



**BLOOM TOWNSHIP
HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2025



SIKICH.COM

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CHICAGO HEIGHTS, ILLINOIS
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CHICAGO HEIGHTS, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Bloom Township High School District #206
Chicago Heights, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying general-purpose financial statements of Bloom Township High School District #206 (the District) as of and for the year ended June 30, 2025, and the related notes to the financial statements as listed in the table of contents.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for those possible effects of the matters discussed in the basis for qualified opinion section of our report, the general-purpose financial statements referred to above present fairly, in all material respects, the assets, deferred outflows, liabilities and deferred inflows arising from cash transactions of the District as of June 30, 2025, and its revenues received and expenditures disbursed during the fiscal year then ended on the basis of accounting described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the basis for adverse opinion on accounting principles generally accepted in the United States of America paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2025, or changes in net position for the year then ended.

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 those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Qualified Opinion on Regulatory Basis of Accounting

As described in Note 3 to the financial statements, the District has not determined the complete historical cost of its capital assets. The regulatory basis of accounting described in Note 1 requires reporting of historical costs of capital assets in the General Fixed Asset Account Group on the statement of assets and liabilities arising from cash transactions/statement of net position. The amount by which this departure would affect the financial statements has not been determined.

As described in Note 6 to the financial statements, the District has omitted disclosure required by Governmental Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*. The amount by which this departure would affect the financial statements has not been determined.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1, the financial statements are prepared by the District on the basis of the financial reporting provisions prescribed by the Illinois State Board of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Illinois State Board of Education. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Illinois State Board of Education, as described in Note 1. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility 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

Supplementary Information

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

The information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the general-purpose financial statements or to the general-purpose 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 as listed in the table of contents is fairly stated, in all material respects, in relation to the general-purpose 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 information section 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 April 13, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Sikich CPA LLC

Naperville, Illinois
April 13, 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
Bloom Township High School District #206
Chicago Heights, 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 general-purpose financial statements of Bloom Township High School District #206 (the District), as of and for the year ended June 30, 2025, and the related notes to financial statements and have issued our report thereon dated April 13, 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. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as finding 2025-001 that we consider to be a material weakness.

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*.

District's Responses 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
April 13, 2026

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2025

Material Weakness

2025-001: Financial Statement and Footnote Preparation

Criteria: Professional standards indicate that depending on the financial statements prepared for the organization, including footnote disclosures, and knowledge of organization personnel, the inability of the organization to prepare financial statements and footnote disclosures in accordance with the basis of accounting used by the organization would be a control deficiency that normally would be considered a significant deficiency or a material weakness.

Condition: While select District management personnel fully understand the District's financial statement and related footnotes, they do not necessarily stay current with all new accounting pronouncements that could impact the District's financial statement reporting. As a result, District personnel are not able to prepare financial statements complete with all footnote disclosures. Additionally, in order to prepare reasonably stated financial statements, adjusting journal entries as a result of audit procedures were necessary. This is deemed to be a material weakness in internal control over financial reporting and is a repeat of finding 2024-001.

Context: Sikich made entries to adjust balances as of year-end to be reported in the financial statements. Entries included the determination of TRS/THIS on-behalf payments, food commodities received by the District, reclass of Medicaid Administrative Outreach revenues, and student activity funds.

Effect: The potential effect of this control deficiency is that a misstatement or omission in the financial statements would not be prevented, detected or corrected on a timely basis.

Cause: Management did not make all of the required adjustments. Sikich prepared the financial statements and recorded year-end entries noted above.

Recommendation: We recommend that management evaluate the situation. Management should consider the cost in time and hard dollars of requiring employees with financial statement responsibility to remain current with all applicable accounting pronouncements. Additionally, management should implement controls surrounding the proper reporting of items that have been historically recorded through adjusting journal entries proposed by the auditors.

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

For the Year Ended June 30, 2025

Material Weakness (Continued)

2025-001: Financial Statement and Footnote Preparation (Continued)

Views of Responsible Officials: The District will explore professional development and educational options available to existing staff members in the Business Office who are responsible for preparing financial statements. The District will also work with employees of the Bloom Township Trustees Office to stay current with all applicable accounting pronouncements.

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

**COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - REGULATORY CASH BASIS
ALL FUNDS AND ACCOUNTS GROUPS**

June 30, 2025

	Governmental Fund Types			
	Educational	Operations and Maintenance	Transportation	Municipal Retirement/ Social Security
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Cash and investments	\$ 65,432,082	\$ 2,455,206	\$ 4,533,986	\$ 1,483,052
Land	-	-	-	-
Construction in progress	-	-	-	-
Buildings	-	-	-	-
Site improvement and infrastructure	-	-	-	-
Equipment	-	-	-	-
Amount available in debt service fund	-	-	-	-
Amount to be provided for the retirement general long-term debt	-	-	-	-
Total assets	65,432,082	2,455,206	4,533,986	1,483,052
DEFERRED OUTFLOWS OF RESOURCES				
None	-	-	-	-
Total deferred outflows of resources	-	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 65,432,082	\$ 2,455,206	\$ 4,533,986	\$ 1,483,052
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Long-term debt payable	\$ -	\$ -	\$ -	\$ -
Total liabilities	-	-	-	-
DEFERRED INFLOWS OF RESOURCES				
None	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Total liabilities and deferred inflows of resources	-	-	-	-
FUND BALANCES				
Investment in general fixed assets	-	-	-	-
Restricted for				
Operations and maintenance	-	2,455,206	-	-
Transportation	-	-	4,533,986	-
IMRF	-	-	-	1,483,052
Tort immunity	-	-	-	-
Fire safety and prevention	-	-	-	-
Working cash	-	-	-	-
Debt service	-	-	-	-
Capital projects	-	-	-	-
Unassigned	65,432,082	-	-	-
Total fund balances	65,432,082	2,455,206	4,533,986	1,483,052
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 65,432,082	\$ 2,455,206	\$ 4,533,986	\$ 1,483,052

Governmental Fund Types					Account Groups		Total (Memorandum Only)
Tort Immunity	Fire Safety and Prevention	Working Cash	Debt Service	Capital Projects	General Fixed Asset	General Long-Term Debt	
\$ 60,178	\$ 52,049	\$ 4,874,644	\$ 641,721	\$ 999,336	\$ -	\$ -	\$ 80,532,254
-	-	-	-	-	330,172	-	330,172
-	-	-	-	-	1,932,529	-	1,932,529
-	-	-	-	-	10,023,015	-	10,023,015
-	-	-	-	-	40,926,867	-	40,926,867
-	-	-	-	-	1,824,755	-	1,824,755
-	-	-	-	-	-	641,721	641,721
-	-	-	-	-	-	29,358,279	29,358,279
60,178	52,049	4,874,644	641,721	999,336	55,037,338	30,000,000	165,569,592
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 60,178	\$ 52,049	\$ 4,874,644	\$ 641,721	\$ 999,336	\$ 55,037,338	\$ 30,000,000	\$ 165,569,592
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,000,000	\$ 30,000,000
-	-	-	-	-	-	30,000,000	30,000,000
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	30,000,000	30,000,000
-	-	-	-	-	55,037,338	-	55,037,338
-	-	-	-	-	-	-	2,455,206
-	-	-	-	-	-	-	4,533,986
-	-	-	-	-	-	-	1,483,052
60,178	-	-	-	-	-	-	60,178
-	52,049	-	-	-	-	-	52,049
-	-	4,874,644	-	-	-	-	4,874,644
-	-	-	641,721	-	-	-	641,721
-	-	-	-	999,336	-	-	999,336
-	-	-	-	-	-	-	65,432,082
60,178	52,049	4,874,644	641,721	999,336	55,037,338	-	135,569,592
\$ 60,178	\$ 52,049	\$ 4,874,644	\$ 641,721	\$ 999,336	\$ 55,037,338	\$ 30,000,000	\$ 165,569,592

See accompanying notes to financial statements.

