



**Community Consolidated  
School District #328 of  
Hancock County, Illinois  
Hamilton, Illinois**

**Financial Statements and  
Management's Discussion and Analysis  
Year Ended June 30, 2025**



## Community Consolidated School District #328

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## Independent Auditor's Report

Board of Education  
Community Consolidated School District #328  
Hamilton, IL 62341-1500

### Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and aggregate remaining fund information of Community Consolidated School District #328, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Community Consolidated School District #328's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Community Consolidated School District #328, as of June 30, 2025, and the respective changes in modified cash basis financial position, and where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 2.

### 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Community Consolidated School District #328, 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—Basis of Accounting

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 2, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Community Consolidated School District #328'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.

## **Independent Auditor's Report (Continued)**

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Community Consolidated School District #328'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 Community Consolidated School District #328'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.

### **Other Matters**

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and 10-year pension information on pages 6-12 and 37-44 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.

## Independent Auditor's Report (Concluded)

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Community Consolidated School District #328's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and consolidated year-end financial report (CYEFR), required by the *Illinois Grant Accountability and Transparency Act*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the CYEFR, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated August 6, 2025, on our consideration of Community Consolidated School District #328'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 Community Consolidated School District #328'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 Community Consolidated School District #328's internal control over financial reporting and compliance.



**Dennis G Koch & Associates LLC**  
Certified Public Accounts

Quincy, Illinois  
August 6, 2025

## **Independent Auditor's Report on Internal Control and Compliance and Other Matters**

Board of Education  
Community Consolidated School District #328  
Hamilton, IL 62341-1500

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of Community Consolidated School District #328 (District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise District's financial statements, and have issued our report thereon dated August 6, 2025.

### **Internal Control over Financial Reporting**

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

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

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

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Community Consolidated School District #328's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2025-001.

**Independent Auditor's Report on Internal Control  
and Compliance and Other Matters  
(Concluded)**

**Purpose of this Report**

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



**Dennis G Koch and Associates LLC**  
*Certified Public Accountants*

August 6, 2025  
Quincy, Illinois



# Community Consolidated School District #328

270 North 10<sup>th</sup> Street

Hamilton, IL 62341

Jason Church, Superintendent

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## Management's Discussion and Analysis

The Community Consolidated School District #328 (District) offers readers of our financial statements this narrative overview and analysis of our financial activities for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with additional information provided in this report and our financial statements.

### Financial Highlights

We provide a full range of educational and support services to our students.

- Total property tax revenues of \$4,077,344 represented an increase of \$152,110 (3.9%) over fiscal year 2024. Personal Property Replacement Tax remained decreased in fiscal year 2025 by \$51,248, or (34%).
- Local program revenues (paid lunches, athletic admissions, etc.) increased \$70,093 or (23%), Federal revenues decreased by \$984,757 (62%). State revenues increased by \$430,885 (18%)
- We had \$8,039,224 in expenditures related to governmental activities. However, only \$3,828,675 of these expenses were offset by program specific charges and grants.
- Our total fund balances increased \$301,303 or 10%.
- We have not issued any new general obligation debt during the year and continue to retire existing debt according to schedule.
- We continue to make all required contributions to our pension plan.

### Components of the Financial Section

The annual financial report consists of five parts:

- Independent Auditor's Reports on the financial statements, internal control and compliance with laws and regulations,
- Management's Discussion and Analysis (this part),
- The basic financial statements, which include the government-wide and the fund financial statements, along with the notes to the financial statements,
- Required Supplementary Information,
- Supplemental Information

The basic financial statements present two kinds of information. The government-wide financial statements provide information about our overall cash position. These statements are prepared on the cash basis and show a more corporate-like presentation. Fund financial statements are included to provide useful information on individual parts of the government. Like other state and local governments, we use fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

More relevant detail is provided by distinct presentation of major funds in the basic financial statements, rather than summaries by total fund types. We have determined that treating each of the funds as major funds presents a better picture of our health.



# Community Consolidated School District #328

## Management's Discussion and Analysis – Continued

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**Government-wide financial statements.** The basic financial statements include two government-wide financial statements: The Statement of Net Assets – Cash Basis and the Statement of Activities – Cash Basis. The Statement of Net Assets – Cash Basis presents information on our assets and liabilities arising from cash transactions. The cash basis of accounting does not consider non-cash assets and liabilities such as land, buildings and equipment, long-term debt like bonds and leases or the deferred inflows and outflows related to pension plans. Rather, it provides a snapshot of available resources for current operations.

The difference between our total available cash and any unpaid liabilities arising from cash transactions are reported as net assets. Over time, increases and decreases in net position may serve as a useful indicator of whether our financial position is improving or deteriorating. The Statement of Activities – Cash Basis presents information showing how our net cash position changed during the most recent fiscal year.

The governmental activities financial statements include the functions that are principally supported by taxes and intergovernmental revenues. The government-wide financial statements can be found on pages 13-14 of this report.

All of our basic services are considered governmental activities including education, transportation, food service, interscholastic activities, and administration. These activities are supported primarily with general revenue such as property taxes and specific program revenue such as user fees and government grants.

**Fund financial statements.** Another major section of the basic financial statements is the fund financial statements. These statements are on pages 15-17. The fund financial statements provide detailed information about each of our most significant funds, called "major funds." We have determined that each of our funds are "major funds" – the General (consisting of the Education, Operations, Working Cash, Tort Liability and Student Activity accounts), Debt Service, Transportation, IMRF/Social Security, Capital Projects, and Life Safety Code Funds.

We have one type of fund – Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported in *governmental activities* in the government-wide financial statements. Governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. The governmental fund financial statements are also prepared on the cash basis of accounting.

We have nine funds which are all considered governmental funds:

- Education Fund. Our educational services and certain support services, such as food service and school administration, are included in the Education Fund.
- Operations and Maintenance Fund. The cost of operating our physical plant – custodial salaries and benefits, utilities, and repairs – are accounted for in the Operations and Maintenance Fund.
- Debt Service Fund. Resources used to retire general obligation debt, including interest and fiscal charges are reported in the Debt Service Fund.
- Transportation Fund. The costs associated with the transportation of students –fuel, repairs, salaries, and benefits – are accounted for in the transportation fund. This fund also reports the purchase cost and leases associated with our bus fleet.
- IMRF/Social Security Fund. Taxes levied for the payment of the employer portion of contributions to the Illinois Municipal Retirement Fund and Social Security are accounted for in this fund. All non-teacher certified employees are enrolled in IMRF under Illinois Statute. The employer share of Teacher Retirement contributions, with few exceptions, is made by the State of Illinois.
- Capital Projects Fund. The Capital Projects Fund accounts for expenditures for building improvements funded by general obligation bonds.



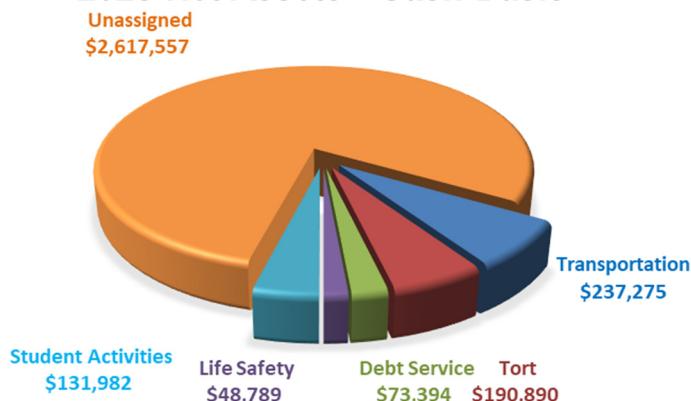
# Community Consolidated School District #328

## Management's Discussion and Analysis – Continued

- Working Cash Fund. Under Illinois law, we are allowed to levy a tax of up to 5 cents per \$100 equalized assessed valuation for the purpose of establishing a working cash fund. This fund is used to make loans to other funds to smooth cash flow requirements.
- Tort Liability Fund. This fund is used to account for our risk management operations and is restricted in nature by Illinois Statute.
- Life Safety Fund. Under regulation and guidance by the State, this fund can be utilized to pay for certain projects and services required for the safety of students and staff. Expenditures undergo review by independent architects, the regional office of education and the Illinois State Board of Education as well as our board of education before they can be expensed in this fund. In 2019, We issued \$7.37 million in Life Safety Code Bonds to finance various approved projects that are being conducted throughout the District.

### Government-Wide Financial Analysis

#### 2025 Net Assets - Cash Basis

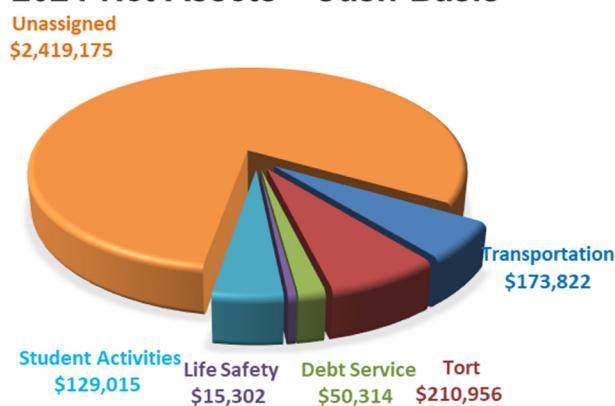


Recall that the Statement of Net Assets – Cash Basis provides the perspective of our financials as a whole. Under Illinois law, not all of our resources are available for general operations. Restricted net assets are reported separately to reflect legal constraints from debt covenants and enabling legislation that limits ability to use the net assets for day-to-day operations. Restricted net assets totaled \$550,348 at June 30, 2025. Funds raised for student activities, while unrestricted, have been assigned by the board of education for the purposes for which they were raised.

Total net assets on a cash basis increased by \$301,303 or 10% over 2024. Incremental increases in revenues, along with incremental increases in operating expenses resulted in the slight decrease.

The graphs nearby provide a summary of our net assets on a cash basis as of June 30, 2025 and 2024.

#### 2024 Net Assets - Cash Basis





# Community Consolidated School District #328

## Management's Discussion and Analysis – Continued

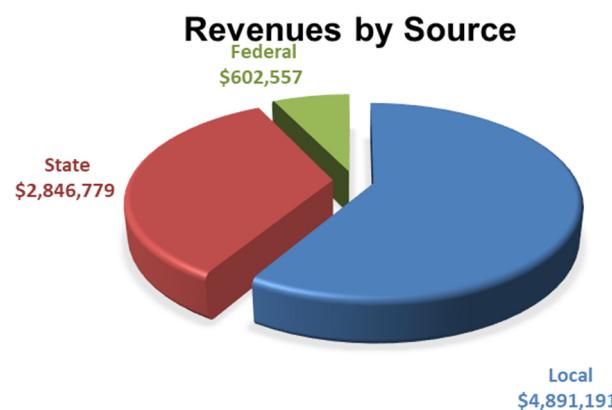
The Table below shows the changes reflected in the graphs.

