

Fiscal Year				
2020	2019	2018	2017	2016
\$ 22,442,338	\$ 21,429,240	\$ 22,149,485	\$ 23,759,650	\$ 24,908,073
8,002,627	7,302,687	7,818,010	8,154,935	8,845,182
6,090,419	5,959,324	6,225,403	5,718,821	4,653,924
-	-	-	-	-
36,535,384	34,691,251	36,192,898	37,633,406	38,407,179
4,969,338	5,032,862	6,169,659	5,754,210	5,351,221
5,803,233	6,157,252	6,437,861	4,466,319	3,871,885
1,965,024	1,756,816	1,458,128	1,599,472	1,727,553
3,088,408	3,069,125	3,155,342	3,199,396	3,452,753
1,578,649	1,556,540	1,435,398	1,520,007	1,321,923
4,004,492	3,584,612	3,328,696	2,813,469	2,845,174
6,799,319	8,411,386	7,018,004	7,226,023	6,257,255
1,059,201	1,172,275	1,144,932	1,167,720	955,930
9,168	10,631	34,274	21,162	18,785
29,276,832	30,751,499	30,182,294	27,767,778	25,802,479
6,579	130,583	28,315	61,766	38,471
65,818,795	65,573,333	66,403,507	65,462,950	64,248,129
16,817,921	15,433,490	27,575,120	29,596,726	20,192,502
1,967,537	1,976,265	1,768,568	1,823,781	1,503,862
18,785,458	17,409,755	29,343,688	31,420,507	21,696,364
20,487,908	8,828,354	9,128,649	6,004,025	1,970,652
1,720,000	-	-	-	-
2,143,863	1,066,954	-	-	-
3,863,863	1,066,954	-	-	-
\$ 108,956,024	\$ 92,878,396	\$ 104,875,844	\$ 102,887,482	\$ 87,915,145
4.37%	1.27%	0.00%	0.00%	0.00%
3.55%	1.15%	0.00%	0.00%	0.00%

North Shore School District 112

Other Financing Sources and Uses and
Net Change in Fund Balances
Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year				
	2025	2024	2023	2022	2021
Excess (deficiency) of revenues over (under) expenditures	\$ (38,420,505)	\$ (35,819,922)	\$ (16,639,142)	\$ (19,980,226)	\$ (16,587,951)
Other financing sources (uses):					
Transfers in	9,209,284	8,164,148	16,768,009	4,294,058	16,734,776
Bond proceeds	54,300,000	-	54,045,000	-	-
Premium on bonds sold	5,623,081	-	3,133,729	-	-
Proceeds from sale of capital assets	-	1,904,593	-	-	-
Lease proceeds	-	399,375	1,541,263	508,625	-
Installment contract proceeds	-	3,831,477	805,816	-	-
Transfers out	(9,209,284)	(8,164,148)	(16,768,009)	(4,294,058)	(16,734,776)
Total other financing sources (uses)	59,923,081	6,135,445	59,525,808	508,625	-
Net change in fund balances	\$ 21,502,576	\$ (29,684,477)	\$ 42,886,666	\$ (19,471,601)	\$ (16,587,951)

Fiscal Year				
2020	2019	2018	2017	2016
\$ (6,800,144)	\$ 5,000,270	\$ 295,954	\$ 4,405,898	\$ 7,537,801
13,863,388	8,458,447	10,000,000	-	-
-	50,945,000	-	-	-
-	4,666,408	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
(13,863,388)	(8,458,447)	(10,000,000)	-	-
-	55,611,408	-	-	-
\$ (6,800,144)	\$ 60,611,678	\$ 295,954	\$ 4,405,898	\$ 7,537,801

North Shore School District 112

Property Tax Rates - All Direct and Overlapping Governments
Last Ten Tax Levy Years

