



Crete-Monee School District #201-U
Crete, Illinois

Annual Financial Report

For the Year Ended June 30, 2026

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
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CRETE, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Crete-Monee School District #201-U
Crete, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Crete-Monee School District #201-U (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 of the governmental activities and each major fund of Crete-Monee School District #201-U as of June 30, 2026, thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under these 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 Matters

As part of our audit for the year ended June 30, 2026 financial statements, we also audited the adjustments as described in Note 10 that were applied to restate the financial statements for the year ended June 30, 2025. In our opinion, such adjustments are appropriate and have been properly applied.

The District adopted the Governmental Accounting Standards Board (GASB) Statement No. 103, *Financial Reporting Model Improvements*, for the fiscal year ended June 30, 2026. Implementation of this Statement resulted in changes to the presentation and disclosure of certain information in the financial statements. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information is presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the other supplemental information 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 October 7, 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, grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Sikich CPA LLC

Naperville, Illinois
October 7, 2026

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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
Crete-Monee School District #201-U
Crete, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of Crete-Monee School District #201-U (the District), as of and for the year ended June 30, 2026, and the related notes to financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated October 7, 2026.

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 (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 and, therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as finding 2026-001 that we consider to be a significant deficiency.

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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Crete-Monee School District #201-U's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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

Sikich CPA LLC

Naperville, Illinois
October 7, 2026

CRETE-MONEE SCHOOL DISTRICT #201U
CRETE, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2026

Significant Deficiency

2026-001: Segregation of Duties

Criteria: A component of a strong system of internal controls is adequate segregation of duties. One individual should not have access to assets and the ability to also make changes to the general ledger, nor should one individual have access to both initiate and post a transaction.

Condition: The Business Manager has full access to the general ledger, the ability to post manual entries (which are not required to be reviewed by another party prior to posting), access to blank check stock, is an authorized signor on cash accounts, and also performs bank reconciliations.

This finding is repeated for the year ended June 30, 2026.

Cause: Due to District budgetary constraints, a limited number of accounting personnel are able to be employed. Not every function is able to be segregated.

Effect: A lack of segregation of duties in accounting functions can lead to errors and irregularities in the accounting records.

Recommendation: We recommend the District formalize the bank reconciliation review process to include a formal sign off of bank reconciliation review by the Assistant Superintendent for Business & Operations/CSBO, as well as continuing to implement workflow controls in the ERP system whereby one employee cannot both initiate and post a transaction or journal entry without an intervening review. We further recommend the finance committee and board of education continue their oversight.

Views of Responsible Officials: Management agrees with this finding.

CRETE-MONEE SCHOOL DISTRICT #201U
CRETE, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2026

Prior Year Audit Findings

Significant Deficiency

2025-001: Segregation of Duties

Criteria: A component of a strong system of internal controls is adequate segregation of duties. One individual should not have access to assets and the ability to also make changes to the general ledger, nor should one individual have access to both initiate and post a transaction.

Condition: The Business Manager has full access to the general ledger, the ability to post manual entries (which are not required to be reviewed by another party prior to posting), access to blank check stock, is an authorized signor on cash accounts, and also performs bank reconciliations.

Cause: Due to District budgetary constraints, a limited number of accounting personnel are able to be employed. Not every function is able to be segregated.

Effect: A lack of segregation of duties in accounting functions can lead to errors and irregularities in the accounting records.

Recommendation: We recommend the District formalize the bank reconciliation review process to include a formal sign off of bank reconciliation review by the Assistant Superintendent for Business & Operations/CSBO, as well as continuing to implement workflow controls in the ERP system whereby one employee cannot both initiate and post a transaction or journal entry without an intervening review. We further recommend the finance committee and board of education continue their oversight.

Views of Responsible Officials: Management agrees with this finding.

Status: This finding is repeated for the year ended June 30, 2026.

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

Crete-Monee School District 201-U
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2026

The discussion and analysis of Crete-Monee School District 201-U's (the District's) 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 year is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights – Government-Wide Financial Statements

- The District's total assets which include but are not limited to cash, investments, receivables, and capital assets such as buildings, equipment and land, total \$230.5M.
- The District's total liabilities, which include but are not limited to accounts payable, wages payable, postretirement benefit and pension liabilities and long-term liabilities, total \$184.1M.
- Expenses from all governmental activities during FY26 total \$128.7M. This includes state contributions totaling \$18.5M for TRS and THIS "on behalf" payments.
- The total change in net position for governmental activities during FY26 is a \$3.9M increase.

Financial Highlights – Fund Financial Statements

- The District's total assets in its governmental funds which include but are not limited to cash, investments, and receivables total \$84.3M.
- The District's total liabilities in its governmental funds which include but are not limited to accounts payable, wages payable and unearned revenue total \$11.2M.
- The District's total revenue in its governmental funds which include but are not limited to property taxes and state and federal aid total \$134.0M.
- The District's total expenditures in its governmental funds which include but are not limited to instruction, support services and debt payments total \$150.4M. This also includes state retirement contributions totaling \$19.8M.
- The total fund balance of the District as of June 30, 2026 is \$38.2M.
- The District's total deficit of expenditures over revenues for all funds during FY26 is a decrease in fund balance of \$16.4M.

Overview of Financial Statements

The Management's Discussion and Analysis (MD&A) is intended to serve as an introduction to the District's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information, supplementary financial information, and other supplemental information, in addition to the basic financial statements.

Crete-Monee School District 201-U
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2026

Overview of Financial Statements (Continued)

Table 1 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

<i>Table 1- Major Features of the Government-Wide and Fund Financial Statements</i>		
	Government -Wide Statements	Fund Financial Statements
Scope	Entire District	The activities of the District which are not proprietary or fiduciary, including the General Fund, Special Revenue Funds, Debt Service Funds and Capital Project Funds.
Required financial statements	Statements of net position Statement of activities	Balance sheet and Statement of revenues, expenditures, and changes in fund balance
Accounting basis and measurement focus	Accrual accounting and economic resources focus.	Modified accrual accounting and current financial resources focus.
Type of asset and deferred outflows of resources/liability and deferred inflows of resources information	All assets, deferred outflows of resources, liabilities, and deferred inflows of resources, both financial and capital, short-term and long-term.	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included.
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid.	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.

Crete-Monee School District 201-U
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2026

Government-Wide Financial Statements

The government-wide financial statements are designed to provide the reader of the District's Annual Financial Report a broad overview of the financial activities in a manner similar to a private sector business.

The statement of net deficit presents information about all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, as reported using the accrual basis of accounting. The difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources is reported as net position (deficit). Over time, changes in net position (deficit) 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 net deficit of the District changed during the current fiscal year. Changes in net deficit are recorded in the statement of activities using the accrual basis of accounting.

The accrual basis of accounting is described in the notes to the financial statements.

Both of the government-wide financial statements distinguish functions of the District that are supported from taxes and intergovernmental revenues (governmental activities). Governmental activities consolidate governmental funds including general, special revenue, debt service, and capital projects funds.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with finance-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. Fund financial statements for the District include the governmental funds.

Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide statements, the governmental funds financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financing requirements in the immediate future.

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 funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Crete-Monee School District 201-U
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2026

Overview of Financial Statements (Continued)

Fund Financial Statements (Continued)

The District considers all governmental funds to be major. The District adopts an annual budget for each of the governmental funds. Budgetary comparison schedules for each of the funds is included in the required supplementary information and the supplementary financial information sections of this report. Fiduciary (agency) funds are used to account for resources held for the benefit of parties outside the District. The District does not currently have any fiduciary activities.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a better understanding of the data provided in the basic financial statements. The notes to the financial statements are included in this report following the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements, which include the notes to the financial statements, this report also presents certain required supplementary information concerning the District's liabilities for the other postemployment benefits data related to the District's retiree health plan and THIS, and pension data related to the Illinois Municipal Retirement Fund (IMRF) and the Teachers' Retirement System (TRS).

Government-Wide Financial Analysis

Net Deficit: The District's total assets and deferred outflows are \$239.0M, total liabilities and deferred inflows are \$241.5M and the total net position deficit for the year ending 2026 is \$2.5M. The District's cash position is becoming an issue, with a projected need for short-term borrowing from Working Cash to cover operating expenses in the Spring of FY27. These funds will be repaid upon receipt of the partial Tax Levy extension that will be disbursed in June of 2027. The ongoing contract negotiations with the classified staff union, and upcoming negotiations scheduled to begin this fall for the certified staff union will potentially move up the timeline for short-term borrowing, and increase our cash needs based on the negotiated raises for each union agreement. Tables 2 and 3, below, provide condensed statement of net position (deficit) and statement of activities (changes in net deficit) information.

Crete-Monee School District 201-U
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2026

Government-Wide Financial Analysis (Continued)

Table 2

Condensed Statement of Net Position (Deficit)

	<u>2026</u>	<u>2025</u>
Assets:		
Current assets	\$ 84,990,778	\$ 102,421,180
Capital assets	<u>145,558,331</u>	<u>140,399,304</u>
Total assets	230,549,109	242,820,484
Deferred Outflows:		
Deferred loss on refunding	1,911,220	2,215,084
Deferred outflows related to pensions	1,120,807	2,811,075
Deferred outflows related to OPEB	<u>5,400,816</u>	<u>5,548,955</u>
Total deferred outflows	8,432,843	10,575,114
Liabilities:		
Current liabilities	13,153,959	15,913,646
Long-term liabilities	<u>170,969,731</u>	<u>180,805,694</u>
Total liabilities	184,123,690	196,719,340
Deferred inflows:		
Deferred inflows related to pensions	3,639,865	296,340
Deferred inflows related to OPEB	18,873,000	22,730,805
Property taxes levied for a future period	<u>34,867,219</u>	<u>34,211,480</u>
Total deferred inflows	57,380,084	57,238,625
Net Position (Deficit):		
Net investment in capital assets	32,635,560	32,028,539
Restricted	10,155,809	11,592,207
Unrestricted (deficit)	<u>(45,313,191)</u>	<u>(44,183,113)</u>
Total Net Position (Deficit)	<u>\$ (2,521,822)</u>	<u>\$ (562,367)</u>

Crete-Monee School District 201-U
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2026

Government-Wide Financial Analysis (Continued)

Table 3
Condensed Statement of Changes in Net Position
(Deficit)

	<u>2026</u>	<u>2025</u>
Revenues:		
Program revenues		
Charges for services	\$ 274,867	\$ 302,102
Operating grants and contributions	36,023,818	39,275,854
Capital grants and contributions	50,000	50,000
General Revenues:		
Property taxes	69,311,913	63,328,372
Personal property replacement taxes	1,458,344	1,490,930
State aid formula grants	23,044,438	22,919,650
Miscellaneous	<u>2,461,353</u>	<u>2,472,134</u>
Total Revenues	132,624,733	129,839,042
Expenses	<u>128,743,351</u>	<u>130,788,277</u>
Change in net position (deficit)	3,881,382	(949,235)
Net position (deficit), beginning of year, as restated for 2025	<u>(6,403,204)</u>	<u>386,868</u>
Net position (deficit), end of year	<u>\$ (2,521,822)</u>	<u>\$ (562,367)</u>

Property taxes accounted for approximately 52% of the District's revenue (see Figure 1: Government-Wide Revenue by Source), contributing about 52 cents of every dollar raised. The remainder comes from restricted and unrestricted state and federal revenues, fees charged for services, and miscellaneous sources. The District's expenses (see Figure 2: Government-Wide Expenses by Function) are predominantly (70%) related to instruction, pupil services and transportation of students.

Crete-Monee School District 201-U
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2026

Government-Wide Financial Analysis (Continued)

FIGURE 1: GOVERNMENT-WIDE REVENUE BY SOURCE

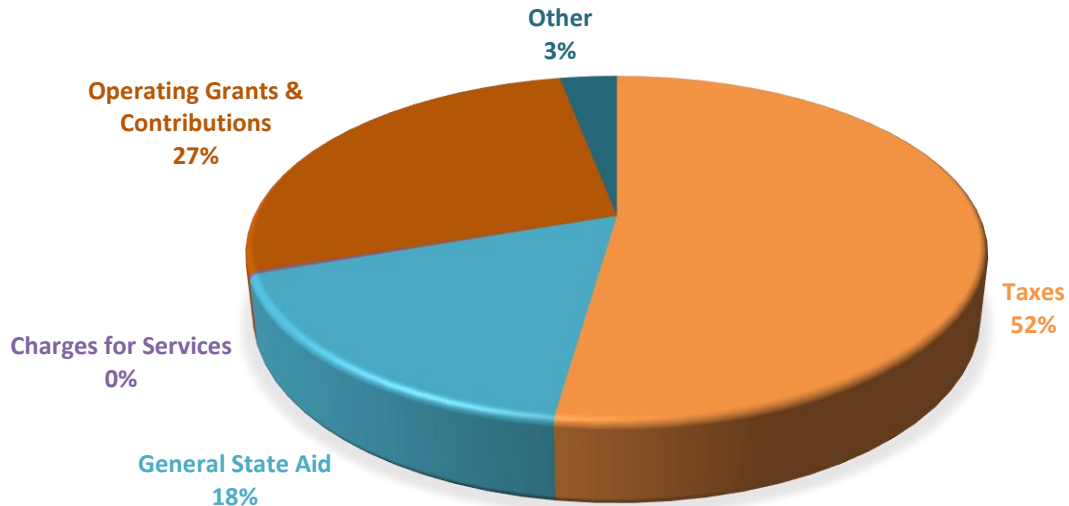
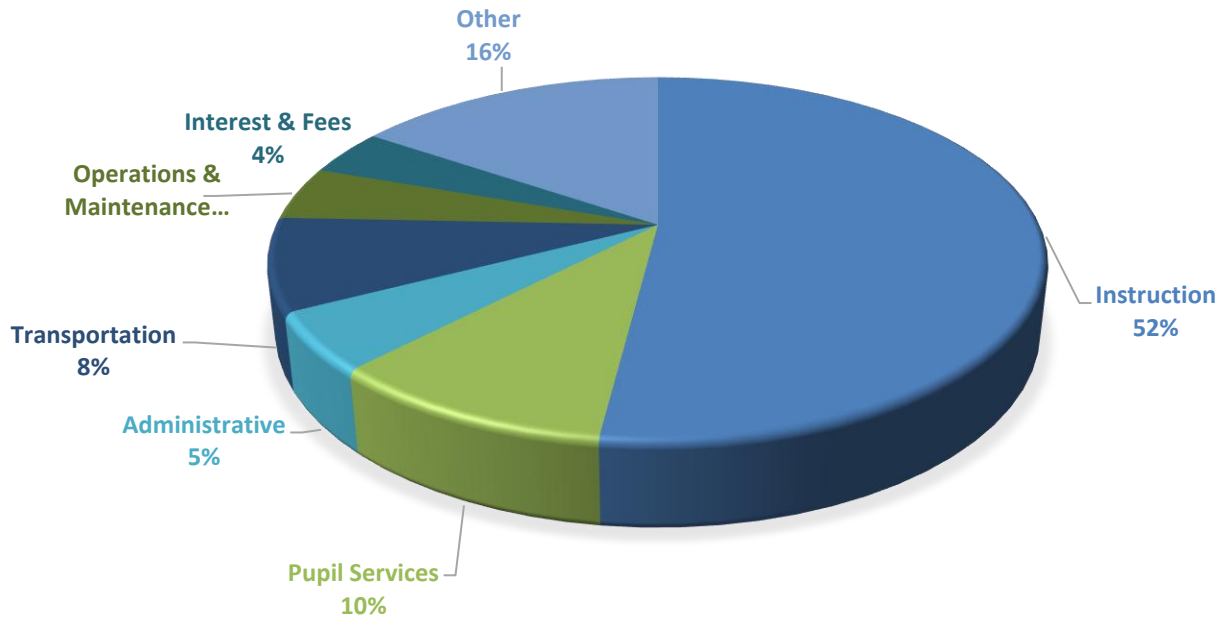


FIGURE 2: GOVERNMENT-WIDE EXPENSES BY FUNCTION



Crete-Monee School District 201-U
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2026

Financial Analysis of the District's Funds

The statement of net position includes capital assets and long-term liabilities and therefore presents a financial picture that is different from the traditional modified accrual fund financial statements. Total long-term liabilities were \$171.0M at June 30, 2026 of which \$142.1M were bonds payable. Approximately \$27.8M of outstanding debt is expected to be repaid from revenues available in operating funds, including increased revenues resulting from recent TIF expirations. The remaining bonds payable are supported by the specific ability to levy property taxes to meet the payment commitments, and will not be paid off with operating funds. The modified accrual financial statements reflect the financial performance of the District as a whole during the fiscal year. As the District completed the year, the ending fund balance in all funds was \$38.2M.

