Lake Forest Community High School District 115
Lake Forest Elementary School District 67

November 4, 2026

To: Dr. Matthew Montgomery, Superintendent of Schools

From: Dr. Jennifer Hermes, Chief Operating Officer
Brittany Tjardes, CPA, Assistant Superintendent of Business Services/CSBO
Jessica Kleitsch, Comptroller

Re: District 115 2025-2026 Audited Annual Financial Statements

Illinois law requires each school district to obtain an annual independent audit conducted by a public accounting firm. The Board of Education engaged Baker Tilly to perform the District's independent audit for the 2025-2026 fiscal year.

Baker Tilly has completed the audit, and the District's Annual Financial Report will be submitted to the Illinois State Board of Education. The auditors issued an unqualified opinion, which represents the highest level of assurance and indicates that the financial statements fairly present, in all material respects, the District's financial position and results of operations.

Baker Tilly will present the audit findings at the November 10, 2026 Finance Committee of the Whole meeting.

The administration recommends that the Board of Education accept the 2025-2026 audit as presented.

# Lake Forest Community High School District 115

Financial Statements and
Supplementary Information

June 30, 2026

# Lake Forest Community High School District 115

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# Independent Auditors' Report

To the Board of Education of
Lake Forest Community High School District 115

**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 Lake Forest Community High School District 115 (the District), as of and for the year ended June 30, 2026, 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, 2026 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.

***Emphasis of Matter***

As discussed in Note 3, the District adopted the provisions of GASB Statement No. 103, effective July 1, 2025. Our opinions are not modified with respect to this matter.

***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of 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.

Baker Tilly Advisory Group, LP and Baker Tilly US, LLP, trading as Baker Tilly, are members of the global network of Baker Tilly International Ltd., the members of which are separate and independent legal entities. Baker Tilly US, LLP is a licensed CPA firm that provides assurance services to its clients. Baker Tilly Advisory Group, LP and its subsidiary entities provide tax and consulting services to their clients and are not licensed CPA firms.

***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 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information as listed in the table of contents 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 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.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 4, 2026 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

Chicago, Illinois
November 4, 2026

The management's discussion and analysis (MD&A) provides an overview and analysis of the financial activities of Lake Forest Community High School District 115 (the District) for the fiscal year ended June 30, 2026. This section is intended to assist readers in understanding the basic financial statements by offering a narrative explanation of the District's financial performance, condition and why amounts changed from the prior year. Readers are encouraged to consider the information presented here in conjunction with the accompanying financial statements and notes.

### Overview of the Financial Statements

The District's financial report contains basic financial statements. Those financial statements present the District's finances at both an overall and a detailed level and are comprised of three components: (1) government-wide financial statements, (2) fund financial statements and (3) notes to the financial statements.

The government-wide financial statements provide a broad overview of the District's overall financial position and results of operations, similar in nature to private-sector financial statements. These statements are reported using the economic resources measurement focus and the accrual basis of accounting and consists of the following two statements:

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

- The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

The government-wide financial statements cover the District's governmental activities comprising the District's most basic functions, such as instructional services (regular education, special education and other), supporting services, operation and maintenance of facilities and transportation services. Governmental activities are supported by taxes and intergovernmental revenues.

The fund financial statements provide more detailed information about the District's funds. A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The District's governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. These funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting.

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

## Financial Summary and Detailed Analysis

**Table 1**
**Condensed Statements of Net Position**

| | 2026 | 2025 |
|---|---|---|
| **Assets** | | |
| Current and other assets | $ 147,616,602 | $ 172,875,878 |
| Capital assets, net | 136,332,758 | 108,133,847 |
| Total assets | 283,949,360 | 281,009,725 |
| Total deferred outflows of resources | 4,422,979 | 4,562,116 |
| **Liabilities** | | |
| Current liabilities | 12,929,749 | 12,853,415 |
| Long-term liabilities | 132,050,132 | 141,922,441 |
| Total liabilities | 144,979,881 | 154,775,856 |
| Total deferred inflows of resources | 77,996,473 | 77,175,955 |
| **Net Position** | | |
| Net investment in capital assets | 65,781,143 | 59,345,861 |
| Restricted | 18,708,172 | 13,535,394 |
| Unrestricted | (19,093,330) | (19,261,225) |
| Total net position | $ 65,395,985 | $ 53,620,030 |

The District's net position increased by $11.8 million, or 22%, to $65.4 million at June 30, 2026. Current and other assets decreased by $25.3 million and net capital assets increased by $28.2 million, primarily due to the anticipated capital investments associated with the District's 2023 capital referendum. Total liabilities decreased by $9.8 million as result of the District making scheduled repayments on long-term debt with no new borrowing during the year.

**Table 2**
**Changes in Net Position**

| | 2026 | 2025 |
|---|---|---|
| **Revenues** | | |
| Program revenues: | | |
| Charges for services | $ 6,751,509 | $ 6,344,273 |
| Operating grants and contributions | 11,460,798 | 11,492,756 |
| Capital grants and contributions | 50,000 | 50,000 |
| General revenues: | | |
| Taxes | 59,217,824 | 57,260,765 |
| Evidence based funding | 885,226 | 883,803 |
| Other | 4,731,858 | 6,487,398 |
| Total revenues | 83,097,215 | 82,518,995 |
| **Expenses** | | |
| Instruction | 33,103,789 | 30,977,513 |
| Pupil and instructional staff services | 5,700,869 | 7,141,207 |
| Administration and business | 5,427,059 | 5,217,116 |
| Transportation | 1,764,910 | 2,098,317 |
| Operations and maintenance | 4,773,461 | 3,994,125 |
| Intergovernmental | 10,110,312 | 10,236,288 |
| Interest and fees | 4,364,135 | 4,678,681 |
| Other | 6,076,725 | 5,457,415 |
| Total expenses | 71,321,260 | 69,800,662 |
| Change in net position | 11,775,955 | 12,718,333 |
| **Net Position, Beginning** | 53,620,030 | 40,901,697 |
| **Net Position, Ending** | $ 65,395,985 | $ 53,620,030 |

The District's net position increased by $11.8 million, compared with a $12.7 million increase in the prior year. Total revenues rose by $0.6 million, as approximately $2.0 million in tax revenues and higher charges for services were largely offset by lower other general revenues, primarily due to fair value adjustments to investments. Total expenses increased by $1.5 million. Changes in instructional, pupil support, administrative, and other expenses should be evaluated alongside pension and OPEB allocation or presentation effects before being attributed to changes in service levels. Overall, recurring revenues exceeded expenses while the District continued its capital improvement program funded by the 2023 referendum.

### Detailed Analysis of the District's Funds

The District maintains seven 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, Capital Projects Fund and Fire Prevention and Life Safety Fund, all of which are considered to be major funds. Significant changes to the major funds are discussed in detail below.

### General Fund

During the current fiscal year, fund balance of the General Fund increased by $1.4 million, or 18.8%.

Revenues of $61.7 million exceeded expenditures by $1.8 million; after a $0.4 million transfer to the Debt Service Fund for lease payments, the fund recorded a $1.4 million increase. State aid and property taxes were the District's primary revenue sources. State revenue includes pension and retiree health contributions the State of Illinois makes to TRS and THIS on the District's behalf. These payments are also recorded as intergovernmental expenditures in the General Fund and reflect the State's proportionate share of the collective net pension and OPEB liabilities associated with the District. Excluding changes in these on-behalf payments, the most significant revenue increase was in federal sources, primarily due to the timing of grant reimbursements. Excluding intergovernmental expenditures for on-behalf payments, expenditure growth was driven primarily by costs for special programs and other instructional programs, as well as the purchase of a student transportation vehicle. The ending fund balance included $7.1 million in unassigned resources and $0.6 million assigned to student activities.

### Operations and Maintenance Fund

During the current fiscal year, fund balance of the Operations and Maintenance Fund decreased by $0.6 million, or 53.5%. Revenues exceeded direct expenditures by approximately $0.8 million; however, a $1.4 million transfer to the Debt Service Fund for debt certificate payments resulted in the net decrease. This reflects the effect of debt financing requirements on resources available for ongoing facility operations. District management expects to address the deficit through a reallocation of property tax revenues.

### Transportation

During the current fiscal year, fund balance of the Transportation decreased by $1 million, or 20.8%. Expenditures of $1.8 million exceeded revenues of $0.8 million. State transportation aid of approximately $0.5 million and other revenues of $0.1 million did not fully cover transportation costs, requiring the use of fund balance. This use of fund balance reflects the continued proration of state transportation aid and the resulting greater reliance on local resources to fund student transportation.

### IMRF Fund

During the current fiscal year, fund balance of the IMRF Fund increased by $0.3 million, or 135.4%. Revenues of $1.7 million exceeded expenditures of $1.4 million, primarily reflecting the planned reallocation of property tax revenues to the fund. This reallocation helped strengthen the fund's balance and support Illinois Municipal Retirement and Social Security costs.

### Debt Service Fund

During the current fiscal year, fund balance of the Debt Service Fund increased by $0.1 million, or 14.8%. The fund reported $13.7 million in debt service expenditures and $12.0 million in dedicated revenues, along with $1.8 million in transfers from the General and Operations and Maintenance Funds to support lease and debt certificate payments. Debt service activity had no significant changes, and payments were made according to the established schedules.

### Capital Project

During the current fiscal year, fund balance of the Capital Project decreased by $27.4 million, or 30.6%. The decrease reflects the use of 2023 referendum fund. In November 2018, the Board of Education approved a Facility Master Plan process to identify ongoing and long-term facility needs. Temporarily paused during the pandemic, the process was later resumed by the Facility Master Plan Oversight Committee to review projects identified in the 10-year life safety audit and other facility and grounds improvements to support instruction. In February 2022, the Board issued $15 million in bonds to fund improvements over multiple fiscal years. After voters approved the April 2023 referendum, the Board issued $105.7 million in bonds in October 2023 to protect and improve historic Lake Forest Community High School. The referendum-funded work addresses critical needs, including roofing, plumbing, electrical, HVAC, lighting, masonry, exterior enclosures, fire protection, security systems, student labs and classrooms, ADA accessibility, reconfigured student support spaces, and improved integration of instructional spaces. These projects will continue over multiple fiscal years.

## Significant Capital Asset and Long-Term Financial Activity

### Capital Assets

Net capital assets increased by $28.2 million to $136.3 million, as $32.0 million in capitalized additions exceeded $3.8 million in depreciation and amortization. Construction in progress rose to $44.6 million, reflecting approximately $30.8 million in additions and $10.4 million transferred from projects completed during the year. This investment is associated with the District's 2023 capital referendum. At year-end, approximately $17.6 million in construction commitments were attributable to the referendum projects. More detailed information about capital assets can be found in Note 6 of the basic financial statements.

### Long-Term Debt

Long-term liabilities decreased by $9.9 million to $132.1 million, with no new borrowing during the year. Scheduled repayments included $6.9 million of general obligation bonds, $0.9 million of debt certificates, and $0.4 million of lease liabilities. The $101.5 million in outstanding general obligation bonds relates to issuances approved by voters in the 2006 and 2023 referendums. The bonds associated with the 2006 referendum are scheduled to be paid off in November 2026. The District maintained its AAA credit rating, with no changes to its debt policies or financing plans. More detailed information on long-term debt can be found in Note 8 of the basic financial statements.

## Currently Known Facts, Decisions or Conditions

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

- On the April 4, 2023 Lake County election ballot, the Lake Forest Community High School District 115 Board of Education successfully passed a $105.7 million referendum. This critical funding addresses the essential infrastructure needs of Lake Forest High School, which was originally constructed in 1935. The referendum supports significant improvements to roofing, plumbing, electrical systems, HVAC, lighting, masonry, exterior enclosures, fire protection and security systems. These upgrades are necessary to preserve the historic integrity of the building while ensuring a safe, functional, and reliable environment that supports uninterrupted teaching and learning for students and staff.

- In addition to core infrastructure upgrades, a key focus of the referendum is the renovation of instructional spaces to better meet the evolving needs of current and future learners. Modernizing classrooms and learning environments will provide more dynamic, flexible and technologically advanced spaces that support innovative instructional practices and enhance student engagement. Collectively, these improvements will extend the building's useful life, reduce the risk of costly emergency repairs, strengthen safety and security, improve ADA accessibility and elevate the overall educational experience for students.

- The District also participates in a shared services agreement with Lake Forest Elementary School District 67, in an effort to provide a greater articulation within the curriculum, increase efficiencies and reduce administrative costs. The District's enrollment is projected to remain stable over the next couple of years. The District's labor force is steady with a labor agreement in effect through fiscal year 2028 with the Lake Forest Education Association (LFEA), and a labor agreement in effect through fiscal year 2027 with the Lake Forest High School Support Staff Association (LFHS SSA).