Tax Levy Year	District Direct Rates		Overlapping Rates										Total Tax Rate
					Highland		Lake County			South Lake	Total		
		Highland	Lake		Park	Park	North	Forest	Township of	College of	Mosquito	Overlapping	
	NSSD 112	Park	County	HSD 113	District	Sanitary	Preserve	Moraine	Lake County	Abatement	Government		
2024	\$ 3.366	\$ 0.852	\$ 0.551	\$ 2.396	\$ 0.572	\$ 0.150	\$ 0.162	\$ 0.076	\$ 0.280	\$ 0.010	\$ 5.048	\$ 8.414	
2023	3.560	0.872	0.586	2.477	0.596	0.159	0.168	0.050	0.294	0.010	5.212	8.772	
2022	3.676	0.909	0.589	2.525	0.612	0.160	0.173	0.054	0.296	0.012	5.329	9.005	
2021	3.299	0.904	0.598	2.486	0.608	0.158	0.179	0.056	0.293	0.013	5.296	8.595	
2020	3.184	0.875	0.598	2.391	0.572	0.157	0.182	0.055	0.290	0.012	5.133	8.317	
2019	3.039	0.809	0.597	2.280	0.560	0.153	0.180	0.056	0.282	0.012	4.927	7.966	
2018	2.914	0.772	0.612	2.222	0.535	0.153	0.182	0.054	0.282	0.011	4.824	7.738	
2017	2.826	0.726	0.622	2.164	0.521	0.153	0.187	0.054	0.281	0.011	4.718	7.544	
2016	2.862	0.737	0.632	2.187	0.529	0.157	0.193	0.056	0.285	0.012	4.788	7.649	
2015	3.006	0.749	0.663	2.309	0.520	0.166	0.208	0.063	0.299	0.012	4.989	7.995	

Source: Lake County Clerk's Office

Note: Tax rates are per \$100 of assessed value

North Shore School District 112

Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Tax Levy Years

Tax Levy Year	Equalized		Total Equalized Assessed Value	Actual Estimated Value	Total Direct Rate
	Assessed Valuation				
	Real Estate	Railroad			
2024	\$ 2,927,970,781	\$ 4,420,964	\$ 2,932,391,745	\$ 8,886,035,591	3.366%
2023	2,667,246,807	4,650,314	2,671,897,121	8,096,657,942	3.560%
2022	2,466,055,441	4,316,744	2,470,372,185	7,485,976,318	3.676%
2021	2,369,794,568	3,649,098	2,373,443,666	7,192,253,533	3.299%
2020	2,370,078,113	3,649,098	2,373,727,211	7,193,112,761	3.184%
2019	2,420,333,320	3,508,602	2,423,841,922	7,344,975,521	3.039%
2018	2,468,137,523	3,231,303	2,471,368,826	7,488,996,442	2.914%
2017	2,472,548,411	3,021,625	2,475,570,036	7,501,727,382	2.830%
2016	2,374,567,316	2,965,779	2,377,533,095	7,204,645,742	2.862%
2015	2,235,806,902	2,918,358	2,238,725,260	6,784,015,939	3.006%

Source: Lake County Clerk's Office

Note: The county assesses property at approximately 33.3% of actual value for all types of real property. Estimated actual value is calculated by dividing assessed value by that percentage. Tax rates are per \$100 of assessed value.

North Shore School District 112

Principal Taxpayers

Tax Levy Year 2024 and Nine Years Ago

Taxpayer	2024		2015	
	Equalized Assessed Valuation	Percentage of Total	Equalized Assessed Valuation	Percentage of Total
Albion Jacobs Renaissance Place LLC	\$ 27,288,080	0.93%	\$ -	-
Alliance Tax Advisors	12,571,942	0.43%	-	-
HP Ventures Group, LLC	12,093,205	0.41%	-	-
SE McGovern House Transitory LLC	9,173,470	0.31%	-	-
Midwest Family Housing LLC	9,021,380	0.31%	6,518,540	0.29%
Federal Realty Investment Trust	8,879,053	0.30%	6,416,809	0.29%
Americana Associates	8,685,798	0.30%	-	-
T Renaissance IL LLC	8,134,787	0.28%	-	-
Ernie D Semersky	5,362,565	0.18%	-	-
James & Wendy Abrams	5,263,477	0.18%	-	-
Metzler I Renaissance Place LP	-	-	12,755,847	0.57%
Morningside Highwood LLC	-	-	5,248,484	0.23%
Klairmont Family Associates LP	-	-	4,934,848	0.22%
Americana Apartments	-	-	4,678,813	0.21%
Highland Park Associates II, LLC	-	-	4,261,685	0.19%
Sunset Food Mart, Inc.	-	-	3,388,740	0.15%
Evergreen Real Estate Services	-	-	2,981,488	0.13%
ATG Trust Co. N9258 & ATG Trust Co.	-	-	2,924,015	0.13%
Total Principal Taxpayers in District	106,473,757	3.63%	54,109,269	2.41%
Other Taxpayers in District	2,825,917,988	96.37%	2,181,697,633	97.59%
District's Total EAV	\$ 2,932,391,745	100.00%	\$ 2,235,806,902	100.00%

