PRELIMINARY OFFICIAL STATEMENT, DATED APRIL 28, 2025

SALE DATE AND TIME:
MAY 5, 2025
10:00 A.M. CENTRAL TIME

NEW ISSUE
BOOK-ENTRY ONLY

Rating:
Moody's: "Aaa"
See "BOND RATING" herein

Subject to compliance by the District with certain covenants, in the opinion of Chapman and Cutler LLP, Chicago, Illinois ("Bond Counsel"), under present law, interest on the Bonds is excludible from gross income of the owners thereof for federal income tax purposes and is not includible as an item of tax preference in computing the federal alternative minimum tax for individuals. Interest on the Bonds may affect the corporate alternative minimum tax for certain corporations. Interest on the Bonds is not exempt from present State of Illinois income taxes. See "TAX EXEMPTION" herein for a more complete discussion.

Lake Forest School District Number 67
Lake County, Illinois
$9,805,000* General Obligation School Bonds, Series 2025A

Dated: Date of Delivery **Due: January 1, as further described on the inside cover page**

The General Obligation School Bonds, Series 2025A (the *"Bonds"*), of Lake Forest School District Number 67, Lake County, Illinois (the *"District"*), will be issued in fully registered form and will be registered initially only in the name of Cede & Co., as registered owner and nominee of The Depository Trust Company, New York, New York (*"DTC"*). DTC will act as securities depository for the Bonds. Purchasers of the Bonds will not receive certificates representing their interests in the Bonds purchased. Ownership by the beneficial owners of the Bonds will be evidenced by book-entry only. Payments of principal of and interest on the Bonds will be made by Amalgamated Bank of Chicago, Chicago, Illinois, as bond registrar and paying agent, to DTC, which in turn will remit such payments to its participants for subsequent disbursement to the beneficial owners of the Bonds. As long as Cede & Co. is the registered owner as nominee of DTC, payments of principal of and interest on the Bonds will be made to such registered owner, and disbursement of such payments will be the responsibility of DTC and its participants. Individual purchases of the Bonds will be made in the principal amount of $5,000 or any integral multiple thereof.

The Bonds will bear interest from their dated date at the rates per annum as shown on the inside cover page. Interest on the Bonds (computed on the basis of a 360-day year consisting of twelve 30-day months) will be payable semi-annually on each January 1 and July 1, commencing January 1, 2026.

Proceeds of the Bonds will be used to (a) construct fire prevention and life safety improvements to the existing school buildings of the District, (b) pay capitalized interest on the Bonds and (c) pay costs associated with the issuance of the Bonds. See "USE OF PROCEEDS" herein.

The Bonds due on or after January 1, 2035, are subject to redemption prior to maturity at the option of the District, as a whole or in part, on any date on or after January 1, 2034, at the redemption price of par plus accrued interest to the redemption date. See "THE BONDS—Redemption" herein.

In the opinion of Bond Counsel, the Bonds are valid and legally binding upon the District and are payable from any funds of the District legally available for such purpose, and all taxable property in the District is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion. See "SECURITY" herein.

The Bonds are offered for public sale, subject to prior sale, to withdrawal or modification of the offer without notice, and to the approval of legality by Bond Counsel, and certain other conditions. Chapman and Cutler LLP, Chicago, Illinois, will also act as Disclosure Counsel to the District. It is expected that beneficial interests in the Bonds will be available for delivery through the facilities of DTC on or about May 22, 2025.

RAYMOND JAMES

as Municipal Advisor

The date of this Official Statement is May __, 2025.

* Preliminary, subject to change.

Lake Forest School District Number 67
Lake County, Illinois
(Lake Forest)

$9,805,000* GENERAL OBLIGATION SCHOOL BONDS, SERIES 2025A

MATURITIES, AMOUNTS, INTEREST RATES, YIELDS AND CUSIP NUMBERS*

MATURITY (JANUARY 1)	AMOUNT	INTEREST RATE	YIELD	CUSIP NUMBER** (508732)
2027	$ 780,000	%	%	
2028	820,000	%	%	
2029	860,000	%	%	
2030	900,000	%	%	
2031	950,000	%	%	
2032	995,000	%	%	
2033	1,045,000	%	%	
2034	1,095,000	%	%	
2035	1,150,000	%	%	
2036	1,210,000	%	%	

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* Preliminary, subject to change.

** CUSIP data herein is provided by the CUSIP Global Services (*"CGS"*). CGS is managed on behalf of the American Bankers Association by FactSet Research Systems Inc. No representations are made as to the correctness of the CUSIP numbers. These CUSIP numbers are subject to change after the issuance of the Bonds.

No dealer, broker, salesman or other person has been authorized by the District or ____________, __________, ________, (the *"Underwriter"*), to give any information or to make any representations other than those contained in this Official Statement in connection with the offering described herein and if given or made, such other information or representations must not be relied upon as statements having been authorized by the District, the Underwriter or any other entity. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy any securities other than the Bonds, nor shall there be any offer to sell or solicitation of an offer to buy the Bonds by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. This Official Statement is submitted in connection with the sale of the securities described in it and may not be reproduced or used, in whole or in part, for any other purposes.

Unless otherwise indicated, the District is the source of all tables and statistical and financial information contained in this Official Statement. The information contained in this Official Statement concerning DTC has been obtained from DTC. The other information set forth herein has been furnished by the District or from other sources believed to be reliable. The information and opinions expressed herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the District since the date of this Official Statement.

This Official Statement should be considered in its entirety and no one factor considered more or less important than any other by reason of its position in this Official Statement. Where statutes, reports or other documents are referred to herein, reference should be made to such statutes, reports or other documents for more complete information regarding the rights and obligations of parties thereto, facts and opinions contained therein and the subject matter thereof.

Any statements made in this Official Statement, including the Exhibits and Appendices, involving matters of opinion or estimates, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of such estimates will be realized. This Official Statement contains certain forward-looking statements and information that are based on the District's beliefs as well as assumptions made by and information currently available to the District. Such statements are subject to certain risks, uncertainties and assumptions. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those anticipated, estimated or expected.

The Underwriter has reviewed the information in this Official Statement in accordance with, and as part of, its responsibilities to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Underwriter does not guarantee the accuracy or completeness of such information.

For purposes of compliance with Rule 15c2-12 of the Securities and Exchange Commission (the *"Rule"*), this document, as the same may be supplemented or corrected by the District from time-to-time, may be treated as an Official Statement with respect to the Bonds described herein and is "deemed final" by the District as of the date hereof (or of the date of any supplement or correction) except for the omission of certain information permitted to be omitted pursuant to the Rule.

IN CONNECTION WITH THE OFFERING, THE UNDERWRITER MAY OVERALLOT OR EFFECT TRANSACTIONS WHICH STABILIZE OR MAINTAIN THE MARKET PRICE OF THE SECURITIES OFFERED HEREBY AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

THESE SECURITIES HAVE NOT BEEN APPROVED OR DISAPPROVED BY THE SECURITIES AND EXCHANGE COMMISSION OR ANY STATE SECURITIES COMMISSION NOR HAS THE SECURITIES AND EXCHANGE COMMISSION OR ANY STATE SECURITIES COMMISSION PASSED UPON THE ACCURACY OR ADEQUACY OF THIS OFFICIAL STATEMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

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Exhibit B	—	Budget, Fiscal Year Ending June 30, 2025
Exhibit C	—	General Fund Revenue Sources, Fiscal Years Ended June 30, 2020-2024

APPENDICES

Appendix A	—	Audited Financial Statements of the District for the Fiscal Year Ended June 30, 2024
Appendix B	—	Proposed Form of Opinion of Bond Counsel
Appendix C	—	Proposed Form of Continuing Disclosure Undertaking
Appendix D	—	Notice of Sale

LAKE FOREST SCHOOL DISTRICT NUMBER 67
LAKE COUNTY, ILLINOIS
(LAKE FOREST)

300 South Waukegan Road
Lake Forest, Illinois 60045

Board of Education

Mark Remus
President

Gregory Adamo	Carl Kirar *Secretary*	Shyama Parikh Chauhan
Megan Engelberg	Emily M. Bernahl *Vice President*	Monica Yaun

Administration

Dr. Matthew Montgomery
Superintendent

Dr. Jennifer Hermes
Chief Operating Officer/CSBO

Professional Services

Underwriter
____
_____________, ___________

Municipal Advisor
Raymond James & Associates, Inc.
Chicago, Illinois

Bond Counsel and Disclosure Counsel
Chapman and Cutler LLP
Chicago, Illinois

Bond Registrar and Paying Agent
Amalgamated Bank of Chicago
Chicago, Illinois

Auditor
Miller, Cooper & Co., LTD.
Deerfield, Illinois

OFFICIAL STATEMENT

Lake Forest School District Number 67
Lake County, Illinois
(Lake Forest)
$9,805,000* General Obligation School Bonds, Series 2025A

INTRODUCTION

The purpose of this Official Statement is to set forth certain information concerning Lake Forest School District Number 67, Lake County, Illinois (the *"District"*), in connection with the offering and sale of its General Obligation School Bonds, Series 2025A (the *"Bonds"*).

This Official Statement contains "forward-looking statements" that are based upon the District's current expectations and its projections about future events. When used in this Official Statement, the words "project," "estimate," "intend," "expect," "scheduled," "pro-forma" and similar words identify forward-looking statements. Forward-looking statements are subject to known and unknown risks, uncertainties and factors that are outside of the control of the District. Actual results could differ materially from those contemplated by the forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date hereof. Neither the District nor any other party plans to issue any updates or revisions to these forward-looking statements based on future events.

THE BONDS

AUTHORITY AND PURPOSE

The Bonds are being issued pursuant to the School Code of the State of Illinois (the *"School Code"*), the Local Government Debt Reform Act of the State of Illinois (the *"Debt Reform Act"*), and all laws amendatory thereof and supplementary thereto, and a bond resolution adopted by the Board of Education of the District (the *"Board"*) on the 22nd day of April, 2025, as supplemented by a notification of sale (together, the *"Bond Resolution"*).

Proceeds of the Bonds will be used to (a) construct fire prevention and life safety improvements to the existing school buildings of the District, (b) pay capitalized interest on the Bonds through January 1, 2026, and (c) pay costs associated with the issuance of the Bonds. See "USE OF PROCEEDS" herein.

GENERAL DESCRIPTION

The Bonds will be dated the date of issuance thereof, will be in fully registered form, without coupons, and will be in denominations of $5,000 or any integral multiple thereof under a book-entry only system operated by The Depository Trust Company, New York, New York

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* Preliminary, subject to change.

(*"DTC"*). Principal of and interest on the Bonds will be payable by Amalgamated Bank of Chicago, Chicago, Illinois (the *"Registrar"*).

The Bonds will mature as shown on the inside cover page hereof. Interest on the Bonds will be payable each January 1 and July 1, beginning January 1, 2026.

The Bonds will bear interest from their dated date, or from the most recent interest payment date to which interest has been paid or provided for, computed on the basis of a 360-day year consisting of twelve 30-day months. The principal of the Bonds will be payable in lawful money of the United States of America upon presentation and surrender thereof at the principal corporate trust office of the Registrar. Interest on each Bond will be paid by check or draft of the Registrar payable upon presentation in lawful money of the United States of America to the person in whose name such Bond is registered at the close of business on the record date, which is the 15th day of the month next preceding the interest payment date (the *"Record Date"*).

REGISTRATION AND TRANSFER

The Registrar will maintain books (the *"Register"*) for the registration of ownership and transfer of the Bonds. Subject to the provisions of the Bonds as they relate to book-entry form, any Bond may be transferred upon the surrender thereof at the principal corporate trust office of the Registrar, together with an assignment duly executed by the registered owner or his or her attorney in such form as will be satisfactory to the Registrar. No service charge shall be made for any transfer or exchange of Bonds, but the District or the Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Bonds except in the case of the issuance of a Bond or Bonds for the unredeemed portion of a Bond surrendered for redemption.