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - REGULATORY CASH BASIS
GOVERNMENTAL FUNDS

For the Year Ended June 30, 2025

	Educational	Operations and Maintenance	Transportation	Municipal Retirement/ Social Security
REVENUES				
Local sources	\$ 29,197,722	\$ 4,772,128	\$ 1,924,919	\$ 1,961,843
State sources	34,441,035	4,350,000	5,775,140	500,000
Federal sources	18,622,040	-	-	-
Total revenues	82,260,797	9,122,128	7,700,059	2,461,843
EXPENDITURES				
Current				
Instruction	46,835,035	-	-	772,230
Support services	21,264,054	7,920,939	6,996,609	1,313,066
Community services	276,121	-	-	17,819
Intergovernmental	748,525	-	-	-
Capital outlay	2,014,355	2,406,960	-	-
Debt service				
Interest and fiscal charges	-	-	-	-
Other	-	-	-	-
Total expenditures	71,138,090	10,327,899	6,996,609	2,103,115
NET CHANGE IN FUND BALANCES	11,122,707	(1,205,771)	703,450	358,728
FUND BALANCES, JULY 1	54,309,375	3,660,977	3,830,536	1,124,324
FUND BALANCES, JUNE 30	\$ 65,432,082	\$ 2,455,206	\$ 4,533,986	\$ 1,483,052

Tort Immunity	Fire Safety and Prevention	Working Cash	Debt Service	Capital Projects	Total (Memorandum Only)
\$ 2,515	\$ 4,015	\$ 508,560	\$ 24,320	\$ 36,915	\$ 38,432,937
-	-	-	1,275,600	-	46,341,775
-	-	-	-	-	18,622,040
2,515	4,015	508,560	1,299,920	36,915	103,396,752
-	-	-	-	-	47,607,265
-	-	-	-	-	37,494,668
-	-	-	-	-	293,940
-	-	-	-	-	748,525
-	-	-	-	-	4,421,315
-	-	-	1,270,500	-	1,270,500
-	-	-	4,425	-	4,425
-	-	-	1,274,925	-	91,840,638
2,515	4,015	508,560	24,995	36,915	11,556,114
57,663	48,034	4,366,084	616,726	962,421	68,976,140
\$ 60,178	\$ 52,049	\$ 4,874,644	\$ 641,721	\$ 999,336	\$ 80,532,254

See accompanying notes to financial statements.

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

COMBINING STATEMENT OF REVENUES RECEIVED -
REGULATORY CASH BASIS
GOVERNMENTAL FUNDS

For the Year Ended June 30, 2025

	Educational	Operations and Maintenance	Transportation	Municipal Retirement/ Social Security
REVENUES				
Local sources				
Property taxes	\$ 21,569,540	\$ 3,654,189	\$ 1,789,248	\$ 1,831,523
Replacement taxes	3,609,503	1,000,000	-	75,000
Interest income	2,643,105	76,057	135,397	55,320
Sales to pupils - a la carte	105,833	-	-	-
Other food services	10,559	-	-	-
Other district/school activity revenues	13,398	-	-	-
Student activity revenues	694,540	-	-	-
Rentals - regular textbooks	9,976	-	-	-
Contributions and donations	56,904	9,946	-	-
Refund of prior year expenditures	112,684	-	-	-
Drivers' education fees	3,075	-	-	-
Proceeds from vendor's contracts	9,740	-	-	-
Other local revenue	358,865	31,936	274	-
Total local sources	29,197,722	4,772,128	1,924,919	1,961,843
State sources				
Evidence based funding formula	20,168,565	4,300,000	1,975,000	500,000
Special education - private facility tuition	98,178	-	-	-
Special education - orphanage individual	228,742	-	-	-
CTE - secondary program improvement	96,364	-	-	-
Transportation - regular and vocational	-	-	2,711,571	-
Transportation - special education	-	-	1,088,569	-
State free lunch and breakfast	15,420	-	-	-
Drivers' education	38,716	-	-	-
Other state sources	176,202	50,000	-	-
On-behalf payment to TRS from the state	13,618,848	-	-	-
Total state sources	34,441,035	4,350,000	5,775,140	500,000
Federal sources				
National student lunch	1,159,079	-	-	-
National student breakfast	189,677	-	-	-
Title I - low income	2,783,249	-	-	-
Title IV - safe and drug free schools	213,573	-	-	-
Title IV - 21st century community learning centers	349,560	-	-	-
Federal special education - IDEA flow through	907,582	-	-	-
CTE - other	194,586	-	-	-
Qualified school construction bond credits	1,174,035	-	-	-
Title III - english language acquisition	5,298	-	-	-
Title II - teacher quality	485,800	-	-	-
Medicaid matching funds - administrative outreach	217,932	-	-	-
Medicaid matching funds - fee-for-service programs	164,528	-	-	-
Other federal sources	10,777,141	-	-	-
Total federal sources	18,622,040	-	-	-
TOTAL REVENUES	\$ 82,260,797	\$ 9,122,128	\$ 7,700,059	\$ 2,461,843

Tort Immunity	Fire Safety and Prevention	Working Cash	Debt Service	Capital Projects	Total (Memorandum Only)
\$ -	\$ 2,058	\$ 333,117	\$ -	\$ -	\$ 29,179,675
-	-	-	-	-	4,684,503
2,515	1,957	175,443	24,320	36,915	3,151,029
-	-	-	-	-	105,833
-	-	-	-	-	10,559
-	-	-	-	-	13,398
-	-	-	-	-	694,540
-	-	-	-	-	9,976
-	-	-	-	-	66,850
-	-	-	-	-	112,684
-	-	-	-	-	3,075
-	-	-	-	-	9,740
-	-	-	-	-	391,075
2,515	4,015	508,560	24,320	36,915	38,432,937
-	-	-	1,275,600	-	28,219,165
-	-	-	-	-	98,178
-	-	-	-	-	228,742
-	-	-	-	-	96,364
-	-	-	-	-	2,711,571
-	-	-	-	-	1,088,569
-	-	-	-	-	15,420
-	-	-	-	-	38,716
-	-	-	-	-	226,202
-	-	-	-	-	13,618,848
-	-	-	1,275,600	-	46,341,775
-	-	-	-	-	1,159,079
-	-	-	-	-	189,677
-	-	-	-	-	2,783,249
-	-	-	-	-	213,573
-	-	-	-	-	349,560
-	-	-	-	-	907,582
-	-	-	-	-	194,586
-	-	-	-	-	1,174,035
-	-	-	-	-	5,298
-	-	-	-	-	485,800
-	-	-	-	-	217,932
-	-	-	-	-	164,528
-	-	-	-	-	10,777,141
-	-	-	-	-	18,622,040
\$ 2,515	\$ 4,015	\$ 508,560	\$ 1,299,920	\$ 36,915	\$ 103,396,752

See accompanying notes to financial statements.

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Bloom Township High School District #206 (the District) have been prepared on a regulatory cash basis of accounting as prescribed by the Illinois State Board of Education Illinois Program Accounting Manual for Local Education Agencies, which is a comprehensive basis of accounting other than generally accepted accounting principles in the United States of America (GAAP). Under the cash basis of accounting, revenues are recognized when collected and expenses are recognized when paid and assets, liabilities and fund balances arising from cash transactions are recognized. Capital assets arising from cash transactions and long-term capital liabilities that provided cash to the District are reported in the District's financial statements. Accordingly, recognition of receivables, payables and other accrued or deferred items, including lease liabilities and intangible capital assets is not applicable.

Standards established by the Governmental Accounting Standards Board (GASB) required GAAP for governmental units. Conformance with GAAP would require the financial statements to be prepared on the accrual or modified accrual basis of accounting. Accordingly, the financial statements are not intended to present the financial position and results of operations in conformity with GAAP.

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.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Reporting Entity (Continued)

The District has developed criteria to determine whether outside agencies with activities which benefit the citizens of the district, including joint agreements which serve pupils from numerous districts, should be included within its financial reporting entity. The criteria include, but are not limited to, whether the District exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

The District is a member of the Special Education Co-op of South Cook County (SPEED) Joint Agreement No. 802, along with other area school districts. The District's pupils benefit from programs administered under this joint agreement, and the District benefits from jointly administered grants and programming. SPEED is a jointly governed organization in which the District has no ongoing financial interest. Financial information may be obtained directly from SPEED at 1125 Division Street, Chicago Heights, Illinois 60411.

The joint agreements have been determined not to be part of the reporting entity after applying the manifesting of oversight, scope of public service, and special financing relationships criteria and is therefore excluded from the accompanying financial statements because the District does not control the assets, operations or management of the joint agreement. In addition, the District is not aware of any entity which would exercise such oversight as to result in the District being considered a component unity of the entity. Financial information may be obtained directly from the joint agreements offices.

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.

Funds are classified into the following categories: governmental.

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).

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Fund Accounting (Continued)

Account groups are also used to establish accounting control and accountability over the District's general fixed assets and general long-term debt.

The District reports the following funds:

Educational Fund - This fund accounts for transactions that are not specifically covered in another fund. Certain expenditures disbursed that must be charged to this fund include direct costs of instructional, health and attendance services, lunch programs, all costs of administration (even those for buildings and grounds), and related insurance costs. Certain revenues received that must be credited to this fund include educational tax levies, tuition and textbook rentals. Student activities are included in this fund.

Operations and Maintenance Fund - This fund (a special revenue fund) accounts for all costs of maintaining, improving, or repairing school buildings and property, renting buildings and property for school purposes, or paying of premiums for insurance on school buildings.

Transportation Fund - This special revenue fund accounts for the revenues of taxes levied and related expenses for the transportation of students to and from the schools.

