ANNUAL FINANCIAL REPORT

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34 WINFIELD, ILLINOIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2026

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Winfield Public School District No. 34
Winfield, Illinois

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Winfield Public School District No. 34, (the "District") as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position – modified cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2026, and the respective changes in financial position – modified cash basis, thereof for the year then ended in accordance with the basis of accounting as described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe 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 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management of the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis accounting described in Note 1; this includes determining that the modified cash basis of accounting is and acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

Other Matters

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 19, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Evans, Marshall & Pease, P.C.

Evans, Marshall & Pease, P. C.
Certified Public Accountants

Rolling Meadows, IL
August 19, 2026
(12)

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

To the Board of Education
Winfield Public School District No. 34
Winfield, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Winfield Public School District No. 34, Winfield, Illinois (the "District"), as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated August 19, 2026. The financial statements were found to be fairly stated, on the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting 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 the District's internal control.

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

Evans, Marshall & Pease, P.C.

Evans, Marshall & Pease, P. C.
Certified Public Accountants

August 19, 2026
Rolling Meadows, IL

REQUIRED SUPPLEMENTARY INFORMATION
Management's Discussion and Analysis

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The discussion and analysis of Winfield Public School District No. 34's (the District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2026. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- The District's financial position remained strong at June 30, 2026. Total assets were approximately $19.87 million, while total liabilities were approximately $2.95 million, resulting in total net position of $16.93 million.

- Total net position increased by $831,080, or approximately 5.2%, during fiscal year 2026, from $16.09 million at June 30, 2025, to $16.93 million at June 30, 2026. The increase reflects general revenues exceeding the net cost of the District's governmental programs during the year. This compares with an increase in net position of $660,140 during fiscal year 2025.

- The District's governmental funds continued to maintain a strong financial position. Combined governmental fund balances increased by $348,500, from approximately $6.14 million to $6.49 million at June 30, 2026. The General Fund accounted for approximately $5.70 million of the District's ending governmental fund balance.

- The General Fund experienced a favorable operating result during fiscal year 2026. Fund balance increased by approximately $712,000, from $4.99 million to $5.70 million. This increase was partially offset by decreases in certain restricted funds, most notably the Operations and Maintenance Fund, which decreased by approximately $333,000 during the year.

- The District continued to invest in its facilities and equipment. Capital outlay expenditures totaled approximately $379,000 during fiscal year 2026, compared with approximately $209,000 in fiscal year 2025.

- The District continued to reduce its outstanding long-term obligations. During fiscal year 2026, the District made approximately $682,000 of principal payments, consisting of $670,000 of bond principal and approximately $12,000 of lease principal. At June 30, 2026, bonds and lease obligations totaled approximately $2.95 million.

Overview of the Financial Statements

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

- Government-Wide financial statements

- Fund financial statements

- Notes to the financial statements

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

Government-Wide financial statements

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

The statement of net position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

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

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

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are governmental funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund (Educational and Working Cash Accounts), Operations and Maintenance, Debt Service, Transportation, Municipal Retirement/Social Security, and Capital Projects Funds. The District considers all of its funds to be major funds.

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

Notes to the financial statements

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

Other information

In addition to the basic financial statement and accompanying notes, this report also presents certain other information.

Financial Analysis of the District as a Whole

Statement of Net Position: The following summary data is compared with data from the preceding year. The following provides a summary of the District's Statement of Net Position as of June 30, 2026, and 2025:

	Governmental Activities	
	2026	2025
Assets		
Current and other assets	$ 6,492,508	$ 6,144,008
Capital assets	13,381,823	13,581,252
Total Assets	19,874,331	19,725,260
Liabilities		
Long-term liabilities oustanding	2,948,344	3,630,353
Total Liabilities	2,948,344	3,630,353
Net Position		
Net investment in capital assets	10,433,479	9,949,939
Restricted	792,647	1,156,211
Unrestricted	5,699,861	4,988,757
Total Net Position	$ 16,925,987	$ 16,094,907

Total Net Position: Please note that the amounts reported for governmental activities in the audit statement above are different from the governmental funds because (1) capital assets used in governmental activities are not financial resources, as they are in business, and are not reported as assets in governmental funds. (2) long-term liabilities, including bonds payable and capital leases are not due in the current period and therefore not reported as liabilities in the funds. The result is that the total net position for governmental activities is $16,925,987.

Restricted Net Position: A portion of the District's total net position is considered restricted. The District's restricted net position results from portions of governmental funds that are restricted, committed, or assigned, or in any other way limit the availability of fund resources for future use. The Operations and Maintenance, Transportation, Municipal Retirement/Social Security, Debt Service, and Capital Projects Funds are special revenue funds; by law, funds held in a special revenue fund are restricted to the purpose of the fund.

The funds have a restricted balance as follows: Operations and Maintenance Fund, $98,801; Transportation Fund, $97,741; Retirement Fund, $104,005; Debt Service Fund, $439,079; and Capital Projects Fund, $53,021. The District's total restricted net position at the end of the fiscal year totaled $792,647. There were no significant changes affecting restrictions, commitments, or other limitations to the availability of fund resources for future use.

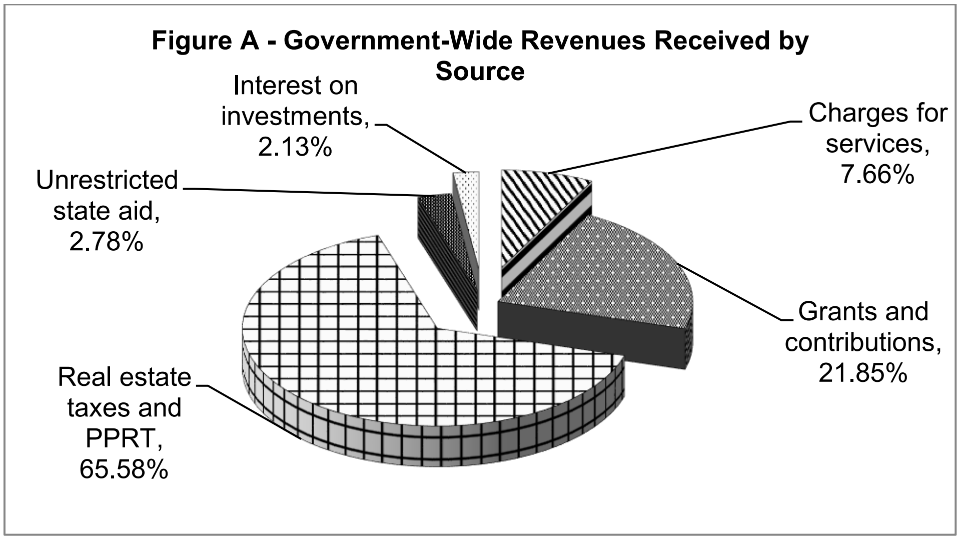
The following is a summary of the District's changes in net position for the year ending June 30, 2026, and 2025:

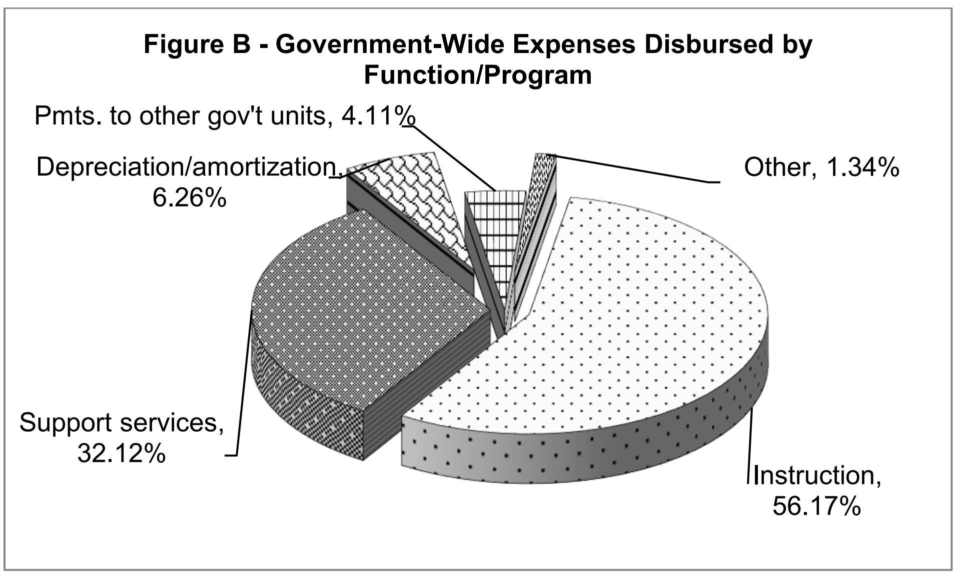
	Governmental Activities	
	2026	2025
Revenues Received		
Program revenues received		
Charges for services	$ 771,420	$ 515,293
Operating grants and contributions	2,149,632	2,533,905
Capital grants and contributions	50,000	50,000
General revenues received		
Real estate taxes	6,553,709	6,405,927
Replacement taxes	50,737	51,870
Unrestricted state aid	280,204	279,917
Interest on investments	214,135	249,632
Total Revenues Received	10,069,837	10,086,544
Expenses Disbursed		
Instruction	5,189,271	5,294,933
Support services	2,967,329	2,937,647
Community services	12,633	11,257
Payments to other governmental units	379,810	391,613
Debt service - interest and other	111,574	136,271
Depreciation/amortization - unallocated	578,140	654,683
Total Expenses Disbursed	9,238,757	9,426,404
Change in Net Position	831,080	660,140
Net Position - Beginning of year	16,094,907	15,434,767
Net Position - End of year	$ 16,925,987	$ 16,094,907

Changes in Net Position: The District's combined net position increased by $831,080 to $16,925,987 in fiscal year 2026. This amount is up from the prior year balance of $16,094,907 in fiscal year 2025.

The District's total revenues were $10,069,837. The total cost for all programs and services was $9,238,757.

The following two charts (Figure A and B) summarize the District's sources of income and expenses of the government-wide statement of activities.





Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The following discussion focuses on the significant changes in the financial position and results of operations of the District's governmental funds during fiscal year 2026.

At June 30, 2026, the District's governmental funds reported combined ending fund balances of $6,492,508, an increase of $348,500 from the prior-year balance of $6,144,008. The individual funds experienced varying results during the year, with the most significant changes occurring in the General Fund and Operations and Maintenance Fund.

General Fund

The General Fund continues to be the District's primary operating fund. The fund reported an ending fund balance of $5,699,861, compared with $4,987,778 at the beginning of the year, representing an increase of $712,083. Revenues received exceeded expenditures disbursed by $727,566 before other financing uses. The increase in fund balance was primarily attributable to revenues exceeding current operating expenditures during the year.