The Registrar shall not be required to transfer or exchange any Bond during the period beginning at the close of business on the Record Date with respect to any interest payment date on such Bond and ending at the opening of business on such interest payment date, nor to transfer or exchange any Bond after notice calling such Bond for redemption has been mailed, nor during a period of fifteen (15) days next preceding mailing of a notice of redemption of any Bonds.

REDEMPTION

Optional Redemption. The Bonds due on or after January 1, 2035, are subject to redemption prior to maturity at the option of the District as a whole or in part in integral multiples of $5,000 in any order of their maturity as determined by the District (less than all of the Bonds of a single maturity to be selected by the Registrar), on January 1, 2034, and on any date thereafter, at the redemption price of par plus accrued interest to the redemption date.

Mandatory Sinking Fund Redemption. The Bonds due on January 1 of the years 20__ and 20__ are subject to mandatory redemption, in integral multiples of $5,000 selected by lot by the Registrar, at a redemption price of par plus accrued interest to the redemption date, on January 1 of the years and in the principal amounts as follows:

FOR THE BONDS DUE JANUARY 1, 20__

YEAR	PRINCIPAL AMOUNT	
20__	$	
20__		(stated maturity)

FOR THE BONDS DUE JANUARY 1, 20__

YEAR	PRINCIPAL AMOUNT	
20__	$	
20__		(stated maturity)

The principal amounts of Bonds to be mandatorily redeemed in each year may be reduced through the earlier optional redemption thereof, with any partial optional redemptions of such Bonds credited against future mandatory redemption requirements in such order of the mandatory redemption dates as the District may determine. In addition, on or prior to the 60th day preceding any mandatory redemption date, the Registrar may, and if directed by the District shall, purchase Bonds required to be retired on such mandatory redemption date. Any such Bonds so purchased shall be cancelled and the principal amount thereof shall be credited against the mandatory redemption required on such next mandatory redemption date.

General. The District will, at least 45 days prior to any optional redemption date (unless a shorter time period shall be satisfactory to the Registrar), notify the Registrar of such redemption date and of the principal amount and maturity or maturities of Bonds to be redeemed. For purposes of any redemption of less than all of the outstanding Bonds of a single maturity, the particular Bonds or portions of Bonds to be redeemed shall be selected by lot by the Registrar from the Bonds of such maturity by such method of lottery as the Registrar shall deem fair and appropriate (except when the Bonds are held in a book-entry system, in which case the selection of Bonds to be redeemed will be made in accordance with procedures established by DTC or any other book-entry depository); *provided* that such lottery shall provide for the selection for redemption of Bonds or portions thereof in principal amounts of $5,000 and integral multiples thereof.

Unless waived by any holder of Bonds to be redeemed, notice of the call for any redemption will be given by the Registrar on behalf of the District by mailing the redemption notice by first-class mail at least 30 days and not more than 60 days prior to the date fixed for redemption to each registered owner of the Bonds to be redeemed at the address shown on the Register or at such other address as is furnished in writing by such registered owner to the Registrar.

Unless moneys sufficient to pay the redemption price of the Bonds to be redeemed at the option of the District are received by the Registrar prior to the giving of such notice of redemption, such notice may, at the option of the District, state that said redemption will be conditional upon the receipt of such moneys by the Registrar on or prior to the date fixed for redemption. If such moneys are not received, such notice will be of no force and effect, the District will not redeem such Bonds, and the Registrar will give notice, in the same manner in which the notice of redemption has been given, that such moneys were not so received and that such Bonds will not be redeemed. Otherwise, prior to any redemption date, the District will deposit with the Registrar an amount of money sufficient to pay the redemption price of all the Bonds or portions of Bonds which are to be redeemed on that date.

Subject to the provisions for a conditional redemption described above, notice of redemption having been given as described above and in the Bond Resolution, and notwithstanding failure to receive such notice, the Bonds or portions of Bonds so to be redeemed will, on the redemption date, become due and payable at the redemption price therein specified, and from and after such date (unless the District shall default in the payment of the redemption price) such Bonds or portions of Bonds shall cease to bear interest. Upon surrender of such Bonds for redemption in accordance with said notice, such Bonds will be paid by the Registrar at the redemption price.

SECURITY

The Bonds, in the opinion of Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel (*"Bond Counsel"*), are valid and legally binding upon the District and are payable from any funds of the District legally available for such purpose, and all taxable property in the District is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion.

Pursuant to Public Act 103-0591, effective July 1, 2024, levies to pay school fire and prevention bonds, such as the Bonds, are excepted from the Property Tax Extension Limitation Law of the State of Illinois, as amended (the *"Limitation Law"*). See "REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES—Property Tax Extension Limitation Law" herein for more information. The Bond Resolution provides for the levy of ad valorem taxes, unlimited as to rate or amount, upon all taxable property within the District in amounts sufficient to pay, as and when due, all principal of and interest on the Bonds. The Bond Resolution will be filed with the County Clerk of Lake County, Illinois (the *"County Clerk"*), and will serve as authorization to the County Clerk to extend and collect the property taxes as set forth in the Bond Resolution to pay the Bonds.

Reference is made to Appendix B for the proposed form of opinion of Bond Counsel for the Bonds.

USE OF PROCEEDS

A portion of the proceeds of the Bonds will be used to construct fire prevention and life safety improvements to the existing school buildings of the District (the *"Project"*). The Project includes roofing and parking lot repairs and improvements. The District expects to complete the Project within three years

SOURCES AND USES

The sources and uses of funds resulting from the Bonds are shown below:

SOURCES:	
Principal Amount	$
[Net]Original Issue Premium	____________
Total Sources	$
USES:	
Deposit to Fire Prevention and Safety Fund	$
Pay Capitalized Interest on the Bonds	
Costs of Issuance*	____________
Total Uses	$

* Includes underwriter's discount and other issuance costs.

RISK FACTORS

The purchase of the Bonds involves certain investment risks. Accordingly, each prospective purchaser of the Bonds should make an independent evaluation of the entirety of the information presented in this Official Statement and its appendices and exhibits in order to make an informed investment decision. Certain of the investment risks are described below. The following statements, however, should not be considered a complete description of all risks to be considered in the decision to purchase the Bonds, nor should the order of the presentation of such risks be construed to reflect the relative importance of the various risks. There can be no assurance that other risk factors are not material or will not become material in the future.

CONSTRUCTION RISKS

There are potential risks that could affect the ability of the District to timely complete the Project. While preliminary costs have been projected by the District's consulting architects, not all of the construction contracts have been let by the District. No assurance can be given that the cost of completing the Project will not exceed available funds.

Completion of the Project involves many risks common to construction projects such as shortages or delays in the availability of materials and labor, work stoppages, labor disputes, contractual disputes with contractors or suppliers, weather interferences, construction accidents, delays in obtaining legal approvals, unforeseen engineering, archeological or environmental problems and unanticipated cost increases, any of which could give rise to significant delays or cost overruns.

FINANCES OF THE STATE OF ILLINOIS

State funding sources constituted 2.61% of the District's General Fund revenue sources for the fiscal year ended June 30, 2024. While the finances of the State of Illinois (the *"State"*) have significantly improved in recent years, the State continues to deal with a severe underfunding of its pension systems, which, based on the comprehensive annual financial reports of the State's five retirement systems, have a combined unfunded pension liability of approximately $140 billion and a combined funded ratio of approximately 45%. Also, despite nine credit rating upgrades since June 2021, the State's long-term general obligation bonds carry the lowest ratings of all states.

LOCAL ECONOMY

The financial health of the District is in part dependent on the strength of the local economy. Many factors affect the local economy, including rates of employment and economic growth and the level of residential and commercial development. It is not possible to predict to what extent any changes in economic conditions, demographic characteristics, population or commercial and industrial activity will occur and what impact such changes would have on the finances of the District.

BOND RATING

The Bonds have received a credit rating from Moody's Investors Service, New York, New York (*"Moody's"*). The rating can be changed or withdrawn at any time for reasons both under and outside the District's control. Any change, withdrawal or combination thereof could adversely affect the ability of investors to sell the Bonds or may affect the price at which they can be sold.

SECONDARY MARKET FOR THE BONDS

No assurance can be given that a secondary market will develop for the purchase and sale of the Bonds or, if a secondary market exists, that such Bonds can be sold for any particular price. The hereinafter-defined Underwriter is not obligated to engage in secondary market trading or to repurchase any of the Bonds at the request of the owners thereof.

Prices of the Bonds as traded in the secondary market are subject to adjustment upward and downward in response to changes in the credit markets and other prevailing circumstances. No guarantee exists as to the future market value of the Bonds. Such market value could be substantially different from the original purchase price.

CONTINUING DISCLOSURE

A failure by the District to comply with the Undertaking (as defined herein) for continuing disclosure (see "CONTINUING DISCLOSURE" herein) will not constitute an event of default on the Bonds. Any such failure must be reported in accordance with Rule 15c2-12 (the *"Rule"*) adopted by the Securities and Exchange Commission (the *"Commission"*) under the Securities Exchange

Act of 1934, as amended (the *"Exchange Act"*), and may adversely affect the transferability and liquidity of the Bonds and their market price.

SUITABILITY OF INVESTMENT

The interest rates borne by the Bonds are intended to compensate the investor for assuming the risk of investing in the Bonds. Furthermore, the tax-exempt feature of the Bonds is currently more valuable to high tax bracket investors than to investors that are in low tax brackets. As such, the value of the interest compensation to any particular investor will vary with individual tax rates and circumstances. Each prospective investor should carefully examine this Official Statement and its own financial condition to make a judgment as to its ability to bear the economic risk of such an investment, and whether or not the Bonds are an appropriate investment for such investor.

FUTURE CHANGES IN LAWS

Various state and federal laws, regulations and constitutional provisions apply to the District and to the Bonds. The District can give no assurance that there will not be a change in, interpretation of, or addition to such applicable laws, provisions and regulations which would have a material effect, either directly or indirectly, on the District, or the taxing authority of the District. For example, many elements of local government finance, including the issuance of debt and the levy of property taxes, are controlled by State government. Future actions of the State may affect the overall financial conditions of the District, the taxable value of property within the District, and the ability of the District to levy property taxes or collect revenues for its ongoing operations.

FACTORS RELATING TO TAX EXEMPTION

As discussed under "TAX EXEMPTION" herein, interest on the Bonds could become includible in gross income for purposes of federal income taxation, retroactive to the date the Bonds were issued, as a result of future acts or omissions of the District in violation of its covenants in the Bond Resolution. Should such an event of taxability occur, the Bonds are not subject to any special redemption.

There are or may be pending in the Congress of the United States (*"Congress"*) legislative proposals relating to the federal tax treatment of interest on the Bonds, including some that carry retroactive effective dates, that, if enacted, could affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether, if enacted, it would apply to bonds issued prior to enactment. Finally, reduction or elimination of the tax-exempt status of obligations such as the Bonds could have an adverse effect on the District's ability to access the capital markets to finance future capital or operational needs by reducing market demand for such obligations or materially increasing borrowing costs of the District.

The tax-exempt bond office of the Internal Revenue Service (the *"Service"*) is conducting audits of tax-exempt bonds, both compliance checks and full audits, with increasing frequency to determine whether, in the view of the Service, interest on such tax-exempt obligations is includible in the gross income of the owners thereof for federal income tax purposes. It cannot be predicted whether the Service will commence any such audit. If an audit is commenced, under current procedures the Service may treat the District as a taxpayer and the Bondholders may have no right to participate in such proceeding. The commencement of an audit with respect to any tax-exempt obligations of the District could adversely affect the market value and liquidity of the Bonds, regardless of the ultimate outcome.