<b>Program Revenues by Source:</b>	<b>2025</b>	<b>2024</b>	<b>Change</b>
Local	\$ 371,470	\$ 309,247	\$ 62,223
State	2,846,778	2,415,893	430,885
Federal	611,192	1,587,315	(976,123)
	<b>\$ 3,829,440</b>	<b>\$ 4,312,455</b>	<b>\$ (483,015)</b>
<b>General Revenues by Source:</b>			
Local and County	\$ 4,511,852	\$ 4,190,179	\$ 321,673
Other Financing Sources	-	-	-
	<b>\$ 4,511,852</b>	<b>\$ 4,190,179</b>	<b>\$ 321,673</b>
<b>Total Revenues</b>	<b>\$ 8,341,292</b>	<b>\$ 8,502,634</b>	<b>\$ (161,342)</b>
<b>Program Expense by Function</b>	<b>2025</b>	<b>2024</b>	<b>Change</b>
Salaries	4,172,655	3,919,140	\$ 253,515
Employee Benefits	1,133,248	950,037	183,211
Purchased Services	1,050,290	732,984	317,306
Supplies	680,700	807,419	(126,719)
Capital Outlay	185,172	1,311,460	(1,126,288)
Tuition/Other Expenses	289,557	268,869	20,688
Debt Service	528,368	530,368	(2,000)
<b>Total Expenses</b>	<b>\$ 8,039,990</b>	<b>\$ 8,520,277</b>	<b>\$ (480,287)</b>
Change in Net Assets - Cash Basis	<b>\$ 301,302</b>	<b>\$ (17,643)</b>	<b>\$ 318,945</b>

The cost of all governmental activities totaled \$8.0 million in fiscal year 2025. Our taxpayers funded \$4.3 million or 53.5% of these costs. In addition to taxpayer funding, charges for services (tuition, lunches and breakfast, and fees) funded \$379 thousand or 4.7% of the costs. Grants from the State of Illinois and Federal government accounted for \$3.5 million.

Our tax rate is set at \$4.76594 per \$100 of equalized assessed value of real estate. We collected 102.06% of the taxes billed to residents during the year ended June 30, 2025. Following are tables of taxes collected by levy and of overall revenues by source.

Levy	Collections	Rate
Education	\$ 2,446,070	\$ 2.80000
Leasing	43,681	0.05000
Special Education	34,943	0.04000
Operations	436,799	0.50000
Bond & Interest	549,711	0.58935
Transportation	174,719	0.20000
IMRF	76,547	-
Social Security	91,860	0.14795
Working Cash	43,681	0.05000
Tort	255,151	0.33864
Life Safety	43,681	0.05000
	<b>\$ 4,196,843</b>	<b>\$ 4.76594</b>



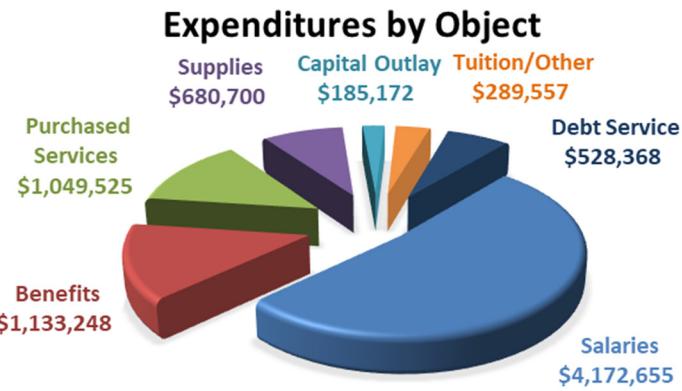


# Community Consolidated School District #328

## Management's Discussion and Analysis – Continued

Employee salaries and benefits make up 72% of operating expenses (total expenses less capital outlay and debt service). Purchased services and supplies amounted to \$1 million (14%) and \$681 thousand (9%) of operating expenses, respectively. The following table shows expenditures by object.

The table below shows the cost after state and federal program grants and local charges for services of each of our educational functions. This report clearly shows our reliance on local taxpayers.



	Year Ended June 30, 2025		Year Ended June 30, 2024	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
Instruction	\$ 4,350,030	\$ 1,283,481	\$ 4,165,631	\$ 328,336
Supporting Services:				
Students	525,452	470,614	485,944	452,329
Instructional Staff	2,936	(18,017)	7,746	(7,373)
General Administration	544,145	544,145	477,266	477,266
School Administration	369,090	369,090	400,136	400,136
Business	132,384	132,384	81,486	81,486
Transportation	517,910	166,384	282,314	138,076
Operations	523,928	487,228	437,582	410,382
Food Services	386,985	88,111	350,454	95,466
Facility Acquisition and Const	158,761	158,761	1,301,347	1,301,347
Debt Services	528,368	528,368	530,368	530,368
Instruction & Supporting Services	<u>\$ 8,039,989</u>	<u>\$ 4,210,549</u>	<u>\$ 8,520,274</u>	<u>\$ 4,207,819</u>

Instruction expenditures include activities directly dealing with the teaching of pupils and the interaction between teacher and pupil. Student services expenditures include activities of counseling with pupils and parents, providing consultation with other staff members on problems, evaluating the abilities of pupils, assisting pupils to make their own educational and career plans and choices, assisting pupils in personal and social development, providing referral assistance, and collaborating with other staff members in planning and conducting guidance programs for pupils. It also includes expenditures for physical and mental health services not included in direct instruction. Included are activities that provide pupils with appropriate medical, dental, and nursing services.

Instructional staff support expenditures include the activities involved with assisting the teaching staff with the content and process of providing learning experiences to pupils.



# Community Consolidated School District #328

## Management's Discussion and Analysis – Continued

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General administration includes activities concerned with establishing and administering policy for operating the District. These activities include the elected or appointed body which has been created according to state law and vested with responsibilities for educational activities in a given administrative unit and those activities associated with the overall general administration of or executive responsibility for the entire district.

School administration expenditures include activities concerned with directing and managing the operation of a particular school. These include the activities performed by the Principal, Assistant Principal, and other assistants in general supervision of all operations of the school, evaluation of the staff members of the school, assignment of duties to staff members, supervision, and maintenance of the records of the school, and coordination of school instructional activities with instructional activities of the LEA. It includes clerical staff in teaching and administrative duties.

Business services include the cost of bookkeeping, payroll services and the audit of our books and records.

Transportation includes those activities concerned with providing transportation for students

Operations includes those activities concerned with keeping the physical plant open, comfortable, and safe for use; and keeping the grounds, buildings, and equipment in an effective working condition and state of repair. This includes activities of maintaining safety in buildings, on the grounds, and in the vicinity of schools

Food service includes those activities concerned with providing food to pupils and staff. This service area includes the preparation and serving of regular and incidental meals, lunches, or snacks in connection with school activities, and the delivery of food.

Information technologies includes the cost of providing computer services to students, including hardware, software, and internet costs.

Community services consist of those activities that indirectly relate to providing education for pupils in the District. These include services provided by us for the community as a whole or a segment of the community and community welfare activities.

Capital outlay includes the cost of facilities acquisition and construction.

Debt services involve transactions associated with the payment of principal, interest, and other related charges of our debt.

### **General Fund Budgeting Highlights**

We prepare an annual budget in accordance with Illinois law, which requires Board of Education approval no later than 90 days after June 30 each year. The original budget for fiscal year 2024-2025 was approved by the Board on September 20, 2024. During the year, we revised the budget as we attempted to deal with unforeseeable changes in receipts and disbursements as additional information becomes available. A schedule showing our original and final budget amounts compared with year-end actual amounts for the general fund is provided beginning on page 37 of this report.

The final revised budget for general fund receipts totaled \$7.0 million, compared to the original budget of \$6.5 million. The \$500 thousand increase in budgeted revenues was the result of incremental increases in multiple line items. Final budgeted expenditures increased by \$800 thousand over the original budgeted amounts, primarily due to operations.



# Community Consolidated School District #328

## Management's Discussion and Analysis – Continued

### Capital Assets

We use the cash basis of accounting and do not recognize amounts invested in land, buildings, furniture, equipment, and vehicles in the financial statements. However, we do own and maintain land and several buildings utilized for educational, transportation and athletic facilities. The value of our land, buildings, vehicles, and personal property is not shown on the statement of assets, liabilities, and fund balance. However, it is reported on the Illinois State Board of Education's Annual Financial Report (AFR). Following is a summary of capital assets for the years ended June 30, 2025 and 2024 as reported on the AFR.

	Balance 6/30/24	Additions	Retirements	Balance 6/30/25
Buildings	\$ 16,452,885	\$ 9,702	\$ -	\$ 16,462,587
Equipment	977,740	88,952	(44,241)	1,022,451
Improvements	102,101	60,108	-	162,209
Leased Equipment	502,257	-	-	502,257
Transportation	146,025	917,367	(545,152)	518,240
Depreciable Assets	\$ 18,181,008	\$ 1,076,129	\$ (589,393)	\$ 18,667,744
Depreciation	7,034,190	616,134	(589,393)	7,060,931
Net Depreciable Assets	\$ 11,146,818	\$ 459,995	\$ -	\$ 11,606,813
Land	341,343	-	-	341,343
Capital Assets	<u>\$ 11,488,161</u>	<u>\$ 459,995</u>	<u>\$ -</u>	<u>\$ 11,948,156</u>

### Debt Administration

At June 30, 2025, we had \$5.7 million in general obligation bonds due in varying amounts with various rates of interest and maturing in various years through June 1, 2039. The purpose of all debt was to construct, equip, and renovate our facilities. The table below represents a summary of this outstanding debt.

	G.O. Bonds	Capital Leases	Total
Balance, June 30, 2024	\$ 6,000,000	\$ -	\$ 6,000,000
Additions	-	-	-
Retirements	(305,000)	-	(305,000)
Balance, June 30, 2025	<u>\$ 5,695,000</u>	<u>\$ -</u>	<u>\$ 5,695,000</u>

### Current Financial Issues and Concerns

The District remains concerned about the continued decline of CPPRT. This revenue stream is the second largest revenue servicing Operations and Maintenance. While EBF has shown consistent growth, depressed CPPRT may result in the District allocating portions of EBF to Operations/Maintenance and Transportation. The annual rate of growth for EBF is decreasing as more districts across the state find themselves below the adequacy determination threshold. Any changes to these primary funding streams will impact future fiscal outlooks. The district is concerned about the integration of CPI into the teacher pay schedule and is uncertain of the impact over time. The District remains observant of special education costs, energy costs, health insurance costs, etc., as the District has limited control over these expenditures. The impact of the local TIF district continues to be a concern, as well as the District's practice of voluntarily reducing the local Education levy by \$0.15.

### Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances, and to show the District's accountability for the money it receives. If you have any questions about this report or need additional information, contact Jason Church, Superintendent, at Community Consolidated School District #328, 1830 Broadway St, Hamilton, Illinois 62341-1500 or email Mr. Church at churchj@hhs328.com.