# Lake Forest Community High School District 115

Statement of Net Position
June 30, 2026

| | Governmental Activities |
|---|---|
| **Assets and Deferred Outflows of Resources** | |
| **Assets** | |
| Cash and investments | $ 111,670,123 |
| Student activity cash | 642,924 |
| Receivables (net of allowance for uncollectibles): | |
| Interest | 257,093 |
| Property taxes | 31,203,666 |
| Replacement taxes | 96,097 |
| Intergovernmental | 176,115 |
| Accounts | 96,713 |
| Leases | 2,481,964 |
| Other current assets | 236,059 |
| Net pension asset | 755,848 |
| Capital assets: | |
| Land | 1,679,178 |
| Construction in progress | 44,579,022 |
| Capital assets being depreciated/amortized, net of accumulated depreciation / amortization | 90,074,558 |
| Total assets | 283,949,360 |
| **Deferred Outflows of Resources** | |
| Deferred outflows related to pensions | 700,859 |
| Deferred outflows related to OPEB | 3,722,120 |
| Total deferred outflows of resources | 4,422,979 |
| **Liabilities, Deferred Inflows of Resources and Net Position** | |
| **Liabilities** | |
| Accounts payable | 7,822,017 |
| Salaries and wages payable | 1,643,882 |
| Payroll deductions payable | 1,550,952 |
| Other current liabilities | 98,002 |
| Interest payable | 896,008 |
| Unearned revenue | 918,888 |
| Long-term liabilities: | |
| Other long-term liabilities, due within one year | 8,720,411 |
| Other long-term liabilities, due after one year | 123,329,721 |
| Total liabilities | 144,979,881 |
| **Deferred Inflows of Resources** | |
| Property taxes levied for a future period | 59,645,775 |
| Deferred charge on refunding | 112,779 |
| Deferred inflows related to pensions | 2,282,425 |
| Deferred inflows related to OPEB | 13,613,876 |
| Deferred inflows related to leases | 2,341,618 |
| Total deferred inflows of resources | 77,996,473 |
| **Net Position** | |
| Net investment in capital assets | 65,781,143 |
| Restricted for: | |
| Student transportation | 3,867,943 |
| Retirement benefits | 844,433 |
| Capital projects | 13,995,796 |
| Unrestricted (deficit) | (19,093,330) |
| Total net position | $ 65,395,985 |

*See notes to basic financial statements*

# Lake Forest Community High School District 115

Statement of Activities
Year Ended June 30, 2026

| 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 | $ 20,854,514 | $ 1,166,171 | $ 136,530 | $ - | $ (19,551,813) |
| Special programs | 5,996,761 | - | 816,617 | - | (5,180,144) |
| Other instructional programs | 5,179,936 | 2,410,445 | 49,603 | - | (2,719,888) |
| Student activities | 1,072,578 | 1,117,597 | - | - | 45,019 |
| Support services: | | | | | |
| Pupils | 4,269,282 | - | 8,310 | - | (4,260,972) |
| Instructional staff | 1,431,587 | - | 21,287 | - | (1,410,300) |
| General administration | 751,141 | - | - | - | (751,141) |
| School administration | 2,277,264 | - | - | - | (2,277,264) |
| Business | 2,398,654 | 1,351,877 | - | - | (1,046,777) |
| Transportation | 1,764,910 | 127,193 | 489,281 | - | (1,148,436) |
| Operations and maintenance | 4,773,461 | 578,226 | - | 50,000 | (4,145,235) |
| Central | 1,935,857 | - | - | - | (1,935,857) |
| Other supporting services | 341,282 | - | - | - | (341,282) |
| Intergovernmental: | | | | | |
| State retirement contributions | 9,939,170 | - | 9,939,170 | - | - |
| Payments to other districts and government units, excluding special education | 171,142 | - | - | - | (171,142) |
| Other: | | | | | |
| Community services | 10,868 | - | - | - | (10,868) |
| Interest and fees | 4,364,135 | - | - | - | (4,364,135) |
| Unallocated depreciation | 3,788,718 | - | - | - | (3,788,718) |
| Total governmental activities | $ 71,321,260 | $ 6,751,509 | $ 11,460,798 | $ 50,000 | (53,058,953) |
| **General Revenues** | | | | | |
| Taxes: | | | | | |
| Real estate taxes, levied for general purposes | | | | | 39,586,455 |
| Real estate taxes, levied for specific purposes | | | | | 7,117,634 |
| Real estate taxes, levied for debt service | | | | | 12,025,618 |
| Intergovernmental, unrestricted: | | | | | |
| Personal property replacement taxes | | | | | 488,117 |
| State aid-formula grants | | | | | 885,226 |
| Investment income | | | | | 4,476,805 |
| Miscellaneous | | | | | 255,053 |
| Total general revenues | | | | | 64,834,908 |
| Change in net position | | | | | 11,775,955 |
| **Net Position, Beginning** | | | | | 53,620,030 |
| **Net Position, Ending** | | | | | $ 65,395,985 |

*See notes to basic financial statements*

## Lake Forest Community High School District 115

Governmental Funds
Balance Sheet
June 30, 2026

| | General Fund | Operations and Maintenance Fund | Transportation Fund |
|---|---|---|---|
| **Assets** | | | |
| Cash and investments | $ 29,408,200 | $ 1,723,722 | $ 3,987,037 |
| Student activity cash | 642,924 | - | - |
| Receivables (net allowance for uncollectibles): | | | |
| Interest | - | - | - |
| Property taxes | 19,954,043 | 4,138,005 | - |
| Replacement taxes | 30,767 | 33,805 | 17,739 |
| Intergovernmental | 65,104 | - | - |
| Accounts | - | 96,713 | - |
| Leases | - | 2,481,964 | - |
| Other current assets | 163,820 | 72,239 | - |
| Total assets | $ 50,264,858 | $ 8,546,448 | $ 4,004,776 |
| **Liabilities, Deferred Inflows of Resources and Fund Balance (Deficit)** | | | |
| **Liabilities** | | | |
| Accounts payable | $ 479,190 | $ 387,362 | $ 33,808 |
| Salaries and wages payable | 1,643,882 | - | - |
| Other current liabilities | 3,438 | 89,774 | 112 |
| Payroll deductions payable | 1,452,907 | 9,730 | - |
| Unearned revenue | 751,414 | 64,561 | 102,913 |
| Total liabilities | 4,330,831 | 551,427 | 136,833 |
| **Deferred Inflows of Resources** | | | |
| Property taxes levied for a future period | 38,142,133 | 7,909,793 | - |
| Unavailable state and federal aid receivable | 12,930 | - | - |
| Unavailable interest receivable | - | - | - |
| Deferred inflows related to leases | - | 2,341,618 | - |
| Total deferred inflows of resources | 38,155,063 | 10,251,411 | - |
| **Fund Balance (Deficit)** | | | |
| Restricted | - | - | 3,867,943 |
| Assigned | 642,924 | - | - |
| Unassigned | 7,136,040 | (2,256,390) | - |
| Total fund balance (deficit) | 7,778,964 | (2,256,390) | 3,867,943 |
| Total liabilities, deferred inflows of resources and fund balance (deficit) | $ 50,264,858 | $ 8,546,448 | $ 4,004,776 |

*See notes to basic financial statements*

| Municipal Retirement/ Social Security Fund | Debt Service Fund | Capital Projects Fund | Total |
|---|---|---|---|
| $ 845,057 | $ 6,425,659 | $ 69,280,448 | $111,670,123 |
| - | - | - | 642,924 |
| - | - | 257,093 | 257,093 |
| 869,946 | 6,241,672 | - | 31,203,666 |
| 13,786 | - | - | 96,097 |
| 111,011 | - | - | 176,115 |
| - | - | - | 96,713 |
| - | - | - | 2,481,964 |
| - | - | - | 236,059 |
| $ 1,839,800 | $ 12,667,331 | $ 69,537,541 | $146,860,754 |
| $ - | $ - | $ 6,921,657 | $ 7,822,017 |
| - | - | - | 1,643,882 |
| - | - | 4,678 | 98,002 |
| 88,315 | - | - | 1,550,952 |
| - | - | - | 918,888 |
| 88,315 | - | 6,926,335 | 12,033,741 |
| 1,662,900 | 11,930,949 | - | 59,645,775 |
| - | - | - | 12,930 |
| - | - | 257,093 | 257,093 |
| - | - | - | 2,341,618 |
| 1,662,900 | 11,930,949 | 257,093 | 62,257,416 |
| 88,585 | 736,382 | 61,299,113 | 65,992,023 |
| - | - | 1,055,000 | 1,697,924 |
| - | - | - | 4,879,650 |
| 88,585 | 736,382 | 62,354,113 | 72,569,597 |
| $ 1,839,800 | $ 12,667,331 | $ 69,537,541 | $146,860,754 |

*See notes to basic financial statements*

# Lake Forest Community High School District 115

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2026

| | | |
|---|---|---|
| **Total Fund Balances, Governmental Funds** | | $ 72,569,597 |
| 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. | | 136,332,758 |
| Net pension asset recognized in the Statement of Net Position does not provide current financial resources and is not included as an asset in the Governmental Funds Balance Sheet. | | 755,848 |
| 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: | | |
| Unavailable interest income | $ 257,093 | |
| Unavailable state and federal aid | 12,930 | |
| | | 270,023 |
| Deferred outflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. | | 700,859 |
| Deferred outflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. | | 3,722,120 |
| Deferred charge on refunding included in the Statement of Net Position is not available to pay for current period expenditures and, therefore, is not included in the Governmental Funds Balance Sheet. | | (112,779) |
| Deferred inflows of resources related to pensions do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. | | (2,282,425) |
| Deferred inflows of resources related to OPEB do not relate to current financial resources and are not included in the Governmental Funds Balance Sheet. | | (13,613,876) |
| 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, 2026 are: | | |
| General obligation bonds | (101,470,000) | |
| Debt certificates, direct replacement | (770,000) | |
| Debt certificates | (12,015,000) | |
| Unamortized premium | (5,512,130) | |
| Lease liabilities | (432,256) | |
| Compensated absences | (183,464) | |
| Net pension liability, TRS | (2,125,635) | |
| Total OPEB liability, Retiree's Health Plan | (1,718,380) | |
| Net OPEB liability, THIS | (7,823,267) | |
| | | (132,050,132) |
| 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. | | (896,008) |
| **Net Position of Governmental Activities** | | $ 65,395,985 |

*See notes to basic financial statements*

# Lake Forest Community High School District 115

Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended June 30, 2026

| | General Fund | Operations and Maintenance Fund | Transportation Fund | Municipal Retirement/Social Security Fund |
|---|---|---|---|---|
| **Revenues** | | | | |
| Property taxes | $ 39,449,820 | $ 5,387,042 | $ 75,021 | $ 1,655,571 |
| Corporate personal property replacement taxes | 155,143 | 172,298 | 90,413 | 70,263 |
| State aid | 13,991,139 | - | 489,281 | - |
| Federal aid | 910,902 | - | - | - |
| Investment income | 1,160,190 | 68,306 | - | - |
| Student activities | 1,117,597 | - | - | - |
| Other | 4,939,103 | 772,669 | 127,193 | - |
| Total revenues | 61,723,894 | 6,400,315 | 781,908 | 1,725,834 |
| **Expenditures** | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 21,420,405 | - | - | 408,151 |
| Special programs | 4,774,677 | - | - | 110,761 |
| Other instructional programs | 4,899,263 | - | - | 223,515 |
| Student activities | 1,072,578 | - | - | - |
| Support services: | | | | |
| Pupils | 4,606,924 | - | - | 269,459 |
| Instructional staff | 1,360,796 | - | - | 55,671 |
| General administration | 751,196 | - | - | - |
| School administration | 2,099,584 | - | - | 142,615 |
| Business | 2,332,789 | 95 | - | 51,765 |
| Transportation | - | - | 1,764,910 | - |
| Operations and maintenance | - | 5,370,006 | - | 53,117 |
| Central | 1,850,450 | - | - | 62,964 |
| Other supporting services | 330,045 | - | - | 9,154 |
| Community services | 10,868 | - | - | - |
| Intergovernmental: | | | | |
| State retirement contributions | 12,868,601 | - | - | - |
| Payments to other districts and government units | 1,177,881 | 90,744 | - | - |
| Debt service: | | | | |
| Principal | - | - | 28,133 | - |
| Interest and other | - | - | 4,603 | - |
| Capital outlay | 377,181 | 143,551 | - | - |
| Total expenditures | 59,933,238 | 5,604,396 | 1,797,646 | 1,387,172 |
| Excess (deficiency) of revenues over expenditures | 1,790,656 | 795,919 | (1,015,738) | 338,662 |
| **Other Financing Sources (Uses)** | | | | |
| Transfers in | - | - | - | - |
| Transfers (out) | (425,774) | (1,386,565) | - | - |
| Total other financing sources (uses) | (425,774) | (1,386,565) | - | - |
| Net change in fund balance | 1,364,882 | (590,646) | (1,015,738) | 338,662 |
| **Fund Balance (Deficit), Beginning** | 6,414,082 | (1,665,744) | 4,883,681 | (250,077) |
| **Fund Balance (Deficit), Ending** | $ 7,778,964 | $ (2,256,390) | $ 3,867,943 | $ 88,585 |