Municipal Retirement/Social Security Fund - This fund (a special revenue fund) accounts for the revenues of taxes levied and related expenses for employer payments for retirement contributions and for employer portion of Social Security and Medicare.

Tort Immunity Fund - This fund (a special revenue fund) accounts for the District's various insurance coverages.

Fire Safety and Prevention Fund - This fund (a special revenue fund) accounts for the revenues of taxes levied and related expenses for fire prevention and safety.

Debt Service Fund - This 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.

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

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Fund Accounting (Continued)

Working Cash Fund - This fund (a special revenue fund) accounts for financial resources held by the District to be used for temporary interfund loans to other funds.

General Fixed Assets Account Group - This account group is used to account for all capital assets of the District. General capital assets are recorded at historical cost as expenses in the appropriate fund at the time of purchase.

General Long-Term Debt Account Group - This account group is used to account for the general long-term debt of the District which is expected to be financed through the governmental funds.

The two account groups are not funds. They are concerned only with the measurement of financial position. They are not involved with the measurement of results of operations.

d. Cash and Investments

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 with maturity greater than one year at time of purchase, if any, are stated at fair value. The District categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on 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. The District held no investments to measure at fair value at June 30, 2025.

e. Property Taxes

Property taxes are levied each year on all taxable real property in the District on or before the last Tuesday in December. The 2024 tax levy was passed by the Board in December 2024 and attached as an enforceable lien on the property as of the preceding January 1. These taxes become due and collectible in approximately March and August 2025 and are collected by the county collector, who, in turn, remitted to the District its respective share. The District receives these remittances approximately one month after the collection dates.

Property taxes reported in the general-purpose financial statements consist of the receipt of the 2024 and prior tax levies.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Capital Assets

Capital assets have been acquired for general District purposes. At the time of purchase, assets are recorded as expenses, disbursed in the governmental funds and are then recorded at cost in the General Capital Assets Account Group. The capitalization threshold for all assets is \$10,000. Donated capital assets are recorded at acquisition value at the date of donation.

Depreciation is not included in any funds of the District, rather it is deducted from the capital assets and net investment in capital assets in the Statement of Net Position - Cash Basis. Depreciation is computed using the straight-line method over the estimated service lives of the property and equipment as follows:

Assets	Years
Buildings	50
Site improvements and infrastructure	20
Equipment	3-10

Depreciation accounting is not considered applicable on these regulatory Financial Statements, except to determine the per capita tuition charge. For the year ended June 30, 2025, depreciation used in calculating per capita tuition charge, which includes depreciation allowable on non-capitalized equipment, was \$4,329,619. This amount differs from the amount reported in Note 3 as this amount includes costs of noncapitalized equipment per the requirements of the Illinois State Board of Education.

g. Use of Estimates

The preparation of financial statements in conformity with the cash basis of accounting requires the District to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues received and expenditures disbursed during the reporting period. Actual results could differ from these estimates.

h. Total Memorandum Only

The Total Memorandum Only column represents the aggregation (by addition) of the line item amounts reported for each fund and account group. No consolidating or other eliminations were made in arriving at the totals; thus, they do not present consolidated information.

These totals are presented only to facilitate financial analysis and are not intended to reflect the financial position or results of operations of the District as a whole.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. 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.

Currently, the Board has not delegated the authority to assign fund balances. 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.

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

j. Interfund Transactions

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either due to/from other funds (i.e., the current portion of interfund loans).

Interfund service transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund service transactions and reimbursements, are reported as transfers.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS

The District is one of 20 entities that participate in the Bloom Township School Treasurer's cash and investment pool. The District's investment in the pool is carried on the District's books at cost determined on a first-in, first-out basis. The Treasurer maintains records that segregate the cash and investment balances by District. Earnings on investments, including gains and losses on sales of investments, are allocated monthly based upon the District's percentage participation in the cash and investment pool. No entity is permitted to borrow from another entity through deficit spending within the Treasurer's cash and investment pool. Within each entity itself, interfund loans and repayments are made from time to time among the various funds. State law permits these temporary interfund loans caused by deficit spending on special tax levies. No interest income or expense is recognized on interfund loans.

The District's investment policy authorizes the District to make investments/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 within the three highest classifications by at least two standard rating services, Illinois School District Liquid Asset Fund Plus and The Illinois Funds.

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, 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 amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

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.

2. DEPOSITS AND INVESTMENTS (Continued)

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. At June 30, 2025, all of the District’s bank deposits were fully insured and collateralized.

Investments

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 requires 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 did not have any investments exposed to custodial credit risk at June 30, 2025.

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.

Credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. The District’s investment policy seeks to minimize credit risk by requiring investments in securities allowed under the investment policy.

Concentration of credit risk 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 school code.

Interest rate risk for investments 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.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS

Changes in capital assets during the year ended June 30, 2025 are as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 330,172	\$ -	\$ -	\$ 330,172
Construction in progress	2,340,043	1,932,530	2,340,044	1,932,529
Total capital assets not being depreciated	<u>2,670,215</u>	<u>1,932,530</u>	<u>2,340,044</u>	<u>2,262,701</u>
Capital assets being depreciated				
Buildings	36,899,747	-	-	36,899,747
Site improvement and infrastructure	50,621,222	4,439,038	-	55,060,260
Equipment	13,264,229	534,420	-	13,798,649
Total capital assets being depreciated	<u>100,785,198</u>	<u>4,973,458</u>	<u>-</u>	<u>105,758,656</u>
Less accumulated depreciation				
Buildings	26,138,737	737,995	-	26,876,732
Site improvement and infrastructure	11,380,380	2,753,013	-	14,133,393
Equipment	11,322,302	651,592	-	11,973,894
Total accumulated depreciation	<u>48,841,419</u>	<u>4,142,600</u>	<u>-</u>	<u>52,984,019</u>
Total capital assets being depreciated, net	<u>51,943,779</u>	<u>830,858</u>	<u>-</u>	<u>52,774,637</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 54,613,994</u>	<u>\$ 2,763,388</u>	<u>\$ 2,340,044</u>	<u>\$ 55,037,338</u>

The District prepares its financial statements using accounting practices prescribed by the Illinois State Board of Education. These practices do not allow depreciation to be recorded in the General Fixed Asset Account Group. As explained in Note 1, depreciation is calculated only in determining the per capita tuition charge. Additionally, the District does not present intangible capital assets or related accumulated amortization on their financial statements as they pertain to leases or subscription-based information technology arrangements. Additionally, as the District has not updated its capital asset inventory in the past several years, the impact on record completeness of the capital assets reported in the General Fixed Asset Account Group was not determinable but is presumed to be material.

4. LONG-TERM DEBT

The following is a summary of changes in long-term debt for the year ended June 30, 2025:

	Beginning Balances	Additions	Reductions	Ending Balances	Current Portion
Series 2016B Bonds	\$ 30,000,000	\$ -	\$ -	\$ 30,000,000	\$ -
TOTAL	<u>\$ 30,000,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,000,000</u>	<u>\$ -</u>

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

All bonds are paid through the Debt Service Fund.

Long-term debt at June 30, 2025 is comprised of the following:

General Obligation Limited Tax School Bonds, Series 2016B, \$30,000,000 original amount, dated September 28, 2016. The total principal is due in one lump sum in December 2040. Interest is due semiannually in June and December at a rate of 4.23%.

Future Debt Service Requirements

Fiscal Year	General Obligation Bonds	
	Principal	Interest
2026	\$ -	\$ 1,270,500
2027	-	1,270,500
2028	-	1,270,500
2029	-	1,270,500
2030	-	1,270,500
2031-2035	-	6,352,500
2036-2040	-	6,352,500
2041	30,000,000	635,250
TOTAL	\$ 30,000,000	\$ 19,692,750

Legal Debt Margin

The June 30, 2025 legal debt limit of the District was \$70,958,289 based upon 6.90% of its 2024 equalized assessed valuation of \$1,028,381,003, resulting in a legal debt margin of \$40,958,289. Total debt applicable to the limit was \$30,000,000.

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 below and on the following pages.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

The table below is a summary for all net pension liability plans as of and for the year ended June 30, 2025:

	TRS	IMRF	Total
Net pension liability	\$ 2,071,366	\$ 2,905,094	\$ 4,976,460
Deferred outflows of resources	501,257	2,668,409	3,169,666
Deferred inflows of resources	96,337	6,058	102,395
Pension expense	13,370,280	2,625,403	15,995,683

a. Teachers' Retirement System of the State of Illinois

Plan Description

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

TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/acfrs>; 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.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

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

Benefits Provided (Continued)

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 will be funded by bonds issued by the State.

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, the 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 \$13,370,280 in pension contributions from the State.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

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

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, 2025 were \$160,188.

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.