General Fund:

- The General Fund had an excess of revenues over expenditures of \$4,888,195 with a net decrease in its fund balance to \$26.8M after debt proceeds, and transfers in and out are considered. This decrease is attributed to \$19.3M in fund balance transfers out of the General Fund which were required to pay for expenses out of the Debt Service and Capital Projects funds. We issued Alternate Revenue Bonds in 2024 and 2025 which require \$2.25M to be moved into the Debt Service Fund annual to pay the principal and interest. The remaining \$17M was transferred into the Capital Projects Fund to pay for building upgrades, a new sports complex at our high school, and new classrooms and an addition at our middle school.

Operations and Maintenance Fund:

- The Operations and Maintenance Fund supports the ongoing needs of District facilities and had a deficiency of revenues over expenditures of \$500,992 and an ending fund balance of \$2.9M. This decrease is attributed to rising utility costs and facility maintenance that is routine or preventative in nature. We planned to increase the preventative maintenance budget with the TIF funds that were added to our Levy extension, but additional budgetary needs elsewhere limited the amount of budget dedicated to such tasks.

Transportation Fund:

- The Transportation Fund had a deficiency of revenues over expenditures of \$423,317 for the year ended June 30, 2026. The Transportation Fund had an ending fund balance of \$4.4M. This deficiency is primarily due to decreased reimbursement from the State of Illinois, and an increase in non-reimbursable transportation costs.

Debt Service Fund:

- The Debt Service Fund had a deficiency of revenues over expenditures of \$2.1M for the year ended June 30, 2026, with a net increase in its fund balance to \$4.8M after debt proceeds, and transfers in and out are considered. The annual \$2.25M fund balance transfer into the Debt Service Fund to pay for our 2024 and 2025 Alternate Revenue Bonds attributed to the increase in fund balance.

Crete-Monee School District 201-U
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2026

IMRF/Social Security Fund:

- IMRF/Social Security Fund had a deficiency of revenues over expenditures of \$2.4M for the year ended June 30, 2026. The IMRF/Social Security Fund had an ending fund balance of \$1.1M. The deficit spending is intentional, to avoid future issues with The Miller Ratio, and legal payments that have been made historically due to this fund balance being too high. We have been challenged on this fund balance twice and have settled one legal dispute, and will need to pay one final time on a second legal dispute due to previous administration levying too much in the IMRF/Social Security Fund. Moving forward we will adhere to The Miller Ratio requirements and will levy appropriately, and avoid future issues or payouts over legal disputes.

Capital Projects Fund:

- The Capital Projects Fund had a deficiency of revenues over expenditures of \$15.9M for the year ended June 30, 2026, with a net decrease in its fund balance to (\$1.9M) after debt proceeds, restatements for error corrections and transfers in and out are considered. This deficiency is expected as current year projects are being paid with bond revenue that was recorded in previous years. This deficiency was covered by fund balance transfers of those bond funds out of Working Cash, into the Capital Projects Fund.

Fire Prevention and Safety Fund:

- The Fire Prevention and Safety Fund had a surplus of revenues over expenditures of \$27,131 for the year ended June 30, 2026. The Fire Prevention and Safety Fund had an ending fund balance of \$146,639. This fund has minimal activity and tax levy revenue was more than annual expenditures. We did work to spend down this fund to avoid future Miller Ratio issues, and will continue to monitor this, and all funds, to ensure future compliance with The Miller Ratio requirements.

Capital Asset and Debt Administration

Capital Assets

The District's capital assets (historical cost, before accumulated depreciation) increased from \$192.6M in 2025 to \$197.6M in 2026. Total accumulated depreciation as of June 30, 2026 was \$52.0M. During FY26, the District recorded a prior-period adjustment totaling approximately \$5.8M primarily related to the correction of capital asset records and accumulated depreciation. One asset was inadvertently capitalized twice during a system conversion several years ago and depreciation expense was understated in the prior year. The District is in the final year of a multi-year facility upgrade. The increase in capital assets comes from upgraded HVAC systems to existing buildings, a new sports complex at our high school, and an addition at our middle school where prior auditorium space is being turned into learning space, and a new wing with four additional classrooms is being added. Additional information regarding the restatement is included in Note 10 to the financial statements.

Crete-Monee School District 201-U
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2026

Capital Asset and Debt Administration (Continued)

Capital Assets (Continued)

Table 4

Capital Assets

(original cost before accumulated depreciation)

	2026	2025
Land and Construction in Progress	\$ 22,950,535	\$ 21,489,665
Land improvements	4,305,595	5,311,089
Buildings	167,814,374	161,564,822
Equipment	2,518,121	4,241,547
Less accumulated Depreciation/Amortization	<u>(52,030,294)</u>	<u>(52,207,819)</u>
Total Capital Assets	<u>\$ 145,558,331</u>	<u>\$ 140,399,304</u>

Long-term Liabilities

At the end of fiscal year 2026, the District decreased its long-term liabilities from \$180.8M to \$171.0M. This decrease mainly stems from final payments being made on our Series 2005 and 2006 CAB school bonds, principal payments made on several other outstanding bond obligations, as well as a decrease in total interest payable due to the annual interest payments made on all outstanding bonds. More detailed information can be found in Note E of the basic financial statements.

Table 5

Long-Term Liabilities

	2026	2025
Bonds payable and unamortized premiums	\$ 153,617,573	\$ 161,054,393
Other postemployment benefits	12,504,839	11,136,611
Net pension liabilities	1,506,978	5,724,216
Capital Lease	16,076	36,762
Compensated absences	2,412,714	2,274,923
Early retirement incentives	<u>911,551</u>	<u>578,789</u>
Total long-term liabilities	<u>\$ 170,969,731</u>	<u>\$ 180,805,694</u>

Crete-Monee School District 201-U
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2026

Factors Bearing on the District's Future

At the time these financial statements were prepared, the District was aware of the following circumstances that may significantly affect its financial health in the future:

- The current union contract for the Crete-Monee Education Association (CMEA) began on July 1, 2023, and the contract stipulates more than a 19% pay increase for teachers over the four-year term of the contract.
- The current union contract for the Association of Crete-Monee Employees (ACME) has expired. Contract negotiations are ongoing, and the duration of the new contract, and pay increase for ACME members is still unknown.
- The District continues to be inadequately funded through the state of Illinois' Evidence-Based Funding Formula with Funding Adequacy projected at 72.7% for FY27. The District has moved to Tier 2, and will receive less Evidence-Based Funding due to receiving increased revenue from the Village of University Park TIF expiration.
- The State of Illinois continues to underfund education, the largest impact is through a decrease in transportation reimbursements.
- The use of funds from the American Rescue Plan provided continued financial resources for much needed program support for students. This funding has been exhausted as of September 30, 2024.
- We are currently in the last year of a Short-Term Facility Plan. The Plan includes a new Sportsplex at Crete-Monee High School, additional classrooms and workrooms at Crete-Monee Middle School, and the renovation of the roof at Crete Elementary School. In total, the facility plan is around \$31M.
- The Village of University Park's TIF ended in calendar year 2024, and the Village of Monee's TIF ended in calendar year 2025. These have provided additional revenue to the District, but has been offset by a decrease in Evidence-Based Funding provided by the State of Illinois.
- The District received \$623,000 in surplus funds from the expiration of the Village of Monee's TIF.
- Expenditures related to transportation of students identified as Homeless, McKinney Vento, continue to be a large variable expense for the District.
- Significant increases in health insurance premiums are forecasted in future years.

Requests for Information

This financial report is designed to provide the District's citizens and creditors with a general overview of the District's finances and demonstrate the District's accountability for the money it receives. Questions about this report and requests for additional financial information can be directed to the Business Office, at the following address:

Crete-Monee School District 201-U
690 W. Exchange Street
Crete, IL 60417
708.367.8300

BASIC FINANCIAL STATEMENTS

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

STATEMENT OF NET POSITION

June 30, 2026

	Governmental Activities
ASSETS	
Cash and investments	\$ 45,104,598
Cash held with paying agent	2,250,835
Receivables (net of allowance for uncollectibles)	
Property taxes	34,867,219
Intergovernmental	1,116,243
Net pension asset	1,651,883
Capital assets	
Capital assets not being depreciated	22,950,535
Depreciable building, property and equipment, net	<u>122,607,796</u>
 Total assets	 <u>230,549,109</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred loss on refunding of bonds	1,911,220
Pension items - TRS	697,330
Pension items - IMRF	423,477
OPEB items - District plan	188,905
OPEB items - THIS	<u>5,211,911</u>
 Total deferred outflows of resources	 <u>8,432,843</u>
 Total assets and deferred outflows of resources	 <u>238,981,952</u>
LIABILITIES	
Accounts payable	3,936,025
Salaries and wages payable	6,309,623
Interest payable	2,908,311
Long-term liabilities	
Due within one year	11,443,050
Due after one year	<u>159,526,681</u>
 Total liabilities	 <u>184,123,690</u>
DEFERRED INFLOWS OF RESOURCES	
Pension items - TRS	201,351
Pension items - IMRF	3,438,514
OPEB items - District plan	656,973
OPEB items - THIS	18,216,027
Property taxes levied for subsequent years	<u>34,867,219</u>
 Total deferred inflows of resources	 <u>57,380,084</u>
 Total liabilities and deferred inflows of resources	 <u>241,503,774</u>

(This statement is continued on the following page.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

STATEMENT OF NET POSITION (Continued)

June 30, 2026

	<u>Governmental Activities</u>
NET POSITION	
Net investment in capital assets	\$ 32,635,560
Restricted for	
Operations and maintenance	2,867,923
Transportation	4,431,758
Retirement	1,057,606
Fire prevention and safety	146,639
Net pension asset	1,651,883
Unrestricted (deficit)	<u>(45,313,191)</u>
 TOTAL NET POSITION (DEFICIT)	 <u><u>\$ (2,521,822)</u></u>

See accompanying notes to financial statements.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2026

FUNCTIONS AND PROGRAMS	Program Revenues				Net (Expense)
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Primary Governmental Activities
PRIMARY GOVERNMENT					
Governmental Activities					
Instruction	\$ 64,593,705	\$ 107,366	\$ 21,215,551	\$ -	\$ (43,270,788)
Support services	54,824,672	167,501	14,686,223	50,000	(39,920,948)
Community services	670,415	-	122,044	-	(548,371)
Payments to other governments	2,639,733	-	-	-	(2,639,733)
Interest and fees	6,014,826	-	-	-	(6,014,826)
Total governmental activities	128,743,351	274,867	36,023,818	50,000	(92,394,666)
TOTAL PRIMARY GOVERNMENT	\$ 128,743,351	\$ 274,867	\$ 36,023,818	\$ 50,000	(92,394,666)
General Revenues					
Property taxes					69,311,913
Replacement taxes					1,458,344
State aid - formula grants, grants and contributions					23,044,438
Investment earnings					966,164
Other general revenues					1,495,189
Total					96,276,048
CHANGE IN NET POSITION					3,881,382
NET POSITION, JULY 1, AS REPORTED					(562,367)
Error correction					(5,840,837)
NET POSITION, JULY 1, AS RESTATED					(6,403,204)
NET POSITION, JUNE 30					\$ (2,521,822)

See accompanying notes to financial statements.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

June 30, 2026

	General	Operations and Maintenance	Transportation	Municipal Retirement Social Security
ASSETS				
Cash and investments	\$ 31,311,943	\$ 2,905,814	\$ 7,062,887	\$ 1,058,080
Cash held with paying agent	-	-	-	-
Receivables				
Property taxes, net	23,214,322	3,266,061	2,434,211	-
Intergovernmental	1,116,243	-	-	-
Due from other funds	994,151	-	-	-
TOTAL ASSETS	\$ 56,636,659	\$ 6,171,875	\$ 9,497,098	\$ 1,058,080
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 342,483	\$ 32,434	\$ 2,630,819	\$ 72
Salaries and wages payable	6,303,454	5,457	310	402
Due to other funds	-	-	-	-
Total liabilities	6,645,937	37,891	2,631,129	474
DEFERRED INFLOWS OF RESOURCES				
Property taxes levied for subsequent years	23,214,322	3,266,061	2,434,211	-
Total deferred inflows of resources	23,214,322	3,266,061	2,434,211	-
Total liabilities and deferred inflows of resources	29,860,259	3,303,952	5,065,340	474
FUND BALANCES				
Restricted for				
Operations and maintenance	-	2,867,923	-	-
Transportation	-	-	4,431,758	-
Retirement	-	-	-	1,057,606
Fire prevention and safety	-	-	-	-
Assigned for				
Debt service	-	-	-	-
Working cash	7,437,921	-	-	-
Unassigned (deficit)	19,338,479	-	-	-
Total fund balances (deficit)	26,776,400	2,867,923	4,431,758	1,057,606
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 56,636,659	\$ 6,171,875	\$ 9,497,098	\$ 1,058,080

Debt Service	Capital Projects	Fire Prevention and Safety	Total
\$ 2,607,516	\$ -	\$ 158,358	\$ 45,104,598
2,250,835	-	-	2,250,835
5,940,249	-	12,376	34,867,219
-	-	-	1,116,243
-	-	-	994,151
\$ 10,798,600	\$ -	\$ 170,734	\$ 84,333,046

\$ -	\$ 918,498	\$ 11,719	\$ 3,936,025
-	-	-	6,309,623
-	994,151	-	994,151

-	1,912,649	11,719	11,239,799
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5,940,249	-	12,376	34,867,219
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5,940,249	-	12,376	34,867,219
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5,940,249	1,912,649	24,095	46,107,018
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-	-	-	2,867,923
-	-	-	4,431,758
-	-	-	1,057,606
-	-	146,639	146,639

4,858,351	-	-	4,858,351
-	-	-	7,437,921
-	(1,912,649)	-	17,425,830

4,858,351	(1,912,649)	146,639	38,226,028
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\$ 10,798,600	\$ -	\$ 170,734	\$ 84,333,046
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See accompanying notes to financial statements.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION**

June 30, 2026

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 38,226,028
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Amounts reported for governmental activities in the statement of net position are different because:

Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet	145,558,331
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Differences between expected and actual experiences, assumptions changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	423,477
Deferred inflows of resources	(3,438,514)

Differences between expected and actual experiences, assumptions changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Teachers' Retirement System of the State of Illinois are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	697,330
Deferred inflows of resources	(201,351)

Differences between expected and actual experiences, assumptions changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Teachers' Health Insurance Security Fund are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	5,211,911
Deferred inflows of resources	(18,216,027)

Differences between expected and actual experiences and assumptions changes for the OPEB plan are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position	
Deferred outflows of resources	188,905
Deferred inflows of resources	(656,973)

(This statement is continued on the following page.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION (Continued)

June 30, 2026

Amounts reported for governmental activities in the statement of net position are different because: (Continued)

Interest not due in the current period, but paid prior to year end is an asset in the governmental funds balance sheet, but is expensed on the government-wide statements. \$ (2,908,311)

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

General obligation bonds	(142,080,000)
Lease liabilities	(16,076)
Unamortized bond premium	(9,885,690)
Loss on refunding	1,911,220
Compensated absences	(2,412,714)
Early retirement incentives	(911,551)
Net OPEB liability	(879,141)
Total OPEB liability - THIS	(11,625,698)
Net pension asset - IMRF	1,651,883
Net pension liability - TRS	<u>(3,158,861)</u>

NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ (2,521,822)</u></u>
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See accompanying notes to financial statements.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended June 30, 2026