Source: Office of the County Clerk - Lake County, IL
2015 Information - 2016 ACFR

North Shore School District 112

Property Tax Levies and Collections

Last Ten Tax Levy Years

Tax Levy Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Subsequent Year Collections	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2024	\$ 98,712,107	\$ 49,076,360	49.72%	\$ -	\$ 49,076,360	49.72%
2023	95,132,683	47,509,154	49.94%	46,762,563	94,271,717	99.09%
2022	90,820,096	42,906,098	47.24%	47,294,740	90,200,838	99.32%
2021	78,308,547	34,779,954	44.41%	42,732,733	77,512,687	98.98%
2020	75,580,566	35,069,986	46.40%	39,893,210	74,963,196	99.18%
2019	73,665,695	31,361,162	42.57%	41,660,631	73,021,793	99.13%
2018	72,005,975	35,561,608	49.39%	36,032,166	71,593,774	99.43%
2017	69,963,100	41,871,249	59.85%	27,779,549	69,650,798	99.55%
2016	68,033,775	34,178,718	50.24%	33,276,494	67,455,212	99.15%
2015	67,303,111	33,840,154	50.28%	33,432,460	67,272,614	99.95%

North Shore School District 112

Outstanding Debt by Type
Last Ten Fiscal Years

Government Activities											
Fiscal Year	General Obligation Bonded Debt ⁽¹⁾	General Obligation Bonds (Alternate Revenue Source) ⁽¹⁾	Lease and Installment Contract Liabilities	Less: Amounts Available for Debt Service	Total Primary Government	Equalized Assessed Valuation	Ratio of General Bonded Debt to Actual Estimated Value	Percentage of Personal Income*	Debt Outstanding per Capita	General Bonded Debt per Capita	
2025	\$ 105,551,823	\$ 42,335,934	\$ 3,202,828	\$ -	\$151,090,585	\$2,932,391,745	1.19%	4.61%	\$ 4,259	\$ 2,976	
2024	52,113,691	44,781,535	4,924,674	-	101,819,900	2,671,897,121	1.20%	3.10%	2,862	1,465	
2023	57,100,377	47,122,136	2,351,234	-	106,573,747	2,470,372,185	1.39%	3.42%	3,002	1,609	
2022	-	49,362,737	816,680	-	50,179,417	2,373,443,666	0.00%	1.72%	1,411	-	
2021	-	51,508,338	-	-	51,508,338	2,373,727,211	0.00%	1.81%	1,483	-	
2020	-	53,563,939	-	-	53,563,939	2,423,841,922	0.00%	1.94%	1,542	-	
2019	-	55,529,540	-	-	55,529,540	2,471,368,826	0.00%	2.13%	1,591	-	
2018	-	-	-	-	-	2,475,570,036	0.00%	0.00%	-	-	
2017	-	-	-	-	-	2,377,533,095	0.00%	0.00%	-	-	
2016	-	-	-	-	-	2,238,725,260	0.00%	0.00%	-	-	

(1) Net of related premiums, discounts, and adjustments

* See the schedule of Demographic Statistics on page 104 for personal income and population data.