For the year ended June 30, 2025, the employer pension contribution was 10.34% of salaries paid from federal and special trust funds. For the year ended June 30, 2025, salaries totaling \$1,591,357 were paid from federal and special trust funds that required employer contributions of \$164,546.

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, 2025, the employer paid \$16,652 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, 2024, the District reported a liability for its proportionate share of the net pension liability (first amount shown below) that reflected a reduction for the State pension support provided to the employer. The State's support and total are for disclosure purposes only.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, 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 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	\$ 2,071,366
State's proportionate share of the net pension liability associated with the District	<u>172,707,472</u>
TOTAL	<u><u>\$ 174,778,838</u></u>

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023 and rolled forward to June 30, 2024. 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, 2024, relative to the projected contributions of all participating TRS employers and the State during that period. At June 30, 2024, the District's proportion was 0.00241233%, which was an increase of 0.00012586% from its proportion measured as of June 30, 2023 (0.00228647%). The District's proportionate share of the net pension liability is for disclosure purposes only as the District reports on the regulatory cash basis of accounting.

For the year ended June 30, 2025, the District also recognized pension expense of \$13,370,280 and revenue of \$13,370,280 for support provided by the State. The District reports on the regulatory basis of accounting; therefore, the following amounts of deferred outflows of resources and deferred inflows of resources related to pensions from the following sources at June 30, 2025 are presented for disclosure purposes only:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 7,789	\$ 5,377
Net difference between projected and actual earnings on pension plan investments	-	17,784
Assumption changes	28,540	1,099
Changes in proportion and differences between employer contributions and proportionate share of contributions	140,194	72,077
District contributions subsequent to the measurement date	<u>324,734</u>	<u>-</u>
TOTAL	<u><u>\$ 501,257</u></u>	<u><u>\$ 96,337</u></u>

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, 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)

\$324,734 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, 2026. Other amounts reported as deferred outflows of resources and deferred outflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2026	\$ (22,488)
2027	32,828
2028	28,999
2029	29,724
2030	<u>11,123</u>
 TOTAL	 <u>\$ 80,186</u>

Actuarial Assumptions

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

Inflation	2.50%
Salary increases	Varies by amount of service credit
Investment rate of return	7.00%, net of pension plan investment expenses, including inflation

In the June 30, 2024, actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully generational basis using projection table MP-2021. In the June 30, 2023, actuarial valuation, mortality rates were based on the PubT-2010 Table with appropriate adjustments for TRS experience. The rates are based on a fully generational basis using projection table MP-2020.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, 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 in the following table.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global equity	37.00%	7.55%
Private equity	15.00%	10.28%
Income	18.00%	5.81%
Credit	8.00%	9.20%
Real assets	18.00%	7.01%
Diversifying strategies	4.00%	5.18%
TOTAL	<u>100.00%</u>	

Discount Rate

At June 30, 2024, the discount rate used to measure the total pension liability was 7%, which was the same as the June 30, 2023 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, the District contributions and the State contributions will be made at the current statutorily required rates.

Based on those assumptions, TRS' fiduciary net position at June 30, 2024 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier 1's liability is partially funded by Tier 2 members, as the Tier 2 member contribution is higher than the cost of Tier 2 benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, 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	\$ 2,558,195	\$ 2,071,366	\$ 1,667,806

The District's proportionate share of the net pension liability is for disclosure purposes only as the District reports on the cash basis of accounting.

TRS Fiduciary Net Position

Detailed information about the TRS' fiduciary net position as of June 30, 2024 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. 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.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, 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, 2024, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	399
Inactive employees entitled to but not yet receiving benefits	155
Active employees	<u>235</u>
TOTAL	<u><u>789</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.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, 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 for the year ended June 30, 2025 was 6.79% of covered payroll.

Actuarial Assumptions

The District's net pension liability was measured as of December 31, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2024
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.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, 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 the 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 following table:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic equity	33.50%	4.35%
International equity	18.00%	5.40%
Fixed income	24.50%	5.20%
Real estate	10.50%	6.40%
Alternative investments	12.50%	4.85 to 6.25%
Cash equivalents	1.00%	3.60%
TOTAL	100.00%	

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RETIREMENT PLAN COMMITMENTS (Continued)

b. Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2024	\$ 57,124,720	\$ 54,851,228	\$ 2,273,492
Changes for the period			
Service cost	961,148	-	961,148
Interest	4,043,590	-	4,043,590
Difference between expected and actual experience	1,277,033	-	1,277,033
Changes in assumptions	-	-	-
Employer contributions	-	735,180	(735,180)
Employee contributions	-	511,331	(511,331)
Net investment income	-	5,462,046	(5,462,046)
Benefit payments and refunds	(3,663,283)	(3,663,283)	-
Other (net transfer)	-	(1,058,388)	1,058,388
Net changes	2,618,488	1,986,886	631,602
BALANCES AT DECEMBER 31, 2024	\$ 59,743,208	\$ 56,838,114	\$ 2,905,094

The District's net pension liability is for disclosure purposes only as the District reports on the regulatory cash basis of accounting.

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

For the year ended June 30, 2025, the District incurred pension expense of \$2,625,403.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, 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)

The District reports on the regulatory basis of accounting. Therefore, the following amounts of deferred outflows of resources and deferred inflows of resources related to pensions from the following sources at June 30, 2025 are for disclosure purposes only:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 844,083	\$ -
Assumption changes	-	6,058
Net difference between projected and actual earnings on pension plan investments	1,391,098	-
Employer contributions after the measurement date	433,228	-
TOTAL	\$ 2,668,409	\$ 6,058

\$433,228 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date would be recognized as a reduction of the net pension liability during the fiscal year ending June 30, 2026 under the accrual basis of accounting; however, this amount is not reported in the accompanying financial statements. For disclosure purposes, the amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF would be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	
2026	\$ 1,391,794
2027	1,879,901
2028	(720,309)
2029	(322,263)
2030	-
Thereafter	-
TOTAL	\$ 2,229,123

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, 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)	\$ 9,320,362	\$ 2,905,094	\$ (2,370,235)

6. OTHER POSTEMPLOYMENT BENEFITS

a. Teacher Health Insurance Security Fund of the State of Illinois

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

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Teacher Health Insurance Security Fund of the State of Illinois (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. The 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, 2025. The State contributions were \$248,568 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 contribution to the THIS Fund was 0.67% during the year ended June 30, 2025. For the year ended June 30, 2025, the District paid \$185,045 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 other postemployment benefit (OPEB) liability was determined by an actuarial valuation as of June 30, 2023, rolled forward to June 30, 2024, 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 2025 based on actual premium increases. For non-Medicare costs, trend rates start at 8.00% for plan year 2026 and decrease gradually to an ultimate rate of 4.25% in 2041. For MAPD costs, trend rates are based on actual premium increases for 2025, 15.00% in 2026 to 2030 and 7.00% in 2031, declining gradually to an ultimate rate of 4.25% in 2041.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

- a. Teacher Health Insurance Security Fund of the State of Illinois (Continued)

Actuarial Assumptions (Continued)

Mortality rates for retirement and beneficiary annuitants: PubT-2020 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-2020.

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 Fund is financed on a pay-as-you-go basis, the sponsor has selected a discount rate consistent with the 20-year general obligation bond index described above. The discount rates are 3.97% as of June 30, 2024, and 3.86% as of June 30, 2023.

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 (2.97%) or 1 percentage point higher (4.97%) than the current discount rate:

	1% Decrease (2.97%)	Current Discount Rate (3.97%)	1% Increase (4.97%)
Employer's proportionate share of the collective net OPEB liability	\$ 7,670,526	\$ 6,873,256	\$ 6,170,387

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Teacher Health Insurance Security Fund of the State of Illinois (Continued)

Sensitivity of the Employer’s Proportionate Share of the Collective Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following table shows the District’s net OPEB liability as of June 30, 2024, 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 plan year 2025, 8% in 2026 decreasing to an ultimate trend rate of 4.25% in plan year 2041.

	1% Decrease ^a	Current Discount Rate	1% Increase ^b
Employer’s proportionate share of the collective net OPEB liability	\$ 5,917,848	\$ 6,873,256	\$ 8,010,093

^a One percentage point decrease in healthcare trend rates -

Pre-Medicare per capita costs: 5.00% in 2025, 7.00% in 2026, decreasing by 0.25% per year to an ultimate rate of 3.25% in 2041.

Post-Medicare per capita costs: Based on actual increase in 2025, 14% from 2026 to 2030, 6% in 2031 decreasing ratably to an ultimate trend rate of 3.25% in 2041.

^b One percentage point increase in healthcare trend rates -

Pre-Medicare per capita costs: 7.00% in 2025, 9.00% in 2026, decreasing by 0.25% per year to an ultimate rate of 5.25% in 2041.