The General Fund received approximately $6.48 million of revenues, excluding the State of Illinois on-behalf retirement contribution, with local sources representing the District's primary funding source. Actual General Fund revenues exceeded the final budget by approximately $169,000, primarily due to local revenues exceeding budgeted amounts.

Operations and Maintenance Fund

The Operations and Maintenance Fund reported an ending fund balance of $98,801, a decrease of $333,261 from the beginning balance of $432,062. The fund received $901,076 in revenues and disbursed $1,234,337 in expenditures during the year. The decrease was primarily attributable to expenditures for the operation and maintenance of the District's facilities, including capital outlay expenditures of approximately $363,000.

Transportation Fund

The Transportation Fund remained relatively stable during fiscal year 2026. The fund reported an ending fund balance of $97,741, compared with $97,437 at the beginning of the year, an increase of $304. Revenues of $81,891 were approximately equal to expenditures of $81,587.

Municipal Retirement/Social Security Fund

The Municipal Retirement/Social Security Fund ended fiscal year 2026 with a fund balance of $104,005, a decrease of $53,388 from the prior-year balance of $157,393. The fund received $124,017 in revenues and disbursed $177,405 for retirement and Social Security-related expenditures during the year.

Debt Service Fund

The Debt Service Fund reported an ending fund balance of $439,079, an increase of $32,098 from the beginning balance of $406,981. The fund received $810,198 in revenues and disbursed $793,583 for debt service, including approximately $682,000 of principal and $112,000 of interest. In addition, the fund received a transfer of $15,483 during the year.

Capital Projects Fund

The Capital Projects Fund ended fiscal year 2026 with a fund balance of $53,021, a decrease of $9,336 from the prior-year balance of $62,357. The fund received $6,489 of investment income and incurred $15,825 of capital outlay expenditures during the year.

Overall, the District's governmental funds increased by approximately $349,000 during fiscal year 2026. The approximately $712,000 increase in the General Fund more than offset decreases in the Operations and Maintenance, Municipal Retirement/Social Security, and Capital Projects Funds. The District ended the fiscal year with approximately $6.49 million of governmental fund balances, of which approximately $5.70 million, or 88%, was held in the General Fund.

Capital Asset and Long-Term Liabilities

Capital Assets

At June 30, 2026, the District had approximately $13.38 million invested in capital assets, net of accumulated depreciation and amortization. Capital assets include land, construction in progress, buildings, site improvements, equipment, and right-to-use leased equipment. The District capitalizes assets with a cost of $10,000 or more and depreciates or amortizes applicable assets over their estimated useful lives.

During fiscal year 2026, the District added $378,711 of capital assets, consisting of $15,825 of construction in progress, $157,541 of building additions, and $205,345 of equipment additions. There were no capital asset deletions during the year. Depreciation and amortization expense for fiscal year 2026 totaled $578,140.

The District's capital asset activity during fiscal year 2026 is summarized below:

	2026
Capital assets, beginning of year	$ 15,155,299
Capital asset additions	378,711
Capital asset deletions	-
Capital assets, end of year	15,534,010
Less: accumulated depreciation/amortization	(2,152,187)
Net capital assets, June 30, 2026	$ 13,381,823

Additional information regarding the District's capital assets is presented in Note 4 to the financial statements.

Long-term Liabilities

At June 30, 2026, the District had total long-term liabilities of $2,948,344, consisting of $2,925,000 of general obligation bonds and $23,344 of lease liabilities. During fiscal year 2026, the District reduced its outstanding long-term liabilities by $682,009, consisting of $670,000 of bond principal payments and $12,009 of lease principal payments. No new long-term obligations were issued or incurred during the fiscal year. See Note 5 to the financial statements for additional information about long-term liabilities.

	Beginning Balance	Increases	Decreases	Ending Balance
Bonds	$ 3,595,000	$ -	$ 670,000	$ 2,925,000
Leases	35,353	-	12,009	23,344
Total	$ 3,630,353	$ -	$ 682,009	$ 2,948,344

Of the total outstanding obligations at June 30, 2026, $707,958 is due within the next fiscal year, consisting of $695,000 of bond principal and $12,958 of lease principal.

The District's outstanding general obligation bonds were originally issued in 2021 to finance capital improvements. The bonds bear interest at rates ranging from 3.00% to 4.00% and mature through fiscal year 2030. The District also has a lease obligation related to copier equipment, which had an outstanding liability of $23,344 at year-end.

Additional information regarding the District's long-term liabilities and future debt service requirements is presented in Note 5 to the financial statements.

Currently Known Facts, Decisions, or Conditions Expected to Have a Significant Effect on Financial Position or Results of Operations

The District continues to rely significantly on local property taxes as a primary source of operating revenue. Property taxes are levied annually and are generally received in significant distributions following the June and September installment dates. Accordingly, changes in assessed valuation, tax extensions, collection timing, and applicable tax limitations will continue to affect the District's future operating resources and cash flows.
The District will also continue to incur scheduled debt service requirements related to its outstanding general obligation bonds and lease obligations. At June 30, 2026, the District had approximately $2.95 million of outstanding long-term obligations, of which approximately $708,000 is due during fiscal year 2027. The general obligation bonds mature through fiscal year 2030. These required principal and interest payments will continue to affect the District's future financial resources until the obligations are retired.

The District has also committed resources to certain capital improvement activities. At June 30, 2026, outstanding construction commitments totaled approximately $31,650, of which $15,825 had been incurred, leaving approximately $15,825 of remaining commitments. These remaining commitments will require financial resources in the subsequent fiscal year as the related projects are completed.

Employee retirement and post-employment benefit costs will continue to be influenced by actuarial assumptions, contribution requirements, healthcare cost trends, and changes in the financial condition of the statewide retirement and benefit systems in which District employees participate. Updated assumptions affecting the Teachers' Retirement System and Teachers' Health Insurance Security Fund include changes in healthcare cost trends, mortality, retirement, termination, disability, and other actuarial assumptions. Because the District prepares its financial statements on the modified cash basis, certain pension and OPEB liabilities are not recognized directly in the basic financial statements; however, required employer contributions and related costs will continue to affect future operating expenditures.

Management will continue to monitor expenditures in relation to available revenues and adopted budgets. During fiscal year 2026, expenditures exceeded budgeted amounts in several funds, including the General, Operations and Maintenance, Transportation, Debt Service, and Capital Projects Funds. These variances were financed through current-year revenues, interfund transfers, or existing fund balances. Continued monitoring of operating expenditures, particularly special education, facility maintenance, transportation, and debt service costs, will be important in maintaining the District's financial position.

At the time the financial statements were prepared, no recognized or non-recognized subsequent events requiring financial statement disclosure had occurred after June 30, 2026. Accordingly, based on the information contained in the financial statements, management is not aware of any other currently known events or conditions expected to have a significant adverse effect on the District's financial position beyond the matters discussed above.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Director of Business Services at Winfield Public School District No. 34, 0S150 Winfield Road, Winfield, IL 60190.

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BASIC FINANCIAL STATEMENTS

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WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
STATEMENT OF NET POSITION
MODIFIED CASH BASIS
JUNE 30, 2026

	Governmental Activities
ASSETS	
Cash	$ 6,492,508
Capital assets not being depreciated	607,378
Capital assets, net of accumulated depreciation/amortization	12,774,445
Total Assets	19,874,331
LIABILITIES	
Non-current liabilities	
Due within one year	707,958
Due in more than one year	2,240,386
Total Liabilities	2,948,344
NET POSITION	
Net investment in capital assets	10,433,479
Restricted for	
Operations and maintenance	98,801
Transportation	97,741
Retirement	104,005
Debt service	439,079
Capital projects	53,021
Unrestricted	5,699,861
Total Net Position	$ 16,925,987

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

EXHIBIT B

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2026

Functions/Programs	Expenses Disbursed	Program Revenues Received: Charges for Services	Program Revenues Received: Operating Grants and Contributions	Program Revenues Received: Capital Grants and Contributions	Net (Expenses Disbursed) and Revenues Received and Changes in Net Position: Governmental Activities
Governmental Activities					
Instruction	$ 3,513,082	$ 445,574	$ 329,448	$ -	$ (2,738,060)
State on-behalf retirement	1,676,189	-	1,676,189	-	-
Support services	2,967,329	325,846	143,995	50,000	(2,447,488)
Community services	12,633	-	-	-	(12,633)
Payments to other governmental units	379,810	-	-	-	(379,810)
Debt service					
Interest	111,574	-	-	-	(111,574)
Depreciation/amortization - unallocated	578,140	-	-	-	(578,140)
Total	$ 9,238,757	$ 771,420	$ 2,149,632	$ -	(6,267,705)

GENERAL REVENUES RECEIVED	
Property taxes levied for general and specific purposes	5,757,331
Property taxes levied for debt service	796,378
Corporate replacement taxes	50,737
Unrestricted state aid	280,204
Interest on investments	214,135
Total General Revenues Received	7,098,785
CHANGE IN NET POSITION	831,080
NET POSITION - BEGINNING	16,094,907
NET POSITION - ENDING	$ 16,925,987

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

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WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
GOVERNMENTAL FUNDS
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES -
MODIFIED CASH BASIS
JUNE 30, 2026

	General Fund	Operations and Maintenance Fund	Transportation Fund
ASSETS			
Cash	$ 5,699,861	$ 98,801	$ 97,741
Total Assets	$ 5,699,861	$ 98,801	$ 97,741
LIABILITIES	$ -	$ -	$ -
FUND BALANCES			
Restricted			
Operations and maintenance	-	98,801	-
Transportation	-	-	97,741
Municipal retirement/social security	-	-	-
Debt service	-	-	-
Capital projects	-	-	-
Unassigned	5,699,861	-	-
Total Fund Balances	5,699,861	98,801	97,741
Total Liabilities and Fund Balances	$ 5,699,861	$ 98,801	$ 97,741

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

Municipal Retirement/ Social Security Fund		Debt Service Fund		Capital Projects Fund		Total	
$	104,005	$	439,079	$	53,021	$	6,492,508
$	104,005	$	439,079	$	53,021	$	6,492,508
$	-	$	-	$	-	$	-
	-		-		-		98,801
	-		-		-		97,741
	104,005		-		-		104,005
	-		439,079		-		439,079
	-		-		53,021		53,021
	-		-		-		5,699,861
	104,005		439,079		53,021		6,492,508
$	104,005	$	439,079	$	53,021	$	6,492,508

(Continued)

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES (MODIFIED CASH BASIS) TO THE STATEMENT OF NET POSITION (MODIFIED CASH BASIS)
JUNE 30, 2026

Total fund balances - governmental funds (Exhibit C)		$ 6,492,508
Amounts reported for governmental activities in the statement of assets and liabilities arising from cash transactions are different because:		
Net capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		13,381,823
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Leases payable	$ (23,344)	
Bonds payable	(2,925,000)	(2,948,344)
Net position of governmental activities (Exhibit A)		$ 16,925,987