	General	Operations and Maintenance	Transportation	Municipal Retirement Social Security
REVENUES				
Property taxes	\$ 46,115,695	\$ 6,199,551	\$ 4,833,425	\$ -
Corporate personal property replacement taxes	1,458,344	-	-	-
State aid	45,356,566	-	6,984,378	-
Federal aid	8,113,793	-	-	-
Investment income	757,287	74,646	37,497	-
Other	1,299,459	360,060	100,637	-
Total revenues	103,101,144	6,634,257	11,955,937	-
EXPENDITURES				
Current				
Instruction				
Regular programs	39,859,171	-	-	501,637
Special programs	16,264,977	-	-	446,902
Other instructional programs	7,664,103	-	-	58,961
Student activity funds	17,804	-	-	-
Support services				
Pupils	7,601,660	-	-	124,279
Instructional staff	2,796,360	-	-	59,070
General administration	2,366,541	-	-	20,381
School administration	5,415,617	-	-	48,030
Business	6,059,587	-	12,264,257	854,586
Central	6,622,694	-	-	250,712
Other support services	210,509	7,115,425	-	20,771
Community services	672,234	-	-	7,604
Intergovernmental				
Payments to other districts and government units	2,639,733	-	-	-
Debt service				
Interest	-	-	-	-
Principal	-	-	-	-
Capital outlay	21,959	19,824	114,997	-
Total expenditures	98,212,949	7,135,249	12,379,254	2,392,933
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,888,195	(500,992)	(423,317)	(2,392,933)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	17,000,000	-	-
Transfers (out)	(19,250,000)	(17,000,000)	-	-
Total other financing sources (uses)	(19,250,000)	-	-	-
NET CHANGE IN FUND BALANCE	(14,361,805)	(500,992)	(423,317)	(2,392,933)
FUND BALANCES (DEFICIT), JULY 1, AS PREVIOUSLY REPORTED	41,340,035	3,167,085	4,855,075	3,450,539
Restatement - Error correction	(201,830)	201,830	-	-
FUND BALANCES (DEFICIT), JULY 1, AS RESTATED	41,138,205	3,368,915	4,855,075	3,450,539
FUND BALANCES (DEFICIT), JUNE 30	\$ 26,776,400	\$ 2,867,923	\$ 4,431,758	\$ 1,057,606

Debt Service	Capital Projects	Fire Prevention and Safety	Total
\$ 12,068,769	\$ -	\$ 94,473	\$ 69,311,913
-	-	-	1,458,344
-	-	-	52,340,944
-	-	-	8,113,793
95,580	-	1,154	966,164
-	59,900	-	1,820,056
12,164,349	59,900	95,627	134,011,214
-	-	-	40,360,808
-	-	-	16,711,879
-	-	-	7,723,064
-	-	-	17,804
-	-	-	7,725,939
-	-	-	2,855,430
-	-	-	2,386,922
-	-	-	5,463,647
-	369,030	68,496	19,615,956
-	-	-	6,873,406
-	-	-	7,346,705
-	-	-	679,838
-	-	-	2,639,733
6,135,385	-	-	6,135,385
8,132,490	-	-	8,132,490
-	15,611,289	-	15,768,069
14,267,875	15,980,319	68,496	150,437,075
(2,103,526)	(15,920,419)	27,131	(16,425,861)
2,250,000	17,000,000	-	36,250,000
-	-	-	(36,250,000)
2,250,000	17,000,000	-	-
146,474	1,079,581	27,131	(16,425,861)
4,711,877	(2,992,230)	119,508	54,651,889
-	-	-	-
4,711,877	(2,992,230)	119,508	54,651,889
\$ 4,858,351	\$ (1,912,649)	\$ 146,639	\$ 38,226,028

See accompanying notes to financial statements.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2026

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (16,425,861)
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Amounts reported for governmental activities in the statement of activities
are different because:

Governmental funds report capital outlays as expenditures. However, in
the statement of activities, the cost of those assets is allocated over their
estimated useful lives as depreciation expense. This is the amount by
which capital outlay exceed depreciation expense in the current period

Capital asset additions	15,071,361
Depreciation and amortization expense	(4,074,066)

Proceeds from the disposal of capital assets are recognized in governmental
funds but the gain (loss) is recognized on the statement of activities

2,569

The change in the Illinois Municipal Retirement Fund net pension liability
and deferred outflows/inflows of resources are not a source or use of
financial resources

(861,496)

The change in the Teachers' Retirement System of the State of Illinois net
pension liability and deferred outflows/inflows of resources are not a
source or use of financial resources

44,941

The change in the Teachers' Health Insurance Security Fund total OPEB
liability and deferred outflows/inflows of resources are not a source
or use of financial resources

2,316,810

The change in the net OPEB liability and deferred outflows of resources
are not a source or use of financial resources

24,628

Some revenues and expenses reported in the statement of activities do not
provide (use) current financial resources and, therefore, are not reported
in the governmental funds

State proportionate share contribution revenue - TRS and THIS	(1,386,481)
State proportionate share expense - TRS and THIS	1,386,481

(This statement is continued on the following page.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES (Continued)

For the Year Ended June 30, 2026

Amounts reported for governmental activities in the statement of activities
are different because: (Continued)

The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal on the government-wide statement of activities	\$ 8,132,490
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Governmental funds report the effects of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities

Compensated absences	(137,791)
Early retirement incentive	(332,762)
Interest payable	(552,476)
Loss on refunding	(303,864)
Bond premium	976,899

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 3,881,382
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See accompanying notes to financial statements.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

June 30, 2026

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Crete-Monee School District #201-U (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

a. Nature of Operations

The District Board of Education (the Board) is the level of government that has governance responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of the District. The Board receives funding from local, state and federal government sources and must comply with requirements of these funding source entities. Board members are elected by the public and have decision-making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters. Based on these criteria, the District is considered a primary government and there are no other organizations or agencies whose financial statements should be combined or discretely presented with these basic financial statements.

b. Reporting Entity

GAAP requires that the financial reporting entity include (1) the primary government, (2) organizations for which the primary district 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 governmental accounting standards have been considered and there are no agencies or entities which should be presented with the District.

c. Fund Accounting

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Fund Accounting (Continued)

Funds are classified into the following categories: governmental and fiduciary.

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds), the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds) and the management of funds held in trust where the interest earnings can be used for governmental services (permanent fund). The General Fund is used to account for all activities of the general government not accounted for in some other fund. The District has no permanent funds.

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund. The District uses departmental accounts to summarize its operating fund activities: the Educational Account and the Working Cash Account.

The Operations and Maintenance Fund is a special revenue fund used to account for revenues of taxes levied for maintenance supplies and staff for the general upkeep of all schools within the District. This fund did not meet the criteria for inclusion as a major fund; however, the District has elected to report it as such.

The Transportation Fund is a special revenue fund used to account for revenues of taxes levied and related expenses for the transportation of students to and from the schools.

The Municipal Retirement/Social Security Fund is a special revenue fund used to account for revenues of taxes levied and related expenses for employer amounts for retirement contributions and for employer portion of Social Security and Medicare. This fund did not meet the criteria for inclusion as a major fund; however, the District has elected to report it as such.

The Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned for the payment of principal and interest.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Fund Accounting (Continued)

The Capital Projects Fund is used to account for financial resources that are restricted, committed or assigned to expenditures for the acquisition or construction of capital facilities and other capital assets.

The Fire Prevention and Safety Fund is a capital projects fund used to account for state-approved life safety projects financed through bond issues and taxes levied. This fund did not meet the criteria for inclusion as a major fund; however, the District has elected to report it as such.

d. Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of material interfund activity other than interfund sales and services has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user fees and charges for support. The District has no business-type activities.

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. 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 shared 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. Indirect expenses not allocated to functions are reported separately. Interest on general long-term debt is considered such an indirect expense.

e. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within 60 days after year end. Expenditures are recorded when the related liability is incurred.

Principal and interest on general long-term debt are recorded as expenditures become due.

Those revenues susceptible to accrual are property taxes, charges for services, intergovernmental and interest on investments.

The District reports unearned and unavailable revenue on its financial statements. Unavailable revenues arise when potential revenue does not meet the available criteria for recognition in the current period for governmental funds. Unearned revenues also arise when resources are received by the District before it has legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when revenue recognition criteria are met, or when the District has a legal claim to the resources by meeting all eligibility requirements, the liability for unearned revenue is removed from the financial statements and revenue is recognized. Unavailable revenue results from property taxes being levied and reported as a receivable before the period for which the taxes are levied.

f. Cash and Investments

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, cash in depository accounts and short-term, highly liquid investment instruments with original maturities of three months or less from the date of acquisition, which are stated at cost.

Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Property Taxes

Property taxes are levied in December of each year and attach as an enforceable lien on the property as of the preceding January 1. The original 2025 tax levy was adopted on December 16, 2025. The District's annual property tax levy is subject to two statutory limitations: individual fund rate ceilings and the Property Tax Extension Limitation Act (PTELA).

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt or other voter referenda provisions). PTELA limits the increase in total taxes billed to the lesser of 5% or the new percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consist of new construction, annexations and tax increment finance district property being eligible for taxation.

A portion of the 2025 tax levy is recognized as a receivable in fiscal year 2026. The District considers that the first installments of the 2025 levy received before year end are to be used to finance operations in fiscal year 2026. The District has determined that the remaining installments of the 2025 levy is to be used to finance operations in fiscal year 2027 as has recorded these amounts as deferred inflows. Property taxes are collected by the County Collector/Treasurer, who in turn remits to the District its respective share. Taxes levied in one year become due and payable by the taxpayers in two installments in June and September during the following year.

The 2026 tax levy, which attached as an enforceable lien on property as of January 1, 2026, has not been recorded as a receivable as of June 30, 2026, as the tax has not yet been levied by the District and will not be levied until December 2026 and; therefore, the levy is not measurable at June 30, 2026.

h. Capital Assets

Capital assets are defined as assets with an initial cost of \$5,000 or more with an estimated useful life greater than one year. Capital assets are recorded at cost or estimated historical cost and depreciated over their estimated useful lives (excluding salvage value). Donated capital assets are recorded at acquisition value at the date of donation. Land and construction in progress are not depreciated by the District.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets (Continued)

The estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight-line depreciation is used based on the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	15-50
Land improvements	20
Equipment	5-15

i. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

j. Compensated Absences/Other

In accordance with GASB Statement No. 101, *Compensated Absences*, a liability is recognized for the portion of accumulating sick leave benefits that is estimated to be more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. District employees earn vacation days and these vacation days may be taken at any time during the year they were earned or else the employee will lose it. The vacation days earned is dependent on the type of position and length of service.

All full-time employees receive various numbers of sick days per year based on the collective bargaining agreements or policies in place. These days may accumulate to the maximum permitted to be exchanged for service credit by Teacher's Retirement System of the State of Illinois (TRS) or to the maximum permitted by the collective bargaining agreements and policies in place.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Long-Term Liabilities

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts, as well as deferred amounts on refunding, are deferred and amortized over the life of the bond. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are recognized during the current period.

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

l. Net Position/Fund Balances

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or which are legally or contractually required to be maintained intact.

Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities or from enabling legislation adopted by the District. Committed fund balance is constrained by formal actions of the Board, which is considered the District's highest level of decision-making authority. Formal actions include resolutions and ordinances approved by the Board. Assigned fund balance represents amounts constrained by the District's intent to use them for a specific purpose. This intent can be expressed by the Board of Education or their delegation to the Superintendent or Assistant Superintendent through the budgetary process. Any residual fund balance in the General Fund and any deficit fund balance of any other governmental fund is reported as unassigned.

The District's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the District considers committed funds to be expended first followed by assigned funds and then unassigned funds.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Net Position/Fund Balances (Continued)

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any outstanding long-term debt to acquire or construct the capital assets as well as any other non-debt capital related liabilities.

None of the restricted net position or restricted fund balance results from enabling legislation adopted by the District.

m. Use of Estimates

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

2. DEPOSITS AND INVESTMENTS

The District's investment policy authorizes the District to make deposits/invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, credit union shares, repurchase agreements, commercial paper rated with the three highest classifications by at least two standard rating services and the Illinois School District Liquid Asset Fund Plus.

The Illinois School District Liquid Asset Fund Plus (ISDLAF), operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at net asset value (NAV) rather than fair value. The Multi-Class Series invests in high-quality short-term debt instruments (money market instruments), and shares may be redeemed on any Illinois banking day. The Term Series invest in high-quality debt instruments, which are generally money market instruments but may include instruments with a maturity over one year, and shared may be redeemed with seven day's advance notice. There were no known restrictions on the redemption of the District's investments as of June 30, 2026.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

Certain district funds maintain their 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.

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio.

The primary objectives of the policy are, in order of priority, safety of principal, liquidity, rate of return and diversification.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the District’s deposits may not be returned to it. The District’s investment policy requires all amounts deposited or invested with financial institutions be either covered by federal depository insurance or collateral, preferably held by a third party, in the District’s name, in an amount equal to the amount of deposits in excess of depository insurance coverage.

Investments

The following are the District’s investments in debt securities as of June 30, 2026:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury	\$ 7,099,887	\$ 7,099,887	\$ -	\$ -	\$ -
Negotiable CDs	3,054,900	3,054,900	-	-	-
TOTAL	\$ 10,154,787	\$ 10,154,787	\$ -	\$ -	\$ -

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

2. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

The District has the following recurring fair value measurements as of June 30, 2026: the U.S. Treasury and negotiable CDs is valued using quoted matrix pricing models (Level 2 inputs).

Credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. State Statutes limit the investment in commercial paper and corporate bonds to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The District has no investment policy that would further limit its investment choices. The U.S. Treasury are rated AA+ by Standard & Poor's. The Negotiable CDs are not rated.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the District's investment policy prefers that all security transactions that are exposed to custodial credit risk are processed with the underlying investments held by a third party custodian.

The District's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses from increasing interest rates.

Concentration of credit risk for investments is the risk that the District has a high percentage of their investments invested in one type of investment. The District's investment policy does not further limit its investment choices beyond the Illinois School Code.

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District's investment policy does not address interest rate risk.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS

Changes in capital assets during the year ended June 30, 2026, are as follows:

	Beginning Balances, as Restated	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 2,641,235	\$ -	\$ -	\$ 2,641,235
Construction in progress	18,848,430	14,735,358	13,274,488	20,309,300
Total capital assets not being depreciated	21,489,665	14,735,358	13,274,488	22,950,535
Capital assets being depreciated				
Buildings	159,589,028	13,495,494	5,270,148	167,814,374
Improvements	5,311,089	-	1,005,494	4,305,595
Equipment	4,241,547	114,997	1,838,423	2,518,121
Total capital assets being depreciated	169,141,664	13,610,491	8,114,065	174,638,090
Less accumulated depreciation for				
Capital assets being depreciated				
Buildings	48,550,825	3,711,816	5,280,005	46,982,636
Improvements	3,870,630	166,861	997,430	3,040,061
Equipment	3,651,407	195,389	1,839,199	2,007,597
Total accumulated depreciation	56,072,862	4,074,066	8,116,634	52,030,294
Total capital assets being depreciated, net	113,068,802	9,536,425	(2,569)	122,607,796
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$134,558,467	\$ 24,271,783	\$ 13,271,919	\$145,558,331

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS (Continued)

Depreciation and amortization expense was charged to governmental activities as follows:

Instruction	
Regular programs	\$ 1,142,368
Pre-K programs	8,148
Special programs	637,184
Remedial	74,148
Other instructional programs	269,296
Support services	
Pupils	290,073
Instructional staff	121,815
General administration	105,518
School administration	285,185
Business	239,148
Transportation	402,925
Central	275,814
Other support services	201,666
Operations and maintenance	6,926
Community services	13,852
TOTAL	<u>\$ 4,074,066</u>

4. LONG-TERM DEBT

a. General Obligation Debt

General obligation debt outstanding at June 30, 2026 consisted of the following:

	Interest Rate	Original Issue	Carrying Amount
Series 2016B School Refunding Bonds	5.00%	\$ 11,580,000	\$ 4,190,000
Series 2016C Limited Tax School Bonds	4.00% to 5.00%	14,405,000	14,405,000
Series 2020A Limited Tax School Bonds	1.95% to 2.30%	6,210,000	6,210,000
Series 2020B Limited Tax School Bonds	4.00%	10,175,000	10,175,000
Series 2020C School Refunding Bonds	1.95%	3,510,000	3,510,000
Series 2022A Limited School Bond	4.00% to 5.00%	39,770,000	38,120,000
Series 2022B School Refunding Bonds	2.77% to 3.30%	16,255,000	16,255,000
Series 2022C School Refunding Bonds	4.00%	7,150,000	7,150,000
Series 2022E Limited School Bonds	5.00% to 5.25%	12,885,000	9,155,000
Series 2022F Limited School Bonds	4.30% to 4.45%	5,940,000	5,940,000
Series 2024 Alternate Revenue Source Bonds	4.00% to 5.00%	13,995,000	13,995,000
Series 2025 Alternate Revenue Source Bonds	5.00%	13,850,000	12,975,000

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

b. Changes in Long-Term Debt

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

	Beginning Balances	Additions	Reductions/ Refundings	Ending Balances	Current Portion
General obligation debt	\$ 147,155,000	\$ -	\$ 5,075,000	\$ 142,080,000	\$ 8,425,000
Capital appreciation bonds	3,036,804	-	3,036,804	-	-
Unamortized bond premium and discount	10,862,589	-	976,899	9,885,690	-
Leases payable	36,762	-	20,686	16,076	16,076
Compensated absences*	2,274,923	137,791	-	2,412,714	2,412,714
Early retirement incentives	578,789	596,808	264,046	911,551	292,371
Net pension liability - TRS	3,094,058	64,803	-	3,158,861	-
Net pension liability - IMRF**	2,630,158	-	2,630,158	-	-
Total OPEB liability - THIS	10,288,804	1,336,894	-	11,625,698	276,078
Net OPEB liability - District	847,807	31,334	-	879,141	20,811
TOTAL	\$ 180,805,694	\$ 2,167,630	\$ 12,003,593	\$ 170,969,731	\$ 11,443,050

*The amount displayed as additions or reductions represents the net change in the liability.