## **Financial Section**

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## Community Consolidated School District #328

### Statement of Net Assets - Cash Basis

As of June 30, 2025

	<u>Governmental Activities</u>
<b>Assets:</b>	
Cash	\$ 3,299,887
<b>Total Assets</b>	<u>\$ 3,299,887</u>
<b>Net Assets:</b>	
Restricted for:	
Transportation	\$ 237,275
Tort	190,890
Debt Service	73,394
Life Safety	48,789
Unrestricted:	
Assigned:	
Student Activities	131,982
Unassigned	<u>2,617,557</u>
<b>Total Net Assets</b>	<u>\$ 3,299,887</u>



**Community Consolidated School District #328**  
**Statement of Activities - Cash Basis**

For the Year Ended June 30, 2025

	<b>Expenditures Paid</b>	<b>Program Revenues Collected</b>			<b>Net Changes in Net Assets - Cash Basis</b>
		<b>Charges for Services &amp; Other</b>	<b>Grants and State Aid</b>	<b>Insurance Payments</b>	
<b>Governmental Activities:</b>					
Instruction	\$ 4,350,030	\$ 256,282	\$ 2,810,267	\$ -	\$ (1,283,481)
Supporting Services:					
Students	525,452	299	54,539	-	(470,614)
Instructional Staff	2,936	-	20,953	-	18,017
General Administration	544,145	-	-	-	(544,145)
School Administration	369,090	-	-	-	(369,090)
Business	132,384	-	-	-	(132,384)
Transportation	517,910	-	351,526	-	(166,384)
Operations	523,928	27,200	9,500	-	(487,228)
Food Services	386,985	87,689	211,185	-	(88,111)
Capital Outlay	158,761	-	-	-	(158,761)
Debt Services	528,368	-	-	-	(528,368)
<b>Total Governmental Activities:</b>	<b>\$ 8,039,989</b>	<b>\$ 371,470</b>	<b>\$ 3,457,970</b>	<b>\$ -</b>	<b>\$ (4,210,549)</b>
<b>General Revenues Collected:</b>					
Property taxes levied for:					
General purposes					\$ 2,492,370
Special purpose					1,708,750
Personal Property Replacement taxes					100,862
Earnings on investments					129,601
Miscellaneous					80,269
		<b>Total General Revenues Collected</b>			<b>\$ 4,511,852</b>
		<b>Change in Net Assets - Cash Basis</b>			<b>\$ 301,303</b>
					<b>\$ 2,998,584</b>
					<b>\$ 3,299,887</b>
Net Assets - Cash Basis, July 1, 2024					
<b>Net Assets - Cash Basis, June 30, 2025</b>					



**Community Consolidated School District #328**  
**Statement of Assets, Liabilities and Fund Balances**  
**Arising from Cash Transactions - Governmental Funds**

**As of June 30, 2025**

	<b>General Fund</b>	<b>Debt Service Fund</b>	<b>Transportation Fund</b>	<b>IMRF Social Security Fund</b>	<b>Life Safety Fund</b>	<b>Total Governmental Funds</b>
<b>Assets:</b>						
Cash	\$ 2,565,377	\$ 73,394	\$ 237,275	\$ 375,052	\$ 48,789	\$ 3,299,887
<b>Total Assets</b>	<b>\$ 2,565,377</b>	<b>\$ 73,394</b>	<b>\$ 237,275</b>	<b>\$ 375,052</b>	<b>\$ 48,789</b>	<b>\$ 3,299,887</b>
<b>Fund Balances:</b>						
Restricted for:						
Transportation	\$ -	\$ -	\$ 237,275	\$ -	\$ -	\$ 237,275
Tort	190,890	-	-	-	-	190,890
Debt Service	-	73,394	-	-	-	73,394
Life Safety Projects	-	-	-	-	48,789	48,789
Unrestricted:						
Assigned:						
Student Activities	131,982	-	-	-	-	131,982
Unassigned	2,242,505	-	-	375,052	-	2,617,557
<b>Total Fund Balances</b>	<b>\$ 2,565,377</b>	<b>\$ 73,394</b>	<b>\$ 237,275</b>	<b>\$ 375,052</b>	<b>\$ 48,789</b>	<b>\$ 3,299,887</b>



**Community Consolidated School District #328**  
**Statement of Revenues Collected, Expenditures Paid**  
**and Changes in Fund Balances - Governmental Funds**

**Year Ended, June 30, 2025**

	<b>General Fund</b>	<b>Debt Service Fund</b>	<b>Transportation Fund</b>	<b>IMRF Social Security Fund</b>	<b>Life Safety Fund</b>	<b>Total Governmental Funds</b>
<b>Revenues Collected:</b>						
Property Taxes	\$ 3,263,390	\$ 550,271	\$ 174,897	\$ 168,578	\$ 43,725	\$ 4,200,861
Corporate Replacement Tax	101,122	-	-	-	-	101,122
Charges for Services	190,137	-	-	-	-	190,137
Unrestricted State Aid	2,189,280	-	330,047	-	-	2,519,327
Restricted State Aid	305,973	-	21,479	-	-	327,452
Restricted Federal Aid	611,192	-	-	-	-	611,192
Other	222,068	-	39,529	-	-	261,597
Interest	123,690	1,177	818	1,784	2,135	129,604
	<b>\$ 7,006,852</b>	<b>\$ 551,448</b>	<b>\$ 566,770</b>	<b>\$ 170,362</b>	<b>\$ 45,860</b>	<b>\$ 8,341,292</b>
<b>Expenditures Paid:</b>						
<b>Current:</b>						
<i>Instruction:</i>						
Regular Programs	\$ 2,203,898	\$ -	\$ -	\$ 24,652	\$ -	\$ 2,228,550
Special Programs	908,582	-	-	26,130	-	934,712
Other Programs	659,604	-	-	12,261	-	671,865
<i>Support Services:</i>						
Pupils	511,796	-	-	13,656	-	525,452
Instructional Staff	1,458	-	-	1,478	-	2,936
General Administration	523,671	-	-	8,101	12,373	544,145
School Administration	351,157	-	-	17,933	-	369,090
Business	127,321	-	-	5,063	-	132,384
Transportation	-	-	503,317	14,593	-	517,910
Operations	505,467	-	-	18,461	-	523,928
Food Service	372,661	-	-	14,324	-	386,985
Payments to Other Governments	514,903	-	-	-	-	514,903
Capital Outlay	158,761	-	-	-	-	158,761

<b>Debt Service:</b>						
Principal Payments	-	305,000	-	-	-	305,000
Interest and Charges	-	223,368	-	-	-	223,368
<b>Total Expenditures</b>	<b>\$ 6,839,279</b>	<b>\$ 528,368</b>	<b>\$ 503,317</b>	<b>\$ 156,652</b>	<b>\$ 12,373</b>	<b>\$ 8,039,989</b>
<b>Revenues Collected Over (Under) Expenditures Paid</b>						
\$ 167,573	\$ 23,080	\$ 63,453	\$ 13,710	\$ 33,487	\$ 301,303	
2,397,804	50,314	173,822	361,342	15,302	2,998,584	
<b>\$ 2,565,377</b>	<b>\$ 73,394</b>	<b>\$ 237,275</b>	<b>\$ 375,052</b>	<b>\$ 48,789</b>	<b>\$ 3,299,887</b>	
Fund Balance, July 1, 2024						
<b>Fund Balance, June 30, 2025</b>						



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 1. Description of the School District and Reporting Entity

Community Consolidated School District #328 (the District) provides services to approximately 500 students in Hamilton, Illinois. We operate under a locally elected Board form of government consisting of seven members. All members are elected for four-year terms as described in the Illinois School Code. We provide educational services as authorized by State statute and/or federal guidelines.

### 2. Significant Accounting Policies

The Illinois School Code establishes regulations for accounting and budgeting of elementary and secondary local education agencies (LEA) in the State of Illinois. These financial statements are presented in conformity with those regulations which conform to the cash basis of accounting, a special purpose framework other than accounting principles generally accepted in the United States of America (GAAP) as established by the Governmental Accounting Standards Board (GASB).

#### *Basis of Presentation*

**Government-Wide Financial Statements:** The government-wide financial statement of Net Assets-Cash Basis and Statements of Activities-Cash Basis report the overall activities arising from our cash receipts and disbursements. Our financial activities consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues.

The Statement of Activities – Cash Basis demonstrates the degree to which the direct expenses of a given function (i.e., instruction, support services, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include a) charges paid by the recipient of goods or services offered by the programs (including fees and fines), and b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

#### *Scope of the Reporting Entity*

As defined by GAAP, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

1. Appointment of a voting majority of the organization's governing board, and either a) we are able to impose our will on that organization, or b) there is a potential for the organization to provide a financial benefit to or impose a financial burden on the primary government, or
2. Fiscal dependency on the primary government and there is potential for the component unit to provide specific benefits to or impose specific financial burdens on the primary government.

We have determined that there are no other organizations, including joint agreements for which the nature and significance of their relationship with us is such that exclusion would cause our financial statements to be misleading or incomplete that should be included as part of the reporting entity.



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 2. Significant Accounting Policies (Continued)

#### Scope of the Reporting Entity (Continued)

**Fund Financial Statements:** Separate financial statements are provided for governmental funds. The fund financial statements provide information about our funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. We have chosen to treat each of our special revenue, debt service and capital projects funds as major funds. Funds considered part of the “general” funds have been combined into one fund for reporting purposes as follows:

**General Fund** – This is our primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Included in the General fund are the Education, Operations and Maintenance, Working Cash and Tort Liability accounts.

**Debt Service Fund** – This fund accounts for the taxes collected for the purpose of retiring our general obligation debt.

**Transportation Fund** – This is a special revenue fund that maintains financial resources held by us to be used for student transportation revenues and expenditures.

**IMRF/Social Security Fund** – Taxes collected for the purpose of satisfying our obligation for contributions to the Illinois Municipal Retirement Fund and Social Security on behalf of our employees.

**Capital Projects Fund** – Proceeds and expenditures of our bond issue designated for capital improvements to our building are accounted for in the capital projects fund.

**Life Safety Fund** - Under regulation and guidance by the State, this fund can be utilized to pay for certain projects and services required for the safety of students and staff. Expenditures undergo review by independent architects, the regional office of education and the Illinois State Board of Education as well as our board of education before they can be expensed in this fund.

#### Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe “how” transactions are recorded within various financial statements. Basis refers to “when” transactions are recorded regardless of the measurement focus applied.

Both the government-wide and governmental fund financial statements in this report are recorded on the cash basis of accounting. Assets consist of unencumbered cash balances remaining from revenues collected and expenditures paid, assigned to the various governmental funds according to the purposes for which they may or must be used. This approach differs from the flow of current financial resources measurement focus, which measures current assets and current liabilities on the balance sheet and reports on the sources (revenues and other financing sources) and uses (expenditures and under financing uses) of current financial resources.