Post-Medicare per capita costs: Based on actual increase in 2025, 16% from 2026 to 2030, 8% in 2031 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

At June 30, 2025, the District disclosed a liability for its proportionate share of the net OPEB liability that reflected a reduction for the State OPEB support provided to the District. The collective net OPEB liability was measured as of June 30, 2024, 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

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Teacher Health Insurance Security Fund of the State of Illinois (Continued)

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

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, 2024, the District's proportion was 0.086887%, which was an increase of 0.001202% from its proportion measured as of June 30, 2023 (0.085685%). The State's support and total are for disclosure purposes only.

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

Employer's proportionate share of the net OPEB liability	\$ 6,873,256
State's proportionate share of the net OPEB liability associated with the employer	<u>9,334,197</u>
TOTAL	<u><u>\$ 16,207,453</u></u>

The District's proportionate share of the net OPEB liability is for disclosure purposes only as the District reports on the regulatory basis of accounting.

For the year ended June 30, 2025, the District recognized OPEB expense of \$248,568 and revenue of \$248,568 for support provided by the State.

At June 30, 2025, the District disclosed deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 189,663	\$ 2,896,927
Changes of assumptions	207,729	9,876,268
Net difference between projected and actual earnings on OPEB plan investments	-	3,731
Changes in the proportion and differences between employer contributions and proportionate share of contributions	2,087,577	1,269,319
Employer contributions subsequent to the measurement date	<u>185,045</u>	-
TOTAL	<u><u>\$ 2,670,014</u></u>	<u><u>\$ 14,046,245</u></u>

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. OTHER POSTEMPLOYMENT BENEFITS (Continued)

a. Teacher Health Insurance Security Fund of the State of Illinois (Continued)

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

\$185,045 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, 2026. 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:

<u>Year Ended</u> <u>June 30,</u>	
2026	\$ (1,297,348)
2027	(1,297,348)
2028	(1,297,348)
2029	(1,297,348)
2030	(1,297,348)
Thereafter	<u>(5,074,536)</u>
 TOTAL	 <u>\$ (11,561,276)</u>

b. Retiree's Health Plan

ILCS mandate that a school district unit must offer its retirees a health insurance plan equivalent to that offered to active employees. ILCS enable a government to make the health plan benefits supplemental to Medicare and to offer these supplemental benefits at a different retiree contribution rate than regular benefits provided by the group plan. ILCS does not presently require the government to pay any portion of the cost of the plan for retired employees. Retired employees covered under the District's plan are required to pay 100% of the cost of their insurance based on the rates paid by the District. Retired employees must be covered under the District's health insurance plan at the time of retirement to receive this benefit and must continue coverage with the District's plan to maintain this benefit.

The District has not determined if a material liability is required to be disclosed under GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* other than the amount disclosed for THIS. If it had, in addition to the total OPEB liability, deferred outflows of resources and deferred inflows of resources would not be reported on the District's financial statements as the District's reports on the regulatory cash basis of accounting as discussed in Note 1.

BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RISK MANAGEMENT

The District has joined together with other school districts in the State of Illinois to form Collective Liability Insurance Cooperative (CLIC), a public entity risk pool currently operating as a common risk management and insurance program for its members. The District pays premiums to CLIC for its general insurance coverage, auto and workers' compensation insurance. CLIC is self-sustaining through member premiums and reinsures through commercial companies for claims in excess of \$1,000,000 for each insured event.

The District is fully-insured for dental benefits and health benefits for eligible employees and dependents. Participants are full-time employees who have completed the enrollment form and authorized the necessary employee contributions, if any. Participation begins the first day of full-time employment and ends at termination. Coverage can be continued during an approved leave of absence or as a retiree.

The District carries commercial insurance for all other risks of loss including vision and life insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in the past three years.

8. CONTINGENT LIABILITIES

a. Litigation

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

b. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

SUPPLEMENTARY INFORMATION

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS
EDUCATIONAL FUND

For the Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES			
Instruction			
Regular programs			
Salaries	\$ 16,366,553	\$ 16,586,756	\$ 220,203
Employee benefits	4,658,136	2,082,701	(2,575,435)
Purchased services	297,847	628,705	330,858
Supplies and materials	338,313	1,500,012	1,161,699
Capital outlay	250,000	97,883	(152,117)
Non-capitalized equipment	2,138,329	574,938	(1,563,391)
Total regular programs	24,049,178	21,470,995	(2,578,183)
Special education programs			
Salaries	4,891,500	4,171,716	(719,784)
Employee benefits	29,750	647,175	617,425
Purchased services	522,520	473,895	(48,625)
Supplies and materials	60,900	23,432	(37,468)
Non-capitalized equipment	49,650	3,106	(46,544)
Total special education programs	5,554,320	5,319,324	(234,996)
Remedial and supplemental programs K-12			
Purchased services	500	91	(409)
Supplies and materials	1,000	-	(1,000)
Total remedial and supplemental programs K-12	1,500	91	(1,409)
CTE programs			
Salaries	1,520,000	1,483,376	(36,624)
Employee benefits	-	229,179	229,179
Purchased services	152,777	139,379	(13,398)
Supplies and materials	209,765	135,497	(74,268)
Capital outlay	70,000	1,856	(68,144)
Other objects	5,000	-	(5,000)
Non-capitalized equipment	66,221	97,095	30,874
Total CTE programs	2,023,763	2,086,382	62,619

(This schedule is continued on the following pages.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS (Continued)
EDUCATIONAL FUND

For the Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Instruction (Continued)			
Interscholastic programs			
Salaries	\$ 266,500	\$ 1,264,422	\$ 997,922
Employee benefits	5,500	77,520	72,020
Purchased services	388,200	334,854	(53,346)
Supplies and materials	125,000	132,691	7,691
Capital outlay	400,000	-	(400,000)
Other objects	7,000	5,400	(1,600)
Non-capitalized equipment	65,000	65,237	237
	<hr/>	<hr/>	<hr/>
Total interscholastic programs	1,257,200	1,880,124	622,924
Driver's education programs			
Salaries	-	39,674	39,674
Employee benefits	4,000	496	(3,504)
Purchased services	5,625	1,074	(4,551)
Supplies and materials	700	389	(311)
Capital outlay	50,000	-	(50,000)
	<hr/>	<hr/>	<hr/>
Total driver's education programs	60,325	41,633	(18,692)
Bilingual programs			
Salaries	340,000	308,632	(31,368)
Employee benefits	-	33,793	33,793
Purchased services	200	-	(200)
	<hr/>	<hr/>	<hr/>
Total bilingual programs	340,200	342,425	2,225
Special education programs K-12 private tuition			
Other objects	2,207,500	1,621,986	(585,514)
	<hr/>	<hr/>	<hr/>
Total special education programs K-12 private tuition	2,207,500	1,621,986	(585,514)
Student activity fund expenditures			
Other objects	-	552,966	552,966
	<hr/>	<hr/>	<hr/>
Total instruction	35,493,986	33,315,926	(2,178,060)

(This schedule is continued on the following pages.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS (Continued)
EDUCATIONAL FUND

For the Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Support services			
Pupils			
Attendance and social work services			
Salaries	\$ 1,922,000	\$ 1,614,024	\$ (307,976)
Employee benefits	9,201	251,471	242,270
Purchased services	13,000	4,749	(8,251)
Supplies and materials	7,000	7,310	310
Total attendance and social work services	<u>1,951,201</u>	<u>1,877,554</u>	<u>(73,647)</u>
Guidance services			
Salaries	1,989,700	2,216,294	226,594
Employee benefits	25,934	344,998	319,064
Purchased services	181,050	119,071	(61,979)
Supplies and materials	24,655	17,627	(7,028)
Total guidance services	<u>2,221,339</u>	<u>2,697,990</u>	<u>476,651</u>
Health services			
Salaries	194,000	172,846	(21,154)
Employee benefits	-	30,449	30,449
Purchased services	74,731	135,728	60,997
Supplies and materials	39,000	22,622	(16,378)
Total health services	<u>307,731</u>	<u>361,645</u>	<u>53,914</u>
Psychological services			
Salaries	525,000	451,729	(73,271)
Employee benefits	-	77,818	77,818
Purchased services	61,000	16,660	(44,340)
Supplies and materials	-	870	870
Total psychological services	<u>586,000</u>	<u>547,077</u>	<u>(38,923)</u>
Speech pathology and audiology services			
Purchased services	20,000	61,308	41,308
Supplies and materials	9,000	888	(8,112)
Total speech pathology and audiology services	<u>29,000</u>	<u>62,196</u>	<u>33,196</u>

(This schedule is continued on the following pages.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS (Continued)
EDUCATIONAL FUND