**The IMRF net pension was reported as a net pension asset at June 30, 2026.

The obligation for net pension liabilities and net OPEB liabilities will be paid from the General and Municipal Retirement/Social Security Funds.

A summary of the future debt service requirements to amortize the remaining outstanding general obligation debt as of June 30, 2026, is as follows:

Year Ending June 30,	General Obligation Bonds		
	Principal	Interest	Total
2027	\$ 8,425,000	\$ 5,816,622	\$ 14,241,622
2028	7,960,000	5,395,372	13,355,372
2029	7,160,000	5,156,076	12,316,076
2030	7,445,000	4,865,907	12,310,907
2031	7,735,000	4,573,682	12,308,682
2032-2036	42,975,000	18,273,297	61,248,297
2037-2041	41,335,000	9,357,377	50,692,377
2042-2046	19,045,000	1,511,987	20,556,987
TOTAL	\$142,080,000	\$ 54,950,320	\$197,030,320

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

c. Pledged Revenue

The Alternate Revenue Source Bonds, Series 2024 will require \$23,796,250 for the total remaining interest and principal payments. During the fiscal year ended June 30, 2026, the total payments of \$714,314 for paying the bonds was 5.86% of the total pledged debt service property tax levy, TIF reimbursements, and investment earnings.

The Alternate Revenue Source Bonds, Series 2025 will require \$17,488,500 for the total remaining interest and principal payments. During the fiscal year ended June 30, 2026, the total payments of \$1,530,951 for paying the bonds was 12.56% of the total pledged debt service property tax levy, TIF reimbursements, and investment earnings.

d. Early Retirement Incentives

The District has offered an early retirement incentive to employees. Upon notice of their irrevocable intent to retire, employees receive a total increase of 6% per year over their salary in the previous year for the final three or four years of employment. The remaining outstanding early retirement incentive obligations are as follows:

Year Ending June 30,	
2027	\$ 292,371
2028	202,130
2029	210,331
2030	<u>206,719</u>
TOTAL	<u>\$ 911,551</u>

e. Leases

The District entered into various agreements to finance the acquisition of technology equipment. The lease agreements qualify as other than short-term leases under GASB Statement No. 87 and, therefore, have been recorded at the present value of the future minimum lease payments. The leases require monthly or annual payments ranging from \$1,815 per month to \$33,544 to \$43,624 per year until March 2027. The lease liabilities are measured at incremental borrowing rates ranging from 4.00% to 4.50%. The obligations for these leases will be repaid from the Debt Service Fund with transfers from the General Fund (Educational Account). The related right-to-use assets were fully amortized or otherwise removed from the District's capital asset records in prior years. Accordingly, no right-to-use asset balance was reported at June 30, 2026, while lease liabilities remained outstanding.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

e. Leases (Continued)

Obligations of governmental activities under leases payable, typically paid from the Debt Service Fund, including future interest payments at June 30, 2026, were as follows:

Year Ending June 30,	Principal	Interest	Total
2027	\$ 16,076	\$ 258	\$ 16,334
TOTAL	\$ 16,076	\$ 258	\$ 16,334

5. RETIREMENT PLAN COMMITMENTS

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

The table below is a summary for all net pension liability plans as of and for the year ended June 30, 2026:

	TRS	IMRF	Total
Net pension liability (asset)	\$ 3,158,861	\$ (1,651,883)	\$ 1,506,978
Deferred outflows of resources	697,330	423,477	1,120,807
Deferred inflows of resources	201,351	3,438,514	3,639,865
Pension expense	18,102,555	1,672,707	19,775,262

a. Teachers' Retirement System of the State of Illinois

Plan Description

The District participates in the TRS. TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the City of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only

5. RETIREMENT PLAN COMMITMENTS (Continued)

a. Teachers' Retirement System of the State of Illinois (Continued)

Plan Description (Continued)

by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration. TRS issues a publicly available financial report that can be obtained at <http://trsil.org/financial/acfrs/fy2025>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, Illinois 62794; or by calling (888) 678-3675, option 2.

Benefits Provided

TRS provides retirement, disability and death benefits. Tier 1 members have TRS or reciprocal system service prior to January 1, 2011. Tier 1 members qualify for retirement benefits at age 62 with five years of service, at age 60 with ten years, or age 55 with 20 years. The benefit is determined by the average of the four highest years of creditable earnings within the last ten years of creditable service and the percentage of average salary to which the member is entitled. Most members retire under a formula that provides 2.20% of final average salary up to a maximum of 75% with 34 years of service.

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

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

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

5. RETIREMENT PLAN COMMITMENTS (Continued)

a. Teachers' Retirement System of the State of Illinois (Continued)

Contributions

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

Contributions from active members and TRS contributing employers are also required by the Illinois Pension Code. The contribution rates are specified in the pension code. The active member contribution rate for the year ended June 30, 2025, was 9% 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 makes employer pension contributions on behalf of the District. For the year ended June 30, 2025, state contributions recognized by the employer were based on the State's proportionate share of the collective net pension liability (NPL) associated with the employer, and the employer recognized revenue and expenditures of \$17,746,707 in pension contributions from the State.

2.2 Formula Contributions

Employers contribute 0.58% of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2026, were \$238,993 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 District to pay an employer pension contribution from those funds. Under Public Act 100-0340, the federal and special trust fund contributions 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.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

a. Teachers' Retirement System of the State of Illinois (Continued)

Federal and Special Trust Fund Contributions (Continued)

For the year ended June 30, 2026, the employer pension contribution was 10.34% of salaries paid from federal and special trust funds. For the year ended June 30, 2026, salaries totaling \$1,564,759 were paid from federal and special trust funds that required employer contributions of \$161,796. 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% 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 \$13,495 to TRS for employer contributions due on salary increases in excess of 6% and \$0 for sick leave days granted in excess of the normal annual allotment.

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

At June 30, 2025, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for state pension support provided to the employer. The State's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the District were as follow:

District's proportionate share of the net pension liability	\$ 3,158,861
State's proportionate share of the net pension liability associated with the District	<u>253,839,893</u>
TOTAL	<u>\$ 256,998,754</u>

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

a. Teachers' Retirement System of the State of Illinois (Continued)

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

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 District's proportion of the net pension liability was based on the District's share of contributions to TRS for the measurement year ended June 30, 2025, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2025, the employer's proportion was 0.0037272013%, which was an increase of 0.0001238331% from its proportion measured as of June 30, 2024 (0.0036033682%).

For the year ended June 30, 2026, the employer recognized the following pension expense/expenditures and revenue pertaining to the District's employees:

	Governmental Activities	General Fund
State on-behalf contributions - revenue and expense/expenditure	\$ 17,746,707	\$ 19,138,688
District TRS pension (benefit) expense	355,848	400,789
TOTAL TRS EXPENSE/EXPENDITURE	\$ 18,102,555	\$ 19,539,477

At June 30, 2025, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 8,814	\$ 5,060
Net difference between projected and actual earnings on pension plan investments	-	45,090
Assumption changes	32,780	609
Changes in proportion and differences between employer contributions and proportionate share of contributions	254,947	150,592
District contributions subsequent to the measurement date	400,789	-
TOTAL	\$ 697,330	\$ 201,351

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

a. Teachers' Retirement System of the State of Illinois (Continued)

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

\$400,789 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 ending 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:

<u>Year Ending June 30,</u>	<u>Amount</u>
2027	\$ 10,981
2028	4,109
2029	46,950
2030	25,065
2031	<u>8,085</u>
 TOTAL	 <u>\$ 95,190</u>

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%
Salary increases	Varies by amount of service credit
Investment rate of return	7.00%, net of pension plan investment expenses, including inflation

The assumed mortality rates are based on the Society of Actuaries PubT-2010 mortality tables, applying adjustments for TRS-specific experience, with generational improvement based on the 2024 Adjusted Scale MP-2021.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

a. Teachers' Retirement System of the State of Illinois (Continued)

Actuarial Assumptions (Continued)

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Public equity	37.00%	4.59%
Private equity	15.00%	7.93%
Public income	15.00%	3.52%
Private credit	8.00%	6.70%
Real assets	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	<u>100.00%</u>	

Discount Rate

At June 30, 2025, the discount rate used to measure the total pension liability was 7%, 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, district contributions and state contributions will be made at the current statutorily required rates.

Based on those assumptions, TRS' fiduciary net position at June 30, 2025 was projected to be available to make all projected future benefit payments to current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

a. Teachers' Retirement System of the State of Illinois (Continued)

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6%) or 1 percentage point higher (8%) than the current rate.

	1% Decrease (6%)	Current Discount Rate (7%)	1% Increase (8%)
Employer's proportionate share of the net pension liability	\$ 3,929,667	\$ 3,158,861	\$ 2,519,256

TRS Fiduciary Net Position

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

b. Illinois Municipal Retirement Fund

Plan Description

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases and death benefits to plan members and beneficiaries. The employer plan is affiliated with IMRF, an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained at www.imrf.org.

Plan Administration

All employees (other than those covered by TRS) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Plan Administration (Continued)

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2025, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	439
Inactive employees entitled to but not yet receiving benefits	460
Active employees	<u>321</u>
 TOTAL	 <u><u>1,220</u></u>

Benefits Provided

All employees (other than those covered by TRS) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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 members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions are established by state statute.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The District is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the year ended June 30, 2026, was 6.51% of covered payroll.

Actuarial Assumptions

The District's net pension liability (asset) was measured as of December 31, 2025 and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2025
Actuarial cost method	Entry-age normal
Assumptions	
Price inflation	2.25%
Salary increases	2.85% to 13.75%
Investment rate of return	7.25%
Asset valuation method	Fair value

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

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Single Discount Rate

A single discount rate of 7.25% was used to measure the total pension liability. The projection of cash flows used to determine this single discount rate assumed that the plan members' contributions will be made at the current contribution rate, and that district contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

Long-Term Expected Rate of Return

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

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic equity	32.50%	7.35%
International equity	18.00%	7.45%
Fixed income	24.00%	4.75%
Real estate	10.50%	6.25%
Alternative investments	14.00%	3.90% to 8.50%
Cash equivalents	1.00%	3.00%
TOTAL	100.00%	

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability (Asset)

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2025	\$ 51,919,861	\$ 49,289,703	\$ 2,630,158
Changes for the period			
Service cost	1,119,649	-	1,119,649
Interest	3,702,574	-	3,702,574
Difference between expected and actual experience	(1,263,543)	-	(1,263,543)
Changes in assumptions	-	-	-
Employer contributions	-	874,045	(874,045)
Employee contributions	-	556,357	(556,357)
Net investment income	-	7,616,465	(7,616,465)
Benefit payments and refunds	(2,819,410)	(2,819,410)	-
Other (net transfer)	-	(1,206,146)	1,206,146
Net changes	739,270	5,021,311	(4,282,041)
BALANCES AT DECEMBER 31, 2025	\$ 52,659,131	\$ 54,311,014	\$ (1,651,883)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended June 30, 2026, the District recognized pension expense of \$1,672,707.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

At June 30, 2026, the District reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 691,649
Assumption changes	-	-
Net difference between projected and actual earnings on pension plan investments	-	2,746,865
Employer contributions after the measurement date	423,477	-
TOTAL	\$ 423,477	\$ 3,438,514

\$423,477 reported as deferred outflows of resources resulting from district contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending 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:

<u>Year Ending June 30,</u>	
2027	\$ 7,549
2028	(1,532,894)
2029	(1,085,761)
2030	(827,408)
2031	-
Thereafter	-
TOTAL	\$ (3,438,514)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 4,278,728	\$ (1,651,883)	\$ (6,416,927)

6. OTHER POSTEMPLOYMENT BENEFITS

The table below is a summary for all other postemployment benefit plans as of and for the year ended June 30, 2026:

	RHP	THIS	Total
Net OPEB liability	\$ 879,141	\$ 11,625,698	\$ 12,504,839
Deferred outflows of resources	188,905	5,211,911	5,400,816
Deferred inflows of resources	656,973	18,216,027	18,873,000
OPEB expense	(3,817)	(2,040,732)	(2,044,549)

a. Retirees Health Plan

Plan Description

The District's other postemployment benefits (OPEB) plan is a single-employer defined benefit healthcare plan that is administered by the District. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and may be amended by the District through its employment contracts. The plan does not issue a separate, publicly available report. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The activity of the plan is reported in the District's General Fund.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Retirees Health Plan (Continued)

Benefits Provided

The plan provides the ability for retirees and their spouses to access the District's group health insurance plan during retirement until age 65, provided they are on the group health insurance plan at the time of retirement. Retirees are responsible to contribute a premium toward the cost of their insurance, which is determined by the Board. Retirees may also access dental and life insurance benefits on a "direct pay" basis.

TRS employees are only eligible who are retired as of June 30, 2014 or who have submitted their notice to retire by August 31, 2013. IMRF Tier I (date of hire is prior to January 1, 2011) participants are eligible upon attaining age 55 with at least eight years of service. IMRF Tier II (date of hire is on or after January 1, 2011) participants are eligible to retire upon attaining age 62 with ten years of service.

Membership

As of July 1, 2025 (most recent data available), membership consisted of:

Retirees and beneficiaries currently receiving benefits	-
Active employees	<u>295</u>
TOTAL	<u>295</u>
Participating employers	<u>1</u>

Total OPEB Liability

The District's total OPEB liability of \$879,141 was based upon an actuarial valuation performed July 1, 2025 with a measurement date of June 30, 2026.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Retirees Health Plan (Continued)

Actuarial Assumptions and Other Inputs

The total OPEB liability at June 30, 2026, as determined by an actuarial valuation as of July 1, 2025, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liability was rolled forward by the actuary using updated procedures to June 30, 2026, including updating the discount rate, as noted below:

Actuarial cost method	Entry-age normal
Actuarial value of assets	N/A
Salary increases	4.00%
Discount rate	4.81%
Healthcare cost trend rates	6.50% initial, 4.50% ultimate

The discount rate was based on the 20-year municipal bond yield at June 30, 2026.

Active Employees

PubG.H-2010(B) Mortality Table - General (below-median income) with future mortality improvement using Scale MP-2021

Retirees

PubG.H-2010(B) Mortality Table - General (below-median income), the Male table is adjusted by 108.0% and the Female table is adjusted by 106.4%. Future mortality improvements made using scale MP-2021.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Retirees Health Plan (Continued)

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT JULY 1, 2025	\$ 847,807
Changes for the period	
Service cost	54,280
Interest	35,254
Difference between expected and actual experience	-
Changes in benefit terms	-
Changes in assumptions	(37,389)
Benefit payments	<u>(20,811)</u>
Net changes	<u>31,334</u>
BALANCES AT JUNE 30, 2026	<u>\$ 879,141</u>

There were changes in assumptions related to the discount rate since the prior measurement date.

Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table on the following page presents the total OPEB liability of the District calculated using the discount rate of 4.81% as well as what the District total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.81%) or 1 percentage point higher (5.81%) than the current rate on the following page:

	1% Decrease (3.81%)	Current Discount Rate (4.81%)	1% Increase (5.81%)
Total OPEB liability	\$ 952,444	\$ 879,141	\$ 812,557

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Retirees Health Plan (Continued)

Rate Sensitivity (Continued)

The table below presents the total OPEB liability of the District calculated using the healthcare rate of 4.50% to 6.50% as well as what the District's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (3.50% to 5.50%) or 1 percentage point higher (5.50% to 7.50%) than the current rate:

	1% Decrease (3.50% to 5.50%)	Current Healthcare Rate (4.50% to 6.50%)	1% Increase (5.50% to 7.50%)
Total OPEB liability	\$ 788,205	\$ 879,141	\$ 986,406

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

For the year ended June 30, 2026, the District recognized OPEB expense (income) of \$(3,817). At June 30, 2026, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 90,124	\$ 375,014
Changes of assumptions	98,781	281,959
TOTAL	\$ 188,905	\$ 656,973

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Retirees Health Plan (Continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year Ending June 30,	
2027	\$ (90,553)
2028	(85,795)
2029	(95,064)
2030	(103,853)
2031	(56,442)
Thereafter	<u>(36,361)</u>
 TOTAL	 <u>\$ (468,068)</u>

b. Teachers' Health Insurance Security Fund

The District participates in the Teachers' Health Insurance Security Fund (THIS), a cost-sharing, multiple-employer defined benefit postemployment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the City of Chicago. THIS provides medical, prescription and behavioral health benefits, but it does not provide vision, dental or life insurance benefits to annuitants of TRS of the State. 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 and amendments to the plan can be made only by legislative action with the Governor's approval. The plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the State to make a contribution to THIS.

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Teachers' Health Insurance Security Fund (Continued)

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

- On-behalf contributions to the THIS Fund - The State makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members which were 0.90% of pay during the year ended June 30, 2026. State contributions were \$370,851 and the District recognized revenue and expenditures of this amount during the year.
- Employer contributions to the THIS Fund - The District also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.67% during the year ended June 30, 2025. For the year ended June 30, 2025, the District paid \$276,078 to the THIS Fund, which was 100% of the required contribution.

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."

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2024, rolled forward to June 30, 2025, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation	2.25%
Salary increases	Depends on service and ranges from 8.50% at one year of service to 3.50% at 20 or more years of service.
Investment rate of return	2.75%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	Trend for plan year 2026 based on actual premium increases. For non-Medicare costs, trend rates start at 8.00% for plan year 2027 and decrease gradually to an ultimate rate of 4.25% in 2042. For MAPD costs, trend rates are based on actual premium increases for 2026, expected increases in 2027 and 2028 and 7.80% in 2029, declining gradually to an ultimate rate of 4.25% in 2041.

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Teachers' Health Insurance Security Fund (Continued)

Actuarial Assumptions (Continued)

Mortality rates for retirement and beneficiary annuitants: PubT-2010 Retiree Mortality Table, adjusted for TRS experience. Disabled Annuitants: PubNS-2010 Non-Safety Disabled Retiree Table. Pre-Retirement: PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2021.

Single Discount Rate

Projected benefit payments are required to be discounted to their actuarial present values 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 bonds 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 the THIS 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 5.20% as of June 30, 2025 and 3.97% as of June 30, 2024.

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

The following presents the District's proportionate share of the collective net OPEB liability, as well as what the District's proportionate share of the collective net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.20%) or 1 percentage point higher (6.20%) than the current discount rate:

	1% Decrease (4.20%)	Current Discount Rate (5.20%)	1% Increase (6.20%)
Employer's proportionate share of the collective net OPEB liability	\$ 12,991,363	\$ 11,625,698	\$ 10,448,445

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Teachers' Health Insurance Security Fund (Continued)

Sensitivity of the Employer's Proportionate Share of the Collective Net OPEB Liability to Changes in the Discount Rate (Continued)

The following table shows the District's net OPEB liability as of June 30, 2025, using current trend rates and sensitivity trend rates that are either 1 percentage point higher or lower. The current claims trend rates are 6.00% in 2026, 8.00% in 2027, decreasing by 0.25% per year to an ultimate rate of 4.25% in 2042.

	1% Decrease ^a	Current Discount Rate	1% Increase ^b
Employer's proportionate share of the collective net OPEB liability	\$ 10,087,887	\$ 11,625,698	\$ 13,497,338

^aOne percentage point decrease in healthcare trend rates -

Pre-Medicare per capita costs: 5.00% in 2026, 7.00% in 2027, decreasing by 0.25% per year to an ultimate rate of 3.25% in 2042.

Post-Medicare per capita costs: Based on actual increase in 2026, expected increases in 2027 to 2028, 6.80% in 2029 decreasing ratably to an ultimate trend rate of 3.25% in 2041.

^bOne percentage point increase in healthcare trend rates -

Pre-Medicare per capita costs: 7.00% in 2026, 9.00% in 2027, decreasing by 0.25% per year to an ultimate rate of 5.25% in 2042.

Post-Medicare per capita costs: Based on actual increase in 2026, expected increases in 2027 to 2028, 8.80% in 2029 decreasing ratably to an ultimate trend rate of 5.25% in 2041.

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

The collective net OPEB liability was measured as of June 30, 2025 and the total OPEB liability used to calculate the collective net OPEB liability was determined by an actuarial valuation as of that date. The District proportion of the collective net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of the District, actuarially determined. At June 30, 2025, the District's proportion was 0.129400%, which was a decrease of 0.001665% from its proportion measured as of June 30, 2024 (0.131065%). The State's support and total are for disclosure purposes only.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Teachers' Health Insurance Security Fund (Continued)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

The amount recognized by the District as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the District were as follows:

Employer's proportionate share of the net OPEB liability	\$ 11,625,698
State's proportionate share of the net OPEB liability associated with the employer	<u>15,770,963</u>
TOTAL	<u>\$ 27,396,661</u>

For the year ended June 30, 2026, the employer recognized the following OPEB expense/expenditures and revenue pertaining to the District's employees:

	Governmental Activities	General Fund
State on-behalf contributions - revenue and expense/expenditure	\$ 370,851	\$ 370,851
District TRS pension (benefit) expense	<u>(2,040,732)</u>	<u>276,078</u>
TOTAL TRS EXPENSE/EXPENDITURE	<u>\$ (1,669,881)</u>	<u>\$ 646,929</u>

At June 30, 2026, the District disclosed deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,184,961	\$ 3,488,867
Changes of assumptions	267,783	12,302,694
Net difference between projected and actual earnings on OPEB plan investments	-	18,695
Changes in the proportion and differences between employer contributions and proportionate share of contributions	3,483,089	2,405,771
Employer contributions subsequent to the measurement date	<u>276,078</u>	<u>-</u>
TOTAL	<u>\$ 5,211,911</u>	<u>\$ 18,216,027</u>

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Teachers' Health Insurance Security Fund (Continued)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

\$276,078 disclosed as deferred outflows of resources related to OPEB resulting from the District's contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ending June 30, 2027. Other amounts disclosed as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

Year Ended June 30,	
2027	\$ (1,512,442)
2028	(1,512,442)
2029	(1,512,442)
2030	(1,512,442)
2031	(1,512,442)
Thereafter	<u>(5,717,984)</u>
 TOTAL	 <u>\$ (13,280,194)</u>

7. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omission; injuries to employees; employees' health and natural disasters.

To protect from such risks, the District participates in the Illinois Counties Risk Management Trust. The District pays annual premiums to the pool for insurance coverage. The arrangement with the pool provides that it will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain levels established by the pool.

The District purchases commercial insurance for other significant risks of loss. Settled claims have not exceeded commercial insurance coverage in the current year or the three previous fiscal years.

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. COMMITMENTS AND CONTINGENCIES

a. Grantor Agencies

Federal and state grants-in-aid received by the District are subject to audit and adjustment by grantor agencies. If grant revenues are received for expenditures which are subsequently disallowed, the District may be required to repay the revenues. In the opinion of management, liabilities resulting from such disallowed expenditures, if any, will not be material.

b. Litigation

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

9. INTERFUND TRANSFERS

The composition of due to/due from other funds as of June 30, 2026 were as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Capital Projects	\$ 994,151
TOTAL		<u>\$ 994,151</u>

The purpose of the due to/due from other funds represents short-term borrowing from other funds that will be repaid in one year.

The composition of interfund transfers for the year ended June 30, 2026 was as follows:

Fund	Transfer In	Transfer Out
General	\$ -	\$ 19,250,000
Operations and Maintenance	17,000,000	17,000,000
Debt Service	2,250,000	-
Capital Projects	17,000,000	-
TOTAL	<u>\$ 36,250,000</u>	<u>\$ 36,250,000</u>

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. INTERFUND TRANSFERS (Continued)

The purpose of significant transfers were as follows:

- \$17,000,000 transferred to the Operations and Maintenance Fund and subsequently to the Capital Projects fund from the General Fund to cover various capital expenditures and projects. This transfer will not be repaid.

10. RESTATEMENT

Error Correction

During the fiscal year ended June 30, 2026, the District identified certain errors affecting previously reported balances. A liability had been recorded in the incorrect fund, depreciation expense was understated, and a capital asset was determined to have been duplicated in the District's capital asset records. The effect of correcting these errors is reflected in the following restatement of beginning net position and fund balances.

	Governmental Activities	General Fund	Operations and Maintenance Fund
BEGINNING NET POSITION/ FUND BALANCE, AS PREVIOUSLY REPORTED	\$ (562,367)	\$ 41,340,035	\$ 3,167,085
Error correction - Accrued Payroll	-	(201,830)	201,830
Error correction - Capital Assets	(5,840,837)	-	-
Total net restatement	(5,840,837)	(201,830)	201,830
BEGINNING NET POSITION/ FUND BALANCE, AS RESTATED	\$ (6,403,204)	\$ 41,138,205	\$ 3,368,915

REQUIRED SUPPLEMENTARY INFORMATION

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Original Budget Increase (Decrease)	Actual	Variance with Final Budget Over (Under)
REVENUES					
Local sources					
Property taxes	\$ 37,283,945	\$ 38,516,026	\$ 1,232,081	\$ 39,879,070	\$ 1,363,044
Special education property taxes	6,138,333	6,166,164	27,831	6,236,625	70,461
Corporate personal property replacement taxes	1,118,198	1,458,344	340,146	1,458,344	-
Regular transportation fees	-	-	-	18,846	18,846
Investment income	2,221,480	1,138,564	(1,082,916)	757,287	(381,277)
Sales to pupils - lunch	47,613	42,932	(4,681)	43,226	294
Other food service	1,637	2,779	1,142	2,761	(18)
Admission - athletics	2,077	267	(1,810)	-	(267)
Admission - other	490	2,283	1,793	2,220	(63)
Rentals - regular textbooks	38,586	35,038	(3,548)	39,855	4,817
Other textbook income	1,014	-	(1,014)	-	-
Fees	41,611	40,990	(621)	44,941	3,951
Other district/school activity revenue	8,841	8,408	(433)	7,273	(1,135)
Student activity fund revenue	-	-	-	23,269	23,269
Refund of prior year expenses	3,600	761,595	757,995	761,667	72
Drivers' education fees	21,789	16,134	(5,655)	22,570	6,436
Other local revenue	236,735	258,123	21,388	332,831	74,708
Total local sources	47,165,949	48,447,647	1,281,698	49,630,785	1,183,138
State sources					
Evidence based funding formula	23,014,561	23,029,930	15,369	23,044,438	14,508
Special education - private facility tuition	888,887	818,472	(70,415)	999,901	181,429
Special education - orphanage - individual	744,482	878,510	134,028	820,859	(57,651)
Special education - orphanage - summer individual	50,521	36,321	(14,200)	32,409	(3,912)
Special education - orphanage - improvement (CTEI)	137,981	94,718	(43,263)	124,655	29,937
CTE - agriculture education	24,704	19,705	(4,999)	19,423	(282)
State free lunch and breakfast	37,159	34,035	(3,124)	35,532	1,497
Driver education	35,613	34,935	(678)	41,037	6,102
Early childhood - block grant	804,250	643,978	(160,272)	539,695	(104,283)
Other restricted revenue from state sources	455,099	230,207	(224,892)	189,079	(41,128)
Total state sources	26,193,257	25,820,811	(372,446)	25,847,028	26,217
Federal sources					
National school lunch program	2,278,509	2,036,572	(241,937)	2,230,208	193,636
School breakfast program	800,935	725,196	(75,739)	788,697	63,501
Title I - low income	1,583,045	1,600,500	17,455	1,596,138	(4,362)
Title I - other	-	-	-	516,199	516,199
Title IV - student support and academic enrichment grant	105,022	179,737	74,715	173,809	(5,928)
Federal special education - preschool flow through	58,784	55,173	(3,611)	56,823	1,650
Federal special education - IDEA flow through	1,374,452	1,618,000	243,548	1,612,248	(5,752)
Federal special education - room and board	58,702	115,789	57,087	113,483	(2,306)
CTE - Perkins - Title IIIIE tech prep	-	-	-	47,179	47,179
Title III - English Language Association	-	44,769	44,769	42,075	(2,694)
Title II - teacher quality	-	106,436	106,436	138,024	31,588
Medicaid matching funds - administrative outreach	717,557	477,939	(239,618)	548,850	70,911
Medicaid matching funds - fee-for-service program	-	-	-	250,060	250,060
Total federal sources	6,977,006	6,960,111	(16,895)	8,113,793	1,153,682
Total revenues	80,336,212	81,228,569	892,357	83,591,606	2,363,037

(This schedule is continued on the following pages.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Final Budget Over (Under)	Actual	Variance with Final Budget Over (Under)
EXPENDITURES					
Instruction					
Regular programs					
Salaries	\$ 24,386,910	\$ 24,032,643	\$ (354,267)	\$ 24,182,840	\$ 150,197
Employee benefits	2,890,985	3,413,624	522,639	3,668,835	255,211
Purchased services	332,513	591,667	259,154	575,825	(15,842)
Supplies and materials	1,031,856	746,441	(285,415)	767,814	21,373
Capital outlay	6,816	8,732	1,916	8,780	48
Other objects	5,995	4,999	(996)	4,493	(506)
Noncapitalized equipment	21,443	760,797	739,354	757,188	(3,609)
Total regular programs	28,676,518	29,558,903	882,385	29,965,775	406,872
Special education programs					
Salaries	7,553,091	7,128,665	(424,426)	7,051,006	(77,659)
Employee benefits	1,299,280	1,343,621	44,341	1,369,789	26,168
Purchased services	984,241	1,095,855	111,614	1,141,823	45,968
Supplies and materials	11,722	101,086	89,364	106,699	5,613
Other objects	-	2,875	2,875	2,875	-
Noncapitalized equipment	-	33,148	33,148	33,947	799
Total special education programs	9,848,334	9,705,250	(143,084)	9,706,139	889
Special education programs pre-K					
Salaries	2,156,344	2,138,918	(17,426)	2,156,079	17,161
Employee benefits	481,913	496,313	14,400	505,637	9,324
Purchased services	14,242	23,218	8,976	22,702	(516)
Supplies and materials	79,521	84,143	4,622	81,404	(2,739)
Noncapitalized equipment	35,084	22,667	(12,417)	22,980	313
Total special education programs pre-K	2,767,104	2,765,259	(1,845)	2,788,802	23,543
Remedial and supplemental programs - Pre-K					
Salaries	16,583	3,770	(12,813)	-	(3,770)
Purchased services	1,594,223	89,909	(1,504,314)	13,316	(76,593)
Total remedial and supplemental programs - Pre-K	1,610,806	93,679	(1,517,127)	13,316	(80,363)
Interscholastic programs					
Salaries	1,087,646	1,208,222	120,576	1,181,202	(27,020)
Employee benefits	94,895	104,407	9,512	97,659	(6,748)
Purchased services	228,029	251,782	23,753	262,163	10,381
Supplies and materials	250,384	217,637	(32,747)	200,829	(16,808)
Capital outlay	34,297	21,997	(12,300)	13,179	(8,818)
Other objects	46,162	46,855	693	45,285	(1,570)
Noncapitalized equipment	4,244	1,970	(2,274)	1,256	(714)
Total interscholastic programs	1,745,657	1,852,870	107,213	1,801,573	(51,297)