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 2. Significant Accounting Policies (Continued)

#### **Property Taxes**

Property taxes are levied each year on all taxable real property in the District on or before the last Tuesday in December. The 2023 tax levy was passed by the Board of Education in December 2023 and attached as an enforceable lien on the property as of the preceding January 1. The taxes become due and collectible in June and September 2024, and are collected by the County Collector, who in turn remits our respective share. We receive the remittances from the County Treasurer approximately one month after collection. For all funds, we recognize revenue as it is received.

Personal Property Replacement Taxes (PPRT) are levied by the State on the income of corporations and pass-through entities and remitted to us based on a formula. PPRT are allocated to the Educational (General) Fund.

#### **Budgetary Process**

We follow these procedures in establishing the budgetary data reflected in these financial statements:

- In accordance with Article 17, Chapter 5 of the Illinois Compiled Statutes, we adopt an annual budget which we deem necessary to defray all of our necessary expenses and liabilities and specifies the object, purpose, and amount of each item. The budget, prepared on forms provided by the Illinois State Board of Education, contains a statement of the cash on hand at the beginning of the fiscal year, an estimate of the cash expected to be received from all sources during the year and a statement of the estimated cash expected to be on hand at the end of the year.
- A tentative budget is prepared and made available for public inspection for at least 30 days prior to final action taken thereon. At least one public hearing is held prior to final adoption of the budget, which by statute, must occur prior to September 30 of each year.
- The Board may make transfers between the various line items within the budget in any fund not exceeding in the aggregate 10% of the total of the fund as set forth in the budget. In addition, the Board may amend the budget using the same procedure described above to adopt the budget.
- Grant budgets are submitted to grantor agencies for approval and funding. A funding agreement is entered into upon approval of the budget by the grantor. Any subsequent budget revisions must be approved by the grantor.

Budgeted amounts were originally adopted on September 20, 2024 and were amended May 15, 2025.

#### **Cash and Investments**

To improve cash management, all cash received by us is pooled. Monies for all funds are maintained in this common pooled account. Individual fund integrity is maintained through our records. Each fund's interest in the pool is presented as "Cash" on the balance sheet. Negative balances incurred in pooled cash at year-end are treated as interfund receivables of the Working Cash Fund and interfund payables of the deficit fund.



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 2. Significant Accounting Policies (Continued)

#### *Post-Employment Benefits*

COBRA Benefits - Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), we provide healthcare benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium plus a 2% administration charge, which we have elected to waive, is paid in full by the insured on or before the tenth (10th) day of the month for the actual month covered. This program is offered for a duration of 18 months after the termination date. There is no associated cost to us under this program, and there were no participants in the program as of June 30, 2025.

#### *Interfund Activity*

Flows of cash from one fund to another without a requirement for repayment are reported as inter-fund transfers. Legally authorized inter-fund transfers are reported as other financing sources/uses in governmental funds.

#### *Inventories*

We do not maintain inventory cost records. Inventory is deemed to be immaterial and accounted for using the purchase method in which supplies are charged to expenditures when purchased.

#### *Capital Assets*

General capital assets result from and are recorded as expenditures in the respective fund at the time the expenditures are made. We follow guidelines established by the State of Illinois for the capitalization of assets and have established a threshold of \$500 for capitalization of depreciable assets. Major outlays for capital assets and improvements are capitalized as projects are constructed. 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. We have reported capitalized capital assets for regulatory reporting purposes and maintain a record of our general capitalized assets. Capital assets acquired prior to July 1, 1962, are stated at estimated original cost, net of depreciation. Depreciation is provided on general capital assets using the straight-line method over the following estimated lives:

Buildings	50 years
Land improvements	20 years
Furniture and equipment	5 - 20 years
Vehicles	5 years

#### *Net Asset/Fund Balance Reporting*

Our government-wide net position is reported in two categories:

- Restricted net position results when constraints placed on net position use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.
- Unrestricted net position consists of net position that does not meet the criteria of the preceding category.

When both restricted and unrestricted resources are available for use, it is our policy to use restricted resources first to finance qualifying activities, then unrestricted resources as they are needed.



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 2. Significant Accounting Policies (Concluded)

#### Compensated Absences

Vacation time, personal business days, and sick leave are considered as expenditures in the year paid. Vacation pay does not accumulate if not used in the year earned. Accumulated sick pay benefits are available to all full-time employees to use in future years. Unused sick pay is limited to a maximum of 180 days' pay. Upon termination, the employee is not compensated for unused sick pay. However, such compensatory time may be used by the employee to purchase additional retirement credit under guidelines established by the teacher retirement system. The amount of future liability to us for such additional credit, if any, has not been determined and, therefore, has not been accrued and no reserve has been established.

#### Use of Estimates

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

### 3. Cash and Temporary Investments

We may invest in securities as authorized by Sections 2 and 6 of the Public Funds Investment Act (30 ILCS 235/2 and 6) and Section 8-7 of the School Code (105 ILCS 5/8-7).

The Treasurer is authorized and directed by the Board of Education to invest the balances available in various funds in accordance with the regulations set forth in the Illinois Compiled Statutes and our policies. Investment may be made in the following:

- Illinois School District Liquid Asset Fund
- Banks or savings and loan associations insured by the Federal Deposit Insurance Corporation (FDIC)
- U.S. Treasury Bills
- Certificates of deposit

At year-end, the amount of our deposits with financial institutions, which includes demand deposits, was \$3,299,887 and the bank balance was \$3,405,496. Of the bank balance, \$658,688 was covered by federal depository insurance and \$2,746,808 was fully collateralized.

*Interest Rate Risk* – We do not have a formal investment policy that limits investment maturities as a means of managing our exposure to fair value losses arising from increasing interest rates.

*Credit Risk* – We are authorized to invest in obligations of the U.S. Treasury and certain other agency and political subdivision obligations as defined by Sections 2 and 6 of the Public Funds Investment Act contained in state statute (30 ILCS 235/2 and 6) and Section 8-7 of the Illinois School Code. We have no investment policy that would further limit our investment choices.

*Concentration of Credit Risk* – We place no limit on the amount we may invest in any one issuer. All of our investments are in the U.S. Treasury, in accordance with our bond covenants.



## Community Consolidated School District #328

### Notes to the Financial Statements

Year Ended June 30, 2025

#### 4. Property Taxes

Real estate taxes included in these financial statements were levied for the 2023 calendar year and collected during the 2024-2025 fiscal year. 2024 real estate taxes were not deemed available until fiscal year 2025-2026.

##### *Special Tax Levies and Restricted Equity*

Tort Immunity – Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Tort Fund.

Special Education – Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Education Fund. None of this fund's equity represents any excess of cumulative receipts over cumulative disbursements which would be restricted for future special education disbursements in accordance with Section 17-2.2(A) of the Illinois School Code.

Leasing - Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Education Fund. None of this fund's equity represents any excess of cumulative receipts over cumulative disbursements which would be restricted for future special education disbursements in accordance with Section 17-2.2(A) of the Illinois School Code.

The tax levy per \$100 of equalized assessed valuation of taxable real estate for calendar years 2023 and 2024 for purposes of local taxation was:

	Maximum Percent 2024	Actual Percent	
		2024	2023
Educational	\$ 2.80000	\$ 2.80000	\$ 2.80000
Tort Liability	As needed	0.33864	0.29207
Special Education	0.04000	0.04000	0.04000
Operations & Maintenance	0.50000	0.50000	0.50000
Bond & Interest	As needed	0.58935	0.62925
Transportation	0.20000	0.20000	0.20000
Municipal Retirement	As needed	-	0.08762
Social Security	As needed	0.14795	0.10515
Working Cash	0.05000	0.05000	0.05000
Life Safety	0.05000	0.05000	0.05000
Lease	0.05000	0.05000	0.05000
		\$ 4.76594	\$ 4.80409

#### 5. Capital Assets

As previously noted, our financial statements are reported using the cash basis of accounting, which reports current receipts and current expenditures. For regulatory reporting, the Illinois State Board of Education required districts to report capital assets and record depreciation charges for per pupil tuition charge calculations.



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 5. Capital Assets (Concluded)

A summary of the changes in our capital assets for the year ended June 30, 2025 follows:

Cost/Basis	Balance			Balance June 30, 2025
	July 1, 2024	Additions	Retirements	
Buildings	\$ 16,447,884	\$ 9,702	\$ -	\$ 16,457,586
Improvements	102,101	60,108	-	162,209
Equipment	982,742	88,951	44,240	1,027,453
Transportation	648,282	917,367	545,153	1,020,496
	\$ 18,181,009	\$ 1,076,128	\$ 589,393	\$ 18,667,744
Less: Depreciation	7,034,191	616,133	589,393	7,060,931
	\$ 11,146,818	\$ 459,995	\$ -	\$ 11,606,813
Land	341,343	-	-	341,343
Net Capital Assets	\$ 11,488,161	\$ 459,995	\$ -	\$ 11,948,156

### 6. Long-Term Debt

Under the cash basis of accounting, obligations due after the end of the current year are excluded from the financial statements. For regulatory reporting, the Illinois State Board of Education requires us to report our long-term obligations. General long-term obligations as of June 30, 2025, and a summary of activity for the year then ended are as follows:

General Obligation	Outstanding			Outstanding 6/30/25	Due Within One Year		
	7/1/24						
	Additions	Retirements					
	\$ 6,000,000	\$ (305,000)		\$ 5,695,000	\$ 315,000		
	\$ 6,000,000	\$ (305,000)		\$ 5,695,000	\$ 315,000		

#### *General Obligation Bonds*

Bonds payable at June 30, 2025 consists of two individual issues as follows:

\$7,370,000 Community Consolidated School District of Hancock County General Obligation Bonds, Series 2019, dated April 25, 2019 - due in varying annual principal installments beginning December 1, 2019 through 2038. Interest rate is variable and ranges from 3.0% to 4.0% and is due semi-annually on December 1 and June 1 each year.

\$ 5,695,000

#### *Constitutional Debt Limitation*

Section 19-1 of the Illinois School Code limits the outstanding amount of authorized general obligation bonds of elementary districts to 13.8 percent of our assessed valuation. Our legal debt margin at June 30, 2025 was:

Constitutional Debt Limit	\$ 12,592,464
Less - General Obligation Bonds Outstanding	5,695,000
Legal Debt Margin	<u>\$ 6,897,464</u>



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 6. Long-Term Debt (Concluded)

#### *Amortization of Debt*

Debt service requirements to amortize the Series 2019 General Obligation bond issue are as follows:

June 30,	Principal	Interest	Total
2026	\$ 315,000	\$ 212,225	\$ 527,225
2027	325,000	202,625	527,625
2028	335,000	192,725	527,725
2029	350,000	180,700	530,700
2030	360,000	166,500	526,500
2031 - 2035	2,050,000	599,450	2,649,450
2036 - 2040	1,960,000	160,800	2,120,800
	<u>\$ 5,695,000</u>	<u>\$ 1,715,025</u>	<u>\$ 7,410,025</u>

### 7. Employee's Retirement Plans

We participate in two retirement systems: The Illinois Municipal Retirement System (IMRF) and the Teachers' Retirement System of the State of Illinois (TRS).