CYBERSECURITY

Computer networks and data transmission and collection are vital to the efficient operation of the District. Despite the implementation of network security measures by the District, its information technology and infrastructure may be vulnerable to deliberate attacks by hackers, malware, ransomware or computer virus, or may otherwise be breached due to employee error, malfeasance or other disruptions. Any such breach could compromise networks and the information stored thereon could be disrupted, accessed, publicly disclosed, lost or stolen. Although the District does not believe that its information technology systems are at a materially greater risk of cybersecurity attacks than other similarly-situated governmental entities, any such disruption, access, disclosure or other loss of information could have an adverse effect on the District's operations and financial health. Further, as cybersecurity threats continue to evolve, the District may be required to expend significant additional resources to continue to modify and strengthen security measures, investigate and remediate any vulnerabilities, or invest in new technology designed to mitigate security risks.

BANKRUPTCY

The rights and remedies of the Bondholders may be limited by and are subject to the provisions of federal bankruptcy laws, to other laws or equitable principles that may affect the enforcement of creditors' rights, to the exercise of judicial discretion in appropriate cases and to limitations on legal remedies against local governments. The various opinions of counsel to be delivered with respect to the Bonds will be similarly qualified.

THE DISTRICT

GENERAL DESCRIPTION

The District is located in the City of Lake Forest, Illinois (the *"City"*). The area is primarily residential and is an affluent suburban area in Lake County (the *"County"*). The City is home to one private liberal arts college, three private and one public golf clubs, its own symphony orchestra, and beachfront along Lake Michigan. The City is experiencing some residential growth with the development of multiple luxury single family homes. Additionally, Northwestern Lake Forest Hospital has announced a $388 million expansion project that is anticipated to be completed in the spring of 2028.

Lake Forest is bordered by the Tri-State Tollway (I-294) and Lake Michigan. O'Hare International Airport is 31 miles from Lake Forest. Commuters to the City of Chicago can take the Metra train from one of two stations for a 50 minute trip to downtown Chicago.

The District was founded in 1862 and currently operates three elementary schools and one middle school. The District has a shared services agreement with Lake Forest Community High School District Number 115, Lake County, Illinois (*"Lake Forest High School"*). The agreement allows the Districts to share to provide greater collaborative coordination of the educational and operational programs for grades PreK-12.

The District is governed by an elected seven-member Board and a full-time administrative staff.

District Administration

The day-to-day affairs of the District are conducted by a full-time staff including the following central administrative positions.

Official	Title	Year Started in Position
Dr. Matthew Montgomery	Superintendent	2021
Dr. Jennifer Hermes	Chief Operating Officer/CSBO and School Treasurer	2006

The Board appoints the administration. The staff is chosen by the administration with the approval of the Board. In general, policy decisions are made by the Board while specific program decisions are made by the administration.

Board of Education

Official	Position	Term Expires
Mark Remus	President	April 2027
Emily M. Bernahl	Vice President	April 2025
Carl Kirar	Secretary	April 2025
Gregory Adamo	Member	April 2025
Megan Engelberg	Member	April 2027
Shyama Parikh Chauhan	Member	April 2025
Monica Yaun	Member	April 2027

ENROLLMENT

HISTORICAL		PROJECTED	
2020/2021	1,591	2025/2026	1,631
2021/2022	1,551	2026/2027	1,657
2022/2023	1,606	2027/2028	1,667
2023/2024	1,616	2028/2029	1,687
2024/2025	1,606	2029/2030	1,697

Source: The District.

EMPLOYEE UNION MEMBERSHIP AND RELATIONS

At the start of the 2024-2025 school year, the District had 335 full-time employees and 15 part-time employees. Of the total number of employees, approximately 306 are represented by a union. Employee-union relations are considered to be good. District personnel are organized as follows:

EMPLOYEE GROUP	CONTRACT EXPIRES	UNION AFFILIATION	NUMBER OF MEMBERS
Teachers	June 2026	IEA/NEA	280
Support Staff	June 2027	SEIU	26

POPULATION DATA

The estimated populations of the City, the County and the State at the times of the last three U.S. Census surveys were as follows:

NAME OF ENTITY	2000	2010	2020	% CHANGE 2010/2020
The City	20,059	19,375	19,497	+0.63%
The County	644,356	703,462	714,342	+1.55%
The State	12,419,293	12,830,632	12,812,508	-0.14%

Source: U.S. Census Bureau, Decennial Census for 2000, 2010 and 2020, respectively.

EDUCATIONAL CHARACTERISTICS OF PERSONS 25 YEARS AND OLDER

NAME OF ENTITY	HIGH SCHOOL GRADUATES	4 OR MORE YEARS OF COLLEGE
The City	99.1%	80.8%
The County	90.6%	47.0%
The State	90.3%	37.2%

Source: U.S. Census Bureau (2019-2023 American Community Survey).

FINANCIAL INFORMATION AND ECONOMIC CHARACTERISTICS OF THE DISTRICT

DIRECT GENERAL OBLIGATION BONDS (PRINCIPAL ONLY)

CALENDAR YEAR	SERIES 2021 BONDS(1) (JANUARY 1)	SERIES 2025B BONDS(2) (JANUARY 1)	PLUS: THE BONDS(3) (JANUARY 1)	TOTAL OUTSTANDING BONDS(3)
2026	$ 525,000(4)			$ 525,000
2027	540,000		$ 790,000	1,320,000
2028		$ 380,000	820,000	1,200,000
2029		410,000	860,000	1,270,000
2030		445,000	900,000	1,345,000
2031		480,000	950,000	1,430,000
2032		520,000	995,000	1,515,000
2033		555,000	1,045,000	1,600,000
2034		600,000	1,095,000	1,695,000
2035		640,000	1,150,000	1,790,000
2036		690,000	1,210,000	1,900,000
TOTAL	$1,065,000	$4,720,000	$9,805,000	$15,590,000

(1) General Obligation Limited School Bonds, Series 2021, dated May 19, 2021 (the *"Series 2021 Bonds"*).
(2) General Obligation Limited Tax School Bonds, Series 2025B, dated April 2, 2025 (the *"Series 2025B Bonds"*).
(3) Preliminary, subject to change.
(4) Mandatory sinking fund payment.

DIRECT GENERAL OBLIGATION BONDS (PRINCIPAL AND INTEREST)

LEVY YEAR	DEBT SERVICE ON THE SERIES 2021 BONDS	PLUS: DEBT SERVICE ON THE SERIES 2025B BONDS(1)	PLUS: DEBT SERVICE ON THE BONDS(2)(3)	TOTAL DEBT SERVICE ON OUTSTANDING BONDS(3)
2024	$ 535,117.50			$ 535,117.50
2025	545,130.00	$ 59,240.31	$ 1,270,250.00	1,874,620.31
2026		616,000.00	1,271,250.00	1,887,250.00
2027		627,000.00	1,270,250.00	1,897,250.00
2028		641,500.00	1,267,250.00	1,908,750.00
2029		654,250.00	1,272,250.00	1,926,500.00
2030		670,250.00	1,269,750.00	1,940,000.00
2031		679,250.00	1,270,000.00	1,949,250.00
2032		696,500.00	1,267,750.00	1,964,250.00
2033		706,500.00	1,268,000.00	1,974,500.00
2034		724,500.00	1,270,500.00	1,995,000.00
TOTAL	$1,080,247.50	$6,074,990.31	$12,697,250.00	$19,852,487.81

(1) Does not include interest to be paid from proceeds of the Series 2025B Bonds.
(2) Does not include interest to be paid from proceeds of the Bonds.
(3) Preliminary, subject to change.

DEBT CERTIFICATES (PRINCIPAL ONLY)

CALENDAR YEAR	SERIES 2018 CERTIFICATES(1) (JANUARY 1)
2026	$1,400,000
2027	1,465,000
2028	1,515,000
TOTAL	$4,380,000

(1) General Obligation Debt Certificates (Limited Tax), Series 2018, dated May 30, 2018 (the *"Series 2018 Certificates"*).

OVERLAPPING GENERAL OBLIGATION BONDS
(As of January 15, 2025)

TAXING BODY	OUTSTANDING BONDS(1)	APPLICABLE TO DISTRICT PERCENT	APPLICABLE TO DISTRICT AMOUNT
Lake County Forest Preserve District	$149,920,000	8.045%	$12,060,913
The City	36,485,000	96.657%	35,265,223
Lake Bluff Park District	3,150,000	0.205%	6,467
Lake Forest High School	108,340,000	77.224%	83,664,409
Community College District No. 532	4,035,000	8.436%	340,387
TOTAL OVERLAPPING GENERAL OBLIGATION BONDS			$131,337,399

Source: With respect to the applicable taxing bodies and the information used to calculate the percentage of overlapping equalized assessed valuation (*"EAV"*), the Lake County Clerk's Office. Information regarding the outstanding bonds of the overlapping taxing bodies was obtained from publicly available sources.

(1) Does not include alternate revenue bonds. Under the Debt Reform Act, alternate revenue bonds are not included in the computation of indebtedness of the overlapping taxing bodies unless the taxes levied to pay the principal of and interest on the alternate revenue bonds are extended for collection. The District provides no assurance that any of the taxes so levied have not been extended, nor can the District predict whether any of such taxes will be extended in the future.

SELECTED FINANCIAL INFORMATION

2023 Estimated Full Value of Taxable Property:		$7,443,057,909
2023 EAV:		$2,481,019,303[1]
Population Estimate:		18,798
General Obligation Bonds (including the Bonds):	$	15,590,000[2]
Other Direct General Obligation Debt:	$	4,457,015[3]
Total Direct General Obligation Debt:	$	20,047,015[2]
Percentage to Full Value of Taxable Property:		0.27%[2]
Percentage to EAV:		0.81%[2]
Debt Limit (6.9% of EAV):	$	171,190,332
Percentage of Debt Limit:		11.71%[2]
Per Capita:	$	1,066[2]
General Obligation Bonds (including the Bonds):	$	15,590,000[2]
Overlapping General Obligation Bonds:	$	131,337,399
General Obligation Bonds and Overlapping General Obligation Bonds:	$	146,927,399[2]
Percentage to Full Value of Taxable Property:		1.97%[2]
Percentage to EAV:		5.92%[2]
Per Capita:	$	7,816[2]

(1) Includes Incremental EAV (as hereinafter defined) in the amount of $27,630,036. See "Tax Increment Financing Districts Located Within the District."
(2) Preliminary, subject to change.
(3) This amount consists of the Series 2018 Certificates and outstanding leases.

COMPOSITION OF EAV

	2019	2020	2021	2022	2023
By Property Type					
Residential	$2,222,364,743	$2,167,909,773	$2,149,278,606	$2,195,361,482	$2,305,861,396
Farm	3,390,118	3,664,694	3,666,706	3,735,409	4,216,628
Commercial	141,974,582	135,203,503	135,619,801	135,516,609	139,726,511
Industrial	53,502	55,722	55,419	55,906	58,043
Railroad	2,695,322	2,809,934	2,809,934	3,354,576	3,626,689
Total EAV*	$2,370,478,267	$2,309,643,626	$2,291,430,466	$2,338,023,982	$2,453,489,267

Source: Lake County Clerk's Office.
* Does not include Incremental EAV.

TREND OF EAV

LEVY YEAR	EAV(1)	% CHANGE IN EAV FROM PREVIOUS YEAR
2019	$2,370,478,267	-2.93%(2)
2020	2,309,643,626	-2.57%
2021	2,291,430,466	-0.79%
2022	2,338,023,982	+2.03%
2023	2,453,489,267	+4.94%

Source: Lake County Clerk's Office.
(1) Does not include Incremental EAV.
(2) Based on the District's $2,442,113,257 2018 EAV.

NEW PROPERTY

The following chart indicates the EAV of new property (as defined in the Limitation Law) within the District for each of the last five levy years.

LEVY YEAR	NEW PROPERTY
2019	$19,630,477
2020	8,859,136
2021	11,997,692
2022	7,888,823
2023	12,801,344

Source: Lake County Clerk's Office.