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

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WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED
AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2026

	General Fund	Operations and Maintenance Fund	Transportation Fund
REVENUES RECEIVED			
Local sources	$ 5,896,251	$ 723,716	$ 29,330
State sources	321,986	177,360	52,561
State on-behalf retirement	1,664,978	-	-
Federal sources	258,786	-	-
Total Revenues Received	8,142,001	901,076	81,891
EXPENDITURES DISBURSED			
Current			
Instruction	3,447,610	-	-
State on-behalf retirement	1,664,978	-	-
Support services	1,909,404	871,451	81,587
Community services	12,633	-	-
Payments to other governmental units	379,810	-	-
Capital outlay	-	362,886	-
Debt service			
Principal	-	-	-
Interest	-	-	-
Total Expenditures Disbursed	7,414,435	1,234,337	81,587
EXCESS (DEFICIENCY) OF REVENUES RECEIVED OVER (UNDER) EXPENDITURES DISBURSED	727,566	(333,261)	304
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	(15,483)	-	-
Total Other Financing Sources (Uses)	(15,483)	-	-
NET CHANGE IN FUND BALANCES	712,083	(333,261)	304
FUND BALANCE - BEGINNING	4,987,778	432,062	97,437
FUND BALANCE - ENDING	$ 5,699,861	$ 98,801	$ 97,741

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

Municipal Retirement/ Social Security Fund	Debt Service Fund	Capital Projects Fund	Total
$ 124,017	$ 810,198	$ 6,489	$ 7,590,001
-	-	-	551,907
-	-	-	1,664,978
-	-	-	258,786
124,017	810,198	6,489	10,065,672
65,472	-	-	3,513,082
-	-	-	1,664,978
111,933	-	-	2,974,375
-	-	-	12,633
-	-	-	379,810
-	-	15,825	378,711
-	682,009	-	682,009
-	111,574	-	111,574
177,405	793,583	15,825	9,717,172
(53,388)	16,615	(9,336)	348,500
-	15,483	-	15,483
-	-	-	(15,483)
-	15,483	-	-
(53,388)	32,098	(9,336)	348,500
157,393	406,981	62,357	6,144,008
$ 104,005	$ 439,079	$ 53,021	$ 6,492,508

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (MODIFIED CASH BASIS) TO THE STATEMENT OF ACTIVITIES (MODIFIED CASH BASIS)
FOR THE YEAR ENDED JUNE 30, 2026

Net change in fund balances - total governmental funds (Exhibit D)		$ 348,500
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. This is the amount by which capital outlays exceeded depreciation/amortization expense in the current period.		
Depreciation/amortization expense	$ (578,140)	
Capital outlay over capitalization limits	378,711	(199,429)
Repayment of debt principal is reported as an expenditure in governmental funds, but it reduces long-term liabilities in the statement of net position.		
Principal paid on leases	12,009	
Principal paid on bonds	670,000	682,009
Change in net position of governmental activities (Exhibit B)		$ 831,080

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The District's accounting policies conform to the cash basis of accounting as defined by the Illinois State Board of Education Audit Guide. A summary of the significant accounting policies, consistently applied in the preparation of the accompanying financial statements are as follows:

A. Financial Reporting Entity

Accounting principles generally accepted in the United States of America require that the financial statements of the reporting entity include: (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided by the governmental accounting standards have been considered and there are no agencies or entities which should be presented with the District.

B. Basis of Presentation – Fund Accounting

Government-Wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the District as a whole. They include all funds of the reporting entity except for fiduciary funds. These statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. There are no business-type activities within the District. The effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Indirect expenses not allocated to functions are reported separately. Interest on general long-term debt is considered such an indirect expense. Depreciation expense is specifically identified by function and is included in the direct expenses of each function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Governmental Funds Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures. The District maintains individual funds required by the Illinois State Board of Education (ISBE). Funds are organized into three major categories: governmental, proprietary, and fiduciary. In turn, each category is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

Governmental Fund Types

Governmental fund types are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets and the servicing of general long-term debt. Governmental fund types include the following:

General Fund – The General Fund, which consists of the Educational Account and Working Cash Account, is the primary operating fund of the District and is always classified as a major fund. It is used to account for the revenues received and expenditures disbursed which are used in providing education in the District. It is used to account for all financial resources except those required to be accounted for in other funds.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Special Revenue Funds – The Special Revenue Funds, which include the Operations and Maintenance Fund, Transportation Fund, and the Municipal Retirement/Social Security Fund, are used to account for revenue received from specific sources (other than those accounted for in the Debt Service and Capital Projects Funds) that are legally restricted to expenditures disbursed for specified purposes.

Debt Service Fund – The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. Since there are no legal requirements on bond indentures which mandate that a separate fund be established for each bond issue, the District maintains one Debt Service Fund for all bond issues.

Capital Projects Fund – The Capital Projects Fund accounts for financial resources to be used for the acquisition or construction of major capital facilities.

Major and Nonmajor Funds

An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

1) Total assets, liabilities, revenues received, or expenditures disbursed of that individual governmental or enterprise fund are at least ten percent of the corresponding total for all funds of that category or type; and

2) Total assets, liabilities, revenues received, or expenditures disbursed of the individual governmental or enterprise fund are at least five percent of the corresponding total for all governmental and enterprise funds combined.

The District has opted to treat all of its funds as major funds.

The funds which are classified as major are as follows:

Major:

<u>Educational Account</u> – Part of the General Fund. See above for description.

<u>Working Cash Account</u> – Part of the General Fund. See above for description.

<u>Operations and Maintenance Fund</u> – A Special Revenue Fund to account for activity relating to the maintenance of school facilities.

<u>Transportation Fund</u> – A Special Revenue Fund to account for activity relating to student transportation to and from school.

<u>Municipal Retirement/Social Security Fund</u> – A Special Revenue Fund to account for the District's portion of pension contributions to the Illinois Municipal Retirement Fund, payments to Medicare and payments to the Social Security system for non-certified employees. Revenue to finance the contributions is derived primarily from local property taxes and personal property replacement taxes.

<u>Debt Service Fund</u> – A Debt Service Fund used to accumulate resources for, and payment of, general long-term debt, principal, interest, and related costs.

<u>Capital Projects Fund</u> – A Capital Projects Fund that accounts for financial resources to be used for the acquisition, construction, or additions to major capital facilities.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Therefore, when program expenses are incurred, both a restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenues.

C. Measurement Focus/Basis of Accounting

Measurement Focus

The basic financial statements focus on the measurement of spending or "financial flow" and the determination of changes in financial position rather than upon net income determination. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues received and other financing sources) and decreases (expenditures disbursed and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

Basis of accounting refers to when revenues received and expenditures disbursed are recognized in the accounts and how they are reported in the basic financial statements. The District maintains its accounting records for all funds on the cash basis of accounting under guidelines prescribed by the Illinois State Board of Education. Accordingly, revenues are recognized and recorded in the accounts when cash is received. In the same manner expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions. Cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

D. Equity Classifications/Fund Balance Reporting

Government-Wide Reporting

Equity is classified as net position and displayed in three components:

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

Restricted net position – Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation. The Restricted net position consists of the Operations and Maintenance Fund, the Transportation Fund, the Municipal Retirement/Social Security Fund, the Debt Service Fund, and the Capital Projects Fund.

Unrestricted net position – All other net position that do not meet the definition of "restricted" or "investment in capital assets."

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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

Governmental Fund Balance Reporting

Governmental fund balances are to be classified into five major classifications; Nonspendable, Restricted, Committed, Assigned, and Unassigned.

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. Due to the cash basis used by the District there is nothing to report for this classification.

Restricted – The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the District. Items such as restrictions imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes. The District has several revenue sources received within different funds that also fall into these categories –

- *Special Education* – Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the General Fund. Expenditures disbursed exceeded revenue received for this purpose, resulting in no restricted fund balance.

- *State Grants* – Proceeds from state grants and the related expenditures have been included in the General Fund, Operations and Maintenance Fund and Transportation Fund. Expenditures disbursed exceeded revenue received for this purpose, resulting in no restricted fund balance.

- *Federal Grants* – Proceeds from federal grants and the related expenditures have been included in the General Fund. Expenditures disbursed exceeded revenue received for this purpose, resulting in no restricted fund balance.

- *Social Security* – Expenditures disbursed and the related cash receipts of this restricted tax levy are accounted for in the Municipal Retirement/Social Security Fund. Expenditures disbursed exceeded revenue received, resulting in no restricted balance.

Committed – The committed fund balance refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the school board. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

Assigned – The assigned fund balance classification refers to amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. Assignments may take place after the reporting period.

Unassigned – The unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund.

Expenditures of fund balances – Unless specifically identified, expenditures disbursed act to reduce restricted balances first, then to committed balances, next assigned balances, and finally act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Cash and Deposits

Cash and deposits are cash with financial institutions, savings deposit accounts, and non-negotiable certificates of deposit.

F. Capital Assets

In the government-wide financial statements, fixed assets are accounted for as capital assets. All capital assets which exceed a capitalization threshold of $10,000 per asset are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated capital assets which are recorded at their acquisition value. Prior to July 1, 2003, infrastructure assets were not capitalized. Such assets have been valued at estimated historical cost. Depreciation/amortization of all exhaustible capital assets is recorded as an allocation in the Statement of Activities, with accumulated depreciation/amortization reflected in the Statement of Net Position.

Depreciation/amortization is provided over the assets' estimated useful lives or lease term using the straight-line method. The range of estimated useful lives by type of asset is as follows: buildings, improvements, and infrastructure 20 – 50 years, transportation equipment 8 years, equipment, and right-to-use leased equipment 5 – 20 years.

In the fund financial statements, capital assets are accounted for as capital outlay expenditures upon acquisition. No depreciation/amortization is recorded in the fund financial statements.

G. Long-term Debt

The accounting treatment of long-term debt depends on whether they are reported in the government-wide or fund financial statements. All long-term debt to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term debt for governmental funds is not reported as a liability in the fund financial statements. The debt proceeds are reported as other financing sources and payments of principal and interest are reported as expenditures.

H. Leases

The District is a lessee for a noncancellable lease of equipment. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of position.

I. Program Revenues

Amounts reported as program revenues include 1) Tuition and fees and 2) Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. All taxes, including those dedicated for specific purposes, are reported as general revenues rather than as program revenues.

J. Corporate Replacement Taxes

Corporate replacement taxes are first allocated to the Municipal Retirement/Social Security Fund, and the balance is allocated to the General Fund at the discretion of the Board of Education.