For the Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Support services (Continued)			
Pupils (Continued)			
Other support services			
Salaries	\$ 200,000	\$ 151,010	\$ (48,990)
Employee benefits	7,500	49,408	41,908
Purchased services	147,872	108,763	(39,109)
Supplies and materials	160,500	120,532	(39,968)
Other objects	3,000	754	(2,246)
Total other support services	518,872	430,467	(88,405)
Total pupils	5,614,143	5,976,929	362,786
Instructional staff			
Improvement of instructional services			
Salaries	158,440	419,327	260,887
Employee benefits	3,240	105,313	102,073
Purchased services	326,986	231,146	(95,840)
Supplies and materials	30,300	41,350	11,050
Capital outlay	-	9,560	9,560
Other objects	2,500	695	(1,805)
Total improvement of instructional services	521,466	807,391	285,925
Educational media services			
Salaries	667,000	547,145	(119,855)
Employee benefits	18,900	79,218	60,318
Purchased services	35,159	590,003	554,844
Supplies and materials	21,200	54,290	33,090
Non-capitalized equipment	-	656,676	656,676
Total educational media services	742,259	1,927,332	1,185,073
Assessment and testing			
Salaries	60,000	53,025	(6,975)
Purchased services	247,936	128,307	(119,629)
Supplies and materials	9,625	4,688	(4,937)
Total assessment and testing	317,561	186,020	(131,541)
Total instructional staff	1,581,286	2,920,743	1,339,457

(This schedule is continued on the following pages.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS (Continued)
EDUCATIONAL FUND

For the Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Support services (Continued)			
General administration			
Board of Education services			
Salaries	\$ 67,313	\$ 90,154	\$ 22,841
Employee benefits	907,391	733,235	(174,156)
Purchased services	2,099,000	1,387,860	(711,140)
Supplies and materials	28,500	6,826	(21,674)
Other objects	32,000	18,085	(13,915)
Non-capitalized equipment	2,500	8,812	6,312
Total Board of Education services	3,136,704	2,244,972	(891,732)
Executive administration services			
Salaries	777,684	698,163	(79,521)
Employee benefits	75,500	217,073	141,573
Purchased services	39,000	12,207	(26,793)
Supplies and materials	30,000	14,960	(15,040)
Other objects	10,000	9,988	(12)
Total executive administration services	932,184	952,391	20,207
Special area administration services			
Salaries	390,000	391,705	1,705
Employee benefits	65,000	80,196	15,196
Other objects	6,800	100	(6,700)
Non-capitalized equipment	-	1,309	1,309
Total special area administration services	461,800	473,310	11,510
Total general administration	4,530,688	3,670,673	(860,015)
School administration			
Office of the principal services			
Salaries	2,211,599	1,693,001	(518,598)
Employee benefits	112,957	470,135	357,178
Purchased services	8,050	7,425	(625)
Supplies and materials	83,850	53,878	(29,972)
Other objects	4,700	7,372	2,672
Total office of the principal services	2,421,156	2,231,811	(189,345)

(This schedule is continued on the following pages.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS (Continued)
EDUCATIONAL FUND

For the Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Support services (Continued)			
School administration (Continued)			
Other support services			
Salaries	\$ 691,910	\$ 652,769	\$ (39,141)
Employee benefits	45,000	329,859	284,859
Purchased services	3,000	3,000	-
Supplies and materials	500	-	(500)
Total other support services	<u>740,410</u>	<u>985,628</u>	<u>245,218</u>
Total school administration	<u>3,161,566</u>	<u>3,217,439</u>	<u>55,873</u>
Business			
Direction of business support services			
Salaries	188,000	185,500	(2,500)
Employee benefits	18,650	23,192	4,542
Purchased services	-	220	220
Supplies and materials	500	-	(500)
Other objects	-	280	280
Total direction of business support services	<u>207,150</u>	<u>209,192</u>	<u>2,042</u>
Fiscal services			
Salaries	275,000	257,456	(17,544)
Employee benefits	28,000	95,878	67,878
Purchased services	4,100	4,103	3
Supplies and materials	250	-	(250)
Other objects	3,750	515	(3,235)
Total fiscal services	<u>311,100</u>	<u>357,952</u>	<u>46,852</u>
Operations and maintenance of plant services			
Salaries	-	22,769	22,769
Employee benefits	-	1	1
Purchased services	301,000	229,159	(71,841)
Supplies and materials	85,600	645,903	560,303
Capital outlay	750,000	1,886,576	1,136,576
Non-capitalized equipment	7,000	445,276	438,276
Total operations and maintenance of plant services	<u>1,143,600</u>	<u>3,229,684</u>	<u>2,086,084</u>

(This schedule is continued on the following pages.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS (Continued)
EDUCATIONAL FUND

For the Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Support services (Continued)			
Business (Continued)			
Pupil transportation services			
Purchased services	\$ -	\$ 36,444	\$ 36,444
Total pupil transportation services	-	36,444	36,444
Food service			
Salaries	500,000	832,753	332,753
Employee benefits	38,000	237,651	199,651
Purchased services	108,000	-	(108,000)
Materials and supplies	1,183,950	945,104	(238,846)
Other objects	4,850	-	(4,850)
Non-capitalized equipment	1,000	-	(1,000)
Total food service	1,835,800	2,015,508	179,708
Internal service			
Salaries	-	2,304	2,304
Purchased services	56,421	18,418	(38,003)
Materials and supplies	20,000	66,027	46,027
Total internal service	76,421	86,749	10,328
Total business	3,574,071	5,935,529	2,361,458
Central			
Planning, research, development and evaluation services			
Purchased services	-	8,000	8,000
Total planning, research, development and evaluation services	-	8,000	8,000
Staff services			
Salaries	129,000	165,602	36,602
Employee benefits	61,700	53,871	(7,829)
Purchased services	83,100	14,728	(68,372)
Materials and supplies	50,000	16,990	(33,010)
Other objects	-	275	275
Total staff services	323,800	251,466	(72,334)

(This schedule is continued on the following pages.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS (Continued)
EDUCATIONAL FUND

For the Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Support services (Continued)			
Central (Continued)			
Data processing			
Salaries	\$ 660,000	\$ 628,650	\$ (31,350)
Employee benefits	36,588	117,165	80,577
Purchased services	241,000	243,792	2,792
Materials and supplies	300,000	181,572	(118,428)
Capital outlay	60,000	18,480	(41,520)
Non-capitalized equipment	5,000	-	(5,000)
Total data processing	1,302,588	1,189,659	(112,929)
Total central	1,626,388	1,449,125	(177,263)
Other support services			
Salaries	1,000	7,173	6,173
Employee benefits	-	139	139
Purchased services	33,000	-	(33,000)
Supplies and materials	18,179	920	(17,259)
Total other support services	52,179	8,232	(43,947)
Total support services	20,140,321	23,178,670	3,038,349
Community services			
Salaries	220,000	136,080	(83,920)
Employee benefits	7,524	41,246	33,722
Purchased services	87,646	77,607	(10,039)
Supplies and materials	14,197	6,188	(8,009)
Other objects	-	15,000	15,000
Total community services	329,367	276,121	(53,246)
Intergovernmental			
Payments to other districts and government units			
Purchased services	-	15,403	15,403
Total payments to other districts and government units	-	15,403	15,403

(This schedule is continued on the following page.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS (Continued)
EDUCATIONAL FUND

For the Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES (Continued)			
Intergovernmental (Continued)			
Payments for regular programs			
Other objects	\$ 40,000	\$ 31,384	\$ (8,616)
Total payments for regular programs	40,000	31,384	(8,616)
Payments for special education programs			
Purchased services	132,313	132,313	-
Other objects	300,000	347,445	47,445
Total payments for special education programs	432,313	479,758	47,445
Payments for community college programs			
Purchased services	-	221,680	221,680
Total payments for community college programs	-	221,680	221,680
Payments to in-state government units			
Other objects	2,000	-	(2,000)
Total payments to in-state government units	2,000	-	(2,000)
Payments for regular programs - tuition			
Other objects	201,190	300	(200,890)
Total payments for regular programs - tuition	201,190	300	(200,890)
Payments for special education programs - tuition			
Other objects	5,000	-	(5,000)
Total payments for special education programs - tuition	5,000	-	(5,000)
Total intergovernmental	680,503	748,525	68,022
TOTAL EXPENDITURES - BUDGETARY BASIS	<u>\$ 56,644,177</u>	57,519,242	<u>\$ 875,065</u>
ADJUSTMENTS TO REGULATORY CASH BASIS			
On-behalf expenditures		13,618,848	
TOTAL EXPENDITURES - REGULATORY CASH BASIS		<u>\$ 71,138,090</u>	

(See independent auditor's report.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS
OPERATIONS AND MAINTENANCE FUND**