TAX INCREMENT FINANCING DISTRICTS LOCATED WITHIN THE DISTRICT

A portion of the District's EAV is contained in tax increment financing (*"TIF"*) districts, as detailed below. When a TIF district is created within the boundaries of a taxing body, such as the District, the EAV of the portion of real property designated as a TIF district is frozen at the level of the tax year in which it was designated as such (the *"Base EAV"*). Any incremental increases in property tax revenue produced by the increase in EAV (the *"Incremental EAV"*) derived from the redevelopment project area during the life of the TIF district are not provided to the District until the TIF district expires. The District is not aware of any new TIF districts planned in the immediate future.

LOCATION/ NAME OF TIF	YEAR ESTABLISHED	BASE EAV	2023 EAV	INCREMENTAL EAV
Lake Forest TIF #2	2015	$90,630	$27,620,666	$ 27,530,036
			Total Incremental EAV	$ 27,530,036
			2023 EAV	2,453,489,267
			Enterprise Zone EAV	0
			Total EAV	$2,481,019,303

Source: Lake County Clerk's Office.

TAXES EXTENDED AND COLLECTED

TAX LEVY YEAR/ COLLECTION YEAR	TAXES EXTENDED	TAXES COLLECTED AND DISTRIBUTED	PERCENT COLLECTED
2019/20	$34,898,087	$34,707,851	99.45%
2020/21	35,830,426	35,660,672	99.53%
2021/22	36,809,791	36,637,873	99.53%
2022/23	38,631,638	38,471,521	99.59%
2023/24	40,726,057	40,599,935	99.69%

Source: Lake County Treasurer's and County Clerk's Offices.

SCHOOL DISTRICT TAX RATES BY PURPOSE

(Per $100 EAV)

PURPOSE	2019	2020	2021	2022	2023	MAXIMUM RATE(1)
Educational Fund	$1.1393	$1.2008	$1.3208	$1.3639	$1.4940	None(2)
Bonds and Interest	0.0209	0.0216	0.0227	0.0225	0.0218	None
Building	0.2380	0.2509	0.1706	0.1762	0.0957	$0.5500
IMRF	0.0156	0.0164	0.0169	0.0174	0.0124	None
Transportation	0.0365	0.0384	0.0395	0.0408	0.0104	None
Social Security	0.0220	0.0232	0.0238	0.0246	0.0197	None
Revenue Recapture(3)	0.0000	0.0000	0.0121	0.0070	0.0058	None
Total	$1.4722	$1.5513	$1.6064	$1.6523	$1.6599	

Source: Lake County Clerk's Office.

(1) See "REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES—Property Tax Extension Limitation Law" herein for information on the operation of such maximum rates under the Limitation Law.

(2) The District does not have a maximum tax rate for educational fund purposes. The aggregate tax rate for the various purposes subject to the Limitation Law, however, may not exceed the District's limiting rate under the Limitation Law.

(3) See "REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES—Property Tax Extension Limitation Law" herein for information on the property tax refund revenue recapture provisions of the Limitation Law.

REPRESENTATIVE TOTAL TAX RATES

(Per $100 EAV)

TAXING AUTHORITY	2019	2020	2021	2022	2023
The District	$1.4722	$1.5513	$1.6064	$1.6523	$1.6599
The County	0.5968	0.5980	0.5977	0.5887	0.5863
Lake County Forest Preserve District	0.1798	0.1818	0.1789	0.1732	0.1680
North Shore Water Reclamation	0.1530	0.0000	0.1583	0.1597	0.1587
Shields Township	0.0360	0.0366	0.0713	0.0743	0.0745
Shields Township Road and Bridge	0.0319	0.0334	0.0000	0.0000	0.0000
The City	1.3721	1.4638	1.5217	1.5590	1.5616
Lake Forest High School	1.3752	1.4454	1.4939	1.5303	1.7904
Community College District No. 532	0.2815	0.2897	0.2935	0.2958	0.2942
TOTAL*	$5.4984	$5.6000	$5.9218	$6.0333	$6.2936

Source: Lake County Clerk's Office.

* The total of such rates is the property tax rate paid by a typical District resident living in the City.

TEN LARGEST TAXPAYERS

TAXPAYER NAME	DESCRIPTION	2023 EAV	PERCENT OF DISTRICT'S TOTAL EAV
Lake Forest Place, LLC	Senior living facility	$16,663,739	0.67%
Kelmscott Apartments Illinois LLC	Apartment complex	16,131,052	0.65%
Chicago Bears Football Club, Inc.	Chicago Bears facility	11,306,067	0.46%
Lake Forest Investments, LLC	Hotel	8,140,883	0.33%
Lake Forest Landmark Company LLC	Office building	6,166,050	0.25%
Northwestern Lake Forest Hospital	Hospital	6,030,125	0.24%
Lake Forest Landmark II	Office building	6,013,147	0.24%
STRS L3 ACQ2 LLC	Commercial property	4,292,978	0.17%
Northern Trust Bank Lake Forest	Commercial property	4,217,798	0.17%
1st National Bank of Lake Forest	Commercial property	4,058,301	0.16%
		$82,990,140	3.35%

Source: Lake County Clerk's Office.
The above taxpayers represent 3.35% of the District's $2,481,019,303 2023 EAV (including Incremental EAV). Reasonable efforts have been made to seek out and report the largest taxpayers. However, many of the taxpayers listed may own multiple parcels and it is possible that some parcels and their valuations may not be included.

RETAILERS' OCCUPATION TAX AND SERVICE OCCUPATION TAX

The following table shows the distribution of the municipal portion of the Retailers' Occupation Tax and Service Occupation Tax collected by the Illinois Department of Revenue (the *"Department"*) from retailers within the City. The table indicates the level of retail activity in the City.

CALENDAR YEAR	STATE SALES TAX DISTRIBUTION(1)
2019	$2,313,681
2020	1,746,430
2021	2,531,724
2022	2,860,192
2023	3,168,210
2024(2)	2,397,149

Source: The Department.
(1) Tax distributions are based on records of the Department relating to the 1% municipal portion of the Retailers' Occupation Tax and Service Occupation Tax, collected on behalf of the City, less a State administration fee. The municipal 1% sales tax includes tax receipts from the sale of food and drugs which are not taxed by the State.
(2) Through Third Quarter 2024.

CORPORATE PERSONAL PROPERTY REPLACEMENT TAXES

Corporate Personal Property Replacement Taxes (*"CPPRT"*) are revenues received from a tax imposed on corporations, partnerships, trusts, S corporations and public utilities in the State. The purpose of the CPPRT is to replace revenues lost by units of local government (including the District) as a result of the abolishment of the corporate personal property tax (the *"Personal Property Tax"*) with the adoption of the Illinois Constitution of 1970. The State Revenue Sharing Act (the *"Sharing Act"*) was passed in 1979, implementing the CPPRT to replace the lost Personal Property Tax revenues and providing the mechanism for distributing collections of CPPRT to taxing districts (including the District) entitled to receive such tax revenues under the Sharing Act. The following table sets forth the amount of CPPRT received by the District over the last five years:

FISCAL YEAR ENDED JUNE 30	CPPRT RECEIPTS
2020	$219,560
2021	305,911
2022	661,436
2023	690,301
2024	415,962

Source: The audited financial statements of the District for the fiscal years ended June 30, 2020-June 30, 2024.

In its fiscal year 2025 budget, the District estimated that its CPPRT revenues would decrease to approximately $349,888.

Largest Employers

Below is a listing of large employers within or near the District.

Employer	Product or Service	Location	Approximate Number of Employees
Walgreens Boots Alliance, Inc.	Holding company headquarters; retailer & distributor of pharmaceuticals & home healthcare supplies	Deerfield	5,700
Motorola	Telecommunications	Libertyville	5,000
W. W. Grainger, Inc.	Corporate headquarters & broadline distributor of maintenance, repair & operating (MRO) products	Lake Forest	3,000
Condell Hospital	Hospital and medical services	Libertyville	2,800
Baxter International, Inc.	Corporate headquarters; medical products, devices & services for chronic & acute medical conditions	Deerfield	1,700
Pfizer, Inc.	Divisional headquarters; medication infusion systems, IV & irrigation sets, drug delivery systems, pharmaceuticals & invasive monitoring systems	Lake Forest	1,350
Essendant Co.	Company headquarters & wholesale office furniture & technology, office, janitorial & sanitation products & industrial & automotive products	Deerfield	800
International Brotherhood Of Electrical Workers	Labor union serving Lake County, Illinois	Libertyville	800
Aldridge Electric	Electrical services	Libertyville	425
Hollister	Health care products	Libertyville	400
Winchester Housing	Nursing	Libertyville	300

Source: 2024 Illinois Manufacturers Directory, 2024 Illinois Services Directory and the Illinois Department of Commerce and Economic Opportunity.

UNEMPLOYMENT RATES

Unemployment statistics are not compiled specifically for the District. The following table shows the trend in annual average unemployment rates for the City, the County and the State.

	THE CITY	THE COUNTY	THE STATE
2020 – Average(1)	6.4%	7.9%	9.3%
2021 – Average	3.9%	5.4%	6.1%
2022 – Average	3.7%	4.4%	4.6%
2023 – Average	4.4%	5.1%	4.5%
2024 – Average	N/A	5.0%	5.0%

Source: State of Illinois Department of Employment Security.
(1) The District attributes the increase in unemployment rates to the COVID-19 pandemic.

HOUSING VALUE AND INCOME STATISTICS

The following table sets forth information regarding median home values and various income related statistics for the City, the County and the State.

	THE CITY	THE COUNTY	THE STATE
Median Home Value	$909,800	$326,600	$250,500
Median Household Income	228,120	108,917	81,702
Median Family Income	Over 250,000	132,828	103,504
Per Capita Income	110,436	55,756	45,104

Source: U.S. Census Bureau (2019-2023 American Community Survey).

SHORT-TERM BORROWING

The District has not issued tax anticipation warrants or revenue anticipation notes during the last five years to meet its short-term current year cash flow requirements.

FUTURE DEBT

Except for the Bonds, the District does not currently anticipate issuing any debt in the next six months.

DEFAULT RECORD

The District has no record of default and has met its debt repayment obligations promptly.

WORKING CASH FUND

The District is authorized to issue (subject to the provisions of the Limitation Law) general obligation bonds to create, re-create or increase a Working Cash Fund. Such fund can also be created, re-created or increased by the levy of an annual tax not to exceed $0.05 per hundred dollars of EAV (the *"Working Cash Fund Tax"*). The purpose of the fund is to enable the District to have sufficient cash to meet demands for expenditures for corporate purposes. Moneys in the Working Cash Fund may be loaned, in whole or in part, as authorized and directed by the Board, to any fund or funds of the District in anticipation of ad valorem property taxes levied by the District for such fund or funds. The Working Cash Fund is reimbursed when the anticipated taxes or other moneys are received by the District.

Any time moneys are available in the Working Cash Fund, they must be transferred to such other funds of the District and used for any and all school purposes so as to avoid, whenever possible, the issuance of tax anticipation warrants or notes. Interest earned from the investment of the Working Cash Fund may be transferred from the Working Cash Fund to other funds of the District that are most in need of the interest. Moneys in the Working Cash Fund may not be appropriated by the Board in the annual budget.

The District also has the authority to abate amounts in the Working Cash Fund to any other fund of the District if the amount on deposit in such other fund after the abatement will not constitute an excess accumulation of money in that fund and as long as the District maintains an amount to the credit of the Working Cash Fund at least equal to 0.05% of the then current value, as equalized or assessed by the Department, of the taxable property in the District.

Finally, the District may abolish the Working Cash Fund and direct the transfer of any balance thereof to the educational fund at the close of the then current fiscal year. After such abolishment, all outstanding Working Cash Fund Taxes levied will be paid into the educational fund upon collection. Outstanding loans from the Working Cash Fund to other funds of the District at the time of abolishment will be paid or become payable to the educational fund at the close of the then current fiscal year. The outstanding balance in the Working Cash Fund at the time of abolishment, including all outstanding loans from the Working Cash Fund to other funds of the District and all outstanding Working Cash Fund Taxes levied, may be used and applied by the District for the purpose of reducing, by the balance in the Working Cash Fund at the close of the fiscal year, the amount of taxes that the Board otherwise would be authorized or required to levy for educational purposes for the fiscal year immediately succeeding the fiscal year in which the Working Cash Fund is abolished.