North Shore School District 112

Computation of Direct and Overlapping Debt
June 30, 2025

<u>Taxing Authority</u>	<u>Gross Bonded Debt Outstanding</u>	<u>Overlapping Percent</u>	<u>Applicable to District</u>
Lake County	\$ - (1)	8.799%	\$ -
Lake County Forest Preserve	149,920,000 (2)	8.799%	13,191,461
City of Highland Park	31,425,837 (3)	97.051%	30,499,089
City of Highwood	11,160,000	100.000%	11,160,000
Park District of Highland Park	13,615,000 (2)	95.871%	13,052,837
Township High School District 113	84,320,000 (1)	58.349%	49,199,877
Community College #532	<u>4,035,000 (1)</u>	9.226%	<u>372,269</u>
Total overlapping bonded debt	294,475,837		117,475,533
Direct Debt			
North Shore School District 112	<u>97,395,000 (1)</u>	100.000%	<u>97,395,000</u>
Total overlapping and direct debt	<u>\$ 391,870,837</u>		<u>\$ 214,870,533</u>

Source of Information - Office of Lake County Clerk

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

Note: Percent applicable to School District is calculated using assessed valuation of the School District area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.

North Shore School District 112Legal Debt Margin Information
Last Ten Fiscal Years

	2025*	2024*	Fiscal Year 2023*	2022*	2021*
Assessed Valuation	\$ 2,932,391,745	\$ 2,671,897,121	\$ 2,470,372,185	\$ 2,373,443,666	\$ 2,373,727,211
Statutory Debt Limitation (6.9% of assessed valuation)	202,335,030	184,360,901	170,455,681	163,767,613	163,787,178
Debt June 30	100,597,828	54,139,674	56,396,234	816,680	-
Legal Bonded Debt Margin	<u>\$ 101,737,202</u>	<u>\$ 130,221,227</u>	<u>\$ 114,059,447</u>	<u>\$ 162,950,933</u>	<u>\$ 116,372,178</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	<u>49.72%</u>	<u>29.37%</u>	<u>33.09%</u>	<u>0.50%</u>	<u>0.00%</u>

*Excludes alternative revenue bonds pursuant to the Debt Reform Act.

<u>2020*</u>	<u>2019*</u>	<u>Fiscal Year 2018</u>	<u>2017</u>	<u>2016</u>
\$ 2,423,841,922	\$ 2,471,368,826	\$ 2,475,570,036	\$ 2,377,533,095	\$ 2,107,297,808
167,245,093	170,524,449	170,814,332	164,049,784	145,403,549
-	-	-	-	-
<u>\$ 118,020,093</u>	<u>\$ 119,579,449</u>	<u>\$ 170,814,332</u>	<u>\$ 164,049,784</u>	<u>\$ 145,403,549</u>
<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

North Shore School District 112

Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	Population		Unemployment Rate		Personal Income (in thousands)	Per Capita Personal Income
	Highland Park	Highwood	Highland Park	Highwood		
2024**	30,229 #	5,243 #	4.2	3.9	\$ 3,279,542	\$ 92,016
2023	30,272	5,304	4.0	4.2	3,279,542	92,184
2022	30,163	5,335	3.1	4.0	3,113,298	87,703
2021	30,177	5,374	3.7	4.1	2,923,409	82,231
2020	29,515	5,224	6.6	6.9	2,853,625	82,145
2019	29,515	5,224	3.0	3.5	2,762,810	79,530
2018	29,622	5,272	3.5	3.8	2,609,697	74,789
2017	29,767	5,325	3.4	4.2	2,480,013	70,672
2016	29,641	5,324	4.2	5.2	2,327,814	66,576
2015	29,743	5,352	4.1	5.0	2,198,848	62,654

Source of Information: # American Community Survey Data Profiles (2019-2023) 5-year average

* Population: Quickfacts.Census.Gov

** Estimated. 2024 information not available. 2023 information was used.

% Unemployment Rate: Illinois Department of Employment Security

Prior years: U.S. Census Data, Sperling's Best places website

Personal Income and Per Capital Personal Income:

Bureau of Economic Analysis.gov

North Shore School District 112

Principal Employers

Current Year and Nine Years Ago

Employer	2025		2016	
	Number Employed	Percentage of Total Employment	Number Employed	Percentage of Total Employment
Highland Park Hospital-North Shore University Health System	1,200	7.08%	1,200	7.07%
Ravinia Music Festival	750	4.42%	600	3.53%
North Shore Elementary School District #112 (FTE)	552	3.26%	610	3.59%
North Suburban Special Education District	420	2.48%	356	2.10%
City of Highland Park (FTE)	273	1.61%	-	-
Sunset Foods	250	1.47%	-	-
Target	224	1.32%	224	1.32%
Jewel-Osco	200	1.18%	200	1.18%
First Bank of Highland Park	130	0.77%	-	-
Highland Park - Park District (Full-time Only)	115	0.68%	629	3.70%
Township High School District 113	-	-	623	3.67%
Northmoor Golf Course	-	-	200	1.18%
Dick Blick Holdings (HQ)	-	-	100	0.59%

This list may include full-time and part-time and/or seasonal employees for some employers

Sources:

City Records / School District Records
Employer Official Website
Data Axle Reference Solutions for Business
2016 Information - 2016 ACFR

* Calculating applicable percentages to the Illinois Department of Employment Security Reports
the estimated number of persons employed in the District in 2024 is 16,956.

North Shore School District 112

Full-time Equivalent District Employees by Type
Last Ten Fiscal Years

Fiscal Year	Full-time Equivalent Employees									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Instruction										
Total instruction	<u>399</u>	<u>378</u>	<u>403</u>	<u>401</u>	<u>409</u>	<u>415</u>	<u>417</u>	<u>*445</u>	<u>*452</u>	<u>*463</u>
Support Services										
Total support services	<u>170</u>	<u>155</u>	<u>153</u>	<u>151</u>	<u>129</u>	<u>127</u>	<u>125</u>	<u>*125</u>	<u>*128</u>	<u>*134</u>
Total	<u>569</u>	<u>552</u>	<u>552</u>	<u>552</u>	<u>538</u>	<u>542</u>	<u>542</u>	<u>570</u>	<u>580</u>	<u>597</u>

* as of September of that fiscal year

North Shore School District 112

Operating Statistics
Last Ten Fiscal Years

Fiscal Year	Average Daily Attendance	Operating Expenditures**	Cost Per Pupil	Percentage Change	Expenses	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio
2025	3,420	\$ 89,625,007	\$ 26,206	8.13%	\$ 114,066,545	\$ 33,353	8.79%	335 *	10.2
2024	3,431	83,153,888	24,236	6.35%	105,189,350	30,659	7.79%	333 *	10.3
2023	3,457	78,771,161	22,789	6.32%	98,316,565	28,444	4.10%	356 *	9.7
2022	3,482	74,634,695	21,434	-15.86%	95,141,206	27,324	-30.44%	354 *	9.8
2021	2,777	70,731,051	25,474	21.83%	109,067,010	39,281	22.92%	388 *	7.2
2020	3,242	67,786,332	20,909	15.64%	103,606,551	31,958	16.64%	383 *	8.5
2019	3,736	67,549,598	18,081	-7.33%	102,359,882	27,398	-6.75%	377 *	9.9
2018	3,494	68,172,075	19,511	3.61%	102,661,066	29,382	4.42%	405 *	8.6
2017	3,573	67,286,731	18,832	8.57%	100,536,347	28,138	19.64%	410 *	8.7
2016	3,791	65,751,991	17,345	40.47%	89,154,794	23,519	2.91%	422 *	9.0

* as of September of that fiscal year

** calculated based on total current expenditures, less state retirement contributions

Source of Information: District Personnel Department records
Annual Financial Report 2016-2025 (ISBE Form SD50-35/JA50-60)

North Shore School District 112

Operating Indicators by Function

June 30, 2025

Function	2025
Instruction	
Regular and Special student enrollment	3,784
Support Services	
Pupil	
% of student population from Non-English Language Background	32%
School Administration	
Average daily attendance	3,420
Fiscal	
Purchase Orders Processed	4,068
Maintenance	
District Square Footage Maintained by Custodians and Maintenance Staff	853,000
District Acreage Maintained by Grounds Staff	96
Transportation	
Avg. number of regular pupils transported per year	2,848
Avg. number of regular bus runs to/from school	188
Extra Curricular Activities	
Number of competitive sports	26
Number of student clubs	117
% of Students eligible to file for Federally funded Free or Reduced Lunches	18.36%