For the Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance with Final Budget Over (under)
EXPENDITURES			
Support services			
Business			
Facilities acquisition and construction services			
Purchased services	\$ 72,500	\$ 67,403	\$ (5,097)
Capital outlay	799,486	2,132,902	1,333,416
Total facilities acquisition and construction services	<u>871,986</u>	<u>2,200,305</u>	<u>1,328,319</u>
Operation and maintenance of plant services			
Salaries	4,091,863	4,598,363	506,500
Employee benefits	586,762	760,187	173,425
Purchased services	784,250	991,395	207,145
Supplies and materials	1,351,112	1,458,891	107,779
Capital outlay	423,069	274,058	(149,011)
Other objects	8,200	280	(7,920)
Non-capitalized equipment	40,000	17,736	(22,264)
Total operation and maintenance of plant services	<u>7,285,256</u>	<u>8,100,910</u>	<u>815,654</u>
Total business	<u>8,157,242</u>	<u>10,301,215</u>	<u>2,143,973</u>
Other support services			
Purchased services	33,000	26,684	(6,316)
Other objects	17,500	-	(17,500)
Total other support services	<u>50,500</u>	<u>26,684</u>	<u>(23,816)</u>
Total support services	<u>8,207,742</u>	<u>10,327,899</u>	<u>2,120,157</u>
TOTAL EXPENDITURES	<u><u>\$ 8,207,742</u></u>	<u><u>\$ 10,327,899</u></u>	<u><u>\$ 2,120,157</u></u>

(See independent auditor's report.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS
TRANSPORTATION FUND**

For the Year Ended June 30, 2025

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
EXPENDITURES			
Support services			
Business			
Pupil transportation services			
Salaries	\$ 33,466	\$ 33,466	\$ -
Employee benefits	15,450	14,031	(1,419)
Purchased services	6,056,000	6,933,083	877,083
Supplies and materials	50,000	16,029	(33,971)
Other objects	1,000	-	(1,000)
Total business	<u>6,155,916</u>	<u>6,996,609</u>	<u>840,693</u>
Total support services	<u>6,155,916</u>	<u>6,996,609</u>	<u>840,693</u>
TOTAL EXPENDITURES	<u><u>\$ 6,155,916</u></u>	<u><u>\$ 6,996,609</u></u>	<u><u>\$ 840,693</u></u>

(See independent auditor's report.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

For the Year Ended June 30, 2025

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
EXPENDITURES			
Instruction			
Regular programs	\$ 471,711	\$ 411,258	\$ (60,453)
Special education programs	227,347	235,051	7,704
Interscholastic programs	49,456	64,279	14,823
CTE programs	26,101	52,335	26,234
Driver's education programs	1,183	555	(628)
Bilingual programs	2,368	8,752	6,384
Truants' alternative and optional programs	2,550	-	(2,550)
	<hr/>		
Total instruction	780,716	772,230	(8,486)
<hr/>			
Support services			
Pupils			
Attendance and social work services	73,726	61,822	(11,904)
Guidance services	50,998	113,642	62,644
Health services	25,597	14,700	(10,897)
Psychological services	-	6,197	6,197
Other services	15,865	8,665	(7,200)
	<hr/>		
Total pupils	166,186	205,026	38,840
<hr/>			
Instructional staff			
Improvement of instructional services	-	7,281	7,281
Educational media services	63,420	45,236	(18,184)
Assessment and testing	861	7,603	6,742
	<hr/>		
Total instructional staff	64,281	60,120	(4,161)
<hr/>			
General administration			
Board of Education services	322	2,227	1,905
Executive administration services	56,783	19,345	(37,438)
Special area administration services	77,469	20,411	(57,058)
	<hr/>		
Total general administration	134,574	41,983	(92,591)
<hr/>			

(This schedule is continued on the following page.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS (Continued)
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND

For the Year Ended June 30, 2025

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
EXPENDITURES (Continued)			
Support services (Continued)			
School administration			
Office of the principal services	\$ 91,096	\$ 104,173	\$ 13,077
Other services	19,282	22,554	3,272
Total school administration	<u>110,378</u>	<u>126,727</u>	<u>16,349</u>
Business			
Direction of business support services	2,232	2,934	702
Fiscal services	74,709	36,963	(37,746)
Operation and maintenance of plant services	587,157	616,668	29,511
Pupil transportation services	11,761	524	(11,237)
Food service	115,078	112,238	(2,840)
Total business	<u>790,937</u>	<u>769,327</u>	<u>(21,610)</u>
Central			
Direction of central support services	9,063	-	(9,063)
Staff services	14,380	22,874	8,494
Data processing services	51,625	86,138	34,513
Total central	<u>75,068</u>	<u>109,012</u>	<u>33,944</u>
Other support services	<u>-</u>	<u>871</u>	<u>871</u>
Total support services	<u>1,341,424</u>	<u>1,313,066</u>	<u>(28,358)</u>
Community services	<u>8,697</u>	<u>17,819</u>	<u>9,122</u>
TOTAL EXPENDITURES	<u>\$ 2,130,837</u>	<u>\$ 2,103,115</u>	<u>\$ (27,722)</u>

(See independent auditor's report.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
REGULATORY CASH BASIS
DEBT SERVICE FUND**

For the Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
EXPENDITURES			
Debt service			
Interest	\$ 1,270,500	\$ 1,270,500	\$ -
Other	5,100	4,425	(675)
Total debt services	1,275,600	1,274,925	(675)
TOTAL EXPENDITURES	\$ 1,275,600	\$ 1,274,925	\$ (675)

(See independent auditor's report.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

NOTES TO SUPPLEMENTARY INFORMATION

June 30, 2025

1. BUDGET

Budgetary Data

The budget for all governmental fund types is prepared on the regulatory cash basis of accounting which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. This is an acceptable method in accordance with 105 ILCS 5/17-1. The capital projects fund, working cash, tort and fire safety and prevention funds did not have expenditures budgeted in fiscal year 2025.

For each fund, total fund disbursements may not legally exceed the budgeted disbursements without Board approval. The budget lapses at the end of each fiscal year.

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

- a. Prior to July 1, the Superintendent submits to the Board a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed disbursements and the means of financing them.
- b. A public hearing is conducted to obtain taxpayer comments.
- c. Prior to October 1, the budget is legally adopted through passage of a resolution.
- d. Formal budgetary integration is employed as a management control device during the year.
- e. The Board may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget.
- f. The Board may amend the budget by the same procedures required of its original adoption.

2. EXCESS EXPENDITURES OVER BUDGET

The following fund over expended the budget in for fiscal year ended June 30, 2025:

<u>Fund</u>	<u>Excess</u>
Educational Fund	\$ 875,065
Operations and Maintenance Fund	2,120,157
Transportation Fund	840,693

OTHER INFORMATION

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Ten Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially determined contribution	\$ 790,082	\$ 573,927	\$ 664,519	\$ 801,760	\$ 852,443	\$ 673,902	\$ 826,268	\$ 766,807	\$ 823,607	\$ 792,652
Contributions in relation to the actuarially determined contribution	806,306	660,309	602,717	752,413	784,684	858,605	989,783	796,539	795,208	811,133
CONTRIBUTION DEFICIENCY (Excess)	\$ (16,224)	\$ (86,382)	\$ 61,802	\$ 49,347	\$ 67,759	\$ (184,703)	\$ (163,515)	\$ (29,732)	\$ 28,399	\$ (18,481)
Covered payroll	\$ 11,867,828	\$ 9,912,392	\$ 9,115,487	\$ 8,520,302	\$ 8,260,107	\$ 8,258,603	\$ 7,587,405	\$ 7,227,210	\$ 7,320,951	\$ 7,265,370
Contributions as a percentage of covered payroll	6.79%	6.66%	6.61%	8.83%	9.50%	10.40%	13.05%	11.02%	10.86%	11.16%

Notes to Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was aggregate entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 19 years; the asset valuation method was five-year smoothed; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.75% to 13.75% compounded annually and wage growth of 2.75%.

(See independent auditor's report.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

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

Last Ten Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially determined contribution	\$ 324,734	\$ 323,393	\$ 271,576	\$ 254,828	\$ 183,924	\$ 198,774	\$ 178,949	\$ 222,676	\$ 637,037	\$ 692,774
Contributions in relation to the actuarially determined contribution	324,734	323,386	271,784	254,865	251,065	203,245	175,698	259,655	654,548	692,727
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ 7	\$ (208)	\$ (37)	\$ (67,141)	\$ (4,471)	\$ 3,251	\$ (36,979)	\$ (17,511)	\$ 47
Covered payroll	\$ 27,618,627	\$ 25,884,186	\$ 24,005,814	\$ 22,355,991	\$ 20,675,576	\$ 20,478,751	\$ 21,168,529	\$ 21,833,937	\$ 22,582,352	\$ 23,212,859
Contributions as a percentage of covered payroll	1.18%	1.25%	1.13%	1.14%	1.21%	0.99%	0.83%	1.19%	2.90%	2.98%

Notes to Supplementary Information

Changes of assumptions: For the 2024 measurement year, the assumed investment rate of return was of 7.00%, including an inflation rate of 2.50% and a real return of 4.50%. 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 7.00%, including an inflation rate of 2.50% and a real return of 4.50%. Salary increases were assumed to vary by service credit. The assumptions used for the 2020-2018 and 2017-2016 measurement years were based on an experience study dated September 18, 2018 and August 13, 2015, respectively.