WORKING CASH FUND SUMMARY

FISCAL YEAR	END OF YEAR FUND BALANCE
2020	$1,104,064
2021	1,104,064
2022	1,104,064
2023	1,104,064
2024	1,104,064

Source: Compiled from the District's audited financial statements for the fiscal years ended June 30, 2020-2024.

REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES

SUMMARY OF PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES

A separate tax to pay principal of and interest on the Bonds will be levied on all taxable real property within the District. The information under this caption describes the current procedures for real property assessments, tax levies and collections in the County. There can be no assurance that the procedures described herein will not change.

TAX LEVY AND COLLECTION PROCEDURES

Local Assessment Officers determine the assessed valuation of taxable real property and railroad property not held or used for railroad operations. The Department assesses certain other types of taxable property, including railroad property held or used for railroad operations. Local Assessment Officers' valuation determinations are subject to review at the county level and then, in general, to equalization by the Department. Such equalization is achieved by applying to each county's assessments a multiplier determined by the Department. The purpose of equalization is to provide a common basis of assessments among counties by adjusting assessments toward the statutory standard of 33-1/3% of fair cash value. Farmland is assessed according to a statutory formula, which takes into account factors such as productivity and crop mix. Taxes are extended against the assessed values after equalization.

Property tax levies of each taxing body are filed in the office of the county clerk of each county in which territory of that taxing body is located. The county clerk computes the rates and amount of taxes applicable to taxable property subject to the tax levies of each taxing body and determines the dollar amount of taxes attributable to each respective parcel of taxable property The county clerk then supplies to the appropriate collecting officials within the county the information needed to bill the taxes attributable to the various parcels therein. After the taxes have been collected, the collecting officials distribute to the various taxing bodies their respective shares of the taxes collected. Taxes levied in one calendar year are due and payable in two installments during the next calendar year.

UNPAID TAXES AND ANNUAL TAX SALES

Taxes that are not paid when due, or that are not paid by mail and postmarked on or before the due date, are deemed delinquent and bear interest at the rate of 1.50% per month (or portion thereof) until paid. Unpaid property taxes, together with penalties, interest and costs, constitute a lien against the property subject to the tax. If taxes go unpaid for 13 months, each county treasurer is required to sell the delinquent property taxes at the "Annual Tax Sale" — a sale of tax liens, not properties. A public sale is held, at which time successful tax buyers pay the unpaid taxes plus penalties. Taxpayers can redeem their property by paying the amount paid at the sale, plus interest penalties and fees. If no redemption is made within the applicable redemption period, then the tax buyer can secure a court-ordered deed to the home. If a tax buyer can prove the home has been abandoned, the period for seeking a deed can be shortened to two years. Owners of vacant, commercial and industrial properties have six months to redeem their taxes before the tax buyer can seek ownership of the property.

If there is no sale of the tax lien on a parcel of property at the Annual Tax Sale, the taxes are forfeited and the property becomes eligible to be purchased at any time thereafter at an amount equal to all delinquent taxes and interest accrued to the date of purchase. Redemption periods and procedures are the same as applicable to the Annual Tax Sale.

When taxes go unpaid for more than 20 years, Illinois law states that the property is "forfeited to the state." As a practical matter, this does not happen. Instead, the taxes are wiped out, as the property remains in its distressed condition barring a change in the owner's circumstances or it being sold.

EXEMPTIONS

The Illinois Property Tax Code, as amended (the *"Property Tax Code"*), exempts certain property from taxation. Certain property is exempt from taxation on the basis of ownership and/or use, including, but not limited to, public parks, not-for-profit schools, public schools, churches, not-for-profit hospitals and public hospitals. In addition, the Property Tax Code provides a variety of homestead exemptions, which are discussed below.

An annual General Homestead Exemption provides that the EAV of certain property owned and used for residential purposes (*"Residential Property"*) may be reduced by the amount of any increase over the 1977 EAV, up to a maximum reduction of $6,000. Beginning with tax year 2023, the maximum reduction in the five collar counties (DuPage, Kane, Lake, McHenry and Will) (the "*Collar Counties*") is $8,000.

The Homestead Improvement Exemption applies to Residential Property that has been improved or rebuilt in the two years following a catastrophic event, as defined in the Property Tax Code. The exemption is limited to an annual maximum amount of $75,000 for up to four years to the extent the assessed value is attributable solely to such improvements or rebuilding.

The Senior Citizens Homestead Exemption annually reduces the EAV on residences owned and occupied by senior citizens. The maximum exemption is $5,000. Beginning with tax year 2023, the maximum exemption in the Collar Counties is $8,000.

The Senior Citizens Assessment Freeze Homestead Exemption freezes property tax assessments for homeowners who are 65 and older, reside in their property as their principal place of residence and receive a household income not in excess of the maximum income limitation. The maximum income limitation is $65,000. This exemption grants to qualifying senior citizens an exemption equal to the difference between (a) the current EAV of the residence and (b) the EAV of a senior citizen's residence for the year prior to the year in which he or she first qualifies and applies for the exemption, plus the EAV of improvements since such year.

Purchasers of certain single family homes and residences of one to six units located in certain targeted areas (as defined in the Property Tax Code) can apply for the Community Stabilization Assessment Freeze Pilot Program. To be eligible the purchaser must meet certain requirements for rehabilitating the property, including expenditures of at least $5 per square foot, adjusted by CPI. Upon meeting the requirements, the assessed value of the improvements is reduced by (a) 90% in the first seven years, (b) 65% in the eighth year and (c) 35% in the ninth year. The benefit ceases in the tenth year. The program will be phased out by June 30, 2029.

The Natural Disaster Homestead Exemption (the *"Natural Disaster Exemption"*) applies to homestead properties containing a residential structure that has been rebuilt following a natural disaster. A natural disaster is an occurrence of widespread or severe damage or loss of property resulting from any catastrophic cause including but not limited to fire, flood, earthquake, wind, or storm. The Natural Disaster Exemption is equal to the EAV of the residence in the first taxable year for which the taxpayer applies for the exemption minus the base amount. To be eligible for the Natural Disaster Exemption, the residential structure must be rebuilt within two years after the date of the natural disaster, and the square footage of the rebuilt residential structure may not be more than 110% of the square footage of the original residential structure as it existed immediately prior to the natural disaster. The Natural Disaster Exemption remains at a constant amount until the taxable year in which the property is sold or transferred.

Several exemptions are available to veterans of the United States armed forces. The Veterans with Disabilities Exemption for Specially-Adapted Housing exempts up to $100,000 of the Assessed Valuation of property owned and used exclusively by veterans with a disability, their spouses or unmarried surviving spouses. Qualification for this exemption requires the veteran's disability to be of such a nature that the federal government has authorized payment for purchase of specially adapted housing under the U.S. Code as certified to annually by the Illinois Department of Veterans Affairs or for housing or adaptations donated by a charitable organization to such disabled veteran.

The Standard Homestead Exemption for Veterans with Disabilities provides an annual homestead exemption to veterans with a service-connected disability based on the percentage of such disability. If the veteran has a (a) service-connected disability of 30% or more but less than 50%, the annual exemption is $2,500, (b) service-connected disability of 50% or more but less than 70%, the annual exemption is $5,000, and (c) service-connected disability of 70% or more, the property is exempt from taxation.

The Returning Veterans' Homestead Exemption is available for property owned and occupied as the principal residence of a veteran in the assessment year, and the year following the assessment year, in which the veteran returns from an armed conflict while on active duty in the United States armed forces. This provision grants a one-time, two-year homestead exemption of $5,000.

The Homestead Exemption for Persons with Disabilities provides an annual homestead exemption in the amount of $2,000 for property that is owned and occupied by certain disabled persons who meet State-mandated guidelines.

PROPERTY TAX EXTENSION LIMITATION LAW

The Limitation Law limits the annual growth in the amount of property taxes to be extended for certain Illinois non-home-rule units, including the District. In general, the annual growth permitted under the Limitation Law is the lesser of 5% or the percentage increase in the CPI during the calendar year preceding the levy year. Taxes can also be increased due to new construction, referendum approval of tax rate increases, mergers and consolidations.

The effect of the Limitation Law is to limit the amount of property taxes that can be extended for a taxing body. In addition, general obligation bonds, notes and installment contracts payable from ad valorem taxes unlimited as to rate and amount cannot be issued by the affected taxing bodies unless they are approved by referendum, are alternate bonds, are for fire prevention and safety, energy conservation and school security purposes (such as the Bonds) or are for certain refunding purposes.

The District has the authority to levy taxes for many different purposes. See "FINANCIAL INFORMATION AND ECONOMIC CHARACTERISTICS OF THE DISTRICT—School District Tax Rates by Purpose" above. The ceiling at any particular time on the rate at which these taxes may be extended for the District is either (a) unlimited (as provided by statute), (b) initially set by statute but permitted to be increased by referendum, (c) capped by statute, or (d) limited to the rate approved by referendum. The only ceiling on a particular tax rate is the ceiling set by statute, at which the rate is not permitted to be further increased by referendum or otherwise. Therefore, taxing districts (such as the District) have flexibility to levy taxes for the purposes for which they most need the money. The total aggregate tax rate for the various purposes subject to the Limitation Law, however, will not be allowed to exceed the District's limiting rate computed in accordance with the provisions of the Limitation Law.

If the District's Adequacy Target (as defined under "STATE AID" herein) exceeds 110% for the school year that begins during the calendar year immediately preceding the levy year for which a tax reduction is sought, a petition signed by at least 10% of the registered voters in the District may be filed requiring a proposition to be submitted to the District's voters at the next consolidated election in April of odd-numbered years asking the voters whether the District must reduce its extension for educational purposes for the levy year in which the election is held to an amount that is less than the extension for educational purposes for the immediately preceding levy year. The reduced extension, however, may not be more than 10% lower than the amount extended for educational purposes in the previous levy year and may not cause the District's Adequacy Target to fall below 110% for the levy year for which the reduction is sought. If the voters approve the proposition, the County Clerk will extend a rate for educational purposes that is no greater than the limiting rate for educational purposes computed in accordance with the Limitation Law. Furthermore, if the voters approve such proposition, separate limiting rates for educational purposes and for the aggregate of the District's other funds subject to the Limitation Law will be computed in accordance with the provisions of the Limitation Law. If such proposition is submitted to the voters, it may not be submitted again at any of the next two consolidated elections.

Local governments, including the District, can issue limited bonds in lieu of general obligation bonds that have otherwise been authorized by applicable law.

Beginning with levy year 2021, each tax-capped taxing district (such as the District) receives an automatic levy increase in the amount of any property tax refunds paid by such taxing district in the prior year as a result of the issuance of certificates of error, court orders issued in connection with valuation tax objection complaints and Illinois Property Tax Appeal Board (the *"PTAB"*) decisions. For levy year 20, the additional amount added to the District's tax levy as a result of this change was $142,058.

Pursuant to Section 18-190.7 of the Property Tax Code, school districts that have a designation of "recognition" or "review" according to the Illinois State Board of Education's (*"ISBE"*) School District Financial Profile System, park districts, library districts and community college districts and for which taxes were not extended at the maximum amount permitted under the Limitation Law in a given levy year may be able to recapture all or a portion of such unrealized levy amount in a subsequent levy year. Section 18-190.7 directs county clerks, in calculating the limiting rate for a given taxing district, to use the greater of the taxing district's last preceding aggregate extension or the district's last preceding aggregate extension if the taxing district had utilized the maximum limiting rate permitted without referendum for each of the three immediately preceding levy years. The aggregate extension of a taxing district that includes any recapture for a particular levy year cannot exceed the taxing district's aggregate extension for the immediately preceding levy year by more than 5%. If a taxing district cannot recapture the entire unrealized levy amount in a single levy year, the taxing district may increase its aggregate extension in each succeeding levy year until the entire levy amount is recaptured.

