Monday, November 23, 2026

FOR INFORMATION

FY2026 Audited Financial Statements

Part I Audit Results | Part II Financial Position | Part III Reports & Next Steps

KEY TAKEAWAYS

PART I Audit Results

1. **Clean audit.** The auditors issued an unmodified ("clean") opinion. There were no internal control findings, no audit difficulties, and no disagreements with management.
2. **Close to the August preliminary results.** The audited increase in fund balances of $677,351 is about $151,000 below what we reported in August, mostly from year-end audit adjustments and Student Activity Funds.

PART II Financial Position

1. **Fund balances grew.** Governmental fund balances rose to $21.7 million. The General Fund finished about $700,000 better than budget.
2. **Highest state rating.** Our estimated ISBE Financial Profile score is 4.0, the highest possible, so the District keeps Financial Recognition status.

PART III Reports & Next Steps

1. **Board acceptance.** The Board will be asked to accept the audit on the consent agenda at the regular Board meeting.
2. **Two items remain.** Lauterbach & Amen will submit the ISBE Annual Financial Report, and the federal Single Audit is due March 31, 2027.

FY2026 at a glance

Unmodified
Auditor's opinion (a "clean" audit)

$21.7M
Governmental fund balances, up $677,351

4.0
Estimated ISBE Financial Profile score, the highest possible

0
Internal control findings or management letter comments

Compared with August preliminary results

AUDITED VS. AUGUST PRELIMINARY

Audited results are about $151,000 below the August preliminary results



Preliminary	**$828,089**
Audit adjustments	(98,924)
Student Activity Funds	(51,814)
Audited	**$677,351**

Student Activity Funds are included in the audited Governmental Funds but not in the preliminary results. Amounts are the net change in governmental fund balances.

Where we stand financially: Operating Funds

$1.1M
Operating surplus; the budget projected breakeven

$19.4M
Fund balances at June 30, 2026, up $1.1 million

47%
Fund balance as a share of expenditures; the Board policy minimum is 25%

$6.1M
Bonds outstanding; final payment December 30, 2030

Operating Funds include the Educational, Operations & Maintenance, Transportation, and Working Cash Funds. Amounts exclude on-behalf payments and Student Activity Funds.

FUND BALANCE VS. BOARD POLICY



Board policy calls for the Operating Funds to keep a fund balance of at least 25% of their combined expenditures.

About on-behalf payments: The audited revenues and expenditures each include $8,543,732 the State of Illinois paid directly to the Teachers' Retirement System (TRS) and the Teachers' Health Insurance Security (THIS) Fund for District employees. Accounting rules require us to report them, but the money never passes through District accounts, so they are not in our monthly reports or in the Operating Funds figures above, and they do not change fund balance.

Reports in the packet

Report	What it is	FY2026 result
Annual Financial Report	Audited statements, notes, and Management's Discussion and Analysis (MD&A, pages 4-15)	Unmodified opinion. First year under GASB 103, which updated the report format.
SAS 114 Letter	Auditors' required communication to the Board about the audit	No difficulties or disagreements
Management Letter	Internal control recommendations and upcoming standards	No internal control comments; GASB 105, Subsequent Events, takes effect in FY2027
ISBE Annual Financial Report	State-required report in the standard format for all Illinois districts	No findings (pages 3-4); Financial Profile score of 4.0 (page 6)
Consolidated Year-End Financial Report	Summary of federal program revenues ($1,376,661)	Fairly stated in all material respects

What happens next

Board acceptance.
The Board will be asked to accept the audit on the consent agenda at the regular Board meeting.

ISBE submission.
Lauterbach & Amen submits the ISBE Annual Financial Report. After ISBE accepts it, the Superintendent signs it electronically.

Single Audit.
The audit of federal grant programs is due March 31, 2027.

Questions.
Please send any questions for me or the auditors before the meeting.