*See notes to basic financial statements*

| Debt Service Fund | Capital Projects Fund | Total |
|---|---|---|
| $ 12,025,618 | $ - | $ 58,593,072 |
| - | - | 488,117 |
| - | 50,000 | 14,530,420 |
| - | - | 910,902 |
| - | 3,097,332 | 4,325,828 |
| - | - | 1,117,597 |
| - | 186,635 | 6,025,600 |
| 12,025,618 | 3,333,967 | 85,991,536 |
| - | - | 21,828,556 |
| - | - | 4,885,438 |
| - | - | 5,122,778 |
| - | - | 1,072,578 |
| - | - | 4,876,383 |
| - | - | 1,416,467 |
| - | - | 751,196 |
| - | - | 2,242,199 |
| - | - | 2,384,649 |
| - | - | 1,764,910 |
| - | 1,944,588 | 7,367,711 |
| - | - | 1,913,414 |
| - | - | 339,199 |
| - | - | 10,868 |
| - | - | 12,868,601 |
| - | - | 1,268,625 |
| 8,162,942 | - | 8,191,075 |
| 5,580,271 | - | 5,584,874 |
| - | 28,837,917 | 29,358,649 |
| 13,743,213 | 30,782,505 | 113,248,170 |
| (1,717,595) | (27,448,538) | (27,256,634) |
| 1,812,339 | - | 1,812,339 |
| - | - | (1,812,339) |
| 1,812,339 | - | - |
| 94,744 | (27,448,538) | (27,256,634) |
| 641,638 | 89,802,651 | 99,826,231 |
| $ 736,382 | $ 62,354,113 | $ 72,569,597 |

*See notes to basic financial statements*

Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities
Year Ended June 30, 2026

| | | |
|---|---|---|
| **Net Change in Fund Balances, Total Governmental Funds** | | $ (27,256,634) |
| 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 | $ 31,987,629 | |
| Depreciation is reported in the Statement of Activities | (3,788,718) | |
| | | 28,198,911 |
| 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: | | |
| Unavailable interest income | 150,977 | |
| Unavailable state and federal aid | (115,867) | |
| | | 35,110 |
| 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 current year principal repayments exceeded proceeds from current year long-term financing arrangements. | | 8,191,075 |
| 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. | | 749,970 |
| 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 | 57,213 | |
| Compensated absences | (31,635) | |
| State on-behalf contribution revenue | (2,929,431) | |
| State on-behalf contribution expense | 2,929,431 | |
| Net/total OPEB liability | (828,658) | |
| Deferred outflows related to OPEB | 702,040 | |
| Deferred inflows related to OPEB | 1,842,941 | |
| Deferred charge on refunding | 413,556 | |
| Net pension asset/liability | 2,547,405 | |
| Deferred outflows related to pensions | (841,177) | |
| Deferred inflows related to pensions | (2,004,162) | |
| | | 1,857,523 |
| **Change in Net Position of Governmental Activities** | | $ 11,775,955 |

*See notes to basic financial statements*

## 1. Summary of Significant Accounting Policies

Lake Forest Community High School District 115 (the District) operates as a public school system governed by an elected Board of Education. 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 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.

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.

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.

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

**Operations and Maintenance Fund** - accounts for expenditures made for repair and maintenance of the District's building(s) and land. Revenue consists primarily of local property taxes.

**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** - 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 non-certified employees. Revenue to finance the contributions is derived primarily from local property taxes and personal property replacement taxes.

**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 and transfers from other funds.

**Capital Projects Funds** - 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** - accounts for construction projects and renovations financed through bond proceeds, transfers from other funds and other local sources.

### 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.

### Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2025 levy resolution was approved during the December 11, 2025 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 District's annual property tax levy is subject to two statutory limitations: individual fund rate ceilings and the Property Tax Extension Limitation Act (PTELA).

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 2025 and 2024 tax levies were 2.9% and 3.4%, respectively.

The County Clerk adds the Equalized Assessed Valuation of all real property in the District to the valuation of property assessed directly by the state (to which the Equalization Factor is not applied) to arrive at the base amount (the Assessment Base) used to calculate the annual tax rates, as described above. The Equalized Assessed Valuation for the extension for the 2025 tax levy was $3,760,066,355.

Property taxes are collected by the Lake 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 2025 property tax levy is recognized as a receivable in fiscal 2026, net of estimated uncollectible amounts of approximately 1% and less amounts already received. The District considers that the 2025 levy is to be used to finance operations in fiscal 2027. Therefore, the entire 2025 levy, including amounts collected in fiscal 2026, 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.

**Capital Assets and Right to Use Assets**

Capital assets, which include land, construction in progress, buildings, improvements other than buildings, equipment, vehicles and right to use leased equipment 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 $10,000 and an estimated useful life of more than one year. 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.

The District has recorded right to use assets for equipment and vehicles. The District's right to use assets were initially recorded at an amount equal to the related lease liability. The right to use assets are amortized on a straight-line basis over the remaining term of the related lease.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

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

| Assets | Years |
|---|---|
| Buildings | 50 |
| Improvements other than buildings | 20 |
| Equipment and vehicles | 10 |

Construction in progress is stated at cost and includes engineering, design, material and labor costs incurred for planned construction. No provision for depreciation is made on construction in progress until the asset is completed and placed in service.

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 sick leave and vacations in varying amounts.

Vacation and sick leave 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 and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at June 30, 2026 are determined on the basis of current salary rates and include salary related payments.

**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.

A deferred charge on refunding arises from advance refunding of debt. The difference between the cost of the securities placed in trust for future payment of refunded debt and the net carrying value of that debt is deferred and amortized as a component of interest expense over the shorter of the term of the refunding issue or the original term of the refunded debt. The unamortized amount is reported as a deferred inflow of resources in the government-wide statements.

### 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 Chief Operating Officer K-12/CSBO 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 as follows: restricted fund balance, followed by committed fund balance, assigned fund balance and lastly, unassigned fund balance.

Governmental fund balances reported on the fund financial statements at June 30, 2026 are as follows:

The assigned fund balance in the General Fund of $642,924 is for student activity purposes. The remaining restricted and assigned fund balances are for the purpose of the respective funds as described above in the Major Governmental Funds section.

### 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, 2026, expenditures exceeded budget in the Operations & Maintenance and Debt Service Fund by $131,269 and $425,423, respectively. These excesses were funded with available financial resources.

### Deficit Fund Equity

The Operations & Maintenance Fund reported a deficit fund balance of $(2,256,390) as of June 30, 2026. District management expects to fund this deficit through a reallocation of property taxes.

## 3. Changes in Accounting Principles

In April 2024, the Governmental Accounting Standards Board issued Statement No. 103, *Financial Reporting Model Improvements*. This Statement improves key components of the financial reporting model to enhance the effectiveness of governmental financial reports, including requirements related to management's discussion and analysis, unusual or infrequent items, proprietary fund statements, major component units and budgetary comparison information. This standard was implemented July 1, 2025.

## 4. Deposits and Investments

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

| | Carrying Value | Statement Balances |
|---|---|---|
| Deposits | $ 37,823,797 | $ 38,573,656 |
| ISDLAF+ | 43,373,773 | 43,315,154 |
| U.S. treasuries | 30,865,898 | 30,865,898 |
| State and local bonds | 249,579 | 249,579 |
| Total | $ 112,313,047 | $ 113,004,287 |
| Reconciliation to financial statements | | |
| Per statement of net position: | | |
| Cash and investments | $ 111,670,123 | |
| Student activity cash | 642,924 | |
| Total | $ 112,313,047 | |

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 are measured using the market valuation method and valuation inputs as follows:

| Investment Type | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| U.S. treasuries | $ 30,865,898 | $ - | $ - | $ 30,865,898 |
| State and local bonds | 249,579 | - | - | 249,579 |

**Interest Rate Risk -** Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, a periodic review of the investment portfolio is performed to ensure performance is consistent with the safety, liquidity, rate of return, diversification and overall performance the District needs. Maturity information on other investments is shown in the table below.

At year end, the District had the following investments:

| | | Investment Maturity (in Years) | | | |
|---|---|---|---|---|---|
| Investment Type | Fair Value | Less Than One | 1-5 | 5-10 | More Than 10 |
| State and local bonds | $ 249,579 | $ 249,579 | $ - | $ - | $ - |
| U.S. treasuries | 30,865,898 | 21,737,750 | 9,128,148 | - | - |
| Total | $ 31,115,477 | $ 21,987,329 | $ 9,128,148 | $ - | $ - |

**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 investments in U.S. Treasury obligations are not subject to credit risk.

As of June 30, 2026, the District's investments were rated as follows:

| Investment Type | Standard & Poor's | Moody's Investors Services |
|---|---|---|
| State & local bonds | AA+ | Aaa |

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. The trust 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 Investment Officer to meet the District's ongoing need for safety, liquidity and rate of return.

**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, 2026, the bank balance of the District's deposit with financial institutions totaled $38,573,656; of this amount, all was collateralized or insured.

**Custodial Credit Risk - Investments -** With respect to investments, custodial credit risk is the risk that, in the event 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 that all investments be in high quality investment pools and/or secured by private insurance or collateral.

## 5. Interfund Transfers

During the year, the District transferred $1,386,565 to the Debt Service Fund from the Operations and Maintenance Fund at June 30, 2026. The transfer was made to fund payments of principal and interest on the District's debt certificates.

Also, during the year, the District transferred $425,774 to the Debt Service Fund from the General (Educational Account) Fund at June 30, 2026. The transfer was made to fund payments of principal and interest on lease liabilities.

State law allows for the above transfers.

## 6. Capital Assets

Capital asset activity for the District for the year ended June 30, 2026 was as follows:

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|---|---|---|---|
| Capital assets not being depreciated / amortized: | | | | |
| Land | $ 1,679,178 | $ - | $ - | $ 1,679,178 |
| Construction in progress | 24,156,429 | 30,816,512 | 10,393,919 | 44,579,022 |
| Total capital assets not being depreciated / amortized | 25,835,607 | 30,816,512 | 10,393,919 | 46,258,200 |
| Capital assets being depreciated / amortized: | | | | |
| Land improvements | 19,666,593 | 216,173 | - | 19,882,766 |
| Buildings | 125,823,521 | 10,837,271 | - | 136,660,792 |
| Equipment | 17,451,319 | 511,592 | - | 17,962,911 |
| Equipment, right to use lease asset | 1,874,020 | - | - | 1,874,020 |
| Total capital assets being depreciated / amortized | 164,815,453 | 11,565,036 | - | 176,380,489 |
| Less accumulated depreciation / amortization for: | | | | |
| Land improvements | 8,951,865 | 1,129,196 | - | 10,081,061 |
| Buildings | 56,016,625 | 1,712,642 | - | 57,729,267 |
| Equipment | 16,424,188 | 491,708 | - | 16,915,896 |
| Equipment, right to use lease asset | 1,124,535 | 455,172 | - | 1,579,707 |
| Total accumulated depreciation / amortization | 82,517,213 | 3,788,718 | - | 86,305,931 |
| Net capital assets being depreciated / amortized | 82,298,240 | 7,776,318 | - | 90,074,558 |
| Net governmental activities capital assets | $ 108,133,847 | $ 38,592,830 | $ 10,393,919 | $ 136,332,758 |

Depreciation / amortization expense was not charged to functions of the District as the amounts were undeterminable at this time.

| Governmental Activities | Depreciation / Amortization |
|---|---|
| Unallocated depreciation/amortization | $ 3,788,718 |
| Total depreciation and amortization expense, governmental activities | $ 3,788,718 |

## 7. Lessor Agreements

The District leases certain land and cell towers to cellular communication companies in accordance with the terms of various lease agreements. The leases include automatic extension periods through July 2033. The agreements require minimum payments, including certain annual increases of 3%, ranging from $2,500 to $7,798 per month. The District recognized $50,020 in lease revenue and $19,112 in interest revenue during the current fiscal year related to these leases. As of June 30, 2026, the District's receivable for lease payments was $737,307. Additionally, the District reported deferred inflows of resources associated with the leases that will be recognized as revenue over the lease term. As of June 30, 2026, the District reported deferred inflows of resources of $696,748.