Illinois legislators have introduced several proposals to further modify the Limitation Law, including freezing property taxes and extending tax caps to all taxing bodies in the State. The District cannot predict whether, or in what form, any change to the Limitation Law may be enacted into law, nor can the District predict the effect of any such change on the District's finances.

TRUTH IN TAXATION LAW

Legislation known as the Truth in Taxation Law (the *"Law"*) limits the aggregate amount of certain taxes which can be levied by, and extended for, a taxing district to 105% of the amount of taxes extended in the preceding year unless specified notice, hearing and certification requirements are met by the taxing body. The express purpose of the Law is to require published disclosure of, and hearing upon, an intention to adopt a levy in excess of the specified levels. The provisions of the Law do not apply to levies made to pay principal of and interest on the Bonds. The District covenanted in the Bond Resolution that it will not take any action or fail to take any action which would adversely affect the ability of the District to levy and collect the taxes levied by the District for payment of principal of and interest on the Bonds. The District also covenanted that it and its officers will comply with all present and future applicable laws to assure that such taxes will be levied, extended, collected and deposited as provided in the Bond Resolution.

SCHOOL DISTRICT FINANCIAL PROFILE

ISBE utilizes a system for assessing a school district's financial health referred to as the *"School District Financial Profile"* which replaced the Financial Watch List and Financial Assurance and Accountability System. This system identifies those school districts which are moving into financial distress.

The system uses five indicators which are individually scored, placed into a category of a four, three, two or one, with four being the best possible, and weighted in order to arrive at a composite district financial profile. The indicators and the weights assigned to those indicators are as follows: fund balance to revenue ratio (35%); expenditures to revenue ratio (35%); days cash on hand (10%); percent of short-term borrowing ability remaining (10%); and percent of long-term debt margin remaining (10%).

The scores of the weighted indicators are totaled to obtain a district's overall score. The highest score is 4.0 and the lowest score is 1.0. A district is then placed in one of four categories as follows:

- *Financial Recognition*. A school district with a score of 3.54-4.00 is assigned to this category, which is the best category of financial strength. These districts require minimal or no active monitoring by ISBE unless requested by the district.

- *Financial Review.* A school district with a score of 3.08-3.53 is assigned to this category, the next highest financial strength category. These districts receive a limited review by ISBE, but are monitored for potential downward trends. ISBE staff also review the next year's school budget for further negative trends.

- *Financial Early Warning.* A school district with a score of 2.62-3.07 is placed in this category. ISBE monitors these districts closely and offers proactive technical assistance, such as financial projections and cash flow analysis. These districts also are reviewed to determine whether they meet the criteria set forth in Article 1A-8 of the School Code to be certified in financial difficulty and possibly qualify for a Financial Oversight Panel.

- *Financial Watch.* A school district with a score of 1.00-2.61 is in this category, the highest risk category. ISBE monitors these districts very closely and offers technical assistance with, but not limited to, financial projections, cash flow analysis, budgeting, personnel inventories and enrollment projections. These districts are also assessed to determine if they qualify for a Financial Oversight Panel.

For each school district, ISBE calculates an original financial profile score (the *"Original Score"*) and an adjusted financial profile score (the *"Adjusted Score"*). The Original Score is calculated based solely on such school district's audited financial statements as of the close of the most recent fiscal year. The Adjusted Score is calculated based initially on a school district's audited financial statements for the most recent fiscal year, with adjustments made to reflect the impact on the Original Score of timing differences between such school district's actual and expected receipt of State payments, as required by Section 1A-8 of the School Code. ISBE has implemented this statutory requirement by adding in payments expected to be received during the calculation year but not actually received until the following fiscal year, as well as by subtracting certain State payments received during the current fiscal year but attributable to a prior fiscal year. Such adjustments may have a varying effect on a school district's Adjusted Score based on the amount of time by which such State payments are delayed and the accounting basis adopted by such school district. Due to the manner in which such requirement has been implemented by ISBE, a school district's Adjusted Score may be different than it otherwise would have been in certain years based on the scheduled receipt of State payments.

The following table sets forth the District's Original Scores and Adjusted Scores, as well as the designation assigned to each score, for each of the last five fiscal years (as released by ISBE in the calendar year following the conclusion of each fiscal year):

Fiscal Year (June 30)	Original Score	Designation Based on Original Score	Adjusted Score	Designation Based on Adjusted Score
2019	3.65	Recognition	3.65	Recognition
2020	3.65	Recognition	3.65	Recognition
2021	2.95	Early Warning	2.95	Early Warning
2022	3.65	Recognition	3.65	Recognition
2023	3.30	Review	3.30	Review

State Aid

General

On June 5, 2024, Governor Pritzker (the *"Governor"*) signed the State's $53.1 billion general funds budget (Public Act 103-0589) for the fiscal year ending June 30, 2025 (the *"Fiscal Year 2025 Budget"*), which included a $211 million surplus, additional contributions to the State's pension system and the State's Budget Stabilization Fund, commonly referred to as the State's "rainy day" fund, which is set to surpass $2.3 billion, and the elimination of the State's bill backlog. In addition, the Fiscal Year 2025 Budget increased funding for education across early childhood, K-12 and higher education by more than $500 million.

The State provides aid to local school districts on an annual basis as part of the State's appropriation process. Many school districts throughout the State rely on such state aid as a significant part of their budgets. For the fiscal year ended June 30, 2024, 2.61% of the District's General Fund revenue came from State funding sources. See *Exhibit C* to this Official Statement for more information concerning the breakdown of the District's revenue sources.

General State Aid—Evidence-Based Funding Model

Beginning with fiscal year 2018, general State funds (*"General State Aid"*) have, pursuant to Public Act 100-0465, been distributed to school districts under the "Evidence-Based Funding Model". The Evidence-Based Funding Model sets forth a school funding formula that ties individual district funding to evidence-based best practices that certain research shows enhance student achievement in the classroom. Under the funding formula, ISBE will calculate an adequacy target (the *"Adequacy Target"*) each year for each district based upon its unique student population, regional wage differences and best practices. Each district will be placed in one of four tiers depending on how close the sum of its local resources available to support education (based on certain State resources and its expected property tax collections and its Base Funding Minimum (as hereinafter defined) are to its Adequacy Target; Tier One and Tier Two for those districts that are the furthest away from their Adequacy Targets and Tier Three and Tier Four for those districts that are the closest to (or above) their Adequacy Targets. For each school year, all State funds appropriated for General State Aid in excess of the amount needed to fund the Base Funding Minimum for all school districts (*"New State Funds"*) will be distributed to districts based on tier placement. Of any New State Funds available, Tier One receives 50%, Tier Two receives 49%, Tier Three receives 0.9%, and Tier Four receives 0.1%. Tier Two includes all Tier One districts for the purpose of the allocation percentages for New State Funds.

The Fiscal Year 2025 Budget, like the prior three State budgets, appropriated General State Aid in an amount $350 million greater than the appropriation in the prior fiscal year budget.

The Evidence-Based Funding Model also provides that each school district will be allocated at least as much in General State Aid in future years as it received in the most recently completed school year (such amount being the district's *"Base Funding Minimum"*). The Base Funding Minimum for the District for school year 2017-2018 was $1,006,209 (the *"Initial Base Funding Minimum"*). Mandated Categorical State Aid (as hereinafter defined) received by the District in fiscal year 2017, other than Mandated Categorical State Aid related to transportation and extraordinary special education, was included in the Initial Base Funding Minimum. Any New State Funds received by a district in a year become part of its Base Funding Minimum in the following year.

EBF FUNDING

FISCAL YEAR	BASE FUNDING MINIMUM	TIER NUMBER	AMOUNT OF NEW STATE FUNDS
2021(1)	$1,011,782	N/A	$ 0
2022	1,011,782	Four	1,540
2023	1,013,322	Four	1,517
2024	1,014,840	Four	1,304
2025	1,016,144	Four	1,350

(1) The State did not allocate New State Funds for Fiscal Year 2021.

PROPERTY TAX RELIEF POOL FUNDS

For the purpose of encouraging high tax rate school districts to reduce property taxes, the Evidence-Based Funding Model also established a property tax relief grant program (the *"Property Tax Relief Pool"*). School districts must apply for the grant and indicate an amount of intended property tax relief, which relief may not be greater than 1% of EAV for a unit district, 0.69% of EAV for an elementary school district or 0.31% of EAV for a high school district, reduced, in each case, based on the Local Capacity Target of the applicant. Property Tax Relief Pool grants will be allocated to school districts based on each district's percentage of the simple average operating tax rate of all school districts of the same type (unit, elementary or high), in order of priority from highest percentage to lowest, until the Property Tax Relief Pool is exhausted. A school district which receives a Property Tax Relief Pool grant is required to abate its property tax levy by the amount of intended property tax relief for the levy year in which the grant is to be received, and the succeeding levy year. The difference between the amount of the grant and the amount of the abatement is based on a statutory calculation which takes into account relative Local Capacity Targets. Pursuant to such calculation, a school district with a low Local Capacity Target will be required to abate less than a school district with a high Local Capacity Target, assuming the amount of Property Tax Relief Pool grants received by the school districts are the same. Property Tax Relief Pool grants received by a school district are included in future calculations of that district's Base Funding Minimum, unless that district does not abate its property tax levy by the amount of intended property tax relief as described above. Of the $350 million of New State Funds appropriated in the Fiscal Year 2025 Budget, $50 million was allocated to the Property Tax Relief Pool, as was done in the last three State budgets.

MANDATED CATEGORICAL STATE AID

Illinois school districts are entitled to reimbursement from the State for expenditures incurred in providing programs and services legally required to be available to students under State law. Such reimbursements, referred to as *"Mandated Categorical State Aid,"* are made to the school district in the fiscal year following the expenditure, *provided* that the school district files the paperwork necessary to inform the State of such an entitlement. From time to time, Mandated

Categorical State Aid payments from the State have been delayed and have been prorated as part of the appropriation process, as described below.

Prior to fiscal year 2018, the School Code provided for Mandated Categorical State Aid with respect to mandatory school programs relating to: (a) special education, (b) transportation, (c) free and reduced breakfast and lunch, and (d) orphanage tuition. Beginning with fiscal year 2018, Mandated Categorical State Aid is no longer the source of funding for mandatory school programs relating to special education, other than private facility tuition and transportation. Mandated Categorical State Aid received by a district in fiscal year 2017 for special education programming no longer available for Mandated Categorical State Aid in fiscal year 2018 is included in the Base Funding Minimum for that district.

In addition, although school districts are entitled to reimbursement for expenditures made under these programs, these reimbursements are subject to the State's appropriation process. In the event that the State does not appropriate an amount sufficient to fund fully the Mandated Categorical State Aid owed to each school district, the total Mandated Categorical State Aid is proportionally reduced such that each school district receives the same percentage of its Mandated Categorical State Aid request with respect to a specific category of such aid as every other school district.

In past years, the State has not fully funded all Mandated Categorical State Aid payments. Therefore, pursuant to the procedures discussed above, proportionate reductions in Mandated Categorical State Aid payments to school districts have occurred. However, because these programs are "mandatory" under the School Code, each school district must provide these programs regardless of whether such school district is reimbursed by the State for the related expenditures. No assurance can be given that the State will make appropriations in the future sufficient to fund fully the Mandatory Categorical State Aid requirements. As such, the District's revenues may be impacted in the future by increases or decreases in the level of funding appropriated by the State for Mandated Categorical State Aid.

COMPETITIVE GRANT STATE AID

The State also provides funds to school districts for expenditures incurred in providing additional programs that are allowed, but not mandated by, the School Code. In contrast to Mandated Categorical State Aid, such *"Competitive Grant State Aid"* is not guaranteed to a school district that provides these programs. Instead, a school district applying for Competitive Grant State Aid must compete with other school districts for the limited amount appropriated each year by the State for such program.