#### **Illinois Municipal Retirement (IMRF)**

##### **Plan Description**

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

##### **Benefits Provided**

We participate in the Regular Plan (RP). Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings.

The final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3 percent of the original amount on January 1 every year after retirement.



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 7. Employee's Retirement Plans (Continued)

#### Illinois Municipal Retirement (IMRF) (Continued)

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of the final rate of earnings for the first 15 years of service credit, plus 2 percent for each year of service credit after 15 years to a maximum of 75 percent of their final rate of earnings. The final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of 3 percent of the original pension amount, or 1/2 of the increase in the Consumer Price Index of the original pension amount.

#### *Employees covered by benefit terms*

At December 31, 2024, the following employees were covered by the benefit terms:

	Number of
- Retirees & Beneficiaries	36
- Inactive, Non-retired Members	26
- Active Members	30
<b>Total Participants</b>	<b>92</b>

#### *Contributions*

As set by statute, your employer Regular plan members are required to contribute 4.5 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of our own employees. The employer rate for calendar year 2024 was 2.98 percent of annual covered payroll. For the fiscal year ended June 30, 2025 we contributed \$32,762 to the plan. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

#### *Net Pension Liability*

Our net pension liability was measured as of December 31, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

#### *Actuarial Assumptions*

The following are the methods and assumptions used to determine total pension liability at December 31, 2024:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	19-year closed period
	Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset Valuation Method	5-Year smoothed market, 20% corridor
Wage Growth	2.75%
Price Inflation	2.25%



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 7. Employee's Retirement Plans (Continued)

#### Illinois Municipal Retirement (IMRF) (Continued)

##### Actuarial Assumptions (Concluded)

Salary Increases	2.75% to 13.75% including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020.  For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.  For active members, the Pub-2010 Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020

##### Actuarial Assumptions (Concluded)

Asset Class	Portfolio Target Percentage	Projected Returns Long-Term Real Rate
Domestic Equity	33.5%	4.35%
International Equity	18.0%	5.40%
Fixed Income	24.5%	5.20%
Real Estate	10.5%	6.40%
Alternative Investments	12.5%	4.85-6.25%
Cash Equivalents	1%	3.60%
Total	100%	

##### Discount Rate

Single Discount Rate: A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 7. Employee's Retirement Plans (Continued)

#### Discount Rate (Continued)

##### Illinois Municipal Retirement (IMRF) (Continued)

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 4.08%, and the resulting single discount rate is 7.25%.

Since we prepare our financial statements on the modified cash basis of accounting, pension liabilities and deferred inflows and outflows referred to throughout the note disclosure are not recognized in the actual financial statements.

#### Changes in Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A) - (B)
Balances at December 31, 2023	\$ 4,235,823	\$ 4,268,118	\$ (32,295)
Changes for the year:			
Service cost	\$ 73,009	\$ -	\$ 73,009
Interest on total pension liability	299,111	-	299,111
Difference between expected and actual experience of the total pension liability	(102,118)	-	(102,118)
Changes of assumptions	-	-	-
Contributions - employer	-	26,291	(26,291)
Contributions - employees	-	39,703	(39,703)
Net investment income	-	435,587	(435,587)
Benefit payments, including refunds of employee contributions	(293,329)	(293,329)	-
Other (net transfer)	-	(123,934)	123,934
Net changes	\$ (23,327)	\$ 84,318	\$ (107,645)
Balances at December 31, 2024	<u>\$ 4,212,496</u>	<u>\$ 4,352,436</u>	<u>\$ (139,940)</u>

#### Sensitivity to Discount Rate Assumption

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

	1% Decrease 6.25%	Current Rate 7.25%	1% Increase 8.25%
Total Pension Liability	\$ 4,606,345	\$ 4,212,496	\$ 3,894,169
Plan Fiduciary Net Position	4,352,439	4,352,436	4,352,436
Net Pension Liability/(Asset)	\$ 253,906	\$ (139,940)	\$ (458,267)



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 7. Employee's Retirement Plans (Continued)

#### *Pension Expense, Deferred Inflows and Outflows of Resources*

#### Illinois Municipal Retirement (IMRF) (Concluded)

Under the cash basis of accounting, pension expense is recognized as paid. Had we used the accrual basis of accounting, deferred outflows and inflows of resources used in calculating pension expense would have been recorded as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferral
Difference between expected and actual experience	\$ 19,144	\$ 63,615	\$ (44,471)
Changes of assumptions	-	2,442	(2,442)
Net difference between projected and actual earnings on pension investments	419,701	304,390	115,311
Total Deferred amounts to be recognized in pension expense in future periods	\$ 438,845	\$ 370,447	\$ 68,398
Pension contributions made subsequent to measurement date	19,653	-	19,653
	<u>\$ 458,498</u>	<u>\$ 370,447</u>	<u>\$ 88,051</u>

Deferred outflows and inflows of resources will be recognized in future pension expense as follows:

Year Ending December 31,	Net Deferred Outflows
2025	\$ 34,187
2026	123,364
2027	(61,375)
2028	(27,778)
Total	<u>\$ 68,398</u>

#### *TRS Plan Description*

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

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/acfrs/fy2023>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling 888-678-3675, option 2.



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 7. Employee's Retirement Plans (Continued)

#### **Benefits Provided**

#### **Teacher Retirement System (TRS)**

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 percent of final average salary up to a maximum of 75 percent with 34 years of service. Disability and death benefits are also provided.

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 last four. Disability provisions for Tier 2 are identical to those of Tier 1. Death benefits are payable under a formula that is different from Tier 1.

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

Public Act 100-0023, enacted in 2017, creates an optional Tier 3 hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer two temporary benefit buyout programs that expire on June 30, 2021. One program allows retiring Tier 1 members to receive a partial lumpsum 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 percent of the total actuarial liabilities of the System by the end of fiscal year 2045.

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2025, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 7. Employee's Retirement Plans (Continued)

#### Teacher Retirement System (TRS) (Continued)

**On behalf contributions to TRS.** The state of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2025, state of Illinois contributions recognized by the employer were based on the state's proportionate share of the collective net pension liability associated with the employer, and the employer recognized revenue and expenditures of \$1,575,760 in pension contributions from the state of Illinois on our annual financial report sent to the Illinois State board of Education.

**2.2 formula contributions.** Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2025, were \$18,289 and are deferred because they were paid after the June 30, 2024 measurement date.

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

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

For the year ended June 30, 2025, the employer pension contribution was 10.34 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2025, salaries totaling \$147,463 were paid from federal and special trust funds that required employer contributions of \$15,248. These contributions are deferred because they were paid after the June 30, 2024 measurement date.

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

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

#### **Pension Liabilities, Expense, and Deferred Outflows, and Deferred Inflows**

At June 30, 2024, we reported a liability for our proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the employer. The state's support and total are for disclosure purposes only. The amount recognized by the employer 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 employer follows below:



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 7. Employee's Retirement Plans (Continued)

#### ***Pension Liabilities, Expense, and Deferred Outflows, and Deferred Inflows***

#### **Teacher Retirement System (TRS) (Continued)**

Employer's proportionate share of the net pension liability	\$ 236,084
State's proportionate share of the net pension liability associated with the employer	19,684,316
Total	<u><u>\$ 19,920,400</u></u>

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2024. The employer's proportion of the net pension liability was based on the employer's share of contributions to TRS for the measurement year ended June 30, 2024, relative to the projected contributions of all participating TRS employers and the state during that period. At June 30, 2024, the employer's proportion was 0.000275 percent, which was an increase of 0.0000020 from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the employer recognized pension expense of \$1,575,760 and revenue of \$1,575,760 for support provided by the state. At June 30, 2025, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 888	\$ 613
Net Difference between projected and actual earnings on pension plan investments	- -	2,027
Change of Assumptions	3,253	125
Changes in proportion and differences between employer contributions and proportionate share of contributions	5,368	11,941
Employer contributions subsequent to the measurement date	<u><u>33,537</u></u>	<u><u>-</u></u>
	<u><u>\$ 43,046</u></u>	<u><u>\$ 14,706</u></u>

#### ***Recognition of Deferred Inflows and Deferred Outflows***

\$33,537 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 7. Employee's Retirement Plans (Continued)

#### Teacher Retirement System (TRS) (Continued)

Year ended June 30,	2026	\$ 26,649
	2027	(133)
	2028	288
	2029	1,118
	2030	418
		<u>\$ 28,340</u>

#### Actuarial Assumptions

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

Inflation	2.50% percent
Salary Increases	varies by service credit
Investment Rate of Return	7.00% percent, net of pension plan investment expense, including inflation

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

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

#### Actuarial Assumptions

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	37.0%	4.5%
Private Equity	15.0%	7.8%
Public Income	18.0%	3.3%
Private Credit	8.0%	6.7%
Real Assets	18.0%	4.5%
Diversifying Strategies	4.0%	2.7%
<b>Total</b>	<b>100.0%</b>	



# Community Consolidated School District #328

## Notes to the Financial Statements

Year Ended June 30, 2025

### 7. Employee's Retirement Plans (Continued)

#### *Discount Rate*

#### **Teacher Retirement System (TRS) (Continued)**

At June 30, 2024, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2023, rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions and state contributions will be made at the current statutorily required rates.

Based on those assumptions, TRS's fiduciary net position at June 30, 2024, was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier 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.

#### *Sensitivity of the employer's proportionate share of the net pension liability to changes in the discount rate*

The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what the employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate.

	Current		
	1% Decrease (6.0%)	Discount Rate (7.0%)	1% Increase (8.0%)
Employer's proportionate share of the net pension liability	\$ 291,570	\$ 236,084	\$ 190,088

#### *TRS Fiduciary Net Position*

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

### 8. Post-Employment Benefit Plans

#### *Teacher Health Insurance Security Fund (THIS)*

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



## Community Consolidated School District #328

### Notes to the Financial Statements

Year Ended June 30, 2025

#### 8. Post-Employment Benefit Plans (Concluded)

##### **Teacher Health Insurance Security Fund (THIS)**

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 contribute to the THIS Fund.

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

##### **On Behalf Contributions to THIS Fund**

The state of Illinois makes employer retiree health insurance contributions on behalf of the employer. State contributions are intended to match contributions to the THIS Fund from active members which were 0.9 percent of pay during the year ended June 30, 2025. State of Illinois contributions were \$28,380, and the employer recognized revenue and expenditures of this amount during the year.

##### **Employer Contributions to THIS Fund**

We also make contributions to THIS Fund. The employer THIS Fund contribution was .67 percent during the year ended June 30, 2025. For the year ended June 30, 2025, we paid \$21,127 to the THIS Fund, which was 100 percent of the required contribution.