(See independent auditor's report.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEACHER HEALTH INSURANCE SECURITY FUND**

Last Ten Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Statutorily required contribution	\$ 185,045	\$ 173,424	\$ 160,839	\$ 201,204	\$ 190,215	\$ 188,405	\$ 189,176	\$ 183,261	\$ 178,493	\$ 173,118
Contributions in relation to the statutorily required contribution	185,045	173,424	160,839	201,204	190,215	188,405	189,176	183,261	178,493	173,118
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 27,618,627	\$ 25,884,186	\$ 24,005,814	\$ 22,355,991	\$ 20,675,576	\$ 20,478,751	\$ 20,562,581	\$ 20,825,123	\$ 21,249,213	\$ 21,639,749
Contributions as a percentage of covered payroll	0.67%	0.67%	0.67%	0.90%	0.92%	0.92%	0.92%	0.88%	0.84%	0.80%

(See independent auditor's report.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

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

Last Ten Calendar Years

MEASUREMENT DATE DECEMBER 31,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY										
Service cost	\$ 961,148	\$ 894,902	\$ 861,436	\$ 784,405	\$ 898,852	\$ 824,211	\$ 747,898	\$ 805,823	\$ 814,139	\$ 797,751
Interest	4,043,590	3,886,160	3,783,353	3,581,574	3,544,995	3,415,266	3,347,377	3,368,850	3,255,008	3,148,471
Differences between expected and actual experience	1,277,033	929,535	93,162	1,611,646	(292,150)	448,854	(89,696)	(140,433)	123,978	92,602
Changes in assumptions	-	(38,686)	-	-	(483,698)	-	1,224,242	(1,553,497)	(101,666)	48,949
Benefit payments, including refunds of member contributions	(3,663,283)	(3,403,887)	(3,269,430)	(3,196,535)	(3,015,942)	(2,856,624)	(2,728,483)	(2,747,700)	(2,623,186)	(2,607,793)
Net change in total pension liability	2,618,488	2,268,024	1,468,521	2,781,090	652,057	1,831,707	2,501,338	(266,957)	1,468,273	1,479,980
Total pension liability - beginning	57,124,720	54,856,696	53,388,175	50,607,085	49,955,028	48,123,321	45,621,983	45,888,940	44,420,667	42,940,687
TOTAL PENSION LIABILITY - ENDING	\$ 59,743,208	\$ 57,124,720	\$ 54,856,696	\$ 53,388,175	\$ 50,607,085	\$ 49,955,028	\$ 48,123,321	\$ 45,621,983	\$ 45,888,940	\$ 44,420,667
PLAN FIDUCIARY NET POSITION										
Contributions - employer	\$ 735,180	\$ 613,940	\$ 664,518	\$ 824,851	\$ 856,913	\$ 883,286	\$ 826,269	\$ 766,808	\$ 823,607	\$ 798,658
Contributions - member	511,331	450,025	411,797	369,580	373,986	464,336	342,597	330,010	343,880	345,911
Net investment income	5,462,046	5,598,761	(8,062,838)	9,271,776	7,073,056	8,188,375	(2,787,818)	7,550,347	2,749,682	200,159
Benefit payments, including refunds of member contributions	(3,663,283)	(3,403,887)	(3,269,430)	(3,196,535)	(3,015,942)	(2,856,624)	(2,728,483)	(2,747,700)	(2,623,186)	(2,607,793)
Other (net transfer)	(1,058,388)	1,299,669	(765,469)	114,489	(379,455)	234,661	378,952	(1,088,956)	17,089	453,869
Net change in plan fiduciary net position	1,986,886	4,558,508	(11,021,422)	7,384,161	4,908,558	6,914,034	(3,968,483)	4,810,509	1,311,072	(809,196)
Plan fiduciary net position - beginning	54,851,228	50,292,720	61,314,142	53,929,981	49,021,423	42,107,389	46,075,872	41,265,363	39,954,291	40,763,487
PLAN FIDUCIARY NET POSITION - ENDING	\$ 56,838,114	\$ 54,851,228	\$ 50,292,720	\$ 61,314,142	\$ 53,929,981	\$ 49,021,423	\$ 42,107,389	\$ 46,075,872	\$ 41,265,363	\$ 39,954,291
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ 2,905,094	\$ 2,273,492	\$ 4,563,976	\$ (7,925,967)	\$ (3,322,896)	\$ 933,605	\$ 6,015,932	\$ (453,889)	\$ 4,623,577	\$ 4,466,376

MEASUREMENT DATE DECEMBER 31,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Plan fiduciary net position as a percentage of the total pension liability	95.14%	96.02%	91.68%	114.85%	106.57%	98.13%	87.50%	100.99%	89.92%	89.95%
Covered payroll	\$ 11,362,899	\$ 9,912,392	\$ 9,115,487	\$ 8,520,302	\$ 8,260,107	\$ 8,258,603	\$ 7,587,405	\$ 7,227,210	\$ 7,320,951	\$ 7,265,370
Employer's net pension liability (asset) as a percentage of covered payroll	25.57%	22.94%	50.07%	(93.02%)	(40.23%)	11.30%	79.29%	(6.28%)	63.16%	61.47%

Assumption Changes

2015 - changes in assumptions related to investment rate of return, retirement age and mortality rates.

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.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, 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 Measurement Years

MEASUREMENT DATE JUNE 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.002412%	0.002286%	0.002188%	0.002298%	0.002430%	0.002431%	0.002863%	0.015462%	0.017860%	0.012838%
District's proportionate share of the net pension liability	\$ 2,071,366	\$ 1,943,052	\$ 1,834,334	\$ 1,792,631	\$ 2,094,638	\$ 1,971,770	\$ 2,231,172	\$ 11,812,743	\$ 14,098,269	\$ 8,409,883
State's proportionate share of the net pension liability associated with the District	172,707,472	167,686,412	159,116,356	150,241,565	164,062,902	140,328,748	152,844,662	157,304,962	171,707,377	123,921,926
TOTAL	\$ 174,778,838	\$ 169,629,464	\$ 160,950,690	\$ 152,034,196	\$ 166,157,540	\$ 142,300,518	\$ 155,075,834	\$ 169,117,705	\$ 185,805,646	\$ 132,331,809
District's covered payroll	\$ 25,884,186	\$ 24,005,814	\$ 22,355,991	\$ 20,675,576	\$ 20,478,751	\$ 21,168,529	\$ 21,833,937	\$ 22,582,352	\$ 23,212,859	\$ 20,220,376
Proportion of the collective net pension liability associated with the employer as a percentage of its covered payroll	675.23%	706.62%	719.94%	735.33%	811.37%	672.23%	710.25%	748.89%	800.44%	654.45%
Plan fiduciary net position as a percentage of the total pension liability	45.41%	43.90%	42.80%	45.10%	37.80%	39.60%	40.00%	39.30%	36.40%	41.50%

(See independent auditor's report.)

**BLOOM TOWNSHIP HIGH SCHOOL DISTRICT #206
CHICAGO HEIGHTS, ILLINOIS**

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

Last Nine Measurement Years

MEASUREMENT DATE JUNE 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the collective net OPEB liability	0.086887%	0.085685%	0.081434%	0.079399%	0.081168%	0.077460%	0.088222%	0.092375%	0.092875%
District's proportionate share of the collective net OPEB liability	\$ 6,873,256	\$ 6,107,103	\$ 5,573,894	\$ 17,511,777	\$ 21,700,969	\$ 21,438,878	\$ 23,242,737	\$ 23,971,066	\$ 25,388,123
State's proportionate share of the collective net OPEB liability associated with the District	9,334,197	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
TOTAL	\$ 16,207,453	\$ 6,107,103	\$ 5,573,894	\$ 17,511,777	\$ 21,700,969	\$ 21,438,878	\$ 23,242,737	\$ 23,971,066	\$ 25,388,123
Plan's fiduciary net position as a percentage of the total pension liability	7.43%	6.21%	5.24%	1.40%	0.70%	0.25%	(0.07%)	(0.17%)	(0.22%)
District's covered payroll	\$ 25,884,186	\$ 24,005,814	\$ 22,355,991	\$ 20,675,576	\$ 20,478,751	\$ 20,562,581	\$ 20,825,123	\$ 21,249,213	\$ 21,639,749
Proportion of the collective net OPEB liability associated with the employer as a percentage of its covered payroll	62.62%	25.44%	24.93%	84.70%	105.97%	104.26%	111.61%	112.81%	117.32%

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

N/A - information is not available

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.)