Competitive Grant State Aid is allocated, after appropriation by the State, among certain school districts selected by the State. The level of funding is annually determined separately for each category of aid based on the State's budget. This process does not guarantee that any funding will be available for Competitive Grant State Aid programs, even if a school district received such funding in a prior year. Therefore, school districts may incur expenditures with respect to certain Competitive Grant State Aid programs without any guarantee that the State will appropriate the money necessary to reimburse such expenditures.

PAYMENT FOR MANDATED CATEGORICAL STATE AID AND COMPETITIVE GRANT STATE AID

The State makes payments to school districts for Mandated Categorical State Aid and Competitive Grant State Aid (together, *"Categorical State Aid"*) in accordance with a voucher system involving ISBE. ISBE vouchers payments to the State on a periodic basis. The time between vouchers varies depending on the type of Categorical State Aid in question. For example, with respect to the categories of Mandated Categorical State Aid related to extraordinary special education and transportation, ISBE vouchers the State for payments on a quarterly basis. With respect to Competitive Grant State Aid, a payment schedule is established as part of the application process, and ISBE vouchers the State for payment in accordance with this payment schedule.

Once ISBE has vouchered the State for payment, the State is required to make the Categorical State Aid payments to the school districts. As a general matter, the State is required to make such payments within 90 days after the end of the State's fiscal year.

See *Exhibit C* for a summary of the District's general fund revenue sources.

FEDERAL COVID-19 FUNDS DISTRIBUTED TO THE DISTRICT

The COVID-19 pandemic, along with various governmental measures taken to protect public health in light of the pandemic, has had an adverse impact on global economies, including economic conditions in the United States. In response to the pandemic, federal legislation, particularly the (i) Coronavirus Aid, Relief, and Economic Security Act (commonly known as ESSER I), (ii) the Coronavirus Response and Relief Supplemental Appropriations Act of 2021 (commonly known as ESSER II), and (iii) the American Rescue Plan of 2021 (commonly known as ESSER III), was enacted to provide funds to mitigate the economic downturn and health care crisis caused by COVID-19.

The amount of funds the District received from ESSER I was $92,878. The District received additional funds in the amount of $315,123 pursuant to ESSER II. Finally, the District received $709,465 of ESSER III funds.

RETIREMENT PLANS

The District participates in two defined benefit pension plans: (i) the Teachers' Retirement System of the State of Illinois (*"TRS"*), which provides retirement benefits to the District's teaching employees, and (ii) the Illinois Municipal Retirement Fund (the *"IMRF"* and, together with TRS, the *"Pension Plans"*), which provides retirement benefits to the District's non-teaching employees. The District makes certain contributions to the Pension Plans on behalf of its employees, as further described in this section. The operations of the Pension Plans, including the contributions to be made to the Pension Plans, the benefits provided by the Pension Plans, and the actuarial assumptions and methods employed in generating the liabilities and contributions of the Pension Plans, are governed by the Illinois Pension Code, as amended (the *"Pension Code"*).

The following summarizes certain provisions of the Pension Plans and the funded status of the Pension Plans, as more completely described in Note F to the Audit, as hereinafter defined, attached hereto as APPENDIX A.

BACKGROUND REGARDING PENSION PLANS

The Actuarial Valuation

The disclosures in the Audit related to the Pension Plans are based in part on the actuarial valuations of the Pension Plans. In the actuarial valuations, the actuary for each of the Pension Plans measures the financial position of the Pension Plan, determines the amount to be contributed to a Pension Plan pursuant to statutory requirements, and produces information mandated by the financial reporting standards (the *"GASB Standards"*) issued by the Governmental Accounting Standards Board (*"GASB"*), as described below.

In producing an actuarial valuation, the actuary for the Pension Plan uses demographic data (including employee age, salary and service credits), economic assumptions (including estimated future salary and interest rates), and decrement assumptions (including employee turnover, mortality and retirement rates) and employs various actuarial methods to generate the information required to be included in such valuation.

GASB Standards

The GASB Standards provide standards for financial reporting and accounting related to pension plans.

The GASB Standards require calculation and disclosure of a "Net Pension Liability" or "Net Pension Asset," which is the difference between the actuarial present value of projected benefit payments that is attributed to past periods of employee service calculated pursuant to the methods and assumptions set forth in the GASB Standards (referred to in such statements as the *"Total Pension Liability"*) and the fair market value of the pension plan's assets (referred to as the *"Fiduciary Net Position"*).

Furthermore, the GASB Standards employ a rate, referred to in such statements as the *"Discount Rate,"* which is used to discount projected benefit payments to their actuarial present values. The Discount Rate is a blended rate comprised of (1) a long-term expected rate of return on a pension plan's investments (to the extent that such assets are projected to be sufficient to pay benefits), and (2) a tax-exempt municipal bond rate meeting certain specifications set forth in the GASB Standards.

Finally, the GASB Standards require that the Net Pension Liability be disclosed in the notes to the financial statements of the pension system and that a proportionate share of the Net Pension Liability be recognized on the balance sheet of the employer, and that an expense be recognized on the income statement of the employer.

Pension Plans Remain Governed by the Pension Code

As described above, the GASB Standards establish requirements for financial reporting purposes. However, the Pension Plans are ultimately governed by the provisions of the Pension Code in all respects, including, but not limited to, the amounts to be contributed by the District to the Pension Plans in each year.

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

The District participates in TRS, which is a cost-sharing multiple-employer defined benefit pension plan that was created by the General Assembly of the State (the *"General Assembly"*) for the benefit of Illinois public school teachers outside the City of Chicago. TRS members include all active non-annuitants who are employed by a TRS-covered employer, which includes all school districts located outside of the City of Chicago, to provide services for which teacher licensure is required.

The Pension Code sets the benefit provisions of TRS, which can only be amended by the General Assembly. The State maintains primary responsibility for the funding of the plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the System's administration.

For information relating to the actuarial assumptions and methods used by TRS, including the Discount Rate and the sensitivity of the Net Pension Liability to changes in the Discount Rate, see Note F to the Audit.

Employer Funding of Teachers' Retirement System

Under the Pension Code, active members contribute 9.0% of creditable earnings to TRS. The State makes the balance of employer contributions to the State on behalf of the District, except for a small portion contributed by the teacher's employer, such as the District. For the fiscal years ended June 30, 2020, through June 30, 2024, all amounts contributed by the District to TRS were as follows:

FISCAL YEAR ENDED JUNE 30	TRS CONTRIBUTION
2020	$114,043
2021	128,163
2022	129,730
2023	133,179
2024	136,444

Source: The audited financial statements of the District for the fiscal years ended June 30, 2020, through June 30, 2024.

For information regarding additional contributions the District may be required to make to TRS with respect to certain salary increases and other programs, see Note F to the Audit.

ILLINOIS MUNICIPAL RETIREMENT FUND

The District also participates in the IMRF, which is a defined-benefit, agent multiple employer pension plan that acts as a common investment and administrative agent for units of local government and school districts in the State. The IMRF is established and administered under statutes adopted by the General Assembly. The Pension Code sets the benefit provisions of the IMRF, which can only be amended by the General Assembly.

Each employer participating in the IMRF, including the District, has an employer reserve account with the IMRF separate and distinct from all other participating employers (the *"IMRF Account"*) along with a unique employer contribution rate determined by the IMRF Board of Trustees (the *"IMRF Board"*), as described below. The employees of a participating employer receive benefits solely from such employer's IMRF Account. Participating employers are not responsible for funding the deficits of other participating employers.

The IMRF issues a publicly available financial report that includes financial statements and required supplementary information which may be viewed at the IMRF's website.

See Note F to the Audit for additional information on the IMRF.

Contributions

Both employers and employees contribute to the IMRF. At present, employees contribute 4.50% of their salary to the IMRF, as established by statute. Employers are required to make all additional contributions necessary to fund the benefits provided by the IMRF to its employees. The annual rate at which an employer must contribute to the IMRF is established by the IMRF Board. The District's contribution rate for calendar year 2023 was 5.70% of covered payroll.

For the fiscal years ended June 30, 2020, through June 30, 2024, the District contributed the following amounts to IMRF:

FISCAL YEAR ENDED JUNE 30	IMRF CONTRIBUTIONS
2020	$283,703
2021	333,462
2022	311,531
2023	279,696
2024	255,046

Source: The audited financial statements of the District for the fiscal years ended June 30, 2020, through June 30, 2024.

Measures of Financial Position

The following table presents the measures of the IMRF Account's financial position as of December 31 of the years 2019 through 2023, which are presented pursuant to the GASB Standards.

Calendar Year Ended December 31	Total Pension Liability	Fiduciary Net Position	Net Pension (Asset)/Liability	Fiduciary Net Position as a % of Total Pension Liability	Discount Rate
2019	$18,803,055	$18,376,488	$ 426,567	97.73%	7.25%
2020	19,399,183	20,252,106	(852,923)	104.40%	7.25%
2021	20,080,378	22,965,082	(2,884,704)	114.37%	7.25%
2022	21,121,952	19,365,701	1,756,251	91.69%	7.25%
2023	21,933,386	21,156,689	776,697	96.46%	7.25%

Source: The audited financial statements of the District for the fiscal years ended June 30, 2020, through June 30, 2024.

See Note F to the Audit, for additional information on the IMRF.

Other Post-Employment Benefits

The District administers a single-employer defined benefit healthcare plan (the *"Retirees Health Plan"*). The Retirees Health Plan provides health insurance contributions for eligible retirees and their spouses through the District's group health insurance plan which covers both active and retired members. The District's annual other postemployment benefit (*"OPEB"*) cost is calculated based on the annual required contribution of the employer. For fiscal year ended June 30, 2024, the District had an annual OPEB cost of $38,989, and as of June 30, 2024, the Retirees Health Plan had an unfunded actuarial accrued liability of $1,077,199. For more information regarding the District's OPEB obligations, see Note G of the Audit.

Teacher Health Insurance Security Fund

The District participates in the Teacher Health Insurance Security Fund (the *"THIS Fund"*), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of TRS.

The State maintains primary responsibility for funding, but contributions from participating employers and members are also required. For the fiscal year ended June 30, 2024, the District paid $155,946 to the THIS Fund, which was 100% of the required contribution. For more information regarding the District's THIS Fund obligation, see Note G to the Audit.

BOND RATING

Moody's has assigned the Bonds a rating of "Aaa." This rating reflects only the views of Moody's. An explanation of the methodology for such rating may be obtained from Moody's. Certain information concerning the Bonds and the District not included in this Official Statement may have been furnished to Moody's by the District. There is no assurance that the rating will be maintained for any given period of time or that such rating will not be changed by Moody's if, in such rating agency's judgment, circumstances so warrant. Any downward change in or withdrawal of the rating may have an adverse effect on the market price of the Bonds.

Except as may be required by the Undertaking described below under the heading "CONTINUING DISCLOSURE," the form of which is attached hereto as APPENDIX C, neither the District nor the Underwriter undertakes responsibility to bring to the attention of the owners of the Bonds any proposed change in or withdrawal of the rating or to oppose any such revision or withdrawal.

TAX EXEMPTION

Federal tax law contains a number of requirements and restrictions which apply to the Bonds, including investment restrictions, periodic payments of arbitrage profits to the United States, requirements regarding the proper use of bond proceeds and the facilities financed therewith, and certain other matters. The District has covenanted to comply with all requirements that must be satisfied in order for the interest on the Bonds to be excludible from gross income for federal income tax purposes. Failure to comply with certain of such covenants could cause interest on the Bonds to become includible in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds.

Subject to the District's compliance with the above-referenced covenants, under present law, in the opinion of Bond Counsel, interest on the Bonds is excludible from the gross income of the owners thereof for federal income tax purposes and is not includible as an item of tax preference in computing the federal alternative minimum tax for individuals under the Internal Revenue Code of 1986, as amended (the *"Code"*). Interest on the Bonds may affect the corporate alternative minimum tax for certain corporations.