NOTE 2. CASH AND DEPOSITS

Cash and deposits are cash with financial institutions, savings deposit accounts, and non-negotiable certificates of deposit. The District has adopted a formal cash and investment management policy. The financial institutions in which accounts are made must be approved by the Board of Education. The District maintains a cash and investment pool that is available for use by all funds. In addition, investments may be separately held by some of the District's funds.

NOTE 2. CASH AND DEPOSITS (Cont'd)

At June 30, 2026, the carrying amount of the District's deposits totaled $6,492,508, and the bank balances totaled $6,926,587.

		Maturity		
Cash and Deposits	Amount	Less Than Six Months	Six Months to One Year	One Year to Three Years
Cash with financial institutions	$ 123,318	$ 123,318	$ -	$ -
ISDLAF+	3,169,369	3,169,369	-	-
Non-negotiable certificates of deposit	3,633,900	-	3,633,900	-
Total	$ 6,926,587	$ 3,292,687	$ 3,633,900	$ -

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates, the District limits the weighted average maturity of its investment portfolio to less than six months. The weighted average of the portfolio maturity for investments was 279.59 days and the weighted portfolio yield was 3.81%.

Credit Risk: State law limits investments based on credit risk. The District's investment policy further limits its investment choices to ensure that capital loss, whether from credit or market risk, is avoided.

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. This fund is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940. Investments are valued at net asset value (NAV) per share price, which is the price at which the investment could be sold, as determined by the pool.

Custodial Credit Risk: Custodial credit risk is the risk that, in the event of the failure of the bank or the counterparty, the District will not be able to recover the value of its deposits that are in the possession of an outside party. The bank balance of $6,926,587 is exposed to custodial credit risk as follows:

Depository Account	Bank Balance
Insured/Collateralized	$ 3,757,218
Uncollateralized	3,169,369
Total Deposits	$ 6,926,587

Concentration of Credit Risk: The District's policy states investments shall be diversified to avoid incurring unreasonable risks regarding specific security types and/or individual financial institutions. The District shall diversify its investments to the best of its ability based upon the type of funds invested, available institutions to invest in, and the cash flow needs of those funds. Diversification can be by type of investment, number of institutions invested in, and length of maturity.

Foreign currency risk: The District does not have any investments denominated in a currency other than the U.S. dollar.

NOTE 3. PROPERTY TAXES

Property taxes are levied each year on all taxable real property located in the District on or before the last Tuesday in December. The adoption date for the 2024 tax levy, payable in 2025, was December 12, 2024 and the 2025 tax levy, payable in 2026, was passed on December 18, 2025. Taxes attach as an enforceable lien on property on the date of levy and are payable in two installments (June 1 and September 1) subsequent to the year of levy. The District receives significant distributions of tax receipts approximately one month after these due dates.

NOTE 4. CAPITAL ASSETS

A summary of changes in capital assets follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets, not being depreciated				
Land	$ 591,553	$ -	$ -	$ 591,553
Construction in progress	-	15,825	-	15,825
Total	591,553	15,825	-	607,378
Capital assets, being depreciated/amortized				
Buildings	23,111,987	157,541	-	23,269,528
Site improvements	944,220	-	-	944,220
Equipment	448,377	205,345	-	653,722
Lease assets - equipment	59,255	-	-	59,255
Total	24,563,839	362,886	-	24,926,725
Accumulated Depreciation/ Amortization				
Buildings	10,491,693	463,815	-	10,955,508
Site improvements	620,995	47,211	-	668,206
Equipment	437,051	55,105	-	492,156
Lease assets - equipment	24,401	12,009	-	36,410
Total	11,574,140	578,140	-	12,152,280
Capital assets, being depreciated/amortized, net	12,989,699	(215,254)	-	12,774,445
Total capital assets	$ 13,581,252	$ (199,429)	$ -	$ 13,381,823

Depreciation/amortization was charged to functions as follows:

Governmental Activities	
Unallocated	$ 578,140
Total	$ 578,140

NOTE 5. LONG-TERM LIABILITIES

Leases Payable

The District has entered into a lease agreement for the use of equipment (copiers). An initial lease liability was recorded. The equipment has a five-year estimated useful life. These obligations will be paid from current operating funds of the General Fund (Educational Account).

On March 23, 2023, the District entered into a lease agreement for copiers (equipment). An initial lease liability was recorded in the amount of $59,255. As of June 30, 2026, the value of the lease liability was $23,344. The District is required to make monthly principal and interest payments of $1,191 and has an interest rate of 7.63 percent. The value of the right-to-use asset as of the end of the current fiscal year was $22,845 and had accumulated amortization of $36,410.

NOTE 5. LONG-TERM LIABILITIES (Cont'd)

Bonds Payable

On May 4, 2021, the District issued General Obligation Bonds in the amount of $4,235,000. Principal payments are due January 1, and interest payments at rates from 3.00% to 4.00% are due January 1 and July 1, through fiscal year ending June 30, 2030. The balance due as of June 30, 2026, is $2,925,000.

The following is a summary of changes in long-term liabilities of the District for the year ended June 30, 2026:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Leases	$ 35,353	$ -	$ 12,009	$ 23,344	$ 12,958
Bonds	3,595,000	-	670,000	2,925,000	695,000
Total	$ 3,630,353	$ -	$ 682,009	$ 2,948,344	$ 707,958

Annual Debt Service Requirements

The future principal and interest lease payments as of June 30, 2026, were as follows:

Year Ending June 30,	Principal	Interest
2027	$ 12,958	$ 1,334
2028	10,386	333
Total	$ 23,344	$ 1,667

The future principal and interest bond payments as of June 30, 2026, were as follows:

Year Ending June 30,	Principal	Interest
2027	$ 695,000	$ 94,700
2028	720,000	66,900
2029	745,000	45,300
2030	765,000	22,950
Total	$ 2,925,000	$ 229,850

Legal Debt Margin

Based on the 2025 assessed valuation of $224,062,893, the legal debt margin of 6.9 percent is $15,460,340. At June 30, 2026, the outstanding debt to which the legal debt margin applies is $2,948,344, leaving an available borrowing power of $12,511,996.

NOTE 6. RETIREMENT SYSTEMS

A. Teachers' Retirement System (TRS) of the State of Illinois

General Information about the Pension Plan

Plan Description

The employer participates in the Teachers' Retirement System (TRS) of the State of Illinois. TRS is a cost-sharing

NOTE 6. RETIREMENT SYSTEMS (Cont'd)

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

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

Benefits Provided

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

Tier II 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 II are identical to those of Tier I. Death benefits are payable under a formula that is different from Tier I.

Essentially all Tier I retirees receive an annual 3 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 II 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 III hybrid retirement plan, but it has not yet gone into effect. Public Act 100-0587, enacted in 2018, requires TRS to offer temporary benefit buyout programs that expire on June 30, 2026. One program allows retiring Tier I members to receive a partial lump-sum payment in exchange for accepting a lower, delayed annual increase. The other allows inactive vested Tier I and II members to receive a partial lump-sum payment in lieu of a retirement annuity. Both programs will begin in 2019 and will be funded by bonds issued by the state of Illinois.

Contributions

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

On-behalf contributions to TRS

The State of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2026, State of Illinois contributions recognized by the employer were based on the State's proportionate share of the pension expense associated with the employer, and the employer recognized revenue and expenditures of $1,420,640 in pension contributions from the State of Illinois.

NOTE 6. RETIREMENT SYSTEMS (Cont'd)

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, 2026, were $19,982, and are deferred because they were paid after the June 30, 2025 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, 2026, the employer pension contribution was 10.34 percent of salaries paid from federal and special trust funds as determined in the June 30, 2024 actuarial valuation. For the year ended June 30, 2026, salaries totaling $142,076 were paid from federal and special trust funds that required employer contributions of $14,691. These contributions are deferred because they were paid after the June 30, 2025, 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, 2026, 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, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

As of June 30, 2026, the employer reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the 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 were as follows:

Employer's proportionate share of the net pension liability	$ 252,870
State's proportionate share of the net pension liability associated with the employer	20,320,113
Total	$ 20,572,983

The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2025. 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, 2025, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2025, the employer's proportion was 0.0002983658 percent, and at June 30, 2024, the employer's proportion was 0.0002855180.

NOTE 6. RETIREMENT SYSTEMS (Cont'd)

For the year ended June 30, 2026, the District recognized the following TRS pension expense and revenue pertaining to the District employees:

	Governmental Activities	General Fund
State on-behalf contributions - TRS pension revenue and expense	$ 1,420,640	$ 1,633,973
District TRS pension expense (revenue)	34,241	34,673

As of June 30, 2026, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred amounts to be recognized in pension expense in future periods		
Differences between expected and actual experience	$ 706	$ 405
Changes of assumptions	2,624	49
Changes in proportion and differences between employer contributions and proportionate share of contributions	8,944	8,155
Net difference between projected and actual earnings on pension plan investments	-	3,610
Total deferred amounts to be recognized in pension expense in future periods	12,274	12,219
Pension contributions made subsequent to the measurement date	34,673	-
Total	$ 46,947	$ 12,219

$34,673 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, 2027. Other amounts reported as deferred outflows of resources and deferred (inflows) of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2027	$ 729
2028	(1,444)
2029	(719)
2030	647
2031	840
Total	$ 53

NOTE 6. RETIREMENT SYSTEMS (Cont'd)

Actuarial Assumptions

The total pension liability in the June 30, 2025, 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 amount of service credit
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	37.00%	4.59%
Private Equity	15.00%	7.93%
Public Income	15.00%	3.52%
Private Credit	8.00%	6.70%
Real Estate	16.00%	4.76%
Infra/Other Real Assets	2.00%	5.38%
Diversifying Strategies	6.00%	2.83%
Cash Equivalents	1.00%	0.25%
Total	100.00%	

The 2025 capital market assumption and TRS's current target asset allocation were provided by RVK, TRS investment consultant.

Discount Rate

At June 30, 2025, the discount rate used to measure the total pension liability was 7.0 percent, which was the same as the June 30, 2024, 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, 2025, was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I's liability is partially-funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess 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 table shows the plan's net pension liability, using a Single Discount Rate as well as rates that are either one percentage point higher or lower.

NOTE 6. RETIREMENT SYSTEMS (Cont'd)

	1% Decrease (6.00%)	Current Single Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability/(Asset)	$ 314,573	$ 252,870	$ 201,669

TRS Fiduciary Net Position

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

B. Illinois Municipal Retirement Fund (IMRF)

IMRF Plan Description

The employer's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The employer's 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 (RSI). The report is available for download at www.imrf.org.