##### **Further Information on THIS Fund**

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

#### 9. Commitments and Contingencies

##### **Grants**

We received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on our overall financial position at June 30, 2025.

##### **Litigation**

Legal counsel for the School District advises that there are no pending litigious matters to report.

##### **Payroll**

Contracts for services rendered by employees electing a twelve-month payment schedule are recorded in the fiscal year when such checks are drawn.



## Community Consolidated School District #328

### Notes to the Financial Statements

Year Ended June 30, 2025

#### 10. Expenditures in Excess of Budgeted Amounts

Expenditures exceeded budgeted amounts in the following funds:

	Final Budget	Actual	Variance
Fire Prevention & Safety Fund	5,000	12,373	(7,373)

#### 11. Risk Management

We are exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. We carry commercial insurance for these risks associated with our operations. For these programs, there have been no significant reductions in insurance coverage from the prior year. Settlement amounts have not exceeded insurance coverage for the three prior years.

#### 12. Recently Issued Accounting Literature

The Governmental Accounting Standards Board (GASB) issues authoritative accounting pronouncements. We review these pronouncements for applicability to the financial statements it issues. Although additional statements are currently outstanding, we have determined that implementation of the outstanding pronouncements would not have a material effect on our financial statements.

##### ***Statement No. 103 – Financial Reporting Model Improvements***

The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This statement also addresses certain application issues. Effective for our fiscal year ending June 30, 2026.

##### ***Statement No. 104 Disclosure of Certain Capital Assets***

This standard requires governments to disclose additional information about their capital assets to improve transparency and is effective for the year ending June 30, 2027.

#### 13. Subsequent Events

Information and subsequent events included in these financial statements have been evaluated through August 6, 2025.

## **Required Supplemental Information**



**Community Consolidated School District #328**  
**Statement of Revenues Collected, Expenditures Paid and**  
**Changes in Fund Balance - Budget and Actual - General Fund**

Year Ended, June 30, 2025

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Fund balance July 1, 2024</b>	2,227,406	\$ 2,227,405	\$ 2,397,804	\$ 170,399
Resources (inflows):				
Property Taxes	3,197,445	3,270,622	3,263,390	(7,232)
Corporate Replacement Tax	102,480	102,480	101,122	(1,358)
Charges for Services	135,475	208,511	190,137	(18,374)
Unrestricted State Aid	2,397,768	2,407,268	2,189,280	(217,988)
Restricted State Aid	124,103	272,010	305,973	33,963
Restricted Federal Aid	492,726	550,310	611,192	60,882
Other	40,500	66,938	222,068	155,130
Interest	15,250	104,329	123,690	19,361
Amounts available for appropriation	<u>\$ 8,733,153</u>	<u>\$ 9,209,873</u>	<u>\$ 9,404,656</u>	<u>\$ 194,783</u>
Charges to appropriations (outflows):				
<i>Current expenditures:</i>				
Regular Programs	\$ 2,206,146	\$ 2,603,200	\$ 2,203,898	\$ 399,302
Special Programs	811,619	953,400	908,582	44,818
Other Programs	457,356	574,851	659,604	(84,753)
Pupils	460,395	461,395	511,796	(50,401)
Instructional Staff	6,000	6,000	1,458	4,542
General Administration	484,067	537,421	523,671	13,750
School Administration	335,413	342,513	351,157	(8,644)
Business	78,184	85,684	127,321	(41,637)
Operations	469,957	527,252	505,467	21,785
Food Service	349,959	349,959	372,661	(22,702)
Payments to Other Governments	465,854	511,482	514,903	(3,421)
<i>Capital Outlay</i>	71,800	71,800	158,761	(86,961)
Total charges to appropriations	<u>\$ 6,196,750</u>	<u>\$ 7,024,957</u>	<u>\$ 6,839,279</u>	<u>\$ 185,678</u>
<b>Fund balance June 30, 2025</b>	<b><u>\$ 2,536,403</u></b>	<b><u>\$ 2,184,916</u></b>	<b><u>\$ 2,565,377</u></b>	<b><u>\$ 380,461</u></b>



**Community Consolidated School District #328**  
**Statement of Revenues Collected, Expenditures Paid and**  
**Changes in Fund Balance - Budget and Actual - Debt Service Fund**

Year Ended, June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Fund balance July 1, 2024</b>	\$ 50,314	\$ 50,314	\$ 50,314	\$ -
Resources (inflows):				
Property Taxes	538,620	551,447	550,271	(1,176)
Interest	-	-	1,177	1,177
Amounts available for appropriation	<u>\$ 588,934</u>	<u>\$ 601,761</u>	<u>\$ 601,762</u>	<u>\$ 1</u>
Charges to appropriations (outflows):				
Debt Service:				
Principal Payments	\$ 305,000	\$ 305,000	\$ 305,000	\$ -
Interest and Charges	230,950	230,950	223,368	7,582
Total charges to appropriations	<u>\$ 535,950</u>	<u>\$ 535,950</u>	<u>\$ 528,368</u>	<u>\$ 7,582</u>
<b>Fund balance June 30, 2025</b>	<b><u>\$ 52,984</u></b>	<b><u>\$ 65,811</u></b>	<b><u>\$ 73,394</u></b>	<b><u>\$ 7,583</u></b>



**Community Consolidated School District #328**  
**Statement of Revenues Collected, Expenditures Paid and**  
**Changes in Fund Balance - Budget and Actual - Transportation Fund**

Year Ended, June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Fund balance July 1, 2024</b>	\$ 173,299	\$ 173,299	\$ 173,822	\$ 523
Resources (inflows):				
Property Taxes	171,194	175,270	174,897	(373)
Unrestricted State Aid	119,895	193,038	330,047	137,009
Restricted State Aid	25,451	16,144	21,479	5,335
Other	39,500	39,529	39,529	-
Interest	-	292	818	526
Amounts available for appropriation	\$ 529,339	\$ 597,572	\$ 740,592	\$ 143,020
Charges to appropriations (outflows):				
<i>Current expenditures:</i>				
Transportation	\$ 488,986	\$ 505,300	\$ 503,317	\$ 1,983
Total charges to appropriations	\$ 488,986	\$ 505,300	\$ 503,317	\$ 1,983
<b>Fund balance June 30, 2025</b>	<b>\$ 40,353</b>	<b>\$ 92,272</b>	<b>\$ 237,275</b>	<b>\$ 145,003</b>



**Community Consolidated School District #328**  
**Statement of Revenues Collected, Expenditures Paid and**  
**Changes in Fund Balance - Budget and Actual - IMRF & Social Security Fund**

Year Ended, June 30, 2025

	Budgeted Amounts			Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final			
<b>Fund balance July 1, 2024</b>	\$ 362,730	\$ 362,730		\$ 361,342	\$ (1,388)
<b>Resources (inflows):</b>					
Property Taxes	165,005	168,938		168,578	(360)
Interest	-	-		1,784	1,784
Amounts available for appropriation	\$ 527,735	\$ 531,668		\$ 531,704	\$ 36
<b>Charges to appropriations (outflows):</b>					
<i>Current expenditures:</i>					
Regular Programs	\$ 24,689	\$ 35,000		\$ 24,652	\$ 10,348
Special Programs	24,066	29,080		26,130	2,950
Other Programs	11,469	12,952		12,261	691
Pupils	12,140	12,140		13,656	(1,516)
Instructional Staff	1,752	1,752		1,478	274
General Administration	6,315	6,315		8,101	(1,786)
School Administration	11,472	11,472		17,933	(6,461)
Business	4,930	4,930		5,063	(133)
Transportation	12,305	17,500		14,593	2,907
Operations	17,720	17,720		18,461	(741)
Food Service	13,400	13,400		14,324	(924)
Total charges to appropriations	\$ 140,258	\$ 162,261		\$ 156,652	\$ 5,609
<b>Fund balance June 30, 2025</b>	<b>\$ 387,477</b>	<b>\$ 369,407</b>		<b>\$ 375,052</b>	<b>\$ 5,645</b>



**Community Consolidated School District #328**  
**Statement of Revenues Collected, Expenditures Paid and**  
**Changes in Fund Balance - Budget and Actual - Life Safety Fund**

Year Ended, June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Fund balance July 1, 2024</b>	\$ 15,301	\$ 15,301	\$ 15,302	\$ 1
Resources (inflows):				
Property Taxes	42,798	43,818	43,725	(93)
Interest	750	-	2,135	2,135
Amounts available for appropriation	\$ 58,849	\$ 59,119	\$ 61,162	\$ 2,043
Charges to appropriations (outflows):				
<i>Current expenditures:</i>				
General Administration	\$ -	\$ -	\$ 12,373	\$ (12,373)
<i>Capital Outlay</i>	5,000	5,000	-	5,000
Total charges to appropriations	\$ 5,000	\$ 5,000	\$ 12,373	\$ (7,373)
<b>Fund balance June 30, 2025</b>	<b>\$ 53,849</b>	<b>\$ 54,119</b>	<b>\$ 48,789</b>	<b>\$ (5,330)</b>



**Community Consolidated School District #328**  
**10 year Schedule of Pension Activity**  
**Teacher Retirement System (TRS)**

**As of June 30, 2025**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Proportionate Share of Net Pension Liability</b>										
Employer's proportion of the net pension liability	0.000275%	0.000273%	0.000266%	0.000286%	0.000303%	0.000308%	0.000336%	0.001171%	0.001263%	0.001258%
Employer's proportionate share of the net pension liability	\$ 236,084	\$ 231,986	\$ 222,629	\$ 222,944	\$ 261,333	\$ 249,890	\$ 261,662	\$ 894,840	\$ 996,883	\$ 824,206
State's proportionate share of the net pension liability associated with the employer	19,684,316	20,020,537	19,311,577	18,685,109	20,468,993	17,784,408	17,924,947	17,461,057	19,554,430	15,483,103
<b>Total</b>	<b>\$ 19,920,400</b>	<b>\$ 20,252,523</b>	<b>\$ 19,534,206</b>	<b>\$ 18,908,053</b>	<b>\$ 20,730,326</b>	<b>\$ 18,034,298</b>	<b>\$ 18,186,609</b>	<b>\$ 18,355,897</b>	<b>\$ 20,551,313</b>	<b>\$ 16,307,309</b>
Employer's covered-employee payroll	\$ 3,153,342	\$ 2,957,695	\$ 2,862,347	\$ 2,716,949	\$ 2,572,449	\$ 2,542,988	\$ 2,412,770	\$ 2,404,841	\$ 2,358,646	\$ 2,453,563
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	7.49%	7.84%	7.78%	8.21%	10.16%	9.83%	10.84%	37.21%	42.27%	33.46%
Plan fiduciary net position as a percentage of the total pension liability	45.40%	43.90%	42.80%	45.10%	38.60%	40.60%	40.00%	39.30%	39.80%	41.50%
<b>Schedule of Employer Contributions</b>										
Contractually-required contribution	\$ 317,338	\$ 294,291	\$ 285,313	\$ 276,435	\$ 246,209	\$ 243,003	\$ 243,234	\$ 239,335	\$ 260,536	\$ 280,483
contribution	\$ 317,777	\$ 294,291	\$ 285,315	\$ 276,305	\$ 246,359	\$ 243,068	\$ 243,234	\$ 239,140	\$ 260,999	\$ 279,454
Contribution deficiency (excess)	\$ (439)	\$ -	\$ (2)	\$ 130	\$ (150)	\$ (65)	\$ -	\$ 195	\$ (463)	\$ 1,029
Employer's covered-employee payroll	\$ 3,153,342	\$ 2,957,695	\$ 2,862,347	\$ 2,716,949	\$ 2,572,449	\$ 2,542,988	\$ 2,412,770	\$ 2,404,841	\$ 2,358,646	\$ 2,453,563
Contributions as a percentage of covered-employee payroll	10.06%	9.95%	9.97%	10.17%	9.57%	9.56%	10.08%	9.94%	11.07%	11.34%
<b>Changes in Assumptions</b>										
Investment Rate of Return	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.50%
Inflation Rate	2.50%	2.50%	2.50%	2.25%	2.50%	2.50%	2.50%	2.50%	3.00%	3.00%
Real Return	4.50%	4.50%	4.50%	4.75%	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%
Salary Increases	4.0-8.5%	3.75-8.75%	3.75-8.75%	3.5-8.5%						---Varies by service credit from 9.5% to 4.0%---