(This schedule is continued on the following pages.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Final Budget Over (Under)	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)					
Instruction (Continued)					
Summer school programs					
Salaries	\$ 94,939	\$ 172,958	\$ 78,019	\$ 260,224	\$ 87,266
Employee benefits	195	10,570	10,375	20,111	9,541
Supplies and materials	32,472	16,605	(15,867)	24,509	7,904
Total summer school programs	127,606	200,133	72,527	304,844	104,711
Drivers education programs					
Salaries	701	208	(493)	-	(208)
Total drivers education programs	701	208	(493)	-	(208)
Bilingual programs					
Salaries	305,853	245,586	(60,267)	229,454	(16,132)
Employee benefits	17,162	34,504	17,342	40,704	6,200
Purchased services	229	205	(24)	189	(16)
Supplies and materials	29,593	3,821	(25,772)	11,323	7,502
Total bilingual programs	352,837	284,116	(68,721)	281,670	(2,446)
Special education programs K-12 private tuition					
Other objects	3,824,883	4,506,619	681,736	4,489,217	(17,402)
Total special education programs K-12 private tuition	3,824,883	4,506,619	681,736	4,489,217	(17,402)
Truant alternative and optional programs					
Salaries	62,836	60,885	(1,951)	62,365	1,480
Employee benefits	-	10,523	10,523	12,445	1,922
Supplies and materials	818	2,086	1,268	2,138	52
Total truant alternative and optional programs	63,654	73,494	9,840	76,948	3,454
Student activity fund expenditures					
Other objects	-	-	-	17,804	17,804
Total student activity fund expenditures	-	-	-	17,804	17,804
Total instruction	49,018,100	49,040,531	22,431	49,446,088	405,557
Support services					
Pupils					
Attendance and social work services					
Salaries	1,123,605	1,110,408	(13,197)	1,119,836	9,428
Employee benefits	140,599	133,730	(6,869)	138,559	4,829
Purchased services	-	1,450	1,450	1,450	-
Supplies and materials	-	850	850	1,076	226
Total attendance and social work services	1,264,204	1,246,438	(17,766)	1,260,921	14,483

(This schedule is continued on the following pages.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Final Budget Over (Under)	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)					
Support services (Continued)					
Pupils (Continued)					
Guidance services					
Salaries	\$ 937,308	\$ 999,810	\$ 62,502	\$ 935,995	\$ (63,815)
Employee benefits	127,457	118,081	(9,376)	112,128	(5,953)
Purchased services	1,502	44,913	43,411	81,740	36,827
Supplies and materials	-	8,044	8,044	8,044	-
Total guidance services	1,066,267	1,170,848	104,581	1,137,907	(32,941)
Health services					
Salaries	633,938	559,724	(74,214)	605,078	45,354
Employee benefits	130,045	126,943	(3,102)	125,844	(1,099)
Purchased services	2,637	421	(2,216)	200	(221)
Supplies and materials	11,871	13,587	1,716	12,437	(1,150)
Noncapitalized equipment	846	5,303	4,457	5,161	(142)
Total health services	779,337	705,978	(73,359)	748,720	42,742
Psychological services					
Salaries	834,441	831,465	(2,976)	834,234	2,769
Employee benefits	86,627	86,343	(284)	92,498	6,155
Purchased services	-	70,562	70,562	80,162	9,600
Total psychological services	921,068	988,370	67,302	1,006,894	18,524
Speech pathology and audiology services					
Salaries	1,224,983	1,275,345	50,362	1,293,465	18,120
Employee benefits	117,781	112,945	(4,836)	117,033	4,088
Purchased services	-	16,589	16,589	16,589	-
Supplies and materials	-	15,701	15,701	16,239	538
Total speech pathology and audiology services	1,342,764	1,420,580	77,816	1,443,326	22,746
Other support services - pupils					
Salaries	23,492	42,422	18,930	43,050	628
Employee benefits	-	45	45	45	-
Total support services - pupils	23,492	42,467	18,975	43,095	628
Total pupils	5,397,132	5,574,681	177,549	5,640,863	66,182
Instructional staff					
Improvement of instructional services					
Salaries	761,762	1,068,571	306,809	1,135,643	67,072
Employee benefits	189,050	249,869	60,819	247,720	(2,149)
Purchased services	493,977	282,759	(211,218)	285,404	2,645
Supplies and materials	46,731	95,586	48,855	97,594	2,008
Other objects	66,222	79,592	13,370	68,631	(10,961)
Total improvement of instructional services	1,557,742	1,776,377	218,635	1,834,992	58,615

(This schedule is continued on the following pages.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Final Budget Over (Under)	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)					
Support services (Continued)					
Instructional staff (Continued)					
Educational media services					
Salaries	\$ 98,852	\$ 95,157	\$ (3,695)	\$ 99,752	\$ 4,595
Employee benefits	38,421	36,291	(2,130)	37,422	1,131
Purchased services	410	46	(364)	-	(46)
Supplies and materials	16,559	8,576	(7,983)	7,387	(1,189)
Total educational media services	154,242	140,070	(14,172)	144,561	4,491
Assessment and testing					
Purchased services	84,973	255,396	170,423	287,637	32,241
Supplies and materials	42,587	23,996	(18,591)	23,311	(685)
Total assessment and testing	127,560	279,392	151,832	310,948	31,556
Total instructional staff	1,839,544	2,195,839	356,295	2,290,501	94,662
Board of Education services					
Salaries	-	-	-	9,750	9,750
Employee benefits	-	-	-	669	669
Purchased services	1,225,055	1,370,166	145,111	1,364,791	(5,375)
Supplies and materials	11,277	17,157	5,880	16,457	(700)
Other objects	9,853	19,030	9,177	18,199	(831)
Total Board of Education services	1,246,185	1,406,353	160,168	1,409,866	3,513
Executive administration services					
Salaries	427,511	438,168	10,657	434,923	(3,245)
Employee benefits	93,260	114,285	21,025	105,887	(8,398)
Purchased services	47,746	55,484	7,738	59,909	4,425
Supplies and materials	17,318	23,550	6,232	22,171	(1,379)
Other objects	10,542	33,013	22,471	32,294	(719)
Total executive administration services	596,377	664,500	68,123	655,184	(9,316)
General administration					
Special area administration services					
Supplies and materials	-	2,732	2,732	3,370	638
Total special area administration services	-	2,732	2,732	3,370	638
Tort immunity services					
Employee benefits	-	-	-	58,000	58,000
Purchased services	-	-	-	62,033	62,033
Total tort immunity services	-	-	-	120,033	120,033
Total general administration	1,842,562	2,073,585	231,023	2,188,453	114,868

(This schedule is continued on the following pages.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Final Budget Over (Under)	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)					
Support services (Continued)					
School administration					
Office of the principal services					
Salaries	\$ 3,091,256	\$ 3,165,150	\$ 73,894	\$ 3,157,572	\$ (7,578)
Employee benefits	1,029,593	1,044,675	15,082	964,180	(80,495)
Purchased services	3,902	1,367	(2,535)	930	(437)
Total office of the principal services	4,124,751	4,211,192	86,441	4,122,682	(88,510)
Total school administration	4,124,751	4,211,192	86,441	4,122,682	(88,510)
Business					
Direction of business support services					
Salaries	313,031	301,111	(11,920)	287,086	(14,025)
Employee benefits	85,502	91,491	5,989	75,713	(15,778)
Purchased services	314,449	303,872	(10,577)	282,997	(20,875)
Supplies and materials	56,703	16,289	(40,414)	10,914	(5,375)
Other objects	2,214	5,578	3,364	5,475	(103)
Noncapitalized equipment	-	190	190	190	-
Total direction of business support services	771,899	718,531	(53,368)	662,375	(56,156)
Fiscal services					
Salaries	304,334	318,478	14,144	302,141	(16,337)
Employee benefits	46,847	55,268	8,421	50,059	(5,209)
Purchased services	15,762	27,819	12,057	29,655	1,836
Supplies and materials	121,338	12,409	(108,929)	-	(12,409)
Total fiscal services	488,281	413,974	(74,307)	381,855	(32,119)
Operation and maintenance of plant services					
Salaries	1,631,301	1,429,821	(201,480)	1,493,274	63,453
Employee benefits	401,500	371,028	(30,472)	341,159	(29,869)
Purchased services	185,781	138,239	(47,542)	170,389	32,150
Supplies and materials	64,277	56,422	(7,855)	51,357	(5,065)
Other objects	-	323	323	373	50
Noncapitalized equipment	32,107	33,211	1,104	27,806	(5,405)
Total operation and maintenance of plant services	2,314,966	2,029,044	(285,922)	2,084,358	55,314
Food service					
Salaries	1,104,359	1,124,129	19,770	1,126,380	2,251
Employee benefits	255,544	276,212	20,668	279,252	3,040
Purchased services	17,933	18,035	102	16,575	(1,460)
Supplies and materials	1,375,313	1,274,089	(101,224)	1,259,116	(14,973)
Capital outlay	15,993	4,112	(11,881)	-	(4,112)
Other objects	7,484	8,399	915	7,768	(631)
Noncapitalized equipment	1,591	897	(694)	637	(260)
Total food service	2,778,217	2,705,873	(72,344)	2,689,728	(16,145)
Total business	6,353,363	5,867,422	(485,941)	5,818,316	(49,106)

(This schedule is continued on the following pages.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Final Budget Over (Under)	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)					
Support services (Continued)					
Central					
Information services					
Salaries	\$ 84,685	\$ 87,680	\$ 2,995	\$ 84,685	\$ (2,995)
Employee benefits	12,547	13,945	1,398	12,499	(1,446)
Purchased services	201,984	304,928	102,944	307,669	2,741
Supplies and materials	39,825	22,748	(17,077)	20,769	(1,979)
Other objects	276	23	(253)	-	(23)
Total information services	339,317	429,324	90,007	425,622	(3,702)
Staff services					
Salaries	761,875	785,029	23,154	753,004	(32,025)
Employee benefits	161,646	173,820	12,174	156,772	(17,048)
Purchased services	311,388	289,896	(21,492)	305,119	15,223
Supplies and materials	75,315	103,314	27,999	101,449	(1,865)
Other objects	60,946	29,668	(31,278)	12,611	(17,057)
Noncapitalized equipment	-	1,499	1,499	1,499	-
Total staff services	1,371,170	1,383,226	12,056	1,330,454	(52,772)
Data processing services					
Salaries	1,237,375	1,296,369	58,994	1,243,359	(53,010)
Employee benefits	172,392	219,412	47,020	195,118	(24,294)
Purchased services	1,181,266	1,280,741	99,475	1,298,634	17,893
Supplies and materials	43,560	592,786	549,226	1,302,330	709,544
Capital outlay	349,435	89,836	(259,599)	-	(89,836)
Other objects	728	1,081	353	1,420	339
Noncapitalized equipment	429,941	79,859	(350,082)	8,304	(71,555)
Total data processing services	3,414,697	3,560,084	145,387	4,049,165	489,081
Total central	5,125,184	5,372,634	247,450	5,805,241	432,607
Other support services					
Salaries	125,851	150,311	24,460	145,645	(4,666)
Employee benefits	23,336	27,537	4,201	24,939	(2,598)
Purchased services	442	37	(405)	-	(37)
Supplies and materials	7,908	38,928	31,020	39,925	997
Total other support services	157,537	216,813	59,276	210,509	(6,304)
Total support services	24,840,073	25,512,166	672,093	26,076,565	564,399
Community services					
Salaries	275,753	302,888	27,135	320,436	17,548
Employee benefits	29,913	27,951	(1,962)	27,118	(833)
Purchased services	74,123	53,759	(20,364)	58,984	5,225
Supplies and materials	75,173	124,576	49,403	134,487	9,911
Other objects	4,550	384	(4,166)	-	(384)
Total community services	459,512	509,558	50,046	541,025	31,467

(This schedule is continued on the following page.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS (Continued)
GENERAL FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Final Budget Over (Under)	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)					
Payments to other districts and governmental units					
Payments for regular programs					
Purchased services	\$ -	\$ -	\$ -	\$ 149,606	\$ 149,606
Total payments for regular programs	-	-	-	149,606	149,606
Payments for CTE education programs					
Purchased services	164,414	246,051	81,637	87,015	(159,036)
Total payments for CTE education programs	164,414	246,051	81,637	87,015	(159,036)
Payments for special education programs - tuition					
Other objects	2,520,599	2,041,111	(479,488)	2,403,112	362,001
Total payments for special education programs - tuition	2,520,599	2,041,111	(479,488)	2,403,112	362,001
Total payments to other districts and governmental units	2,685,013	2,287,162	(397,851)	2,639,733	352,571
Total expenditures	77,002,698	77,349,417	346,719	78,703,411	1,353,994
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,333,514	3,879,152	545,638	4,888,195	1,009,043
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	(13,000,000)	(19,250,000)	(6,250,000)	(19,250,000)	-
Total other financing sources (uses)	(13,000,000)	(19,250,000)	(6,250,000)	(19,250,000)	-
NET CHANGE IN FUND BALANCE (BUDGETARY BASIS)	\$ (9,666,486)	\$ (15,370,848)	\$ (5,704,362)	(14,361,805)	\$ 1,009,043
ADJUSTMENTS TO GAAP BASIS					
On-behalf revenues				19,509,538	
On-behalf expenditures				(19,509,538)	
NET CHANGE IN FUND BALANCE (GAAP BASIS)				(14,361,805)	
FUND BALANCES, JULY 1, AS PREVIOUSLY REPORTED				41,340,035	
Restatement - Error correction				(201,830)	
FUND BALANCE, JULY 1, AS RESTATED				41,138,205	
FUND BALANCE, JUNE 30				<u>\$ 26,776,400</u>	

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
OPERATIONS AND MAINTENANCE FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Original Budget Increase (Decrease)	Actual	Variance with Final Budget Over (Under)
REVENUES					
Local sources					
Property taxes	\$ 5,805,068	\$ 5,815,762	\$ 10,694	\$ 6,199,551	\$ 383,789
Interest on investments	105,673	77,422	(28,251)	74,646	(2,776)
Rentals	2,855	2,447	(408)	2,266	(181)
Refund of prior years' expenditures	-	50,000	50,000	50,000	-
Other local revenue	56,835	311,391	254,556	307,794	(3,597)
Total local sources	5,970,431	6,257,022	286,591	6,634,257	377,235
Total revenues	5,970,431	6,257,022	286,591	6,634,257	377,235
EXPENDITURES					
Direction of business support services					
Employee benefits	-	-	-	4,465	4,465
Purchased services	4,004	293	(3,711)	-	(293)
Supplies and materials	-	2,528	2,528	2,528	-
Total direction of business support services	4,004	2,821	(1,183)	6,993	4,172
Facilities acquisition and construction services					
Salaries	10,155	11,257	1,102	11,715	458
Total facilities acquisition and construction services	10,155	11,257	1,102	11,715	458
Operation and maintenance of plant services					
Salaries	2,984,871	3,010,969	26,098	3,016,358	5,389
Employee benefits	553,799	591,411	37,612	589,642	(1,769)
Purchased services	2,145,867	1,509,720	(636,147)	1,531,426	21,706
Supplies and materials	2,322,289	2,096,848	(225,441)	1,946,550	(150,298)
Capital outlay	84,228	18,571	(65,657)	19,824	1,253
Other objects	693	200	(493)	-	(200)
Noncapitalized equipment	32,047	16,657	(15,390)	12,741	(3,916)
Total operation and maintenance of plant services	8,123,794	7,244,376	(879,418)	7,116,541	(127,835)
Total support services - business	8,137,953	7,258,454	(879,499)	7,135,249	(123,205)
Total expenditures	8,137,953	7,258,454	(879,499)	7,135,249	(123,205)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,167,522)	(1,001,432)	1,166,090	(500,992)	500,440