Benefits Provided

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

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

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

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

NOTE 6. RETIREMENT SYSTEMS (Cont'd)

Employees Covered by Benefit Terms

As of December 31, 2025, the following employees were covered by the benefit terms:

	IMRF
Retirees and beneficiaries currently receiving benefits	53
Inactive plan members entitled to but not yet receiving benefits	67
Active plan members	18
Total	138

Contributions

As set by statute, the employer's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer's annual required contribution rate for calendar year 2025 was 12.12%. For the fiscal year ended June 30, 2026, the employer contributed $74,183 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The employer's net pension liability was measured as of December 31, 2025. 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, 2025:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.25%.
- Salary Increases were expected to be 2.85% to 13.75%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2023 valuation according to an experience study from years 2020 to 2022.
- For Non-Disabled Retirees, the Pub-2010, Amounted-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and female (adjusted 106.4%) tables, and future morality improvements projected using scale MP-2021.
- For Disabled Retirees, the Pub-2010, Amounted-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.
- For Active Members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future morality improvements projected using scale MP- 2021.

NOTE 6. RETIREMENT SYSTEMS (Cont'd)

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

			Projected Returns/Risk	
Asset Class	Target Allocation	Return 12/31/2025	One Year Arithmetic	Ten Year Geometric
Equities	32.50%	14.44%	4.85%	7.35%
International Equities	18.00%	32.71%	4.95%	7.45%
Fixed Income	24.00%	7.50%	2.25%	4.75%
Real Estate	10.50%	2.33%	3.75%	6.25%
Alternatives	14.00%	15.24%		
Private Equity		N/A	6.00%	8.50%
Hedge Funds		N/A	N/A	N/A
Commodities		N/A	1.40%	3.90%
Cash Equivalents	1.00%	4.35%	0.50%	3.00%
Total	100.00%			

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2025. 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

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

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 4.83%; and the resulting single discount rate is 7.25%.

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

The following table shows the plan's net pension liability, using a Single Discount Rate as well as rates that are either one percentage point higher or lower.

	1% Decrease (6.25%)	Current Single Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	$ 530,938	$ 108,151	$ (234,434)

NOTE 6. RETIREMENT SYSTEMS (Cont'd)

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

For the year ended June 30, 2026, the employer recognized pension expense of $54,535. As of June 30, 2026, the employer reported deferred outflows or resources and deferred (inflows) of resources related to pensions from the following sources:

Deferred Amounts Related to Pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred amounts to be recognized in pension expense in future periods		
Differences between expected and actual experience	$ 7,514	$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	201,931
Total deferred amounts to be recognized in pension expense in future periods	7,514	201,931
Pension contributions made subsequent to the measurement date	37,291	-
Total	$ 44,805	$ 201,931

Amounts reported as deferred outflows of resources and deferred (inflows) of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ending December 31	Net Deferred Outflows (Inflows) of Resources
2026	$ 47,878
2027	(102,817)
2028	(78,839)
2029	(60,639)
2030	-
Thereafter	-
Total	$ (194,417)

C. Aggregate Pension Amounts

For the year ended June 30, 2026, aggregate pension amounts are as follows:

	TRS	IMRF	Total
Deferred Outflows of Resources	$ 46,947	$ 44,805	$ 91,752
Net Pension Liability	252,870	108,151	361,021
Deferred Inflows of Resources	12,219	201,931	214,150
Pension Expense/(Revenue), Net of State Support	34,241	54,535	88,776

NOTE 6. RETIREMENT SYSTEMS (Cont'd)

Financial Reporting

Net pension liability/(asset), deferred outflows of resources, and deferred inflows of resources are not recorded because the financial statements are prepared on the modified cash basis of accounting.

D. Social Security/Medicare

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "non-participating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security/Medicare.

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS

A. Teachers' Health Insurance Security (THIS) Fund

General Information about the Plan

Plan Description

The employer participates in the Teachers' 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.

Benefits Provided

The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants not enrolled in Medicare may participate in the state- administered participating provider option plan or choose from several managed care options. Annuitants who are enrolled in Medicare Parts A and B may be eligible to enroll in a Medicare Advantage plan.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

Contributions

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

The State of Illinois makes employer health insurance contributions on behalf of the employer. For the year ended June 30, 2026, State of Illinois' contributions recognized by the employer were based on the State's proportionate share of the collective net OPEB liability associated with the employer, and the employer recognized revenue and expenditures of $255,549 in health insurance contributions from the State of Illinois.

Contributions to THIS

State contributions are intended to match contributions to the THIS Fund from active members which were 0.90 percent of pay during the year ended June 30, 2026. State of Illinois' contributions were $31,005.

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS (Cont'd)

Employer contributions to THIS

The employer also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67 percent during the year ended June 30, 2026. For the year ended June 30, 2026, the employer paid $23,082 to the THIS Fund, which was 100 percent of the required contribution. The contributions are deferred because they were paid after the June 30, 2025, measurement date.

THIS Liabilities, THIS Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to THIS

As of June 30, 2026, the employer reported a liability for its proportionate share of the net THIS liability (first amount shown below). The state's support and total are for disclosure purposes only. The amount recognized by the employer as its proportionate share of the net THIS liability, the related state support, and the total portion of the net THIS liability that was associated with the employer were as follows:

Employer's proportionate share of the net OPEB liability	$ 930,866
State's proportionate share of the net OPEB liability associated with the employer	1,262,775
Total	$ 2,193,641

The net THIS liability was measured as of June 30, 2025, and the total THIS liability used to calculate the net THIS liability was determined by an actuarial valuation as of June 30, 2025. The employer's proportion of the net THIS liability was based on the employer's share of contributions to THIS for the measurement year ended June 30, 2025, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2025, the employer's proportion was 0.010361 percent and at June 30, 2024, the employer's proportion was 0.010299 percent.

For the year ended June 30, 2026, the District recognized the following THIS OPEB expense and revenue pertaining to the District employees:

	Governmental Activities	General Fund
State on-behalf contributions -THIS OPEB revenue and expense	$ 255,549	$ 31,005
District THIS OPEB pension expense (revenue)	(196,354)	23,082

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS (Cont'd)

As of June 30, 2026, the employer reported deferred outflows of resources and deferred inflows of resources related to THIS from the following sources:

Deferred Amounts Related to OPEBs	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred amounts to be recognized in OPEB expense in future periods		
Differences between expected and actual experience	$ 94,879	$ 279,352
Changes of assumptions	21,441	985,073
Changes in proportion and differences between employer contributions and proportionate share of contributions	144,774	176,216
Net difference between projected and actual earnings on OPEB plan investments	-	1,496
Total deferred amounts to be recognized in OPEB expense in future periods	261,094	1,442,137
OPEB contributions made subsequent to the measurement date	23,082	-
Total	$ 284,176	$ 1,442,137

$23,082 reported as deferred outflows of resources related to THIS resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the THIS pension liability in the reporting year ended June 30, 2027. Other amounts reported as deferred outflows of resources and deferred (inflows) of resources related to THIS will be recognized in THIS expense as follows:

Year Ending June 30	Net Deferred Outflows (Inflows) of Resources
2027	$ (292,835)
2028	(289,026)
2029	(265,930)
2030	(204,498)
2031	(149,263)
Thereafter	20,508
Total	$ (1,181,044)

Actuarial Assumptions

The total THIS liability was determined by an actuarial valuation as of June 30, 2025, using the following actuarial assumptions, applied to all periods included in the measurement date, unless otherwise specified:

Inflation	2.25 percent
Salary increases	varies by amount of service credit
Investment rate of return	2.75 percent, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	based on actual premium increases

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS (Cont'd)

Mortality rates for retirement and beneficiary annuitants were based on the PubT-2010 Retiree Mortality Table, adjusted for TRS experience. For disabled annuitants mortality rates were based on the PubNS-2010 Non-Safety Disabled Retiree Table. Mortality rates for pre-retirement were based on the PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection ScaleMP-2021.

The actuarial valuation was based on the Entry Age Normal cost method. Under this method, the normal cost and actuarial accrued liability are directly proportional to the employee's salary. The normal cost rate equals the present value of future benefits at entry age divided by the present value of future salary at entry age. The normal cost at the member's attained age equals the normal cost rate at entry age multiplied by the salary at attained age. The actuarial accrued liability equals the present value of benefits at attained age less present value of future salaries at attained age multiplied by normal cost rate at entry age.

Since THIS is financed on a pays-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index.

Discount Rate

Projected benefit payments were discounted to their actuarial present value using a Single Discount Rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bond with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met). Since TRIP is financed on a pay-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index described above. The discount rates are 3.97% as of June 30, 2024, and 5.20% as of June 30, 2025. The increase in the single discount rate from 3.97% to 5.20%.

Sensitivity of the Employer's Proportionate Share of the Net THIS Liability to Changes in the Discount Rate

The following table shows the plan's net OPEB liability, using a Single Discount Rate as well as rates that are either one percentage point higher or lower.

	1% Decrease (4.20%)	Current Single Discount Rate (5.20%)	1% Increase (6.20%)
Net OPEB Liability/(Asset)	$ 1,040,211	$ 930,866	$ 836,601

Sensitivity of the Employer's Proportionate Share of the Net THIS Liability to Changes in the Health Care Trend Rate

The following table shows the plan's net OPEB liability, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower.

	1% Decrease	Healthcare Cost Trend Rates Assumption	1% Increase
Net OPEB Liability/(Asset)	$ 807,731	$ 930,866	$ 1,080,724

Financial Reporting

Net OPEB liability/(asset), deferred outflows of resources, and deferred inflows of resources are not recorded because the financial statements are prepared on the modified cash basis of accounting.

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS (Cont'd)

Further information on the THIS Fund

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

B. Retiree Healthcare Plan

The District does not provide post-employment medical insurance benefits (OPEB) for retired employees, as no formal post-employment benefit plan has been established. The District's implicit cost is equal to the difference between current premium levels and what those premiums would be if retirees were not included. The implicit cost cannot presently be determined; however, management believes that this amount is immaterial.

NOTE 8. INTERFUND TRANSFERS

Transfers are used to move revenue from the fund with collection authorization to the Debt Service Fund as Debt Service principal and interest become due. The District made an interfund transfer from the General Fund to the Debt Service Fund in the amount of $15,483 for principal and interest payments paid on the lease.

NOTE 9. COMMON BANK ACCOUNT

Separate bank accounts are not maintained for all District funds; instead, certain funds maintain their uninvested cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund. Occasionally certain of the funds participating in the common bank account will incur overdrafts (deficits) in the account. The overdrafts result from expenditures, which have been approved by the School Board.

NOTE 10. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has purchased insurance from private insurance companies to handle these risks of loss. During fiscal year 2026 there was no significant reductions in insurance coverage for any category. Settlement claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 11. CONSTRUCTION COMMITMENTS

As of June 30, 2026, the District entered into outstanding construction commitments of approximately $31,650. The District has incurred approximately $15,825 of costs leaving remaining commitments of $15,825.

NOTE 12. SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date but before the financial statements are issued or available to be issued. There are two types of subsequent events: recognized (events that relate to conditions present at the balance sheet date) and non-recognized (events or conditions that did not exist at the balance sheet date but arose after that date).