**Community Consolidated School District #328**  
**10 year Schedule of Pension Activity**  
**Illinois Municipal Retirement Fund (IMRF)**

**As of December 31**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Total Pension Liability</b>										
Service Cost	\$ 73,009	\$ 73,615	\$ 68,978	\$ 63,490	\$ 72,632	\$ 68,278	\$ 64,089	\$ 66,103	\$ 64,198	\$ 74,869
Interest on the Total Pension Liability	299,111	290,335	292,871	285,149	279,721	273,281	269,818	274,387	257,608	246,262
Changes of Benefit Terms	-	-	-	-	-	-	-	-	-	-
Difference between expected and actual experience of the Total Pension Liability	(102,118)	60,170	(108,467)	34,743	21,496	9,732	13,413	(14,081)	145,637	54,919
Changes of Assumptions	-	(7,676)	-	-	(25,723)	-	90,205	(123,283)	(3,771)	3,602
Benefit Payments	(293,329)	(296,880)	(284,478)	(274,730)	(262,655)	(266,624)	(268,974)	(257,120)	(233,851)	(203,040)
Net Change in Total Pension Liability	\$ (23,327)	\$ 119,564	\$ (31,096)	\$ 108,652	\$ 85,471	\$ 84,667	\$ 168,551	\$ (53,994)	\$ 229,821	\$ 176,612
Total Pension Liability - Beginning	4,235,823	4,116,259	4,147,355	4,038,703	3,953,232	3,868,565	3,700,014	3,754,008	3,524,187	3,347,575
<b>Total Pension Liabilitiy - Ending</b>	<b>\$ 4,212,496</b>	<b>\$ 4,235,823</b>	<b>\$ 4,116,259</b>	<b>\$ 4,147,355</b>	<b>\$ 4,038,703</b>	<b>\$ 3,953,232</b>	<b>\$ 3,868,565</b>	<b>\$ 3,700,014</b>	<b>\$ 3,754,008</b>	<b>\$ 3,524,187</b>
<b>Plan Fiduciary Net Position</b>										
Contributions - employer	\$ 26,291	\$ 21,468	\$ 32,222	\$ 45,103	\$ 49,994	\$ 40,095	\$ 56,749	\$ 52,446	\$ 50,960	\$ 58,461
Contributions - employee	39,703	37,738	33,800	31,962	31,334	31,543	30,690	34,893	27,530	41,928
Net Investment Income	435,587	452,915	(693,788)	782,912	602,769	708,276	(249,122)	666,128	226,417	17,202
Benefit payments	(293,329)	(296,880)	(284,478)	(274,730)	(262,655)	(266,624)	(268,974)	(257,120)	(233,851)	(203,040)
Other (Net Transfer)	(123,934)	8,215	(110,508)	(74,183)	(4,566)	22,709	111,903	(128,885)	100,974	(23,607)
Net Change in Plan Fiduciary Net Position	\$ 84,318	\$ 223,456	\$ (1,022,752)	\$ 511,064	\$ 416,876	\$ 535,999	\$ (318,754)	\$ 367,462	\$ 172,030	\$ (109,056)
Plan Fiduciary Net Position - Beginning	4,268,118	4,044,662	5,067,414	4,556,350	4,139,474	3,603,475	3,922,229	3,554,767	3,382,737	3,491,793
<b>Plan Fiduciary Net Position - Ending</b>	<b>\$ 4,352,436</b>	<b>\$ 4,268,118</b>	<b>\$ 4,044,662</b>	<b>\$ 5,067,414</b>	<b>\$ 4,556,350</b>	<b>\$ 4,139,474</b>	<b>\$ 3,603,475</b>	<b>\$ 3,922,229</b>	<b>\$ 3,554,767</b>	<b>\$ 3,382,737</b>
<b>Net Pension Liabilitiy/(Asset)</b>	<b>\$ (139,940)</b>	<b>\$ (32,295)</b>	<b>\$ 71,597</b>	<b>\$ (920,059)</b>	<b>\$ (517,647)</b>	<b>\$ (186,242)</b>	<b>\$ 265,090</b>	<b>\$ (222,215)</b>	<b>\$ 199,241</b>	<b>\$ 141,450</b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	103.32%	100.76%	98.26%	122.18%	112.82%	104.71%	93.15%	106.01%	94.69%	95.99%
<b>Covered Valuation payroll</b>	\$ 882,270	\$ 838,621	\$ 751,108	\$ 710,270	\$ 696,300	\$ 700,955	\$ 667,646	\$ 630,370	\$ 611,766	\$ 615,834
<b>Net Pension liability as a percentage of covered payroll</b>	-15.86%	-3.85%	9.53%	-129.54%	-74.34%	-26.57%	39.71%	-35.25%	32.57%	22.97%



## Community Consolidated School District #328

### 10 year Schedule of Contributions Illinois Municipal Retirement Fund (IMRF)

As of December 31

Calendar Year Ended*	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency Excess	Covered Valuation Payroll	Contribution as a % of Covered Payroll
2024	\$ 26,292	\$ 26,291	\$ 1	\$ 882,270	2.98%
2023	\$ 21,469	\$ 21,468	\$ 1	\$ 838,621	2.56%
2022	\$ 32,223	\$ 32,222	\$ 1	\$ 751,108	4.29%
2021	\$ 45,102	\$ 45,103	\$ (1)	\$ 710,270	6.35%
2020	\$ 49,994	\$ 49,994	\$ -	\$ 696,300	7.18%
2019	\$ 40,095	\$ 40,095	\$ -	\$ 700,955	5.72%
2018	\$ 56,750	\$ 56,749	\$ 1	\$ 667,646	8.50%
2017	\$ 52,447	\$ 52,446	\$ 1	\$ 630,370	8.32%
2016	\$ 50,960	\$ 50,960	\$ -	\$ 611,766	8.33%
2015	\$ 52,100	\$ 58,461	\$ (6,361)	\$ 615,834	9.49%

## **Supplemental Information**



**Community Consolidated School District #328**  
**Combining Statement of Assets, Liabilities and Fund Balances**  
**Arising from Cash Transactions - General Fund**

As of June 30, 2025

	<b>Education Account</b>	<b>Operations and Maintenance Account</b>	<b>Tort Immunity Account</b>	<b>Working Cash Account</b>	<b>Student Activities Account</b>	<b>Total General Fund</b>
<b>Assets:</b>						
Cash	\$ 1,094,606	\$ 94,465	\$ 190,890	\$ 1,053,434	\$ 131,982	\$ 2,565,377
<b>Total Assets</b>	<b>\$ 1,094,606</b>	<b>\$ 94,465</b>	<b>\$ 190,890</b>	<b>\$ 1,053,434</b>	<b>\$ 131,982</b>	<b>\$ 2,565,377</b>
<b>Fund Balances:</b>						
Restricted for Tort	\$ -	\$ -	\$ 190,890	\$ -	\$ -	\$ 190,890
Unrestricted:						
Assigned:						
Student Activities	-	-	-	-	131,982	131,982
Unassigned	<u>1,094,606</u>	<u>94,465</u>	<u>-</u>	<u>1,053,434</u>	<u>-</u>	<u>2,242,505</u>
<b>Fund Balances</b>	<b>\$ 1,094,606</b>	<b>\$ 94,465</b>	<b>\$ 190,890</b>	<b>\$ 1,053,434</b>	<b>\$ 131,982</b>	<b>\$ 2,565,377</b>



**Community Consolidated School District #328**  
**Combining Statement of Revenues Collected, Expenditures Paid**  
**and Changes in Fund Balances - General Fund**

**Year Ended, June 30, 2025**

	<b>Education Account</b>	<b>Operations and Maintenance Account</b>	<b>Tort Immunity Account</b>	<b>Working Cash Account</b>	<b>Student Activities Account</b>	<b>Total General Fund</b>
<b>Revenues Collected:</b>						
Property Taxes	\$ 2,527,270	\$ 437,244	\$ 255,151	\$ 43,725	\$ -	\$ 3,263,390
Corporate Replacement Tax	-	100,862	260	-	-	101,122
Charges for Services	190,137	-	-	-	-	190,137
Unrestricted State Aid	2,179,780	9,500	-	-	-	2,189,280
Restricted State Aid	305,973	-	-	-	-	305,973
Restricted Federal Aid	611,192	-	-	-	-	611,192
Other	40,733	27,200	-	-	154,135	222,068
Interest	116,450	2,692	546	4,002	-	123,690
	<b>\$ 5,971,535</b>	<b>\$ 577,498</b>	<b>\$ 255,957</b>	<b>\$ 47,727</b>	<b>\$ 154,135</b>	<b>\$ 7,006,852</b>
<b>Expenditures Paid:</b>						
<b>Current:</b>						
<i>Instruction:</i>						
Regular Programs	\$ 2,203,898	\$ -	\$ -	\$ -	\$ -	\$ 2,203,898
Special Programs	908,582	-	-	-	-	908,582
Other Programs	508,436	-	-	-	151,168	659,604
<i>Support Services:</i>						
Pupils	511,796	-	-	-	-	511,796
Instructional Staff	1,458	-	-	-	-	1,458
General Administration	247,648	-	276,023	-	-	523,671
School Administration	351,157	-	-	-	-	351,157
Business	127,321	-	-	-	-	127,321
Operations	-	505,467	-	-	-	505,467
Food Service	372,661	-	-	-	-	372,661
Payments to Other Governments	514,903	-	-	-	-	514,903
Capital Outlay	139,264	19,497	-	-	-	158,761
<b>Total Expenditures</b>	<b>\$ 5,887,124</b>	<b>\$ 524,964</b>	<b>\$ 276,023</b>	<b>\$ -</b>	<b>\$ 151,168</b>	<b>\$ 6,839,279</b>