(This schedule is continued on the following page.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
OPERATIONS AND MAINTENANCE FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Original Budget Increase (Decrease)	Actual	Variance with Final Budget Over (under)
OTHER FINANCING SOURCES (USES)					
Transfers in	\$ 13,000,000	\$ 17,000,000	\$ 4,000,000	\$ 17,000,000	\$ -
Transfers (out)	(12,000,000)	(17,000,000)	(5,000,000)	(17,000,000)	-
Total other financing sources (uses)	1,000,000	-	(1,000,000)	-	-
NET CHANGE IN FUND BALANCE	<u>\$ (1,167,522)</u>	<u>\$ (1,001,432)</u>	<u>\$ 166,090</u>	<u>(500,992)</u>	<u>\$ 500,440</u>
FUND BALANCES, JULY 1, AS PREVIOUSLY REPORTED				3,167,085	
Restatement - Error correction				<u>201,830</u>	
FUND BALANCE, JULY 1, AS RESTATED				<u>3,368,915</u>	
FUND BALANCE, JUNE 30				<u>\$ 2,867,923</u>	

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TRANSPORTATION FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Original Budget Increase (Decrease)	Actual	Variance with Final Budget Over (Under)
REVENUES					
Local sources					
Property taxes	\$ 4,749,675	\$ 4,753,548	\$ 3,873	\$ 4,833,425	\$ 79,877
Regular transportation fees from pupils or parents	4,114	4,257	143	3,442	(815)
Regular transportation fees from other districts - in state	123,074	114,909	(8,165)	94,740	(20,169)
Investment income	64,590	38,999	(25,591)	37,497	(1,502)
Refund of prior years' expenditures	-	2,455	2,455	2,455	-
Total local sources	4,941,453	4,914,168	(27,285)	4,971,559	57,391
State sources					
Transportation - regular	5,053,000	4,796,525	(256,475)	5,118,308	321,783
Transportation - special education	2,550,060	1,892,733	(657,327)	1,866,070	(26,663)
Total state sources	7,603,060	6,689,258	(913,802)	6,984,378	295,120
Total revenues	12,544,513	11,603,426	(941,087)	11,955,937	352,511
EXPENDITURES					
Support services					
Business					
Pupil transportation services					
Salaries	117,226	128,623	11,397	239,313	110,690
Employee benefits	22,418	22,697	279	23,881	1,184
Purchased services	14,279,668	12,370,919	(1,908,749)	12,001,012	(369,907)
Supplies and materials	38,692	15,550	(23,142)	51	(15,499)
Capital outlay	-	114,997	114,997	114,997	-
Total pupil transportation services	14,458,004	12,652,786	(1,805,218)	12,379,254	(273,532)
Total support services - business	14,458,004	12,652,786	(1,805,218)	12,379,254	(273,532)
Total expenditures	14,458,004	12,652,786	(1,805,218)	12,379,254	(273,532)
NET CHANGE IN FUND BALANCE	\$ (1,913,491)	\$ (1,049,360)	\$ 864,131	(423,317)	\$ 626,043
FUND BALANCE, JULY 1				4,855,075	
FUND BALANCE, JUNE 30				\$ 4,431,758	

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Original Budget Increase (Decrease)	Actual	Variance with Final Budget Over (Under)
REVENUES					
Local sources					
Investment income	\$ 11,619	\$ 193	\$ (11,426)	\$ -	\$ (193)
Total local sources	11,619	193	(11,426)	-	(193)
Total revenues	11,619	193	(11,426)	-	(193)
EXPENDITURES					
Instruction					
Regular programs	359,037	342,229	(16,808)	501,637	159,408
Pre-K programs	156,019	148,627	(7,392)	-	(148,627)
Special education programs	294,688	305,926	11,238	329,990	24,064
Special education programs pre-K	111,703	109,221	(2,482)	116,912	7,691
Remedial and supplemental programs - K-12	252	47	(205)	-	(47)
Interscholastic programs	37,461	37,100	(361)	38,164	1,064
Summer school programs	12,883	7,527	(5,356)	9,231	1,704
Drivers education programs	10	2	(8)	-	(2)
Bilingual programs	4,432	3,380	(1,052)	3,363	(17)
Truant alternative and optional programs	-	6,933	6,933	8,203	1,270
Total instruction	976,485	960,992	(15,493)	1,007,500	46,508
Support services					
Pupils					
Attendance and social work services	15,568	15,135	(433)	15,912	777
Guidance services	14,065	13,616	(449)	13,066	(550)
Health services	66,874	57,876	(8,998)	62,831	4,955
Psychological services	9,172	8,996	(176)	11,508	2,512
Speech pathology and audiology services	17,955	17,594	(361)	16,483	(1,111)
Other support services	1,990	4,419	2,429	4,479	60
Total pupils	125,624	117,636	(7,988)	124,279	6,643
Instructional staff					
Improvement of instructional services	44,795	46,403	1,608	44,640	(1,763)
Educational media services	13,957	12,927	(1,030)	14,430	1,503
Total instructional staff	58,752	59,330	578	59,070	(260)
General administration					
Board of Education services	-	-	-	141	141
Executive administration services	19,365	20,198	833	20,240	42
Total general administration	19,365	20,198	833	20,381	183

(This schedule is continued on the following page.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Original Budget ncrease (Decrease	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)					
Support services (Continued)					
School administration					
Office of principal services	\$ 54,838	\$ 53,059	\$ (1,779)	\$ 48,030	\$ (5,029)
Total school administration	54,838	53,059	(1,779)	48,030	(5,029)
Business					
Direction of business support services	17,612	15,011	(2,601)	22,621	7,610
Fiscal services	38,795	45,033	6,238	42,857	(2,176)
Facilities acquisition and construction services	777	907	130	896	(11)
Operation and maintenance of plant services	580,384	596,824	16,440	614,183	17,359
Pupil transportation services	11,770	14,397	2,627	13,757	(640)
Food services	147,460	152,562	5,102	160,272	7,710
Total business	796,798	824,734	27,936	854,586	29,852
Central					
Information services	11,760	12,815	1,055	12,218	(597)
Staff services	65,613	70,448	4,835	66,701	(3,747)
Data processing services	151,251	170,307	19,056	171,793	1,486
Total central	228,624	253,570	24,946	250,712	(2,858)
Other support services	17,573	21,525	3,952	20,771	(754)
Total support services	1,301,574	1,350,052	48,478	1,377,829	27,777
Community services	5,285	6,621	1,336	7,604	983
Total expenditures	2,283,344	2,317,665	34,321	2,392,933	75,268
NET CHANGE IN FUND BALANCE	<u>\$ (2,271,725)</u>	<u>\$ (2,317,472)</u>	<u>\$ (45,747)</u>	(2,392,933)	<u>\$ (75,461)</u>
FUND BALANCE, JULY 1				3,450,539	
FUND BALANCE, JUNE 30				<u>\$ 1,057,606</u>	

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Ten Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Actuarially determined contribution	\$ 702,040	\$ 785,814	\$ 815,792	\$ 727,820	\$ 867,202	\$ 863,914	\$ 721,534	\$ 695,598	\$ 801,435	\$ 811,211
Contributions in relation to the actuarially determined contribution	702,041	791,940	831,926	727,791	867,154	863,914	721,534	695,598	801,435	811,211
CONTRIBUTION DEFICIENCY (Excess)	\$ (1)	\$ (6,126)	\$ (16,134)	\$ 29	\$ 48	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 7,460,578	\$ 9,011,633	\$ 9,114,999	\$ 9,154,974	\$ 9,167,038	\$ 9,141,947	\$ 11,014,568	\$ 11,577,807	\$ 11,980,278	\$ 12,454,984
Contributions as a percentage of covered payroll	9.41%	8.79%	9.13%	7.95%	9.46%	9.45%	6.55%	6.01%	6.69%	6.51%

Notes to Required Supplemental Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 18 years until the remaining period reaches ten years (then ten-year rolling period); the asset valuation method was five-year smoothed fair value; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.85% to 13.75% compounded annually and price inflation of 2.75%.

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Last Ten Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Statutorily required contribution	\$ 474,539	\$ 170,676	\$ 165,976	\$ 177,093	\$ 180,201	\$ 187,296	\$ 409,743	\$ 394,834	\$ 353,433	\$ 400,789
Contributions in relation to the statutorily required contribution	474,666	175,453	165,715	159,853	179,482	208,765	409,743	394,834	353,433	400,789
CONTRIBUTION DEFICIENCY (Excess)	\$ (127)	\$ (4,777)	\$ 261	\$ 17,240	\$ 719	\$ (21,469)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 27,080,259	\$ 28,616,496	\$ 30,533,342	\$ 31,069,113	\$ 32,292,460	\$ 34,183,785	\$ 35,240,143	\$ 38,740,144	\$ 40,348,681	\$ 41,205,615
Contributions as a percentage of covered payroll	1.75%	0.61%	0.54%	0.51%	0.56%	0.61%	1.16%	1.02%	0.88%	0.97%

Notes to Required Supplemental Information

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.

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHERS' HEALTH INSURANCE SECURITY FUND

Last Nine Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2018	2019	2020	2021	2022	2023	2024	2025	2026
Actuarially determined contribution	\$ 227,474	\$ 251,825	\$ 280,907	\$ 285,836	\$ 297,091	\$ 236,109	\$ 259,559	\$ 270,336	\$ 276,078
Contributions in relation to the actuarially determined contribution	227,492	251,445	265,740	279,404	325,453	236,109	259,559	270,336	276,078
CONTRIBUTION DEFICIENCY (Excess)	\$ (18)	\$ 380	\$ 15,167	\$ 6,432	\$ (28,362)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 28,616,496	\$ 30,533,342	\$ 31,069,113	\$ 32,292,460	\$ 34,183,785	\$ 35,240,143	\$ 38,740,144	\$ 40,348,681	\$ 41,205,615
Contributions as a percentage of covered payroll	0.79%	0.82%	0.86%	0.87%	0.95%	0.67%	0.67%	0.67%	0.67%
Notes to Required Supplemental Information									

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Ten Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
TOTAL PENSION LIABILITY										
Service cost	\$ 859,957	\$ 823,636	\$ 914,290	\$ 960,982	\$ 970,487	\$ 889,244	\$ 893,278	\$ 998,396	\$ 1,057,122	\$ 1,119,649
Interest	2,420,795	2,535,439	2,694,572	2,795,565	2,908,087	2,960,804	3,080,028	3,277,283	3,501,366	3,702,574
Differences between expected and actual experience	208,253	1,929,041	10,551	130,995	(212,336)	348,302	1,353,317	1,532,774	958,988	(1,263,543)
Changes in assumptions	(39,331)	(1,195,471)	1,065,706	-	(409,467)	-	-	(55,196)	-	-
Benefit payments, including refunds of member contributions	(1,859,205)	(2,032,837)	(1,999,566)	(2,153,585)	(2,526,963)	(2,451,064)	(2,660,733)	(2,656,105)	(2,727,528)	(2,819,410)
Net change in total pension liability	1,590,469	2,059,808	2,685,553	1,733,957	729,808	1,747,286	2,665,890	3,097,152	2,789,948	739,270
Total pension liability - beginning	32,819,990	34,410,459	36,470,267	39,155,820	40,889,777	41,619,585	43,366,871	46,032,761	49,129,913	51,919,861
TOTAL PENSION LIABILITY - ENDING	\$ 34,410,459	\$ 36,470,267	\$ 39,155,820	\$ 40,889,777	\$ 41,619,585	\$ 43,366,871	\$ 46,032,761	\$ 49,129,913	\$ 51,919,861	\$ 52,659,131
PLAN FIDUCIARY NET POSITION										
Contributions - employer	\$ 702,041	\$ 791,940	\$ 831,926	\$ 727,791	\$ 867,154	\$ 863,914	\$ 748,580	\$ 790,166	\$ 755,227	\$ 874,045
Contributions - member	335,840	406,582	411,157	412,613	413,585	414,575	451,209	561,677	534,650	556,357
Net investment income	2,083,457	5,769,722	(2,096,428)	6,437,620	5,639,379	7,448,098	(6,406,165)	4,664,904	4,592,851	7,616,465
Benefit payments, including refunds of member contributions	(1,859,205)	(2,032,837)	(1,999,566)	(2,153,585)	(2,526,963)	(2,451,064)	(2,660,733)	(2,656,105)	(2,727,528)	(2,819,410)
Other (net transfer)	172,473	(806,471)	557,115	(174,880)	82,732	70,980	(186,691)	1,178,145	(232,941)	(1,206,146)
Net change in plan fiduciary net position	1,434,606	4,128,936	(2,295,796)	5,249,559	4,475,887	6,346,503	(8,053,800)	4,538,787	2,922,259	5,021,311
Plan fiduciary net position - beginning	30,542,762	31,977,368	36,106,304	33,810,508	39,060,067	43,535,954	49,882,457	41,828,657	46,367,444	49,289,703
PLAN FIDUCIARY NET POSITION - ENDING	\$ 31,977,368	\$ 36,106,304	\$ 33,810,508	\$ 39,060,067	\$ 43,535,954	\$ 49,882,457	\$ 41,828,657	\$ 46,367,444	\$ 49,289,703	\$ 54,311,014
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 2,433,091	\$ 363,963	\$ 5,345,312	\$ 1,829,710	\$ (1,916,369)	\$ (6,515,586)	\$ 4,204,104	\$ 2,762,469	\$ 2,630,158	\$ (1,651,883)

MEASUREMENT DATE DECEMBER 31,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Plan fiduciary net position as a percentage of the total pension liability	92.93%	99.00%	86.35%	95.53%	104.60%	115.02%	90.87%	94.38%	94.93%	103.14%
Covered payroll	\$ 7,460,578	\$ 9,011,633	\$ 9,114,999	\$ 9,154,974	\$ 9,167,038	\$ 9,141,947	\$ 10,007,760	\$ 11,445,129	\$ 11,763,652	\$ 12,372,910
Employer's net pension liability as a percentage of covered payroll	32.61%	4.04%	58.64%	19.99%	(20.90%)	(71.27%)	42.01%	24.14%	22.36%	(13.35%)

Assumption Changes:

2016 - changes in assumptions related to retirement age and mortality rates.

2017 - changes in assumptions related to inflation rates, salary rates and mortality rates.

2018 - changes in assumptions related to the investment rate of return

2020 - changes in assumptions related to inflation rates, salary increases and mortality rates.

2023 - changes in assumptions related to mortality rates.