There have been no recognized or non-recognized subsequent events that have occurred between June 30, 2026, and the date of this audit report requiring disclosure in the financial statements.

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OTHER INFORMATION

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WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
OTHER INFORMATION
SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' RETIREMENT SYSTEM (TRS) OF THE STATE OF ILLINOIS
MOST RECENT FISCAL YEARS

Fiscal year ending June 30,*	2026	2025	2024	2023
Employer's proportion of the net pension liability	0.00030%	0.00029%	0.00029%	0.00030%
Employer's proportionate share of the net pension liability	$ 252,870	$ 245,162	$ 248,931	$ 250,880
State's proportionate share of the net pension liability associated with the employer	20,320,113	20,441,256	21,482,849	21,762,179
Total	$ 20,572,983	$ 20,686,418	$ 21,731,780	$ 22,013,059
Employer's covered-employee payroll	$ 3,231,153	$ 3,068,023	$ 3,069,833	$ 3,061,766
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	7.83%	7.99%	8.11%	8.19%
Plan fiduciary net position as a percentage of the total pension liability	47.70%	45.40%	43.90%	42.80%

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

2022	2021	2020	2019	2018	2017
0.00031%	0.00031%	0.00033%	0.00035%	0.00035%	0.00038%
$ 238,595	$ 266,443	$ 268,288	$ 269,299	$ 265,758	$ 303,230
19,996,808	20,869,170	19,093,730	18,448,080	18,295,344	20,359,412
$ 20,235,403	$ 21,135,613	$ 19,362,018	$ 18,717,379	$ 18,561,102	$ 20,662,642
$ 2,743,122	$ 2,597,528	$ 2,582,713	$ 2,475,074	$ 2,470,948	$ 2,566,471
8.70%	10.26%	10.39%	10.88%	10.76%	11.82%
45.10%	37.80%	39.60%	39.30%	36.40%	36.40%

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
OTHER INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHERS' RETIREMENT SYSTEM (TRS) OF THE STATE OF ILLINOIS
MOST RECENT FISCAL YEARS

Fiscal year ending June 30,	2026	2025	2024	2023
Contractually-required contribution	$ 34,673	$ 18,741	$ 17,795	$ 17,805
Contributions in relation to the contractually-required contribution	34,673	18,741	17,795	17,805
Contribution deficiency/(excess)	$ -	$ -	$ -	$ -
Employer's covered-employee payroll	$ 3,445,021	$ 3,231,153	$ 3,068,023	$ 3,069,833
Contributions as a percentage of covered-employee payroll	1.01%	0.58%	0.58%	0.58%

2022	2021	2020	2019	2018	2017
$ 17,758	$ 15,910	$ 15,066	$ 14,980	$ 14,356	$ 14,331
17,758	15,910	15,066	14,980	14,356	14,331
$ -	$ -	$ -	$ -	$ -	$ -
$ 3,061,766	$ 2,743,122	$ 2,597,528	$ 2,582,713	$ 2,475,074	$ 2,470,948
0.58%	0.58%	0.58%	0.58%	0.58%	0.58%

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
OTHER INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)
MOST RECENT CALENDAR YEARS

Calendar year ending December 31,	2025	2024	2023	2022
Total pension liability				
Service cost	$ 56,445	$ 56,928	$ 61,640	$ 61,780
Interest on the total pension liability	282,637	273,208	261,600	246,278
Difference between expected and actual experience	90,823	29,675	47,772	-
Changes of assumptions	-	-	3,056	99,107
Benefit payments	(237,873)	(221,157)	(202,034)	(189,499)
Net change in pension liability	192,032	138,654	172,034	217,666
Total pension liability - beginning	3,989,154	3,850,500	3,678,466	3,460,800
Total pension liability - ending (A)	$ 4,181,186	$ 3,989,154	$ 3,850,500	$ 3,678,466
Plan fiduciary net position				
Contributions - employer	$ 73,490	$ 58,538	$ 56,166	$ 74,513
Contributions - employees	27,495	24,323	24,852	31,189
Net investment income	560,610	333,144	344,144	(455,443)
Benefit payments	(237,873)	(221,157)	(202,034)	(189,499)
Other (net transfer)	60,740	(30,819)	95,622	20,986
Net change in plan fiduciary net position	484,462	164,029	318,750	(518,254)
Plan fiduciary net position - beginning	3,588,573	3,424,544	3,105,794	3,624,048
Plan fiduciary net position - ending (B)	$ 4,073,035	$ 3,588,573	$ 3,424,544	$ 3,105,794
Net pension liability/(asset) - ending (A) - (B)	$ 108,151	$ 400,581	$ 425,956	$ 572,672
Plan fiduciary net position as a percentage of total pension liability	97.41%	89.96%	88.94%	84.43%
Covered valuation payroll	$ 606,358	$ 540,521	$ 552,274	$ 596,105
Net pension liability as a percentage of covered valuation payroll	17.84%	74.11%	77.13%	96.07%

2021	2020	2019	2018	2017	2016
$ 57,403	$ 66,002	$ 68,847	$ 67,656	$ 72,849	$ 69,553
238,245	229,176	214,483	205,767	200,140	192,805
-	33,448	84,766	1,640	449	(58,884)
(2,816)	(19,058)	-	73,846	(76,062)	(15,318)
(178,929)	(181,427)	(146,616)	(122,725)	(116,787)	(101,730)
113,903	128,141	221,480	226,184	80,589	86,426
3,346,897	3,218,756	2,997,276	2,771,092	2,690,503	2,604,077
$ 3,460,800	$ 3,346,897	$ 3,218,756	$ 2,997,276	$ 2,771,092	$ 2,690,503
$ 77,866	$ 83,278	$ 63,515	$ 74,710	$ 84,141	$ 82,761
25,765	30,560	27,169	27,807	35,890	27,649
539,156	400,174	444,883	(130,462)	388,257	136,563
(178,929)	(181,427)	(146,616)	(122,725)	(116,787)	(101,730)
2,706	(7,320)	(3,899)	45,217	(37,933)	29,203
466,564	325,265	385,052	(105,453)	353,568	174,446
3,157,484	2,832,219	2,447,167	2,552,620	2,199,052	2,024,606
$ 3,624,048	$ 3,157,484	$ 2,832,219	$ 2,447,167	$ 2,552,620	$ 2,199,052
$ (163,248)	$ 189,413	$ 386,537	$ 550,109	$ 218,472	$ 491,451
104.72%	94.34%	87.99%	81.65%	92.12%	81.73%
$ 572,547	$ 556,765	$ 603,756	$ 617,943	$ 657,873	$ 614,420
-28.51%	34.02%	64.02%	89.02%	33.21%	79.99%

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
OTHER INFORMATION
MULTIYEAR SCHEDULE OF CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)
MOST RECENT CALENDAR YEARS

Calendar Year Ending December 31	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2025	$ 73,491	$ 73,490	$ 1	$ 606,358	12.12%
2024	58,538	58,538	-	540,521	10.83%
2023	56,166	56,166	-	552,274	10.17%
2022	74,513	74,513	-	596,105	12.50%
2021	77,866	77,866	-	572,547	13.60%
2020	67,981	83,278	(15,297)	556,765	14.96%
2019	63,515	63,515	-	603,756	10.52%
2018	74,709	74,710	(1)	617,943	12.09%
2017	84,142	84,141	1	657,873	12.79%
2016	82,762	82,761	1	614,420	13.47%

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2025 Contribution Rate*

Valuation Date:

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

Methods and Assumptions Used to Determine 2025 Contribution Rates

Actuarial Cost Method	Aggregate entry age normal
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	18-year closed period
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	2.75%
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%, including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2023 valuation pursuant to an experience study of the period 2020 to 2022.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

Other Information:

Notes	There were no benefit changes during the year.

*Based on Valuation Assumptions used in the December 31, 2023 actuarial valuation

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WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
OTHER INFORMATION
SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE THIS LIABILITY
OTHER POST-EMPLOYMENT BENEFITS (OPEB) - TEACHERS' HEALTH INSURANCE SECURITY (THIS) FUND
MOST RECENT FISCAL YEARS

Fiscal year ending June 30,*	2026	2025	2024	2023
Employer's proportion of the net OPEB liability	0.010361%	0.010299%	0.010979%	1.109500%
Employer's proportionate share of the net OPEB liability	$ 930,866	$ 814,713	$ 782,547	$ 759,401
State's proportionate share of the net OPEB liability	1,262,775	1,106,417	1,058,253	1,033,090
Total	$ 2,193,641	$ 1,921,130	$ 1,840,800	$ 1,792,491
Employer's covered-employee payroll	$ 3,231,153	$ 3,068,023	$ 3,069,833	$ 3,061,766
Employer's proportionate share of the net THIS liability	28.81%	26.55%	25.49%	24.80%
Plan fiduciary net position as a percentage of the total	8.03%	7.43%	6.21%	5.24%

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

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

2022	2021	2020	2019	2018
1.056700%	1.026800%	0.010507%	0.010441%	0.010742%
$ 2,330,698	$ 2,745,124	$ 2,908,198	$ 2,750,814	$ 2,787,457
3,160,086	3,718,895	3,938,071	3,693,750	3,660,624
$ 5,490,784	$ 6,464,019	$ 6,846,269	$ 6,444,564	$ 6,448,081
$ 2,743,122	$ 2,597,528	$ 2,582,713	$ 2,475,074	$ 2,470,948
84.97%	105.68%	112.60%	111.14%	112.81%
1.40%	0.70%	0.25%	-0.07%	-0.17%

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
OTHER INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POST-EMPLOYMENT BENEFITS (OPEB) - TEACHERS' HEALTH INSURANCE SECURITY (THIS) FUND
MOST RECENT FISCAL YEARS

Fiscal year ending June 30,	2026	2025	2024	2023
Contractually-required contribution	$ 23,082	$ 21,649	$ 20,556	$ 20,568
Contributions in relation to the contractually-required contribution	23,082	21,649	20,556	20,568
Contribution deficiency/(excess)	$ -	$ -	$ -	$ -
Employer's covered-employee payroll	$ 3,445,021	$ 3,231,153	$ 3,068,023	$ 3,069,833
Contributions as a percentage of covered-employee payroll	0.67%	0.67%	0.67%	0.67%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

2022	2021	2020	2019	2018
$ 20,514	$ 25,237	$ 23,897	$ 23,761	$ 21,781
20,514	25,237	23,897	23,761	21,781
$ -	$ -	$ -	$ -	$ -
$ 3,061,766	$ 2,743,122	$ 2,597,528	$ 2,582,713	$ 2,475,074
0.67%	0.92%	0.92%	0.92%	0.88%

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
GENERAL FUND
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES
IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2026