The District also leases space in one of its building to Connection's Academy. The lease term is for 15 years through June 30, 2030. The lease agreement requires monthly payments ranging from $21,731 to $42,897. The District recognized $409,494 in lease revenue and $49,194 in interest revenue during the current fiscal year related to this lease. A lease receivable of $1,744,657 and deferred inflow of resources for deferred lease revenue of $1,644,870 have been recorded at the present value of the lease payments as of June 30, 2026.

The lease receivable and deferred inflow of resources for deferred lease revenue are measured at an incremental rate of return on investments of 2.50%.

The District rented space in one of its building to the Special Education District of Lake County (SEDOL) under the terms of a 20-year operating lease agreement. During fiscal year 2015, SEDOL and the District signed an agreement to end the lease in accordance with Lease Termination Agreement dated March 10, 2015. Under the terms of the agreement, in exchange for improvements made to the rented space by SEDOL, the District is required to pay SEDOL $1,400,000 over the next 14 years in semi-annual payments ranging from approximately $41,000 to $60,000, contingent upon the collection of rent from the new tenant of that space, Connection's Academy. Connection's Academy has a 15-year lease with the District that requires monthly payments ranging from $21,730 to $42,897. The increase in the rent, related to the Connection's Academy was intended to fund the obligation to SEDOL. Thus the payments from the District to SEDOL, from an economic sense, are a rent sharing arrangement. Given the contingent nature, the length of the arrangement and the rent sharing aspects of the agreement between the District and SEDOL, the District has not recorded a liability for the future payments to SEDOL. In FY26, the District paid $108,513 to SEDOL with a remaining balance of approximately $390,203.

## 8. 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, 2026:

| | Beginning Balance | Additions | Deletions | Ending Balance | Due Within One Year |
|---|---|---|---|---|---|
| General obligation bonds | $ 108,340,000 | $ - | $ 6,870,000 | $ 101,470,000 | $ 7,190,000 |
| Debt certificates | 12,540,000 | - | 525,000 | 12,015,000 | 555,000 |
| Debt certificates, direct placement | 1,140,000 | - | 370,000 | 770,000 | 380,000 |
| Unamortized premium | 6,262,100 | - | 749,970 | 5,512,130 | - |
| Total bonds payable | 128,282,100 | - | 8,514,970 | 119,767,130 | 8,125,000 |
| Lease liabilities | 858,331 | - | 426,075 | 432,256 | 411,947 |
| Compensated absences | 151,829 | 378,310 | 346,675 | 183,464 | 183,464 |
| Net pension liability | 3,917,192 | 487,745 | 2,279,302 | 2,125,635 | - |
| Net/total OPEB liability | 8,712,989 | 1,315,121 | 486,463 | 9,541,647 | - |
| Total long-term liabilities - governmental activities | $ 141,922,441 | $ 2,181,176 | $ 12,053,485 | $ 132,050,132 | $ 8,720,411 |

The obligations for the TRS net pension liability will be repaid from the General Fund. The OPEB liabilities will be repaid from the General Fund.

### 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:

| Purpose | Interest Rates | Original Amount | Carrying Amount |
|---|---|---|---|
| Series 2016 Refunding School Bonds dated October 13, 2015 are due in annual installments through November 1, 2026 | 4.00% | $ 23,390,000 | $ 3,765,000 |
| Series 2023 General Obligation School Bonds dated November 1, 2023 are due in annual installments through November 1, 2043 | 4.25-5.50 | 101,645,000 | 97,705,000 |
| Total | | $125,035,000 | $101,470,000 |

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2026, $5,365,000 of bonds outstanding are considered defeased.

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

| Years | Principal | Interest | Total |
|---|---|---|---|
| 2027 | $ 7,190,000 | $ 4,742,125 | $ 11,932,125 |
| 2028 | 3,600,000 | 4,491,200 | 8,091,200 |
| 2029 | 3,795,000 | 4,296,838 | 8,091,838 |
| 2030 | 4,000,000 | 4,092,475 | 8,092,475 |
| 2031 | 4,205,000 | 3,887,350 | 8,092,350 |
| 2032-2036 | 24,480,000 | 15,973,125 | 40,453,125 |
| 2037-2041 | 31,435,000 | 9,018,750 | 40,453,750 |
| 2042-2044 | 22,765,000 | 1,507,763 | 24,272,763 |
| Total | $ 101,470,000 | $ 48,009,626 | $ 149,479,626 |

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, 2026, the statutory debt limit for the District was $259,444,578, providing a debt margin of $144,757,322.

**Private Placement Bonds**

Private placement debt certificates are direct obligations and pledge the full faith and credit of the District. Private placement debt certificates are certificates sold directly to pre-selected investors or institutions rather than on the open market. Private placement debt certificates currently outstanding are as follows:

| Purpose | Interest Rates | Original Amount | Carrying Amount |
|---|---|---|---|
| Series 2018 Refunding Debt Certificates dated November 2, 2018 are due in annual installments through November 1, 2027 | 2.94% | $ 3,135,000 | $ 770,000 |

Annual debt service requirements to maturity for private placement bonds are as follows for governmental type activities:

| Years | Principal | Interest | Total |
|---|---|---|---|
| 2027 | $ 380,000 | $ 17,052 | $ 397,052 |
| 2028 | 390,000 | 5,733 | 395,733 |
| Total | $ 770,000 | $ 22,785 | $ 792,785 |

**Debt Certificates**

Debt certificates currently outstanding are as follows:

| Purpose | Interest Rates | Original Amount | Carrying Amount |
|---|---|---|---|
| Series 2022 G.O. Limited Tax Debt Certificates dated February 15, 2022 are due in annual installments through November 1, 2036 | 2.13-5.00% | $ 13,525,000 | $ 12,015,000 |

Annual debt service requirements to maturity for debt certificates are as follows for governmental type activities:

| Years | Principal | Interest | Total |
|---|---|---|---|
| 2027 | $ 555,000 | $ 436,488 | $ 991,488 |
| 2028 | 585,000 | 407,988 | 992,988 |
| 2029 | 1,020,000 | 367,863 | 1,387,863 |
| 2030 | 1,070,000 | 315,613 | 1,385,613 |
| 2031 | 1,125,000 | 260,738 | 1,385,738 |
| 2032-2036 | 6,290,000 | 639,760 | 6,929,760 |
| 2037 | 1,370,000 | 14,556 | 1,384,556 |
| Total | $ 12,015,000 | $ 2,443,006 | $ 14,458,006 |

**Leases**

The District has entered into lease agreements as a lessee for financing the temporary acquisition of transportation equipment, copiers and printers and computers. 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 leased buses will be repaid from the Transportation Fund, the obligations for all other leases 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 |
|---|---|---|---|---|---|
| Activity Bus Lease | 07/01/2022 | 07/01/2027 | 4.94% | $ 103,113 | $ 35,967 |
| Apple Computer Lease | 04/10/2023 | 07/01/2026 | 3.60 | 1,439,449 | 381,266 |
| Activity Bus #2 | 07/15/2023 | 07/01/2028 | 4.31 | 47,000 | 15,023 |
| Total | | | | $ 1,589,562 | $ 432,256 |

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

| Years | Principal | Interest | Total |
|---|---|---|---|
| 2027 | $ 411,947 | $ 14,310 | $ 426,257 |
| 2028 | 19,336 | 1,022 | 20,358 |
| 2029 | 973 | 64 | 1,037 |
| Total | $ 432,256 | $ 15,396 | $ 447,652 |

## 9. Risk Management

The District is exposed to various risks of loss related to employee health benefits; 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 pools: Collective Liability Insurance Cooperative (CLIC) and Northern Illinois Health Insurance Pool (NIHIP). CLIC and NIHIP are organizations of school districts in Illinois that have formed an association under the Illinois Intergovernmental Cooperation's Statute to pool their risk management needs. The District pays annual premiums to the pools for insurance coverage. The arrangements with the pools provide that each 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. Complete financial statements for CLIC and NIHIP can be obtained from their respective Treasurers.

The District continues to carry commercial insurance for all other risks of loss, including torts and professional liability insurance. 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.

The District is self-insured for dental coverage that is provided to District personnel. A third party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third party administrator for payment of employee health claims and administration fees. The District's liability will not exceed $1,500 per employee or $982,500 in the aggregate, as provided by stop-loss provisions incorporated in the plan.

At June 30, 2026, the District had no unpaid claims. The estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other nonincremental costs to the claims liability. For the two years ended June 30, 2025 and June 30, 2026, changes in the liability reported in the General Fund for unpaid claims are summarized as follows:

| | Claims Payable Beginning of Year | Current Year Claims and Changes in Estimates | Claims Payments | Claims Payable End of Year |
|---|---|---|---|---|
| Fiscal Year 2025 | $ 17,950 | $ 325,804 | $ 343,754 | $ - |
| Fiscal Year 2026 | $ - | $ 337,831 | $ 337,831 | $ - |

## 10. Joint Agreements

The District is a member of the 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.

## 11. Other Postemployment Benefits

For the year ended June 30, 2026, the District recognized the following balances in the government-wide financial statements:

| | Total OPEB Liability | Net OPEB Liability | Deferred Outflows of Resources | Deferred Inflows of Resources | OPEB Expense |
|---|---|---|---|---|---|
| THIS | $ - | $ 7,823,267 | $ 3,413,577 | $12,792,980 | $(1,538,870) |
| Retiree's Health Plan | 1,718,380 | - | 308,543 | 820,896 | 90,078 |
| Total | $ 1,718,380 | $ 7,823,267 | $ 3,722,120 | $13,613,876 | $(1,448,792) |

### 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, 2026. State of Illinois contributions of $245,217 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 $(2,002,798) 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, 2026. 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, 2026, the District paid $182,550 to the THIS Fund 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, 2025 is available in the separately issued THIS Annual Financial Report.

### Net OPEB Liability

At June 30, 2026, 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 collective net OPEB liability | $ 7,823,267 |
| State's proportionate share of the collective net OPEB liability associated with the District | 10,612,725 |
| Total | $ 18,435,992 |

The net OPEB liability was measured as of June 30, 2025, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2024 rolled forward to June 30, 2025. 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, 2025, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2025 and 2024, the District's proportion was 0.087077% and 0.084295%, respectively.

### Actuarial Assumptions

The net OPEB liability in the June 30, 2025 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 | 4.00 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 | 2042 |

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-2021.

The actuarial assumptions used in the June 30, 2025 valuation were based on the results of an actuarial experience study for the period July 1, 2020 through June 30, 2023.

### Discount Rate

At June 30, 2025, the discount rate used to measure the total OPEB liability was a blended rate of 5.20%, which was a change from the June 30, 2024 rate of 3.97%. Since THIS is financed on a pay-as-you-go basis, the discount rate is based on the 20-year general obligation bond index.

### 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 (4.20%) or 1-percentage-point higher (6.20%) than the current discount rate:

| | 1% Decrease | Current Discount Rate | 1% Increase |
|---|---|---|---|
| Net OPEB Liability | $ 8,742,241 | $ 7,823,267 | $ 7,031,043 |

### 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:

| | 1% Decrease | Healthcare Cost Trend Rate | 1% Increase |
|---|---|---|---|
| Net OPEB Liability | $ 6,788,413 | $ 7,823,267 | $ 9,082,726 |

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

For the year ended June 30, 2026, the District recognized OPEB expense of $(1,538,870) and on-behalf revenue and expense of $(2,002,798) for support provided by the state. At June 30, 2026, the District's deferred outflows of resources and deferred inflows of resources related to OPEBs were from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Differences between expected and actual experience | $ 797,394 | $ 2,347,759 |
| Changes in assumptions | 180,199 | 8,278,837 |
| Net difference between projected and actual earnings on OPEB plan investments | - | 12,581 |
| Changes in proportion and differences between District contributions and proportionate share of contributions | 2,253,434 | 2,153,803 |
| District contributions subsequent to the measurement date | 182,550 | - |
| Total | $ 3,413,577 | $ 12,792,980 |

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, 2027. The remaining amounts reported as deferred outflows and inflows of resources related to OPEB was $(9,561,953). Amounts will be recognized in OPEB expense as follows in these reporting years:

| Years Ending June 30, | Amount |
|---|---|
| 2027 | $ (1,228,995) |
| 2028 | (1,228,995) |
| 2029 | (1,228,995) |
| 2030 | (1,228,996) |
| 2031 | (1,225,850) |
| Thereafter | (3,420,122) |
| Total | $ (9,561,953) |

### Retiree's Health Plan

#### Plan Description

The District administers a single-employer defined benefit healthcare plan (the Retiree's Health Plan). The plan provides coverage for eligible retirees and their spouses through the District's group health insurance plan during retirement which covers both active and retired members. Benefit provisions are established through employment contracts. The Retiree's Health Plan does not issue a publicly available financial report. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

#### Contributions and Benefits Provided

The plan provides the ability for retirees and their spouses to access the District's group health insurance plan during retirement, provided they are on the group health insurance plan at the time of retirement. Administrators and Certified retirees are reimbursed a part of the premium toward the cost of their insurance, which is determined by the Board. The remainder of the premium is the responsibility of the retiree. IMRF retirees are eligible to participate in the plan, provided they pay the entire premium. Retirees that were part of the Voluntary Separation Program are reimbursed a part of the premium toward the cost of their insurance, which is determined by the Board, for five years beyond the retirement date or until the retiree is Medicare eligible (whichever occurs first). The remainder of the premium is the responsibility of the retiree.