<b>Revenues Collected and Other Sources Over/(Under) Expenditures and Other Uses</b>	\$ 84,411	\$ 52,534	\$ (20,066)	\$ 47,727	\$ 2,967	\$ 167,573
Fund Balance, July 1, 2024	<u>1,010,195</u>	<u>41,931</u>	<u>210,956</u>	<u>1,005,707</u>	<u>129,015</u>	<u>2,397,804</u>
<b>Fund Balance, June 30, 2025</b>	<b><u>\$ 1,094,606</u></b>	<b><u>\$ 94,465</u></b>	<b><u>\$ 190,890</u></b>	<b><u>\$ 1,053,434</u></b>	<b><u>\$ 131,982</u></b>	<b><u>\$ 2,565,377</u></b>



## Community Consolidated School District #328

### Statement of Changes in Student Activity Funds - General Funds

Year Ended, June 30, 2025

	<u>Balance July 1, 2024</u>	<u>Revenues</u>	<u>Expenses</u>	<u>Balance June 30, 2025</u>
		<u>Other</u>	<u>Supplies</u>	
<b>High School Activity Funds:</b>				
High School Fund	\$ 129	\$ -	\$ -	\$ 129
Art	378	-	437	(59)
Athletic Tournament	3,023	-	2,082	941
Band	177	-	-	177
Baseball	2,075	861	1,186	1,750
Girls Basketball	8,632	4,653	8,968	4,317
Cheer	4,788	4,663	7,589	1,862
Chorus	464	-	-	464
Class of 2014	366	-	366	-
Class of 2016	1,281	-	1,281	-
Class of 2017	557	-	557	-
Class of 2018	1,659	-	1,659	-
Class of 2019	1,665	-	1,665	-
Class of 2020	200	6,041	2,074	4,167
Class of 2022	2,219	-	2,219	-
Class of 2023	821	-	821	-
Class of 2024	(58)	-	-	(58)
Class of 2025	7,735	8,375	15,417	693
Class of 2026	7,782	14,705	8,253	14,234
Class of 2027	1,031	7,592	4,252	4,371
National Honor Society	5,124	1,039	2,848	3,315
Drama/Play	2,614	-	1,674	940
Football	6,079	10,236	5,311	11,004
Foreign Language	59	-	59	-
FFA/Ag Club	18,049	20,709	23,673	15,085
Boys Golf	8,197	2,532	2,609	8,120
Girls Golf	3,438	1,154	660	3,932
Dance	661	5,070	1,966	3,765
Science Olympiad	1,159	174	-	1,333
Student Council	2,958	1,822	1,128	3,652
Washington D.C. Trip	706	-	706	-
Yearbook	526	4,156	3,834	848
Seibert Scholarship	-	-	13	(13)
<b>Total High School Activity Funds</b>	<b>\$ 94,494</b>	<b>\$ 94,782</b>	<b>\$ 103,536</b>	<b>\$ 85,740</b>



## Community Consolidated School District #328

### Statement of Changes in Student Activity Funds - General Funds (Concluded)

Year Ended, June 30, 2025

	Balance July 1, 2024	Revenues	Expenses	Balance June 30, 2025
		Other	Supplies	
<b>Junior High Activity Funds:</b>				
Baseball	\$ 2,086	\$ 5,621	\$ 1,903	\$ 5,804
Boys Basketball	1,099	160	90	1,169
Girls Basketball	407	-	-	407
Drama/Literacy Fund	6,023	-	5,082	941
Interest	2,251	3,475	3,473	2,253
Science Olympiad	102	-	-	102
Speech	83	-	143	(60)
Student Council	1,494	-	927	567
Tournament	309	1,330	1,097	542
Track	311	-	-	311
Volleyball	42	-	-	42
Yearbook	149	-	208	(59)
<b>Total Junior High Activity Funds</b>	<b>\$ 14,356</b>	<b>\$ 10,586</b>	<b>\$ 12,923</b>	<b>\$ 12,019</b>
<b>Elementary School Activity Funds:</b>				
Elementary Fund	\$ 2,710	\$ -	\$ -	\$ 2,710
Goldie Ancelot	37	-	156	(119)
5th & 6th Grade Basketball	4,468	-	4,027	441
T Elliot Memorial	178	-	178	-
HEAA	4,440	19,278	870	22,848
Bonnie Munson Memorial	103	-	103	-
PTO	8,051	21,599	19,820	9,830
Running Club	245	-	304	(59)
Social Fund	369	20	153	236
Track	1,675	-	1,234	441
Library Fees	84	-	-	84
PBIS	(2,195)	7,870	7,864	(2,189)
<b>Total Elementary Activity Funds</b>	<b>\$ 20,165</b>	<b>\$ 48,767</b>	<b>\$ 34,709</b>	<b>\$ 34,223</b>
	<b>\$ 129,015</b>	<b>\$ 154,135</b>	<b>\$ 151,168</b>	<b>\$ 131,982</b>



## Community Consolidated School District #328

### Consolidated Year-End Financial Report

Year Ended June 30, 2025

Agency/ Program Title	State CSFA Number	State	Federal	Other	Total
<b>Healthcare and Family Services</b>					
Medical Assistance Program	478-00-0251	\$ -	\$ 22,597	\$ -	\$ 22,597
<b>State Board of Education</b>					
School Breakfast Program	586-18-0406	\$ -	\$ 33,150	\$ -	\$ 33,150
National School Lunch Program	586-18-0407	-	157,481	-	157,481
Special Milk Program	586-18-0408	-	150	-	150
Title IV Safe & Drug Free Formula	586-18-0421	-	9,331	-	9,331
Career and Technical Ed Improvement	586-18-0517	13,112	-	-	13,112
Early Childhood Block Grant	586-18-0868	103,622	-	-	103,622
Non-cash commodities	586-18-2330	-	15,038	-	15,038
Title II - Teacher Quality	586-43-0430	-	19,970	-	19,970
Title I - Low Income	586-44-0414	-	176,607	-	176,607
Title I - School Improvement	586-73-1082	-	-	-	-
Spec Ed Flow-Through-Pre-K	586-57-0420	-	6,671	-	6,671
ARP ESSER III	586-62-2578	-	4,293	-	4,293
Spec Ed Flow-Through-IDEA	586-64-0417	-	152,915	-	152,915
Agriculture Education	586-69-2475	11,243	-	-	11,243
Agriculture Incentive Grant	586-18-0870	-	-	-	-
All Other	-	-	-	-	-
Total State Board of Education		\$ 127,977	\$ 575,606	\$ -	\$ 703,583
<b>Total State and Federal Grant Expenditures</b>		<b>\$ 127,977</b>	<b>\$ 598,203</b>	<b>\$ -</b>	<b>\$ 726,180</b>
<b>Reconciliation of CYEFR to Financial Statements</b>					
Total Expenditures per Statement of Activities		305,973	611,192	-	\$ 917,165
Add: Non-cash commodities		-	15,038	-	15,038
Add: Nonreportable restricted aid					
Driver's Ed		(6,468)	-	-	(6,468)
Special Ed Orphange		(50,732)	-	-	(50,732)
Medicaid Settlements		-	(35,412)	-	(35,412)
Less: State Free Lunch		(1,723)	-	-	(1,723)
Less: payments receivable, June 30, 2024		(116,846)	(84,111)	-	(200,957)
Add: payments receivable, June 30, 2025		(2,227)	91,496	-	89,269
Reportable Expenditures		<b>\$ 127,977</b>	<b>\$ 598,203</b>	<b>\$ -</b>	<b>\$ 726,180</b>



# Community Consolidated School District #328

## Schedule of Findings and Questioned Costs

Year Ended June 30, 2025

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### Findings—Financial Statement Audit

#### ***Noncompliance with Laws and Regulations***

##### **Finding 2025-001 – Budgeting**

###### **Condition**

The District expended funds in excess of budgeted amounts in funds in which a budget was adopted.

###### **Criteria**

105 ILCS 5/17 sets forth the requirements for the annual budget. The board of education of each school district under 500,000 inhabitants shall, within or before the first quarter of each fiscal year, adopt and file with the State Board of Education an annual balanced budget which it deems necessary to defray all necessary expenses and liabilities of the district.

###### **Cause of Condition**

The District's noncompliance with ILCS 5/17 (budgets) is primarily attributable to the delayed receipt of invoices. The school district finalized and amended its budget based on the expected invoices and operations of the current fiscal year. However, invoices for certain services rendered during this fiscal year were not anticipated to be received until after the fiscal year's end. Invoices for these services were received prior to the end of the year, causing unexpected expenditures. The District begins the process for amending the budget approximately 60 days prior to the end of the fiscal year in compliance with Illinois budgetary statutes. However, if invoices arrive and are paid after this process, they can generate expenses that are not accounted for in the amended budget.

###### **Potential Effect of Condition**

**Lack of Transparency:** Failing to follow the budget statute can undermine transparency in financial management. Budgets serve as a key tool for communicating financial plans, priorities, and allocations of public funds. Without a comprehensive budget that includes all funds, the District may hinder transparency and impede the public's access to information.

**Misallocation of Resources:** Not preparing a budget for all funds can lead to the misallocation of resources. Budgets help guide financial decisions, ensuring that funds are allocated appropriately and in line with strategic goals. Without accurate and comprehensive budgeting, the District may struggle to make well informed decisions, potentially leading to inefficiency, waste, or mismanagement of resources.

**Compliance Issues:** Failure to comply with the budget statute may result in legal and regulatory consequences. Non-compliance can lead to legal actions, fines, or other penalties imposed by regulatory bodies or oversight authorities. Such consequences can impact the County's reputation and finances.

**Accounting and Reporting Challenges:** When certain funds are excluded from the budget, it can create challenges in financial accounting and reporting. Incomplete budgets may make it difficult to accurately track and report financial performance, hindering effective financial analysis, auditing, and overall fiscal oversight.

###### **Recommendation**

We recommend the District review the specific provisions of 105 ILCS 5/17 to understand the District's obligations for budget preparation and the process for amending the budget. Developing an action plan can assist in taking the necessary steps to achieve compliance with the statute. Obtaining training in the preparation of budgets and implementing the plan of action, along with monitoring financial statement on a regular basis will help ensure that the District remains in compliance with the statute.

### **Findings and Questioned Costs—Federal Awards Programs**

*There were no findings related to the financial statement audit to report*



## **Community Consolidated School District #328**

**Summary Schedule of Prior Year Audit Findings**

**Year Ended June 30, 2025**

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### **Finding 2024-001 – Budgeting**

This finding has been repeated as Finding 2025-001 - Budgeting