	Original and Final Budget	Actual	Variance
REVENUES RECEIVED			
Local Sources			
General tax levy	$ 4,426,694	$ 4,451,198	$ 24,504
Special education levy	500,578	496,973	(3,605)
Corporate replacement taxes	1,000	41,090	40,090
Tuition and fees	15,000	29,593	14,593
Interest on investments	170,000	170,417	417
Food service	60,000	48,644	(11,356)
Pupil activities	75,000	59,484	(15,516)
Rentals	242,100	242,355	255
Contributions and donations	50,000	50,000	-
Other	117,000	306,497	189,497
Total Local Sources	5,657,372	5,896,251	238,879
State Sources			
Evidence based funding formula	280,204	152,844	(127,360)
Special education	-	12,758	12,758
State free lunch and breakfast	500	384	(116)
Early childhood - block grant	156,000	156,000	-
Other	850	-	(850)
Total State Sources	437,554	321,986	(115,568)
Federal Sources			
National school lunch	50,000	38,195	(11,805)
Non-cash food commodities	-	7,046	7,046
Title I - low income	18,331	23,880	5,549
Title IV - student support and academic enrichment	10,000	10,736	736
Special education			
IDEA preschool flow through	2,199	3,597	1,398
IDEA flow through	109,247	116,275	7,028
Title II - teacher quality	5,360	5,818	458
Medicaid matching funds			
Administrative outreach	18,000	14,065	(3,935)
Fee for service program	-	39,174	39,174
Total Federal Sources	213,137	258,786	45,649
Total Revenues Received	6,308,063	6,477,023	168,960

(Continued)

SCHEDULE 1
(Continued)

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
GENERAL FUND
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES
IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2026

	Original and Final Budget	Actual	Variance
EXPENDITURES DISBURSED			
Instruction			
Regular Programs			
Salaries	$ 2,025,250	$ 1,910,344	$ (114,906)
Employee benefits	232,475	192,364	(40,111)
Purchased services	15,523	19,788	4,265
Supplies and materials	62,364	151,181	88,817
Total	2,335,612	2,273,677	(61,935)
Pre-K Programs			
Salaries	104,251	111,557	7,306
Employee benefits	17,395	21,105	3,710
Purchased Services	10,000	4,490	(5,510)
Supplies and materials	11,254	9,584	(1,670)
Capital outlay	5,000	-	(5,000)
Total	147,900	146,736	(1,164)
Special Education Programs			
Salaries	764,424	830,385	65,961
Employee benefits	69,813	117,653	47,840
Purchased services	7,191	1,426	(5,765)
Supplies and materials	4,586	4,078	(508)
Total	846,014	953,542	107,528
Remedial Programs			
Salaries	11,817	11,820	3
Employee benefits	2,014	1,726	(288)
Supplies and materials	1,000	-	(1,000)
Total	14,831	13,546	(1,285)
Interscholastic Programs			
Salaries	44,616	42,510	(2,106)
Employee benefits	3,550	1,905	(1,645)
Purchased services	8,700	12,166	3,466
Supplies and materials	7,800	3,528	(4,272)
Total	64,666	60,109	(4,557)
Total Instruction	3,409,023	3,447,610	38,587

(Continued)

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
GENERAL FUND
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES
IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2026

	Original and Final Budget	Actual	Variance
EXPENDITURES DISBURSED			
Support Services			
Attendance and Social Work Services			
Supplies and materials	$ 200	$ -	$ (200)
Total	200	-	(200)
Health Services			
Salaries	73,500	73,442	(58)
Employee benefits	20,920	19,424	(1,496)
Supplies and materials	1,900	2,296	396
Total	96,320	95,162	(1,158)
Psychological Services			
Purchased services	3,000	-	(3,000)
Supplies and materials	100	-	(100)
Total	3,100	-	(3,100)
Speech Pathology and Audiology Services			
Supplies and materials	400	-	(400)
Total	400	-	(400)
Other Support Services - Pupils			
Salaries	72,500	88,399	15,899
Employee benefits	5,825	8,442	2,617
Total	78,325	96,841	18,516
Improvement of Instruction Services			
Salaries	20,000	20,494	494
Employee benefits	1,725	1,269	(456)
Purchased services	29,526	29,734	208
Supplies and materials	-	149	149
Total	51,251	51,646	395

(Continued)

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
GENERAL FUND
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES
IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2026

	Original and Final Budget	Actual	Variance
EXPENDITURES DISBURSED			
Support Services			
Educational Media Services			
Salaries	$ 23,000	$ 25,688	$ 2,688
Employee benefits	8,600	8,663	63
Supplies and materials	19,350	25,054	5,704
Total	50,950	59,405	8,455
Assessment and Testing			
Purchased services	16,000	231	(15,769)
Total	16,000	231	(15,769)
Board of Education Services			
Employee benefits	15,000	16,673	1,673
Purchased services	204,892	201,697	(3,195)
Supplies and materials	3,000	2,972	(28)
Other	10,000	14,839	4,839
Total	232,892	236,181	3,289
Executive Administration Services			
Salaries	317,000	320,128	3,128
Employee benefits	45,500	47,403	1,903
Purchased services	2,300	1,255	(1,045)
Other	2,800	2,228	(572)
Total	367,600	371,014	3,414
Special Area Administration Services			
Salaries	59,510	59,509	(1)
Employee benefits	18,800	15,364	(3,436)
Purchased services	500	375	(125)
Total	78,810	75,248	(3,562)
Office of the Principal Services			
Salaries	232,470	230,500	(1,970)
Employee benefits	11,005	6,201	(4,804)
Purchased services	2,900	285	(2,615)
Other	450	-	(450)
Total	246,825	236,986	(9,839)

(Continued)

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
GENERAL FUND
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES
IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2026

	Original and Final Budget	Actual	Variance
EXPENDITURES DISBURSED			
Support Services			
Direction of Business Support Services			
Salaries	$ 138,750	$ 138,517	$ (233)
Employee benefits	32,675	33,270	595
Purchased services	1,200	451	(749)
Total	172,625	172,238	(387)
Fiscal Services			
Salaries	29,000	30,890	1,890
Employee benefits	7,500	7,312	(188)
Purchased services	10,350	5,606	(4,744)
Total	46,850	43,808	(3,042)
Operation and Maintenance of Plant Services			
Purchased services	14,300	10,700	(3,600)
Supplies and materials	25,000	40,390	15,390
Total	39,300	51,090	11,790
Pupil Transportation Services			
Purchased services	21,500	29,516	8,016
Total	21,500	29,516	8,016
Food Services			
Salaries	60,050	54,857	(5,193)
Employee benefits	2,580	5,390	2,810
Purchased services	80,000	43,255	(36,745)
Supplies and materials	5,200	11,932	6,732
Total	147,830	115,434	(32,396)
Information Services			
Purchased services	12,500	9,987	(2,513)
Total	12,500	9,987	(2,513)

(Continued)

SCHEDULE 1
(Concluded)

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
GENERAL FUND
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES
IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2026

	Original and Final Budget	Actual	Variance
EXPENDITURES DISBURSED			
Support Services			
Data Processing Services			
Purchased services	$ 205,000	$ 264,617	$ 59,617
Capital outlay	90,000	-	(90,000)
Total	295,000	264,617	(30,383)
Total Support Services	1,958,278	1,909,404	(48,874)
Community Services			
Salaries	6,500	7,500	1,000
Employee benefits	1,254	784	(470)
Purchased services	54,679	4,349	(50,330)
Supplies and materials	314	-	(314)
Total Community Services	62,747	12,633	(50,114)
Payments to Other Governmental Units			
Other	250,000	379,810	129,810
Total Payments to Other Governmental Units	250,000	379,810	129,810
Total Expenditures Disbursed	5,680,048	5,749,457	69,409
EXCESS OF REVENUES RECEIVED OVER EXPENDITURES DISBURSED	628,015	727,566	238,369
OTHER FINANCING (USES)			
Transfers out	-	(15,483)	(15,483)
Total Other Financing (Uses)	-	(15,483)	(15,483)
NET CHANGE IN FUND BALANCES	$ 628,015	712,083	$ 222,886
FUND BALANCE - BEGINNING		4,987,778	
FUND BALANCE - ENDING		$ 5,699,861	

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
OPERATIONS AND MAINTENANCE FUND
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND
CHANGES IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2026

	Original and Final Budget	Actual	Variance
REVENUES RECEIVED			
Local Sources			
General tax levy	$ 677,419	$ 674,144	$ (3,275)
Interest on investments	20,000	14,725	(5,275)
Impact fees	35,000	34,847	(153)
Total Local Sources	732,419	723,716	(8,703)
State Sources			
Evidence based funding formula	-	127,360	127,360
School maintenance grant	50,000	50,000	-
Total State Sources	50,000	177,360	127,360
Total Revenues Received	782,419	901,076	118,657
EXPENDITURES DISBURSED			
Support Services			
Facilities Acquisition and Construction Services			
Purchased services	12,070	12,070	-
Total	12,070	12,070	-
Operations and Maintenance of Plant Services			
Salaries	270,000	242,785	(27,215)
Employee benefits	48,000	41,331	(6,669)
Purchased services	193,676	320,622	126,946
Supplies and materials	251,000	248,344	(2,656)
Capital outlay	380,345	362,886	(17,459)
Non-capitalized equipment	-	6,299	6,299
Total	1,143,021	1,222,267	79,246
Total Support Services	1,155,091	1,234,337	79,246
Total Expenditures Disbursed	1,155,091	1,234,337	79,246
NET CHANGE IN FUND BALANCES	$ (372,672)	(333,261)	$ 39,411
FUND BALANCE - BEGINNING		432,062	
FUND BALANCE - ENDING		$ 98,801	

SCHEDULE 3

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
TRANSPORTATION FUND
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND
CHANGES IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2026

	Original and Final Budget	Actual	Variance
REVENUES RECEIVED			
Local Sources			
General tax levy	$ -	$ 26,010	$ 26,010
Interest on investments	2,000	3,320	1,320
Total Local Sources	2,000	29,330	27,330
State Sources			
Transportation - special education	65,000	52,561	(12,439)
Total State Sources	65,000	52,561	(12,439)
Total Revenues Received	67,000	81,891	14,891
EXPENDITURES DISBURSED			
Support Services			
Pupil Transportation Services			
Purchased services	65,000	81,587	16,587
Total Support Services	65,000	81,587	16,587
Total Expenditures Disbursed	65,000	81,587	16,587
NET CHANGE IN FUND BALANCES	$ 2,000	304	$ (1,696)
FUND BALANCE - BEGINNING		97,437	
FUND BALANCE - ENDING		$ 97,741	

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND
CHANGES IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2026