#### Employees Covered by Benefit Term

At July 1, 2025, the actuarial valuation date, the following employees were covered by the benefit terms:

| | |
|---|---|
| Retired plan members | 304 |
| Active employees not yet eligible | - |
| Active employees fully eligible | 66 |
| Total | 370 |

### Total OPEB Liability

The District's total OPEB liability of $1,718,380 was measured as of June 30, 2026, and was determined by an actuarial valuation as of July 1, 2025.

| | |
|---|---|
| Inflation | 3.00% |
| Discount Rate | 4.32% |
| Salary | 4.00% |
| Healthcare Cost Trend Rate, Initial - PPO Plan | 7.00% |
| Healthcare Cost Trend Rate, Final - PPO Plan | 4.50% |
| Healthcare Cost Trend Rate, Initial - TRIP Plan | 5.00% |
| Healthcare Cost Trend Rate, Final - TRIP Plan | 5.00% |

The discount rate was based on the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2026.

Mortality rates were based on the December 31, 2025 IMRF Actuarial Valuation Report.

The actuarial assumptions used in the June 30, 2026 valuation were based on the results of the expectations of assumptions of future events.

### Changes in Total OPEB Liability

The District's changes in total OPEB liability for the year ended June 30, 2026 were as follows:

| | Total OPEB Liability |
|---|---|
| Balance at June 30, 2025 | $ 2,044,757 |
| Changes for the year: | |
| Service cost | 63,777 |
| Interest | 96,309 |
| Differences between expected and actual experience | (364,351) |
| Changes in assumptions and other inputs | (37,110) |
| Benefit payments | (85,002) |
| Net changes | (326,377) |
| Balance at June 30, 2026 | $ 1,718,380 |

### 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 (3.32%) or 1-percentage-point higher (5.32%) than the current discount rate:

| | 1% Decrease | Current Discount Rate | 1% Increase |
|---|---|---|---|
| Total OPEB Liability | $ 1,813,521 | $ 1,718,380 | $ 1,627,256 |

### 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 (5.50%) or 1-percentage-point higher (7.50%) than the current healthcare cost trend rates:

| | 1% Decrease | Healthcare Cost Trend Rate | 1% Increase |
|---|---|---|---|
| Total OPEB Liability | $ 1,717,279 | $ 1,718,380 | $ 1,719,522 |

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

For the year ended June 30, 2026, the District recognized OPEB expense of $90,078. The District reported deferred outflows and inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Difference between expected and actual experience | $ 218,230 | $ 426,124 |
| Assumption changes | 90,313 | 394,772 |
| Total | $ 308,543 | $ 820,896 |

The amounts reported as deferred outflows and inflows of resources related to OPEB ($(512,353)) will be recognized in OPEB expense as follows:

| Years Ending June 30: | Amount |
|---|---|
| 2027 | $ (82,023) |
| 2028 | (122,542) |
| 2029 | (129,822) |
| 2030 | (38,424) |
| 2031 | (41,428) |
| Thereafter | (98,114) |
| Total | $ (512,353) |

## 12. 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.

For the year ended June 30, 2026, the District recognized the following balances in the government-wide financial statements:

| | Net Pension Asset | Net Pension Liability | Deferred Outflows of Resources | Deferred Inflows of Resources | Pension Expense |
|---|---|---|---|---|---|
| TRS | $ - | $ 2,125,635 | $ 428,496 | $ 202,102 | $ 138,215 |
| IMRF | 755,848 | - | 272,363 | 2,080,323 | 877,567 |
| Total | $ 755,848 | $ 2,125,635 | $ 700,859 | $ 2,282,425 | $ 1,015,782 |

**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/fy2025; 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 three percent of the original benefit or one-half percent of the rate of inflation beginning January 1 following attainment of age 67 or on January 1 following the member's first anniversary in retirement, whichever is later.

Public Act 100-0023, enacted in 2017, creates an optional *Tier 3* hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 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, 2025 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, 2026, State of Illinois contributions recognized by the District were based on the state's proportionate share of the pension expense associated with the District, and the District recognized revenue and expense of $11,941,968 in governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of $12,623,384 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, 2026, were $158,009, and are deferred because they were paid after the June 30, 2025 measurement date.

**TRS Fiduciary Net Position**

Detailed information about the TRS's fiduciary net position as of June 30, 2025 is available in the separately issued TRS Annual Comprehensive Financial Report.

**Net Pension Liability**

At June 30, 2026, 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 | $ 2,125,635 |
| State's proportionate share of the collective net pension liability associated with the District | 170,811,854 |
| Total | $ 172,937,489 |

The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2024, and rolled forward to June 30, 2025. 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, 2025, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2025 and 2024, the District's proportion was 0.00250808% and 0.00224867%, 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, 2025 actuarial valuation included (a) 7.00% investment rate of return net of pension plan investment expense, including inflation, (b) projected salary increases vary 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, 2025 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.

**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 |
|---|---|---|
| Public equity | 37.00 % | 4.59 % |
| Private equity | 15.00 | 7.93 |
| Public income | 15.00 | 3.52 |
| Private credit | 8.00 | 6.70 |
| Real estate | 16.00 | 4.76 |
| Infra/other real assets | 2.00 | 5.38 |
| Diversifying strategies | 6.00 | 2.83 |
| Cash equivalents | 1.00 | 0.25 |

### Discount Rate

At June 30, 2025, 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, 2025 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.

### 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:

| | 1% Decrease | Current Discount Rate | 1% Increase |
|---|---|---|---|
| District's proportionate share of the collective net pension liability | $ 2,644,319 | $ 2,125,635 | $ 1,695,237 |

### Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2026, the District recognized pension expense of $138,215 and on-behalf revenue of $11,941,968 for support provided by the state. At June 30, 2026, the District's deferred outflows of resources and deferred inflows of resources related to pensions were from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Differences between expected and actual experience | $ 5,931 | $ 3,405 |
| Net difference between projected and actual earnings on pension plan investments | - | 30,342 |
| Assumption changes | 22,058 | 410 |
| Changes in proportion and differences between District contributions and proportionate share of contributions | 242,498 | 167,945 |
| District contributions subsequent to the measurement date | 158,009 | - |
| Total | $ 428,496 | $ 202,102 |

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, 2027. The remaining amounts reported as deferred outflows and inflows of resources related to pensions was $68,385. Amounts will be recognized in pension expense as follows:

| Years Ending June 30, | Amount |
|---|---|
| 2027 | $ 6,705 |
| 2028 | 7,563 |
| 2029 | 16,635 |
| 2030 | 20,391 |
| 2031 | 17,091 |
| Total | $ 68,385 |

### Illinois Municipal Retirement Fund

#### Plan Description

The District's defined benefit pension plan for Regular employees provides retirement and disability benefits, postretirement 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, 2025, the measurement date, membership of the plan was as follows:

| | |
|---|---|
| Retirees and beneficiaries | 160 |
| Inactive, nonretired members | 269 |
| Active members | 137 |
| Total | 566 |

### 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 2025 was 7.87% 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, 2025, 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, 2025 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.

### 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:

| | | Projected Returns/Risk | |
|---|---|---|---|
| Asset Class | Target Allocation | One Year Arithmetic | Ten Year Geometric |
| Equities | 32.50 % | 4.85 % | 7.35 % |
| International equities | 18.00 | 4.95 | 7.45 |
| Fixed income | 24.00 | 2.25 | 4.75 |
| Real estate | 10.50 | 3.75 | 6.25 |
| Alternatives | 14.00 | | |
| Private equity | | 6.00 | 8.50 |
| Commodities | | 1.40 | 3.90 |
| Cash equivalents | 1.00 | 0.50 | 3.00 |

### 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 benefit 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) | $ 3,354,345 | $ (755,848) | $ (4,076,728) |

### Changes in Net Pension Liability/(Asset)

The District's changes in net pension liability/(asset) for the calendar year ended December 31, 2025 were as follows:

| | Increase (Decrease) | | |
|---|---|---|---|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability/ (Asset) (a) - (b) |
| Balances at December 31, 2024 | $ 38,436,221 | $ 36,449,864 | $ 1,986,357 |
| Service cost | 614,132 | - | 614,132 |
| Interest on total pension liability | 2,725,800 | - | 2,725,800 |
| Differences between expected and actual experience of the total pension liability | (138,467) | - | (138,467) |
| Benefit payments, including refunds of employee contributions | (2,292,094) | (2,292,094) | - |
| Contributions, employer | - | 539,880 | (539,880) |
| Contributions, employee | - | 308,870 | (308,870) |
| Net investment income | - | 5,627,181 | (5,627,181) |
| Other (net transfer) | - | (532,261) | 532,261 |
| Balances at December 31, 2025 | $ 39,345,592 | $ 40,101,440 | $ (755,848) |

### Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2026, the District recognized pension expense of $877,567. 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 | $ 5,960 | $ 75,642 |
| Net difference between projected and actual earnings on pension plan investments | - | 2,004,681 |
| Contributions subsequent to the measurement date | 266,403 | - |
| Total | $ 272,363 | $ 2,080,323 |

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, 2027. The remaining amounts reported as deferred outflows and inflows of resources related to pensions was $(2,074,363). Amounts will be recognized in pension expense as follows:

| Years Ending June 30, | Amount |
|---|---|
| 2027 | $ 400,232 |
| 2028 | (1,061,140) |
| 2029 | (802,217) |
| 2030 | (611,238) |
| Total | $ (2,074,363) |

## 13. Construction Commitments

As of June 30, 2026, the District is committed to approximately $17,559,670 in expenditures in the upcoming years for various construction projects. These expenditures will be paid through the available fund balances.

## 14. Shared Services Agreement

The District has a shared services agreement with The City of Lake Forest School District No. 67, under which the Districts share some personnel as well as a common administrative center and related expenses. This shared services agreement requires annual payments to settle the portion due to/due from the other School District, as both Districts bill each other for the other District's portion of expenses incurred. At June 30, 2026, the District reported receivables of $111,011 and payables of $566,409 as allowed under the shared services agreement.

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

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 105, *Subsequent Events*.

## Lake Forest Community High School District 115

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

| | 2026 | 2025 | 2024 |
|---|---|---|---|
| **Total Pension Liability** | | | |
| Service cost | $ 614,132 | $ 591,153 | $ 592,050 |
| Interest | 2,725,800 | 2,649,044 | 2,527,336 |
| Differences between expected and actual experience | (138,467) | 60,516 | 705,464 |
| Changes of assumptions | - | - | (24,112) |
| Benefit payments, including refunds of member contributions | (2,292,094) | (2,214,915) | (2,028,207) |
| Net change in total pension liability | 909,371 | 1,085,798 | 1,772,531 |
| **Total Pension Liability, Beginning** | 38,436,221 | 37,350,423 | 35,577,892 |
| **Total Pension Liability, Ending (a)** | $ 39,345,592 | $ 38,436,221 | $ 37,350,423 |
| **Plan Fiduciary Net Position** | | | |
| Employer contributions | $ 539,880 | $ 494,700 | $ 452,024 |
| Employee contributions | 308,870 | 305,977 | 312,581 |
| Net investment income | 5,627,181 | 3,418,006 | 3,519,064 |
| Benefit payments, including refunds of member contributions | (2,292,094) | (2,214,915) | (2,028,207) |
| Other (net transfer) | (532,261) | (469,441) | 924,195 |
| Net change in plan fiduciary net position | 3,651,576 | 1,534,327 | 3,179,657 |
| **Plan Fiduciary Net Position, Beginning** | 36,449,864 | 34,915,537 | 31,735,880 |
| **Plan Fiduciary Net Position, Ending (b)** | $ 40,101,440 | $ 36,449,864 | $ 34,915,537 |
| **Employer's Net Pension Liability/(Asset), Ending (a) - (b)** | $ (755,848) | $ 1,986,357 | $ 2,434,886 |
| **Plan Fiduciary Net Position as a Percentage of the Total Pension Liability** | 101.92% | 94.83% | 93.48% |
| **Covered Payroll** | $ 6,863,758 | $ 6,870,817 | $ 6,448,295 |
| **Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll** | -11.01% | 28.91% | 37.76% |