Source of Information:

ISBE Fall Enrollment

Infinite Campus Student Data System

District Records

North Shore School District 112

School Building Information
Last Ten Fiscal Years

	2024-25	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16
Elementary Schools -										
Braeside										
Square Feet*	43,636	43,636	43,636	43,636	43,636	43,636	43,636	43,636	43,636	43,636
Enrollment**	269	274	270	278	273	270	271	255	265	283
Indian Trail										
Square Feet	65,403	65,403	65,403	65,403	65,403	65,403	65,403	65,403	65,403	65,403
Enrollment	455	473	471	460	400	426	424	285	318	356
Lincoln										
Square Feet	Sold	Sold	School	School	School	School	School	48,471	48,471	48,471
Enrollment	Sold	Sold	Closed	Closed	Closed	Closed	Closed	207	210	227
Oak Terrace										
Square Feet	85,000	85,000	85,000	85,000	85,000	85,000	85,000	85,000	85,000	85,000
Enrollment	551	606	376	419	432	468	487	526	523	534
Ravinia										
Square Feet	51,634	51,634	51,634	51,634	51,634	51,634	51,634	51,634	51,634	51,634
Enrollment	280	274	255	256	241	239	225	235	243	274
Red Oak										
Square Feet	57,153	57,153	57,153	57,153	57,153	57,153	57,153	57,153	57,153	57,153
Enrollment	225	209	211	224	260	259	249	320	327	326
Sherwood										
Square Feet	50,863	50,863	50,863	50,863	50,863	50,863	50,863	50,863	50,863	50,863
Enrollment	375	368	382	419	387	376	384	292	291	302
Wayne Thomas										
Square Feet	56,221	56,221	56,221	56,221	56,221	56,221	56,221	56,221	56,221	56,221
Enrollment	438	425	392	339	306	319	323	298	286	298
Green Bay										
Square Feet	School	School	60,808	60,808	60,808	60,808	60,808	60,808	60,808	60,808
Enrollment	Closed	Closed	266	261	174	278	271	266	219	268
Totals - Elementary										
Square Feet	409,910	409,910	470,718	470,718	470,718	470,718	470,718	519,189	519,189	519,189
Enrollment	2,593	2,629	2,623	2,656	2,473	2,635	2,634	2,684	2,682	2,868
Middle Schools -										
Edgewood										
Square Feet	145,923	145,923	145,923	Under	136,492	136,492	136,492	136,492	136,492	136,492
Enrollment	657	649	673	Renovation	727	769	793	524	517	569
Elm Place										
Square Feet	School	School	School	113,493	113,493	113,493	School	113,493	113,493	113,493
Enrollment	Closed	Closed	Closed	692	518	508	Closed	302	349	374
Northwood										
Square Feet	121,160	121,160	121,160	121,160	Under	Under	83,826	83,826	83,826	83,826
Enrollment	534	522	534	490	Renovation	Renovation	515	492	479	511
Totals - Middle Schools										
Square Feet	267,083	267,083	267,083	234,653	249,985	249,985	220,318	333,811	333,811	333,811
Enrollment	1,191	1,171	1,207	1,182	1,245	1,277	1,308	1,318	1,345	1,454
District Totals:										
Square Feet	676,993	676,993	737,801	705,371	720,703	720,703	691,036	853,000	853,000	853,000
Enrollment	3,784	3,800	3,830	3,838	3,718	3,912	3,942	4,002	4,027	4,322

* Square footage represents the total square footage of the building.

** Enrollment data from ISBE End of Year Report for FY15 through FY18.

Enrollment data from Infinite Campus Student Enrollment Report for FY19 through FY25

Source of Information:

1. Architect/Engineer Data
2. ISBE End-of-Year Report & Infinite Campus Student Enrollment Summary Report