	Original and Final Budget	Actual	Variance
REVENUES RECEIVED			
Local Sources			
General tax levy	$ -	$ 54,503	$ 54,503
Social security/Medicare levy	-	54,503	54,503
Corporate replacement taxes	51,939	9,647	(42,292)
Interest on investments	10,000	5,364	(4,636)
Total Local Sources	61,939	124,017	62,078
Total Revenues Received	61,939	124,017	62,078
EXPENDITURES DISBURSED			
Employee Benefits			
Instruction			
Regular programs	34,760	35,681	921
Pre-K programs	10,520	-	(10,520)
Special education programs	54,250	28,700	(25,550)
Remedial and supplemental programs	775	476	(299)
Interscholastic programs	1,950	615	(1,335)
Total Instruction	102,255	65,472	(36,783)
Support Services			
Health services	1,050	819	(231)
Other support services - pupils	5,600	4,759	(841)
Improvement of instruction services	550	597	47
Educational media services	4,500	4,805	305
Executive administration services	14,550	15,225	675
Special area administrative services	1,200	823	(377)
Office of the principal services	21,610	22,254	644
Direction of business support services	2,220	1,950	(270)
Fiscal services	9,500	5,736	(3,764)
Operations and maintenance of plant services	50,700	54,857	4,157
Food services	150	-	(150)
Community services	100	108	8
Total Support Services	111,730	111,933	203
Total Expenditures Disbursed	213,985	177,405	(36,580)
NET CHANGE IN FUND BALANCES	$ (152,046)	(53,388)	$ 98,658
FUND BALANCE - BEGINNING		157,393	
FUND BALANCE - ENDING		$ 104,005	

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
DEBT SERVICE FUND
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND
CHANGES IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2026

	Original and Final Budget	Actual	Variance
REVENUES RECEIVED			
Local Sources			
General tax levy	$ 791,536	$ 796,378	$ 4,842
Interest on investments	10,000	13,820	3,820
Total Local Sources	801,536	810,198	8,662
Total Revenues Received	801,536	810,198	8,662
EXPENDITURES DISBURSED			
Debt Service			
Principal	670,000	682,009	12,009
Interest	108,100	111,574	3,474
Total Debt Service	778,100	793,583	15,483
Total Expenditures Disbursed	778,100	793,583	15,483
EXCESS OF REVENUES RECEIVED OVER EXPENDITURES DISBURSED	23,436	16,615	(6,821)
OTHER FINANCING SOURCES			
Transfers in	-	15,483	15,483
Total Other Financing Sources	-	15,483	15,483
NET CHANGE IN FUND BALANCES	$ 23,436	32,098	$ 8,662
FUND BALANCE - BEGINNING		406,981	
FUND BALANCE - ENDING		$ 439,079	

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND
CHANGES IN FUND BALANCES - MODIFIED CASH BASIS - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2026

	Original and Final Budget	Actual	Variance
REVENUES RECEIVED			
Local Sources			
Interest on investments	$ 5,000	$ 6,489	$ 1,489
Total Local Sources	5,000	6,489	1,489
Total Revenues Received	5,000	6,489	1,489
EXPENDITURES DISBURSED			
Support Services			
Facilities Acquisition and Construction Services			
Capital outlay	7,100	15,825	8,725
Total Support Services	7,100	15,825	8,725
Total Expenditures Disbursed	7,100	15,825	8,725
NET CHANGE IN FUND BALANCES	$ (2,100)	(9,336)	$ (7,236)
FUND BALANCE - BEGINNING		62,357	
FUND BALANCE - ENDING		$ 53,021	

SCHEDULE 7

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
GENERAL FUND
COMBINING SCHEDULE OF ASSETS, LIABILITIES AND
FUND BALANCES - MODIFIED CASH BASIS
JUNE 30, 2026

	Educational Account	Working Cash Account	Total
ASSETS			
Cash	$ 5,158,937	$ 540,924	$ 5,699,861
Total Assets	$ 5,158,937	$ 540,924	$ 5,699,861
LIABILITIES	$ -	$ -	$ -
FUND BALANCES			
Unassigned	5,158,937	540,924	5,699,861
Total Fund Balances	5,158,937	540,924	5,699,861
Total Liabilities and Fund Balances	$ 5,158,937	$ 540,924	$ 5,699,861

SCHEDULE 8

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
GENERAL FUND
COMBINING SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED
AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
YEAR ENDED JUNE 30, 2026

	Educational Account	Working Cash Account	Total
REVENUES RECEIVED			
Local sources	$ 5,878,425	$ 17,826	$ 5,896,251
State sources	321,986	-	321,986
Federal sources	258,786	-	258,786
Total Revenues Received	6,459,197	17,826	6,477,023
EXPENDITURES DISBURSED			
Current			
Instruction	3,447,610	-	3,447,610
Support services	1,909,404	-	1,909,404
Community services	12,633	-	12,633
Payments to other governmental units	379,810	-	379,810
Total Expenditures Disbursed	5,749,457	-	5,749,457
EXCESS OF REVENUES RECEIVED OVER EXPENDITURES DISBURSED	709,740	17,826	727,566
OTHER FINANCING (USES)			
Transfers out	(15,483)	-	(15,483)
Total Other Financing (Uses)	(15,483)	-	(15,483)
NET CHANGE IN FUND BALANCES	694,257	17,826	712,083
FUND BALANCE - BEGINNING	4,464,680	523,098	4,987,778
FUND BALANCE - ENDING	$ 5,158,937	$ 540,924	$ 5,699,861

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
SCHEDULE OF ASSESSED VALUATION, TAX EXTENSIONS
AND COLLECTIONS
YEARS ENDED JUNE 30, 2026 AND 2025

	TAX LEVY YEAR 2025	TAX LEVY YEAR 2024
ASSESSED VALUATION	$ 224,062,893	$ 204,379,222
TAX EXTENSIONS BY LEVY		
Educational	$ 4,424,570	$ 4,471,409
Aggregate refunds	15,684	17,781
Special education	491,818	505,634
Operations and maintenance	668,604	684,262
Bond and interest	797,664	799,532
Transportation	49,294	-
IMRF	103,293	-
Social security	103,293	-
Total	$ 6,654,220	$ 6,478,618
TAX COLLECTIONS		
Year Ended June 30,		
2025	-	3,425,666
2026	3,511,114	3,042,595
Total	$ 3,511,114	$ 6,468,261
Percent of Total Levy Collected through June 30, 2026	52.77%	99.84%

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
SCHEDULE OF BONDED DEBT MATURITIES AND INTEREST
JUNE 30, 2026

Type: General Obligation School Bonds
Series: 2021

Year Ended June 30,	Principal	Interest	Total
2027	$ 695,000	$ 94,700	$ 789,700
2028	720,000	66,900	786,900
2029	745,000	45,300	790,300
2030	765,000	22,950	787,950
TOTAL	$ 2,925,000	$ 229,850	$ 3,154,850

WINFIELD PUBLIC SCHOOL DISTRICT NO. 34
SCHEDULE OF PER CAPITA TUITION CHARGE
AND AVERAGE DAILY ATTENDANCE
YEARS ENDED JUNE 30, 2026 AND 2025

	Year Ended June 30, 2026	Year Ended June 30, 2025
Allowable Expenses	$ 6,159,184	$ 5,973,038
Average Daily Attendance	269.85	245.78
Per Capita Tuition Charge	$ 22,824	$ 24,302

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NOTE 1. TEACHERS' RETIREMENT SYSTEM (TRS) OF THE STATE OF ILLINOIS

Changes of Assumptions

For the 2025-2024 measurement years, the assumed investment rate of return was of 7.0 percent, including an inflation rate of 2.50% and a real return of 4.50 percent. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated Aug. 16, 2024.

For the 2023-2022 and 2020-2016 measurement years, the assumed investment rate of return was 7.0, including an inflation rate of 2.50% and a real return of 4.50%. For the 2021 measurement year, the assumed investment rate of return was 7.0%, including an inflation rate of 2.25% and a real return of 4.75%. Salary increases were assumed to vary by service credit. The assumptions used for the 2023-2021, 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 30, 2021, September 18, 2018 and August 13, 2015, respectively.

NOTE 2. TEACHERS' HEALTH INSURANCE SECURITY (THIS) FUND

Changes of Assumptions

Per capita claim costs for plan year end June 30, 2025, were updated based on projected claims and enrollment experience through June 30, 2025, and updated premium rates through plan year 2026; and the healthcare trend assumption was updated based on claim and enrollment experience through June 30, 2024, projected plan cost for plan year end June 30, 2025, premium changes through plan year end 2026, and expectation of future trend increases after June 30, 2025; and the discount rate was changed from 3.97 percent at June 30, 2024 to 5.20 percent at June 30, 2025.

The salary scale was updated to reflect observed experience; the rates of retirement were updated to reflect observed experience; the rates of termination were updated to reflect observed experience; the rates of disability were updated to reflect observed experience; and the mortality tables were updated to reflect observed experience and use the most recent mortality improvement scales.

NOTE 3. BUDGETS AND BUDGETARY ACCOUNTING

The budget for all Governmental Fund types and for the Expendable Trust Fund is prepared on the cash basis of accounting which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with Chapter 105, paragraph 5/17-1 of the *Illinois Compiled Statutes*. The budget was passed on September 25, 2025.

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

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

1. After July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures disbursed and the means of financing them.

2. Public hearings are conducted at a public meeting to obtain taxpayer comments.

3. Prior to October 1, the budget is legally adopted through passage of a resolution.

4. The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund; however, any revisions that alter the total expenditures disbursed of any fund must be approved by the Board of Education after a public hearing.

NOTE 3. BUDGETS AND BUDGETARY ACCOUNTING (Cont'd)

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

6. The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption.

EXPENDITURES IN EXCESS OF BUDGET

For the year ended June 30, 2026, expenditures exceeded budget in the following funds:

Fund	Budgeted Amount	Actual Amount	Over Budget
General	$ 5,680,048	$ 5,749,457	$ 69,409
Operations and Maintenance	1,155,091	1,234,337	79,246
Transportation	65,000	81,587	16,587
Debt Service	778,100	793,583	15,483
Capital Projects	7,100	15,825	8,725

Actual expenditures exceeded the final budget in the General Fund, Operations and Maintenance Fund, Transportation Fund, Debt Service Fund, and Capital Projects Fund. The General Fund overage was primarily attributable to higher than anticipated special education costs and payments to other governmental units. The Operations and Maintenance Fund exceeded budget primarily due to increased building maintenance and repair expenditures. The Transportation Fund exceeded budget due to higher transportation purchased service costs. Debt Service Fund expenditures exceeded budget as a result of scheduled principal and interest payments that exceeded original estimates and were funded through an interfund transfer from the General Fund. Capital Projects Fund expenditures exceeded budget due to capital improvement projects completed during the fiscal year. All budget overages were financed through available current-year revenues, interfund transfers, or existing fund balances.