**Notes to Schedule:**

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

| 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 |
|---|---|---|---|---|---|---|
| $ 559,874 | $ 545,024 | $ 564,097 | $ 525,586 | $ 516,978 | $ 591,061 | $ 626,216 |
| 2,419,545 | 2,332,540 | 2,273,176 | 2,196,626 | 2,136,928 | 2,078,032 | 2,003,188 |
| 478,159 | 212,683 | 31,842 | 224,840 | 213,540 | 692,778 | (269,189) |
| - | - | (221,576) | - | 826,827 | (922,460) | (67,257) |
| (1,945,562) | (1,849,648) | (1,788,727) | (2,032,157) | (1,753,182) | (1,480,982) | (1,216,785) |
| 1,512,016 | 1,240,599 | 858,812 | 914,895 | 1,941,091 | 958,429 | 1,076,173 |
| 34,065,876 | 32,825,277 | 31,966,465 | 31,051,570 | 29,110,479 | 28,152,050 | 27,075,877 |
| $ 35,577,892 | $ 34,065,876 | $ 32,825,277 | $ 31,966,465 | $ 31,051,570 | $ 29,110,479 | $ 28,152,050 |
| $ 540,424 | $ 644,721 | $ 616,283 | $ 514,625 | $ 561,606 | $ 572,235 | $ 623,063 |
| 279,209 | 285,455 | 244,990 | 247,938 | 237,496 | 245,878 | 250,595 |
| (4,835,293) | 5,665,066 | 4,315,494 | 5,014,587 | (1,638,906) | 4,239,894 | 1,603,488 |
| (1,945,562) | (1,849,648) | (1,788,727) | (2,032,157) | (1,753,182) | (1,480,982) | (1,216,785) |
| 11,768 | (391,171) | 247,579 | (176,974) | 689,277 | (300,552) | (59,148) |
| (5,949,454) | 4,354,423 | 3,635,619 | 3,568,019 | (1,903,709) | 3,276,473 | 1,201,213 |
| 37,685,334 | 33,330,911 | 29,695,292 | 26,127,273 | 28,030,982 | 24,754,509 | 23,553,296 |
| $ 31,735,880 | $ 37,685,334 | $ 33,330,911 | $ 29,695,292 | $ 26,127,273 | $ 28,030,982 | $ 24,754,509 |
| $ 3,842,012 | $ (3,619,458) | $ (505,634) | $ 2,271,173 | $ 4,924,297 | $ 1,079,497 | $ 3,397,541 |
| 89.20% | 110.62% | 101.54% | 92.90% | 84.14% | 96.29% | 87.93% |
| $ 6,204,639 | $ 5,839,860 | $ 5,444,193 | $ 5,349,539 | $ 5,040,670 | $ 5,269,201 | $ 5,467,805 |
| 61.92% | -61.98% | -9.29% | 42.46% | 97.69% | 20.49% | 62.14% |

*See notes to required supplementary information*

## Lake Forest Community High School District 115

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

| | 2026 | 2025 | 2024 | 2023 | 2022 |
|---|---|---|---|---|---|
| Actuarially determined contribution | $ 525,764 | $ 494,699 | $ 452,025 | $ 540,242 | $ 644,721 |
| Contributions in relation to the actuarially determined contribution | (539,880) | (494,700) | (452,024) | (540,242) | (644,721) |
| Contribution deficiency (excess) | $ (14,116) | $ (1) | $ 1 | $ - | $ - |
| Covered payroll | $ 6,863,758 | $ 6,870,817 | $ 6,448,295 | $ 6,204,639 | $ 5,839,860 |
| Contributions as a percentage of covered payroll | 7.87% | 7.20% | 7.01% | 8.71% | 11.04% |

| | 2021 | 2020 | 2019 | 2018 | 2017 |
|---|---|---|---|---|---|
| Actuarially determined contribution | $ 616,283 | $ 514,626 | $ 552,457 | $ 572,235 | $ 615,128 |
| Contributions in relation to the actuarially determined contribution | (616,283) | (514,625) | (561,606) | (572,235) | (623,063) |
| Contribution deficiency (excess) | $ - | $ 1 | $ (9,149) | $ - | $ (7,935) |
| Covered payroll | $ 5,444,193 | $ 5,349,539 | $ 5,040,670 | $ 5,269,201 | $ 5,467,805 |
| Contributions as a percentage of covered payroll | 11.32% | 9.62% | 11.14% | 10.86% | 11.40% |

**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 | 18 years |
| Asset valuation method | 5-Year Smoothed Market, 20% corridor |
| Wage growth | 2.75% |
| Inflation | 2.25% |
| Salary increases | 2.85% 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-2021 |

Other information:

There were no benefit changes during the year.

*See notes to required supplementary information*

## Lake Forest Community High School District 115

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

| | 2026 | 2025 | 2024 | 2023 |
|---|---|---|---|---|
| District's proportion of the net pension liability | 0.00250808% | 0.00224867% | 0.00244071% | 0.00228165% |
| District's proportionate share of the net pension liability | $ 2,125,635 | $ 1,930,835 | $ 2,074,132 | $ 1,912,945 |
| State's proportionate share of the net pension liability | 170,811,854 | 160,990,188 | 178,998,635 | 165,935,281 |
| Total net pension liability | $ 172,937,489 | $ 162,921,023 | $ 181,072,767 | $ 167,848,226 |
| Covered payroll | $ 27,161,225 | $ 25,122,675 | $ 24,635,723 | $ 23,342,777 |
| District's proportionate share of the net pension liability as a percentage of covered payroll | 7.83% | 7.69% | 8.42% | 8.20% |
| Plan fiduciary net position as a percentage of the total pension liability | 47.7% | 45.4% | 43.9% | 42.8% |
| Contractually required contribution | $ 158,029 | $ 157,535 | $ 142,887 | $ 135,403 |
| Contributions in relation to the contractually required contribution | (158,009) | (157,485) | (148,366) | (135,388) |
| Contribution deficiency (excess) | $ 20 | $ 50 | $ (5,479) | $ 15 |
| Covered payroll | $ 27,246,329 | $ 27,161,225 | $ 25,122,675 | $ 24,635,723 |
| Contributions as a percentage of covered payroll | 0.58% | 0.58% | 0.59% | 0.55% |

**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 | 5.20% | 3.93% | 3.65% | 3.54% |
| Single equivalent discount rate | 7.00% | 7.00% | 7.00% | 7.00% |
| Inflation rate | 2.50% | 2.50% | 2.50% | 2.50% |
| Projected salary increases | 4.00% to 8.50% varying by service | 4.00% to 8.50% varying by service | 3.75% to 8.75% varying by service | 3.75% to 8.75% varying by service |

*See notes to required supplementary information*

| 2022 | 2021 | 2020 | 2019 | 2018 | 2017 |
|---|---|---|---|---|---|
| 0.00256942% | 0.00258650% | 0.00269570% | 0.00284266% | 0.00270931% | 0.00285631% |
| $ 2,004,435 | $ 2,229,961 | $ 2,186,433 | $ 2,215,703 | $ 2,069,859 | $ 2,254,660 |
| 167,992,965 | 174,662,148 | 155,606,029 | 151,784,940 | 142,493,366 | 151,381,877 |
| $ 169,997,400 | $ 176,892,109 | $ 157,792,462 | $ 154,000,643 | $ 144,563,225 | $ 153,636,537 |
| $ 23,044,942 | $ 21,747,087 | $ 21,050,591 | $ 20,364,085 | $ 19,247,275 | $ 19,071,825 |
| 8.70% | 10.25% | 10.39% | 10.88% | 10.75% | 11.82% |
| 45.1% | 37.8% | 39.6% | 40.0% | 39.3% | 36.4% |
| $ 133,661 | $ 126,133 | $ 122,093 | $ 118,112 | $ 111,622 | $ 110,617 |
| (133,661) | (126,090) | (122,082) | (118,110) | (111,634) | (110,617) |
| $ - | $ 43 | $ 11 | $ 2 | $ (12) | $ - |
| $ 23,342,777 | $ 23,044,942 | $ 21,747,087 | $ 21,050,591 | $ 20,364,085 | $ 19,247,275 |
| 0.57% | 0.55% | 0.56% | 0.56% | 0.55% | 0.57% |

| | | | | | |
|---|---|---|---|---|---|
| 7.00% | 7.00% | 7.00% | 7.00% | 7.00% | 7.00% |
| 2.16% | 2.21% | 3.50% | 3.87% | 3.58% | 2.85% |
| 7.00% | 7.00% | 7.00% | 7.00% | 7.00% | 6.83% |
| 2.25% | 2.50% | 2.50% | 2.50% | 2.50% | 2.50% |
| 3.50% to 8.50% varying by service | 4.00% to 9.50% varying by service | 4.00% to 9.50% varying by service | 4.00% to 9.50% varying by service | 3.25% to 9.25% varying by service | 3.25% to 9.25% varying by service |

*See notes to required supplementary information*

## Lake Forest Community High School District 115

Schedule of Changes in the District's Total OPEB Liability and Related Ratios -
Retiree's Health Plan
Nine Most Recent Fiscal Years

| | 2026 | 2025 | 2024 |
|---|---|---|---|
| **Total OPEB Liability** | | | |
| Service cost | $ 63,777 | $ 52,486 | $ 56,479 |
| Interest | 96,309 | 86,325 | 83,389 |
| Changes of benefit terms | - | - | (118,835) |
| Differences between expected and actual experience | (364,351) | - | 349,876 |
| Changes of assumptions | (37,110) | (55,873) | (161,610) |
| Benefit payments, including refunds of member contributions | (85,002) | (177,326) | (178,509) |
| Other Changes | - | - | - |
| Net change in total OPEB liability | (326,377) | (94,388) | 30,790 |
| **Total OPEB Liability, Beginning** | 2,044,757 | 2,139,145 | 2,108,355 |
| **Total OPEB Liability, Ending** | $ 1,718,380 | $ 2,044,757 | $ 2,139,145 |
| **Covered-Employee Payroll** | $ 31,184,307 | $ 25,559,463 | $ 24,588,790 |
| **District's Total OPEB Liability as a Percentage of Covered Payroll** | 5.51% | 8.00% | 8.70% |

**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.

*See notes to required supplementary information*

| 2023 | 2022 | 2021 | 2020 | 2019 | 2018 |
|---|---|---|---|---|---|
| $ 78,241 | $ 106,305 | $ 97,037 | $ 92,968 | $ 78,831 | $ 75,736 |
| 83,089 | 60,780 | 73,420 | 70,693 | 77,965 | 87,703 |
| - | - | - | - | - | - |
| - | (286,456) | - | 45,264 | - | (51,206) |
| (5,768) | (476,250) | 83,206 | 269,353 | 31,207 | 10,383 |
| (157,458) | (164,358) | (287,158) | (315,321) | (246,648) | (244,086) |
| - | - | - | 49,312 | 10,502 | (62,986) |
| (1,896) | (759,979) | (33,495) | 212,269 | (48,143) | (184,456) |
| 2,110,251 | 2,870,230 | 2,903,725 | 2,691,456 | 2,739,599 | 2,924,055 |
| $ 2,108,355 | $ 2,110,251 | $ 2,870,230 | $ 2,903,725 | $ 2,691,456 | $ 2,739,599 |
| $ 20,501,090 | $ 20,501,090 | $ 23,078,786 | $ 23,078,786 | $ 21,184,918 | $ 21,184,918 |
| 10.28% | 10.29% | 12.44% | 12.58% | 12.70% | 12.93% |

*See notes to required supplementary information*

## Lake Forest Community High School District 115

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

| | 2026 | 2025 | 2024 |
|---|---|---|---|
| District's proportion of the net OPEB liability | 0.08707700% | 0.08429500% | 0.09150000% |
| District's proportionate share of the net OPEB liability | $ 7,823,267 | $ 6,668,232 | $ 6,521,557 |
| State's proportionate share of the net OPEB liability | 10,612,725 | 9,055,760 | 8,819,223 |
| Total net OPEB liability | $ 18,435,992 | $ 15,723,992 | $ 15,340,780 |
| Covered payroll | $ 27,161,225 | $ 25,122,675 | $ 24,635,723 |
| District's proportionate share of the net OPEB liability as a percentage of covered payroll | 28.80% | 26.54% | 26.47% |
| Plan fiduciary net position as a percentage of the total OPEB liability | 8.03% | 7.43% | 6.21% |
| Contractually required contribution | $ 182,550 | $ 181,980 | $ 165,059 |
| Contributions in relation to the contractually required contribution | (182,550) | (181,980) | (171,423) |
| Contribution deficiency (excess) | $ - | $ - | $ (6,364) |
| Covered payroll | $ 27,246,329 | $ 27,161,225 | $ 25,122,675 |
| Contributions as a percentage of covered payroll | 0.67% | 0.67% | 0.68% |