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY AND RELATED RATIOS
TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

Last Ten Fiscal Years

MEASUREMENT DATE JUNE 30,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
District's proportion of the net pension liability	0.01225670%	0.00425861%	0.00398842%	0.00352971%	0.00368175%	0.00401317%	0.00333160%	0.00336397%	0.00360337%	0.00372720%
District's proportionate share of the net pension liability	\$ 9,674,951	\$ 3,253,501	\$ 3,108,768	\$ 2,862,833	\$ 3,174,233	\$ 3,130,726	\$ 2,793,221	\$ 2,858,723	\$ 3,094,058	\$ 3,158,861
State's proportionate share of the net pension liability associated with the District	207,538,257	200,335,464	212,963,635	203,748,289	248,622,397	262,388,130	242,293,463	246,709,257	257,978,035	253,839,893
TOTAL	\$ 217,213,208	\$ 203,588,965	\$ 216,072,403	\$ 206,611,122	\$ 251,796,630	\$ 265,518,856	\$ 245,086,684	\$ 249,567,980	\$ 261,072,093	\$ 256,998,754
District's covered payroll	\$ 26,124,556	\$ 27,080,259	\$ 28,616,496	\$ 30,533,342	\$ 31,069,113	\$ 32,292,460	\$ 34,183,785	\$ 35,240,143	\$ 38,740,144	\$ 40,348,681
District's proportionate share of the net pension liability associated with the employer as a percentage of its covered payroll	831.45%	751.80%	755.06%	676.67%	810.44%	822.23%	716.97%	708.19%	673.91%	636.94%
Plan fiduciary net position as a percentage of the total pension liability	36.40%	39.30%	40.00%	39.60%	37.80%	45.10%	42.80%	43.90%	45.40%	47.70%

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN

Last Nine Fiscal Years

MEASUREMENT DATE JUNE 30,	2018	2019	2020	2021	2022	2023	2024	2025	2026
TOTAL OPEB LIABILITY									
Service cost	\$ 80,239	\$ 73,940	\$ 54,188	\$ 103,225	\$ 102,536	\$ 90,785	\$ 67,343	\$ 58,548	\$ 54,280
Interest	42,167	47,029	37,907	33,136	31,960	29,931	40,848	44,666	35,254
Changes of benefit terms	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(72,762)	(482,730)	-	314,861	-	(229,366)	-	(349,945)	-
Changes of assumptions	-	12,884	(9,335)	(183,663)	49,784	(254,085)	(3,301)	23,668	(37,389)
Benefit payments	(168,000)	(186,048)	(122,728)	-	(25,591)	-	(23,036)	(21,232)	(20,811)
Other changes	-	-	-	-	-	-	-	-	-
Net change in total OPEB liability	(118,356)	(534,925)	(39,968)	267,559	158,689	(362,735)	81,854	(244,295)	31,334
Total OPEB liability - beginning	1,639,984	1,521,628	986,703	946,735	1,214,294	1,372,983	1,010,248	1,092,102	847,807
TOTAL OPEB LIABILITY - ENDING	\$ 1,521,628	\$ 986,703	\$ 946,735	\$ 1,214,294	\$ 1,372,983	\$ 1,010,248	\$ 1,092,102	\$ 847,807	\$ 879,141
Covered-employee payroll	N/A	\$ 8,993,611	\$ 8,987,819	\$ 7,911,156	\$ 8,187,138	\$ 9,422,536	\$ 9,803,429	\$ 12,486,097	\$ 12,985,835
Employer's total OPEB liability as a percentage of covered-employee payroll	N/A	10.97%	10.53%	15.35%	16.77%	10.72%	11.14%	6.79%	6.77%

There were changes in assumptions related to the discount rate, health care rates and decrements in 2023; discount rate in 2024, 2025, and 2026.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
COLLECTIVE NET OPEB LIABILITY AND RELATED RATIOS
TEACHERS' HEALTH INSURANCE SECURITY FUND

Last Nine Fiscal Years

MEASUREMENT DATE JUNE 30,	2017	2018	2019	2020	2021	2022	2023	2024	2025
District's proportion of the collective net OPEB liability	0.117726%	0.120533%	0.117522%	0.120054%	0.136287%	0.123897%	0.126096%	0.131065%	0.129400%
District's proportionate share of the collective net OPEB liability	\$ 30,549,435	\$ 31,755,432	\$ 32,526,976	\$ 32,097,620	\$ 30,058,520	\$ 8,480,381	\$ 8,987,317	\$ 10,288,804	\$ 11,625,698
State's proportionate share of the collective net OPEB liability associated with the District	40,118,999	42,640,697	44,045,675	43,483,534	40,754,966	11,536,721	12,153,697	13,972,663	15,770,963
TOTAL	\$ 70,668,434	\$ 74,396,129	\$ 76,572,651	\$ 75,581,154	\$ 70,813,486	\$ 20,017,102	\$ 21,141,014	\$ 24,261,467	\$ 27,396,661
Plan's fiduciary net position as a percentage of the total pension liability	(0.17%)	(0.07%)	0.25%	0.70%	1.40%	5.24%	6.21%	7.43%	8.03%
District's covered payroll	\$ 27,080,259	\$ 28,616,496	\$ 30,533,342	\$ 31,069,113	\$ 32,292,460	\$ 34,183,785	\$ 35,240,143	\$ 38,740,144	\$ 40,348,681
Proportionate of the collective net OPEB liability associated with employer as a percentage of its covered payroll	260.96%	260.37%	250.78%	236.84%	219.29%	56.80%	59.99%	62.63%	67.90%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented or as many years as is available.

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2026

1. BUDGETS AND BUDGETARY ACCOUNTING

Annual budgets for all Governmental Funds are adopted on the modified accrual basis, consistent with GAAP for local governments.

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

- a. The administration submits to the Board a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- b. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
- c. Prior to September 30 the budget is legally adopted through passage of a resolution. On or before the last Thursday in December, a tax levy ordinance is filed with the County Clerk to obtain tax revenues.
- d. The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund without Board approval; however, any revisions that alter the total expenditures of any fund must be approved by the Board following the public hearing process mandated by law. The budget was adopted on September 9, 2025 and amended on June 9, 2026.
- e. The legal level of budgetary control is at the individual fund level, therefore, actual expenditures for the governmental funds may not legally exceed the total budgeted for such funds. However, under the State Budget Act expenditures may exceed the budget if additional resources are available to finance such expenditures.

2. EXCESS EXPENDITURES OVER APPROPRIATIONS

The following fund over expended appropriations in fiscal year 2026:

Fund	Budget	Expenditures	Excess
General	\$ 77,239,417	\$ 78,703,411	\$ (1,463,994)
Illinois Municipal Retirement/ Social Security	2,317,665	2,392,933	(75,268)
Debt Service	14,236,884	14,267,875	(30,991)
Fire Prevention and Safety	4,380	68,496	(64,116)

3. BUDGETARY VARIANCES

Significant differences between the original and final budget were primarily due to amendments made during the fiscal year to reflect updated revenue projections, staffing costs, grant awards, transportation expenditures, and capital project activity.

Significant variances between final budget and actual results included:

- **General Fund** revenues exceeded the final budget primarily due to property tax revenues exceeding estimates by approximately \$1.4 million and federal revenues exceeding budget by approximately \$1.2 million, largely due to additional federal grant activity and Medicaid-related reimbursements received during the year. Expenditures exceeded the final budget primarily due to increased salaries, employee benefits, purchased services, and special education costs.
- **Transportation Fund** revenues exceeded the final budget primarily due to higher than anticipated regular transportation state aid. Transportation expenditures were below budget primarily due to lower contracted transportation costs than anticipated.
- **Operations and Maintenance Fund** revenues exceeded budget due primarily to higher property tax collections and local revenue than anticipated. Expenditures were below budget primarily due to lower facilities maintenance and operations costs than originally projected.
- **Illinois Municipal Retirement/Social Security Fund** expenditures exceeded budget primarily due to higher employer retirement and payroll-related costs than anticipated during the fiscal year.

SUPPLEMENTARY INFORMATION

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

COMBINING BALANCE SHEET
GENERAL FUND - BY ACCOUNT

June 30, 2026

	Educational Accounts	Working Cash Accounts	Total
ASSETS			
Cash and investments	\$ 23,874,022	\$ 7,437,921	\$ 31,311,943
Receivables			
Property taxes, net	23,017,928	196,394	23,214,322
Intergovernmental	1,116,243	-	1,116,243
Due from other funds	994,151	-	994,151
TOTAL ASSETS	\$ 49,002,344	\$ 7,634,315	\$ 56,636,659
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 342,483	\$ -	\$ 342,483
Salaries and wages payable	6,303,454	-	6,303,454
Total liabilities	6,645,937	-	6,645,937
DEFERRED INFLOWS OF RESOURCES			
Property taxes levied for subsequent years	23,017,928	196,394	23,214,322
Total deferred inflows of resources	23,017,928	196,394	23,214,322
Total liabilities and deferred inflows of resources	29,663,865	196,394	29,860,259
FUND BALANCES			
Assigned for working cash	-	7,437,921	7,437,921
Unassigned	19,338,479	-	19,338,479
Total fund balances	19,338,479	7,437,921	26,776,400
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 49,002,344	\$ 7,634,315	\$ 56,636,659

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GENERAL FUND - BY ACCOUNT

For the Year Ended June 30, 2026

	Educational Accounts	Working Cash Accounts	Total
REVENUES			
Property taxes	\$ 45,725,777	\$ 389,918	\$ 46,115,695
Corporate personal property replacement taxes	1,458,344	-	1,458,344
State aid	45,356,566	-	45,356,566
Federal aid	8,113,793	-	8,113,793
Investment income	399,777	357,510	757,287
Other local revenue	332,831	-	332,831
Other	966,628	-	966,628
Total revenues	102,353,716	747,428	103,101,144
EXPENDITURES			
Current			
Instruction			
Regular programs	39,859,171	-	39,859,171
Special programs	16,264,977	-	16,264,977
Other instructional programs	7,664,103	-	7,664,103
Student activity funds	17,804	-	17,804
Support services			
Pupils	7,601,660	-	7,601,660
Instructional staff	2,796,360	-	2,796,360
General administration	2,366,541	-	2,366,541
School administration	5,415,617	-	5,415,617
Business	6,059,587	-	6,059,587
Central	6,622,694	-	6,622,694
Other support services	210,509	-	210,509
Community services	672,234	-	672,234
Intergovernmental	2,639,733	-	2,639,733
Capital outlay	21,959	-	21,959
Total expenditures	98,212,949	-	98,212,949
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	4,140,767	747,428	4,888,195

(This schedule is continued on the following page.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (Continued)
GENERAL FUND - BY ACCOUNT

For the Year Ended June 30, 2026

	Educational Accounts	Working Cash Accounts	Total
OTHER FINANCING SOURCES (USES)			
Transfers (out)	\$ (2,250,000)	\$ (17,000,000)	\$ (19,250,000)
Total other financing sources (uses)	(2,250,000)	(17,000,000)	(19,250,000)
NET CHANGE IN FUND BALANCES	1,890,767	(16,252,572)	(14,361,805)
FUND BALANCES, JULY 1, AS PREVIOUSLY REPORTED	17,649,542	23,690,493	41,340,035
Restatement - Error correction	(201,830)	-	(201,830)
FUND BALANCES, JULY 1, AS RESTATED	17,447,712	23,690,493	41,138,205
FUND BALANCES, JUNE 30	\$ 19,338,479	\$ 7,437,921	\$ 26,776,400

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Original Budget Increase (Decrease)	Actual	Variance with Final Budget Over (Under)
REVENUES					
Local sources					
Property taxes	\$ 11,949,504	\$ 11,838,778	\$ (110,726)	\$ 12,068,769	\$ 229,991
Interest on investments	145,737	98,621	(47,116)	95,580	(3,041)
Total local sources	12,095,241	11,937,399	(157,842)	12,164,349	226,950
Total revenues	12,095,241	11,937,399	(157,842)	12,164,349	226,950
EXPENDITURES					
Debt service					
Payments on long-term debt					
Interest on long-term debt	4,786,671	6,071,062	1,284,391	6,130,133	59,071
Principal payments on long-term debt	7,135,000	8,160,000	1,025,000	8,132,490	(27,510)
Other objects	5,434	5,822	388	5,252	(570)
Total payments on long-term debt	11,927,105	14,236,884	2,309,779	14,267,875	30,991
Total expenditures	11,927,105	14,236,884	2,309,779	14,267,875	30,991
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	168,136	(2,299,485)	(2,467,621)	(2,103,526)	195,959
OTHER FINANCING SOURCES (USES)					
Transfers in	-	2,250,000	2,250,000	2,250,000	-
Total other financing sources (uses)	-	2,250,000	2,250,000	2,250,000	-
NET CHANGE IN FUND BALANCE	\$ 168,136	\$ (49,485)	\$ (217,621)	146,474	\$ 195,959
FUND BALANCE, JULY 1				4,711,877	
FUND BALANCE, JUNE 30				\$ 4,858,351	

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Original Budget Increase (Decrease)	Actual	Variance with Final Budget Over (Under)
REVENUES					
Local sources					
Other local revenue	\$ -	\$ 9,900	\$ 9,900	\$ 9,900	\$ -
Total local sources	-	9,900	9,900	9,900	-
State sources					
Infrastructure improvements - school infrastructure - maintenance projects	50,000	50,000	-	50,000	-
Total state sources	50,000	50,000	-	50,000	-
Total revenues	50,000	59,900	9,900	59,900	-
EXPENDITURES					
Support services					
Business					
Facilities acquisition and construction services					
Purchased services	-	299,726	299,726	319,088	19,362
Capital outlay	18,654,000	22,984,670	4,330,670	15,611,289	(7,373,381)
Noncapitalized equipment	140,000	68,385	(71,615)	49,942	(18,443)
Total facilities acquisition and construction services	18,794,000	23,352,781	4,558,781	15,980,319	(7,372,462)
Total support services - business	18,794,000	23,352,781	4,558,781	15,980,319	(7,372,462)
Total expenditures	18,794,000	23,352,781	4,558,781	15,980,319	(7,372,462)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(18,744,000)	(23,292,881)	(4,548,881)	(15,920,419)	7,372,462
OTHER FINANCING SOURCES (USES)					
Transfers in	12,000,000	17,000,000	5,000,000	17,000,000	-
Total other financing sources (uses)	12,000,000	17,000,000	5,000,000	17,000,000	-
NET CHANGE IN FUND BALANCE	\$ (6,744,000)	\$ (6,292,881)	\$ 451,119	1,079,581	\$ 7,372,462
FUND BALANCE (DEFICIT), JULY 1				(2,992,230)	
FUND BALANCE (DEFICIT), JUNE 30				\$ (1,912,649)	

(See independent auditor's report.)

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FIRE PREVENTION AND SAFETY FUND

For the Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Original Budget Increase (Decrease)	Actual	Variance with Final Budget Over (Under)
REVENUES					
Local sources					
Property taxes	\$ 155,085	\$ 183,007	\$ 27,922	\$ 94,473	\$ (88,534)
Interest on investments	-	1,142	1,142	1,154	12
Other local revenue	-	12,523	12,523	-	(12,523)
Total local sources	155,085	196,672	41,587	95,627	(101,045)
Total revenues	155,085	196,672	41,587	95,627	(101,045)
EXPENDITURES					
Support Service - Business					
Facilities acquisition and construction services					
Purchased services	131,629	4,380	(127,249)	68,496	64,116
Total expenditures	131,629	4,380	(127,249)	68,496	64,116
NET CHANGE IN FUND BALANCE	\$ 23,456	\$ 192,292	\$ 168,836	27,131	\$ (165,161)
FUND BALANCE, JULY 1				119,508	
FUND BALANCE, JUNE 30				\$ 146,639	

(See independent auditor's report.)

OTHER SUPPLEMENTAL INFORMATION

CRETE-MONEE SCHOOL DISTRICT #201-U
CRETE, ILLINOIS

PROPERTY TAX RATES - LEVIES AND COLLECTIONS*

Last Five Tax Levy Years

	2025	2024	2023	2022	2021
ASSESSED VALUATION	\$ 1,086,751,184	\$ 1,009,485,444	\$ 831,983,924	\$ 772,730,707	\$ 850,181,319
RATES EXTENDED					
Educational (incl. special education)	4.2779	4.3999	4.3715	4.1586	4.4045
Operations and maintenance	0.6070	0.5677	0.7212	0.6329	0.6442
Transportation	0.4524	0.4649	0.6425	0.6027	0.5799
Municipal retirement/Social Security	-	-	0.1202	0.4822	0.4510
Working cash	0.0365	0.0375	0.0445	0.0466	0.0458
Debt service	1.1040	1.1884	1.4420	1.5528	1.6887
Fire prevention and safety	0.0023	0.0151	0.0108	0.0036	0.0027
TOTAL RATES EXTENDED	6.4801	6.6735	7.3527	7.4794	7.8168
LEVIES EXTENDED					
Educational (incl. special education)	\$ 46,490,130	\$ 44,416,350	\$ 36,370,175	\$ 32,134,779	\$ 31,296,731
Operations and maintenance	6,596,580	5,730,849	6,000,268	4,890,613	4,577,444
Transportation	4,916,462	4,693,098	5,345,497	4,657,248	4,120,553
Municipal retirement/Social Security	-	-	1,000,044	3,726,108	3,204,638
Working cash	396,664	378,557	370,233	360,063	325,438
Debt service	11,997,733	11,996,725	11,997,208	11,998,962	11,999,271
Fire prevention and safety	24,995	152,432	89,854	27,818	19,185
TOTAL LEVIES EXTENDED	\$ 70,422,564	\$ 67,368,011	\$ 61,173,279	\$ 57,795,591	\$ 55,543,260
COLLECTIONS ON LEVIES EXTENDED					
Total collections	\$ 33,555,345	\$ 66,273,169	\$ 60,980,781	\$ 57,305,659	\$ 54,709,469
PERCENTAGE OF EXTENSIONS COLLECTED					
Total % of extensions collected	47.65%	98.37%	99.69%	99.15%	98.50%

*Tax rates are expressed in dollars per \$100 of assessed valuation.

Source of information: Will County - Tax Rate Calculation Reports and Annual Financial Reports

(See independent auditor's report.)