**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 | 5.20% | 3.97% | 3.86% |
| Single equivalent discount rate | 5.20% | 3.97% | 3.86% |
| Inflation rate | 2.25% | 2.25% | 2.25% |
| Healthcare cost trend rates - initial | Medicare and Non-Medicare - 8.00% | Medicare and Non-Medicare - 8.00% | Medicare and Non-Medicare - 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*

| 2023 | 2022 | 2021 | 2020 | 2019 | 2018 |
|---|---|---|---|---|---|
| 0.08459500% | 0.08877600% | 0.08593300% | 0.08561100% | 0.08590700% | 0.08366300% |
| $ 5,790,298 | $ 19,579,978 | $ 22,975,062 | $ 23,695,001 | $ 22,632,905 | $ 21,710,058 |
| 7,877,131 | 26,547,592 | 31,124,952 | 32,086,055 | 30,391,111 | 28,510,701 |
| $ 13,667,429 | $ 46,127,570 | $ 54,100,014 | $ 55,781,056 | $ 53,024,016 | $ 50,220,759 |
| $ 23,342,777 | $ 23,044,942 | $ 21,747,087 | $ 21,050,591 | $ 20,364,085 | $ 19,247,275 |
| 24.81% | 84.96% | 105.65% | 112.56% | 111.14% | 112.80% |
| 5.24% | 1.40% | 0.70% | 0.25% | -0.07% | -0.17% |
| $ 156,397 | $ 211,998 | $ 200,073 | $ 193,665 | $ 179,204 | $ 161,677 |
| (156,432) | (212,013) | (199,994) | (193,584) | (179,211) | (161,668) |
| $ (35) | $ (15) | $ 79 | $ 81 | $ (7) | $ 9 |
| $ 24,635,723 | $ 23,342,777 | $ 23,044,942 | $ 21,747,087 | $ 21,050,591 | $ 20,364,085 |
| 0.63% | 0.91% | 0.87% | 0.89% | 0.85% | 0.79% |

| | | | | | |
|---|---|---|---|---|---|
| 2.75% | 2.75% | 0.00% | 0.00% | 0.00% | 0.00% |
| 3.69% | 1.92% | 2.45% | 3.13% | 3.62% | 3.56% |
| 3.69% | 1.92% | 2.45% | 3.13% | 3.62% | 3.56% |
| 2.25% | 2.50% | 2.50% | 2.50% | 2.75% | 2.75% |
| Medicare and Non-Medicare - 8.00% | Medicare and Non-Medicare - 8.00% | Medicare and Non-Medicare - 8.25% | Medicare - 9.00% Non-Medicare - 8.00% | Medicare - 9.00% Non-Medicare - 8.00% | Medicare - 9.00% Non-Medicare - 8.00% |
| 4.25% | 4.25% | 4.25% | 4.50% | 4.50% | 4.50% |
| PubT-2010 | RP-2014 Tables | RP-2014 Tables | RP-2014 Tables | RP-2014 Tables | RP-2014 Tables |

*See notes to required supplementary information*

## Lake Forest Community High School District 115

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual -
Non-GAAP Budgetary Basis - General Fund
Year Ended June 30, 2026

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **Revenues** | | | |
| Property taxes | $ 38,754,840 | $ 39,449,820 | $ 694,980 |
| Corporate personal property replacement taxes | 170,331 | 155,143 | (15,188) |
| State aid | 1,015,744 | 1,122,538 | 106,794 |
| Federal aid | 823,597 | 910,902 | 87,305 |
| Investment income | 1,500,000 | 1,160,190 | (339,810) |
| Student activities | - | 1,117,597 | 1,117,597 |
| Other | 4,684,888 | 4,939,103 | 254,215 |
| Total revenues | 46,949,400 | 48,855,293 | 1,905,893 |
| **Expenditures** | | | |
| Current: | | | |
| Instruction: | | | |
| Regular programs | 21,602,500 | 21,420,405 | 182,095 |
| Special programs | 4,997,125 | 4,774,677 | 222,448 |
| Other instructional programs | 5,241,333 | 4,899,263 | 342,070 |
| Student activities | - | 1,072,578 | (1,072,578) |
| Support services: | | | |
| Pupils | 4,627,164 | 4,606,924 | 20,240 |
| Instructional staff | 1,475,706 | 1,360,796 | 114,910 |
| General administration | 629,506 | 751,196 | (121,690) |
| School administration | 2,011,842 | 2,099,584 | (87,742) |
| Business | 2,435,592 | 2,332,789 | 102,803 |
| Central | 1,779,864 | 1,850,450 | (70,586) |
| Other supporting services | 264,295 | 330,045 | (65,750) |
| Community services | 10,325 | 10,868 | (543) |
| Intergovernmental: | | | |
| Payments to other districts and government units | 1,372,684 | 1,177,881 | 194,803 |
| Capital outlay | 1,010,801 | 377,181 | 633,620 |
| Total expenditures | 47,458,737 | 47,064,637 | 394,100 |
| Excess (deficiency) of revenues over expenditures | (509,337) | 1,790,656 | 2,299,993 |
| **Other Financing Sources (Uses)** | | | |
| Transfers (out) | - | (425,774) | (425,774) |
| Total other financing sources (uses) | - | (425,774) | (425,774) |
| Net change in fund balance | $ (509,337) | 1,364,882 | $ 1,874,219 |
| **Fund Balance, Beginning** | | 6,414,082 | |
| **Fund Balance, Ending** | | $ 7,778,964 | |

*See notes to required supplementary information*

## Lake Forest Community High School District 115

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual -
Operations and Maintenance Fund
Year Ended June 30, 2026

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **Revenues** | | | |
| Property taxes | $ 6,590,211 | $ 5,387,042 | $ (1,203,169) |
| Corporate personal property replacement taxes | 164,804 | 172,298 | 7,494 |
| Investment income | - | 68,306 | 68,306 |
| Other | 959,152 | 772,669 | (186,483) |
| Total revenues | 7,714,167 | 6,400,315 | (1,313,852) |
| **Expenditures** | | | |
| Current: | | | |
| Support services: | | | |
| Business | - | 95 | (95) |
| Operations and maintenance | 5,278,614 | 5,370,006 | (91,392) |
| Intergovernmental: | | | |
| Payments to other districts and government units | 108,513 | 90,744 | 17,769 |
| Capital outlay | 86,000 | 143,551 | (57,551) |
| Total expenditures | 5,473,127 | 5,604,396 | (131,269) |
| Excess (deficiency) of revenues over expenditures | 2,241,040 | 795,919 | (1,445,121) |
| **Other Financing Sources (Uses)** | | | |
| Transfers (out) | (1,386,565) | (1,386,565) | - |
| Total other financing sources (uses) | (1,386,565) | (1,386,565) | - |
| Net change in fund balance | $ 854,475 | (590,646) | $ (1,445,121) |
| **Fund Balance (Deficit), Beginning** | | (1,665,744) | |
| **Fund Balance (Deficit), Ending** | | $ (2,256,390) | |

*See notes to required supplementary information*

## Lake Forest Community High School District 115

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual - Transportation Fund
Year Ended June 30, 2026

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **Revenues** | | | |
| Property taxes | $ 37,087 | $ 75,021 | $ 37,934 |
| Corporate personal property replacement taxes | 86,481 | 90,413 | 3,932 |
| State aid | 339,000 | 489,281 | 150,281 |
| Other | 105,000 | 127,193 | 22,193 |
| Total revenues | 567,568 | 781,908 | 214,340 |
| **Expenditures** | | | |
| Current: | | | |
| Support services: | | | |
| Transportation | 2,032,246 | 1,764,910 | 267,336 |
| Debt service: | | | |
| Principal | - | 28,133 | (28,133) |
| Interest and other | - | 4,603 | (4,603) |
| Total expenditures | 2,032,246 | 1,797,646 | 234,600 |
| Net change in fund balance | $ (1,464,678) | (1,015,738) | $ 448,940 |
| **Fund Balance, Beginning** | | 4,883,681 | |
| **Fund Balance, Ending** | | $ 3,867,943 | |

*See notes to required supplementary information*

## Lake Forest Community High School District 115

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual -
Municipal Retirement/Social Security Fund
Year Ended June 30, 2026

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **Revenues** | | | |
| Property taxes | $ 1,650,471 | $ 1,655,571 | $ 5,100 |
| Corporate personal property replacement taxes | 67,206 | 70,263 | 3,057 |
| Total revenues | 1,717,677 | 1,725,834 | 8,157 |
| **Expenditures** | | | |
| Current: | | | |
| Instruction: | | | |
| Regular programs | 733,935 | 408,151 | 325,784 |
| Special programs | - | 110,761 | (110,761) |
| Other instructional programs | - | 223,515 | (223,515) |
| Support services: | | | |
| Pupils | 726,210 | 269,459 | 456,751 |
| Instructional staff | - | 55,671 | (55,671) |
| School administration | - | 142,615 | (142,615) |
| Business | - | 51,765 | (51,765) |
| Operations and maintenance | - | 53,117 | (53,117) |
| Central | - | 62,964 | (62,964) |
| Other supporting services | - | 9,154 | (9,154) |
| Total expenditures | 1,460,145 | 1,387,172 | 72,973 |
| Net change in fund balance | $ 257,532 | 338,662 | $ 81,130 |
| **Fund Balance (Deficit), Beginning** | | (250,077) | |
| **Fund Balance, Ending** | | $ 88,585 | |

*See notes to required supplementary information*

## Stewardship, Compliance and Accountability

### Budgetary Data

Except for the exclusion of on-behalf payments from other governments, discussed below, 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.

### Budget Reconciliations

The Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds (GAAP basis) includes “on-behalf” payments received and made for the amounts contributed by the State of Illinois for the employer's share of the Teachers Retirement System pension. The District does not budget for these amounts in the Educational Accounts of the General Fund. The differences between the budget and GAAP basis are as follows:

| | Revenues | Expenditures |
|---|---|---|
| General fund budgetary basis | $ 48,855,293 | $ 47,064,637 |
| To adjust for on-behalf payments received | 12,868,601 | - |
| To adjust for on-behalf payments made | - | 12,868,601 |
| General fund GAAP basis | $ 61,723,894 | $ 59,933,238 |

### Excess of Expenditures Over Budget

For the year ended June 30, 2026, expenditures exceeded budget in the Operations & Maintenance Fund by $131,269. This excess was funded by available fund balance.

### Budgetary Highlights

For the year ended June 30, 2026, the most significant differences between final budgets and actual results for revenues, expenditures and other financing sources (uses) were as follows:

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **General Fund** | | | |
| **Revenues** | | | |
| Property taxes | $ 38,754,840 | $ 39,449,820 | $ 694,980 |
| **Expenditures** | | | |
| Student activities | - | 1,072,578 | (1,072,578) |
| Capital outlay | 1,010,801 | 377,181 | 633,620 |

Property tax revenues exceeded the final budget by approximately $0.7 million, primarily due to the timing of property tax receipts and the District's budgeting methodology. The District currently budgets property tax revenue on a cash basis, recognizing it when received. For financial reporting, spring property tax receipts received before year-end are deferred to the following fiscal year because they are intended to finance that year. The District is reviewing its budget methodology and expects to recommend an approach to the Board during fiscal year 2027 to better align budgeting and financial reporting practices.

Capital outlay was approximately $0.06 million below budget, in part because the District increased its capitalization threshold from $5,000 to $10,000 during fiscal year 2026. The District made the necessary budget transfers but was not required to submit a budget amendment to the Illinois State Board of Education because the transfers did not exceed 10% of the fund's total expenditures in the aggregate.

Student activity expenditures are reported in the General Fund in accordance with GASB 84. Because the District holds these funds on behalf of student organizations and provides fiduciary oversight, they are not considered operational District funds and are not included in the District's budget.

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **Operations and Maintenance Fund** | | | |
| **Revenues** | | | |
| Property taxes | $ 6,590,211 | $ 5,387,042 | $ (1,203,169) |

Property tax revenues were approximately $1.2 million below the final budget, primarily due to the timing of property tax receipts and the District's budgeting methodology. The District currently budgets property tax revenue on a cash basis, recognizing it when received. For financial reporting, spring property tax receipts received before year-end are deferred to the following fiscal year because they are intended to finance that year. The District is reviewing its budget methodology and expects to recommend an approach to the Board during fiscal year 2027 to better align budgeting and financial reporting practices.

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **Transportation** | | | |
| **Revenues** | | | |
| State aid | $ 339,000 | $ 489,281 | $ 150,281 |
| **Expenditures** | | | |
| Transportation | 2,032,246 | 1,764,910 | 267,336 |

State transportation aid exceeded budget by approximately $0.2 million, primarily due to increased state reimbursement for special education transportation costs. These reimbursements are received in arrears, and final reimbursement and proration amounts are not known when the budget is prepared. Transportation expenditures were approximately $0.3 million below budget. Special education transportation costs are budgeted based on student placements known when the budget is prepared; because placements and IEPs may change during the year, transportation needs and related costs can also change and may not be fully anticipated.

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **IMRF Fund** | | | |
| **Expenditures** | | | |
| Regular programs | $ 733,935 | $ 408,151 | $ 325,784 |
| Other instructional programs | - | 223,515 | (223,515) |
| Pupils | 726,210 | 269,459 | 456,751 |
| School administration | - | 142,615 | (142,615) |

Significant offsetting functional expenditure variances occurred in the Municipal Retirement/Social Security Fund, including underspending in regular programs and pupil services and expenditures in categories without separate original appropriations. These variances resulted from financial reporting improvements implemented during the year, which enhanced the allocation of actual benefit costs to the appropriate functions. Because these changes were not anticipated during budget development, the functional variances arose even though total expenditures in the IMRF/Social Security Fund were in line with the adopted budget.

## Lake Forest Community High School District 115

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual -
Debt Service Fund
Year Ended June 30, 2026

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **Revenues** | | | |
| Property taxes | $ 12,134,159 | $ 12,025,618 | $ (108,541) |
| Total revenues | 12,134,159 | 12,025,618 | (108,541) |
| **Expenditures** | | | |
| Debt service: | | | |
| Principal | 7,765,000 | 8,162,942 | (397,942) |
| Interest and other | 5,552,790 | 5,580,271 | (27,481) |
| Total expenditures | 13,317,790 | 13,743,213 | (425,423) |
| Excess (deficiency) of revenues over expenditures | (1,183,631) | (1,717,595) | (533,964) |
| **Other Financing Sources (Uses)** | | | |
| Transfers in | 1,386,565 | 1,812,339 | 425,774 |
| Total other financing sources (uses) | 1,386,565 | 1,812,339 | 425,774 |
| Net change in fund balance | $ 202,934 | 94,744 | $ (108,190) |
| **Fund Balance, Beginning** | | 641,638 | |
| **Fund Balance, Ending** | | $ 736,382 | |

## Lake Forest Community High School District 115

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual -
Capital Projects Fund
Year Ended June 30, 2026

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **Revenues** | | | |
| State aid | $ 50,000 | $ 50,000 | $ - |
| Investment income | 1,350,000 | 3,097,332 | 1,747,332 |
| Other | 169,880 | 186,635 | 16,755 |
| Total revenues | 1,569,880 | 3,333,967 | 1,764,087 |
| **Expenditures** | | | |
| Current: | | | |
| Support services: | | | |
| Operations and maintenance | 45,155 | 1,944,588 | (1,899,433) |
| Capital outlay | 88,307,485 | 28,837,917 | 59,469,568 |
| Total expenditures | 88,352,640 | 30,782,505 | 57,570,135 |
| Net change in fund balance | $ (86,782,760) | (27,448,538) | $ 59,334,222 |
| **Fund Balance, Beginning** | | 89,802,651 | |
| **Fund Balance, Ending** | | $ 62,354,113 | |

## Lake Forest Community High School District 115

Combining Balance Sheet -
General Fund
June 30, 2026

| | Educational Accounts | Working Cash Accounts | Total |
|---|---|---|---|
| **Assets** | | | |
| Cash | $ 4,881,887 | $ 1,002,540 | $ 5,884,427 |
| Investments | 23,523,773 | - | 23,523,773 |
| Student activity cash | 642,924 | - | 642,924 |
| Receivables (net allowance for uncollectibles): | | | |
| Property taxes | 19,954,043 | - | 19,954,043 |
| Replacement taxes | 30,767 | - | 30,767 |
| Intergovernmental | 65,104 | - | 65,104 |
| Other current assets | 163,820 | - | 163,820 |
| Total assets | $ 49,262,318 | $ 1,002,540 | $ 50,264,858 |
| **Liabilities, Deferred Inflows of Resources and Fund Balance** | | | |
| **Liabilities** | | | |
| Accounts payable | $ 479,190 | $ - | $ 479,190 |
| Salaries and wages payable | 1,643,882 | - | 1,643,882 |
| Other current liabilities | 3,438 | - | 3,438 |
| Payroll deductions payable | 1,452,907 | - | 1,452,907 |
| Unearned revenue | 751,414 | - | 751,414 |
| Total liabilities | 4,330,831 | - | 4,330,831 |
| **Deferred Inflows of Resources** | | | |
| Property taxes levied for a future period | 38,142,133 | - | 38,142,133 |
| Unavailable state and federal aid receivable | 12,930 | - | 12,930 |
| Total deferred inflows of resources | 38,155,063 | - | 38,155,063 |
| **Fund Balance** | | | |
| Assigned | 642,924 | - | 642,924 |
| Unassigned | 6,133,500 | 1,002,540 | 7,136,040 |
| Total fund balance | 6,776,424 | 1,002,540 | 7,778,964 |
| Total liabilities, deferred inflows of resources and fund balance | $ 49,262,318 | $ 1,002,540 | $ 50,264,858 |

## Lake Forest Community High School District 115

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
General Fund
Year Ended June 30, 2026

| | Educational Accounts | Working Cash Accounts | Total |
|---|---|---|---|
| **Revenues** | | | |
| Property taxes | $ 39,449,820 | $ - | $ 39,449,820 |
| Corporate personal property replacement taxes | 155,143 | - | 155,143 |
| State aid | 13,991,139 | - | 13,991,139 |
| Federal aid | 910,902 | - | 910,902 |
| Investment income | 1,160,190 | - | 1,160,190 |
| Student activities | 1,117,597 | - | 1,117,597 |
| Other | 4,939,103 | - | 4,939,103 |
| Total revenues | 61,723,894 | - | 61,723,894 |
| **Expenditures** | | | |
| Current: | | | |
| Instruction: | | | |
| Regular programs | 21,420,405 | - | 21,420,405 |
| Special programs | 4,774,677 | - | 4,774,677 |
| Other instructional programs | 4,899,263 | - | 4,899,263 |
| Student activities | 1,072,578 | - | 1,072,578 |
| Support services: | | | |
| Pupils | 4,606,924 | - | 4,606,924 |
| Instructional staff | 1,360,796 | - | 1,360,796 |
| General administration | 751,196 | - | 751,196 |
| School administration | 2,099,584 | - | 2,099,584 |
| Business | 2,332,789 | - | 2,332,789 |
| Central | 1,850,450 | - | 1,850,450 |
| Other supporting services | 330,045 | - | 330,045 |
| Community services | 10,868 | - | 10,868 |
| Intergovernmental: | | | |
| State retirement contributions | 12,868,601 | - | 12,868,601 |
| Payments to other districts and government units | 1,177,881 | - | 1,177,881 |
| Capital outlay | 377,181 | - | 377,181 |
| Total expenditures | 59,933,238 | - | 59,933,238 |
| Excess (deficiency) of revenues over expenditures | 1,790,656 | - | 1,790,656 |
| **Other Financing Sources (Uses)** | | | |
| Transfers (out) | (425,774) | - | (425,774) |
| Total other financing sources (uses) | (425,774) | - | (425,774) |
| Net change in fund balance | 1,364,882 | - | 1,364,882 |
| **Fund Balance, Beginning** | 5,411,542 | 1,002,540 | 6,414,082 |
| **Fund Balance, Ending** | $ 6,776,424 | $ 1,002,540 | $ 7,778,964 |

## Lake Forest Community High School District 115

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual -
Non-GAAP Budgetary Basis - Educational Accounts
Year Ended June 30, 2026

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **Revenues** | | | |
| Property taxes | $ 38,754,840 | $ 39,449,820 | $ 694,980 |
| Corporate personal property replacement taxes | 170,331 | 155,143 | (15,188) |
| State aid | 1,015,744 | 1,122,538 | 106,794 |
| Federal aid | 823,597 | 910,902 | 87,305 |
| Investment income | 1,500,000 | 1,160,190 | (339,810) |
| Student activities | - | 1,117,597 | 1,117,597 |
| Other | 4,684,888 | 4,939,103 | 254,215 |
| Total revenues | 46,949,400 | 48,855,293 | 1,905,893 |
| **Expenditures** | | | |
| Current: | | | |
| Instruction: | | | |
| Regular programs | 21,602,500 | 21,420,405 | 182,095 |
| Special programs | 4,997,125 | 4,774,677 | 222,448 |
| Other instructional programs | 5,241,333 | 4,899,263 | 342,070 |
| Student activities | - | 1,072,578 | (1,072,578) |
| Support services: | | | |
| Pupils | 4,627,164 | 4,606,924 | 20,240 |
| Instructional staff | 1,475,706 | 1,360,796 | 114,910 |
| General administration | 629,506 | 751,196 | (121,690) |
| School administration | 2,011,842 | 2,099,584 | (87,742) |
| Business | 2,435,592 | 2,332,789 | 102,803 |
| Central | 1,779,864 | 1,850,450 | (70,586) |
| Other supporting services | 264,295 | 330,045 | (65,750) |
| Community services | 10,325 | 10,868 | (543) |
| Intergovernmental: | | | |
| Payments to other districts and government units | 1,372,684 | 1,177,881 | 194,803 |
| Capital outlay | 1,010,801 | 377,181 | 633,620 |
| Total expenditures | 47,458,737 | 47,064,637 | 394,100 |
| Excess (deficiency) of revenues over expenditures | (509,337) | 1,790,656 | 2,299,993 |
| **Other Financing Sources (Uses)** | | | |
| Transfers (out) | - | (425,774) | (425,774) |
| Total other financing sources (uses) | - | (425,774) | (425,774) |
| Net change in fund balance | $ (509,337) | 1,364,882 | $ 1,874,219 |
| **Fund Balance, Beginning** | | 5,411,542 | |
| **Fund Balance, Ending** | | $ 6,776,424 | |

## Lake Forest Community High School District 115

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual -
Working Cash Accounts
Year Ended June 30, 2026

| | Original and Final Budget | Actual | Actual Variance With Final Budget |
|---|---|---|---|
| **Revenues** | | | |
| Total revenues | $ - | $ - | $ - |
| **Expenditures** | | | |
| Total expenditures | - | - | - |
| Net change in fund balance | $ - | - | $ - |
| **Fund Balance, Beginning** | | 1,002,540 | |
| **Fund Balance, Ending** | | $ 1,002,540 | |

## Lake Forest Community High School District 115

Five Year Summary of Assessed Valuations,
Tax Rates, Extensions and Collections
June 30, 2026

| | 2025 | 2024 | 2023 | 2022 | 2021 |
|---|---|---|---|---|---|
| **Tax Rates** | | | | | |
| Educational | 1.0215 | 1.1278 | 1.2334 | 1.1831 | 1.1430 |
| PTAB/ CE Recapture | 0.0031 | 0.0080 | 0.0071 | 0.0065 | 0.0104 |
| Operations and Maintenance | 0.2125 | 0.1551 | 0.1104 | 0.1258 | 0.1215 |
| Transportation | - | 0.0022 | 0.0250 | 0.0563 | 0.0544 |
| Municipal Retirement | 0.0198 | 0.0217 | 0.0153 | 0.0153 | 0.0148 |
| Social Security | 0.0249 | 0.0259 | 0.0198 | 0.0197 | 0.0190 |
| Debt Service | 0.3205 | 0.3462 | 0.3794 | 0.1284 | 0.1309 |
| Total | 1.6023 | 1.6869 | 1.7904 | 1.5351 | 1.4940 |
| **Tax Extensions** | | | | | |
| Educational | $ 38,410,131 | $ 39,238,509 | $ 39,187,843 | $ 35,731,114 | $ 33,911,572 |
| PTAB/ CE Recapture | 117,276 | 278,258 | 225,768 | 197,458 | 308,651 |
| Operations and Maintenance | 7,989,690 | 5,396,184 | 3,507,382 | 3,798,629 | 3,605,186 |
| Transportation | - | 75,149 | 793,715 | 1,699,501 | 1,612,946 |
| Municipal Retirement | 744,117 | 756,112 | 486,835 | 461,510 | 437,979 |
| Social Security | 935,580 | 902,269 | 627,423 | 594,819 | 564,519 |
| Debt Service | 12,051,464 | 12,046,026 | 12,054,960 | 3,877,093 | 3,883,277 |
| Total | $ 60,248,258 | $ 58,692,507 | $ 56,883,926 | $ 46,360,124 | $ 44,324,130 |
| Total collections | $ 28,442,109 | $ 58,592,025 | $ 56,655,077 | $ 46,133,219 | $ 44,118,690 |
| Percentage collected | 47.21 % | 99.83 % | 99.60 % | 99.51 % | 99.54 % |