In rendering its opinion, Bond Counsel will rely upon certifications of the District with respect to certain material facts within the District's knowledge. Bond Counsel's opinion represents its legal judgment based upon its review of the law and the facts that it deems relevant to render such opinion and is not a guarantee of a result.

Ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, corporations subject to the branch profits tax, financial institutions, certain insurance companies, certain S corporations, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred (or continued) indebtedness to purchase or carry tax-exempt obligations. Prospective purchasers of the Bonds should consult their tax advisors as to applicability of any such collateral consequences.

The issue price for original issue discount (as further discussed below) and market discount purposes (the *"OID Issue Price"*) for each maturity of the Bonds is the price at which a substantial amount of such maturity of the Bonds is first sold to the public (excluding bond houses and brokers and similar persons or organizations acting in the capacity of underwriters, placement agents or wholesalers). The OID Issue Price of a maturity of the Bonds may be different from the price set forth, or the price corresponding to the yield set forth, on the inside cover page hereof.

If the OID Issue Price of a maturity of the Bonds is less than the principal amount payable at maturity, the difference between the OID Issue Price of each such maturity, if any, of the Bonds (the *"OID Bonds"*) and the principal amount payable at maturity is original issue discount.

For an investor who purchases an OID Bond in the initial public offering at the OID Issue Price for such maturity and who holds such OID Bond to its stated maturity, subject to the condition that the District complies with the covenants discussed above, (a) the full amount of original issue discount with respect to such OID Bond constitutes interest which is excludible from the gross income of the owner thereof for federal income tax purposes; (b) such owner will not realize taxable capital gain or market discount upon payment of such OID Bond at its stated maturity; (c) such original issue discount is not includible as an item of tax preference in computing the alternative minimum tax for individuals under the Code; and (d) the accretion of original issue discount in each year may result in certain collateral federal income tax consequences in each year even though a corresponding cash payment may not be received until a later year. Based upon the stated position of the Department under State income tax law, accreted original issue discount on such OID Bonds is subject to taxation as it accretes, even though there may not be a corresponding cash payment until a later year. Owners of OID Bonds should consult their own tax advisors with respect to the state and local tax consequences of original issue discount on such OID Bonds.

Owners of Bonds who dispose of Bonds prior to the stated maturity (whether by sale, redemption or otherwise), purchase Bonds in the initial public offering, but at a price different from the OID Issue Price or purchase Bonds subsequent to the initial public offering should consult their own tax advisors.

If a Bond is purchased at any time for a price that is less than the Bond's stated redemption price at maturity or, in the case of an OID Bond, its OID Issue Price plus accreted original issue discount (the *"Revised Issue Price"*), the purchaser will be treated as having purchased a Bond with market discount subject to the market discount rules of the Code (unless a statutory *de minimis* rule applies). Accrued market discount is treated as taxable ordinary income and is recognized when a Bond is disposed of (to the extent such accrued discount does not exceed gain realized) or, at the purchaser's election, as it accrues. Such treatment would apply to any purchaser who purchases an OID Bond for a price that is less than its Revised Issue Price. The applicability of the market discount rules may adversely affect the liquidity or secondary market price of such Bond. Purchasers should consult their own tax advisors regarding the potential implications of market discount with respect to the Bonds.

An investor may purchase a Bond at a price in excess of its stated principal amount. Such excess is characterized for federal income tax purposes as "bond premium" and must be amortized by an investor on a constant yield basis over the remaining term of the Bond in a manner that takes into account potential call dates and call prices. An investor cannot deduct amortized bond premium relating to a tax-exempt bond. The amortized bond premium is treated as a reduction in the tax-exempt interest received. As bond premium is amortized, it reduces the investor's basis in the Bond. Investors who purchase a Bond at a premium should consult their own tax advisors regarding the amortization of bond premium and its effect on the Bond's basis for purposes of computing gain or loss in connection with the sale, exchange, redemption or early retirement of the Bond.

There are or may be pending in Congress legislative proposals, including some that carry retroactive effective dates, that, if enacted, could alter or amend the federal tax matters referred to above or affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether, if enacted, it would apply to bonds issued prior to enactment. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

The Service has an ongoing program of auditing tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligations is includible in the gross income of the owners thereof for federal income tax purposes. It cannot be predicted whether or not the Service will commence an audit of the Bonds. If an audit is commenced, under current procedures the Service may treat the District as a taxpayer and the Bondholders may have no right to participate in such procedure. The commencement of an audit could adversely affect the market value and liquidity of the Bonds until the audit is concluded, regardless of the ultimate outcome.

Payments of interest on, and proceeds of the sale, redemption or maturity of, tax-exempt obligations, including the Bonds, are in certain cases required to be reported to the Service. Additionally, backup withholding may apply to any such payments to any Bond owner who fails to provide an accurate Form W-9 Request for Taxpayer Identification Number and Certification, or a substantially identical form, or to any Bond owner who is notified by the Service of a failure to report any interest or dividends required to be shown on federal income tax returns. The reporting and backup withholding requirements do not affect the excludability of such interest from gross income for federal tax purposes.

Interest on the Bonds is not exempt from present State income taxes. Ownership of the Bonds may result in other state and local tax consequences to certain taxpayers. Bond Counsel expresses no opinion regarding any such collateral consequences arising with respect to the Bonds. Prospective purchasers of the Bonds should consult their tax advisors regarding the applicability of any such state and local taxes.

CONTINUING DISCLOSURE

The District will enter into a Continuing Disclosure Undertaking (the *"Undertaking"*) for the benefit of the beneficial owners of the Bonds to send certain information annually and to provide notice of certain events to the Municipal Securities Rulemaking Board (the *"MSRB"*) pursuant to the requirements of the Rule. No person, other than the District, has undertaken, or is otherwise expected, to provide continuing disclosure with respect to the Bonds. The information to be provided on an annual basis, the events which will be noticed on an occurrence basis and a statement of other terms of the Undertaking, including termination, amendment and remedies, are set forth in the form of the Undertaking, attached hereto as APPENDIX C.

There have been no instances in the previous five years in which the District failed to comply, in all material respects, with any undertaking previously entered into by it pursuant to the Rule. A failure by the District to comply with the Undertaking will not constitute a default under the Bond Resolution and beneficial owners of the Bonds are limited to the remedies described in the Undertaking. The District must report any failure to comply with the Undertaking in accordance with the Rule. Any broker, dealer or municipal securities dealer must consider such report before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

AUDITED FINANCIAL STATEMENTS

The audited financial statements of the District for the fiscal year ended June 30, 2024 (the *"Audit"*), contained in Appendix A, including the independent auditor's report accompanying the Audit, have been prepared by Miller, Cooper & Co., LTD., Deerfield, Illinois (the *"Auditor"*), and approved by formal action of the Board. The District has not requested the Auditor to update information contained in the Audit nor has the District requested that the Auditor consent to the use of the Audit in this Official Statement. Other than as expressly set forth in this Official Statement, the financial information contained in the Audit has not been updated since the date of the Audit. The inclusion of the Audit in this Official Statement in and of itself is not intended to demonstrate the fiscal condition of the District since the date of the Audit.

BOOK-ENTRY ONLY SYSTEM

DTC will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each maturity of the Bonds, in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Exchange Act. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants (*"Direct Participants"*) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (*"DTCC"*). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (*"Indirect Participants"*). DTC has an S&P Global Ratings rating of "AA+". The DTC Rules applicable to its Participants are on file with the Commission. More information about DTC can be found at **www.dtcc.com**.

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond (*"Beneficial Owner"*) is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the Registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detailed information from the District or Registrar, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Registrar, or the District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the District or the Registrar, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the District or the Registrar. Under such circumstances, in the event that a successor depository is not obtained, Bond certificates are required to be printed and delivered.

The District may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from DTC, and the District takes no responsibility for the accuracy thereof.

The District will have no responsibility or obligation to any Securities Depository, any Participants in the Book-Entry System or the Beneficial Owners with respect to (a) the accuracy of any records maintained by the Securities Depository or any Participant; (b) the payment by the Securities Depository or by any Participant of any amount due to any Beneficial Owner in respect of the principal amount or redemption price of, or interest on, any Bonds; (c) the delivery of any notice by the Securities Depository or any Participant; (d) the selection of the Beneficial Owners to receive payment in the event of any partial redemption of the Bonds; or (e) any other action taken by the Securities Depository or any Participant.

CERTAIN LEGAL MATTERS

Certain legal matters incident to the authorization, issuance and sale of the Bonds are subject to the approving legal opinion of Chapman and Cutler LLP, Chicago, Illinois (*"Chapman and Cutler"*), Bond Counsel, who has been retained by, and acts as, Bond Counsel to the District. Chapman and Cutler has also been retained by the District to serve as Disclosure Counsel to the District with respect to the Bonds. Although as Disclosure Counsel to the District, Chapman and Cutler has assisted the District with certain disclosure matters, Chapman and Cutler has not undertaken to independently verify the accuracy, completeness or fairness of any of the statements contained in this Official Statement or other offering material related to the Bonds and does not guarantee the accuracy, completeness or fairness of such information. Chapman and Cutler's engagement as Disclosure Counsel was undertaken solely at the request and for the benefit of the District, to assist it in discharging its responsibility with respect to this Official Statement, and not for the benefit of any other person (including any person purchasing Bonds from the Underwriter), and did not include any obligation to establish or confirm factual matters, forecasts, projections, estimates or any other financial or economic information in connection therewith. Further, Chapman and Cutler makes no representation as to the suitability of the Bonds for investment by any investor.

NO LITIGATION

No litigation is now pending or threatened restraining the issuance, sale, execution or delivery of the Bonds, or in any way contesting or affecting the validity or enforceability of the Bonds or any proceedings of the District taken with respect to the issuance or sale thereof. A certificate to this effect will be delivered by the District with the other customary closing papers when the Bonds are delivered.

MUNICIPAL ADVISOR

Raymond James & Associates, Inc., Chicago, Illinois, has been retained as municipal advisor (the *"Municipal Advisor"*) in connection with the issuance of the Bonds. In assisting with the preparation of this Official Statement, the Municipal Advisor has relied upon the District and other sources having access to relevant data to provide accurate information for this Official Statement. To the best of the Municipal Advisor's knowledge, the information contained in this Official Statement is true and accurate. However, the Municipal Advisor has not been engaged, nor has it undertaken, to independently verify the accuracy of such information.

The Municipal Advisor's duties, responsibilities, and fees arise solely from that as municipal advisor to the District.

UNDERWRITING

The Bonds were offered for sale by the District at a public competitive sale on May 5, 2025. The best bid submitted at the sale of the Bonds was submitted by ________, ________, _________ (the *"Underwriter"*). The District awarded the contract for sale of the Bonds to the Underwriter at a price of $_________, reflecting the par amount of the Bonds of $_________, plus original issue premium of $_________, and less Underwriter's discount of $_________. The Underwriters have represented to the District that the Bonds have been subsequently re-offered to the public initially at the yields set forth on the inside cover of this Official Statement.

AUTHORIZATION

This Official Statement has been approved by the District for distribution to prospective purchasers of the Bonds. The Board, acting through authorized officers, will provide to the Underwriter at the time of delivery of the Bonds, a certificate confirming that, to the best of its knowledge and belief, this Official Statement, together with any supplements thereto, as of the date hereof, and at the time of delivery of the Bonds, was true and correct in all material respects and did not at any time contain an untrue statement of a material fact or omit to state a material fact required to be stated where necessary to make the statements therein in light of the circumstances under which they were made, not misleading.

/s/
Chief Operating Officer/CSBO
Lake Forest School District Number 67, Lake County, Illinois

May __, 2025

EXHIBIT A — COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE, FISCAL YEARS ENDED JUNE 30, 2020-2024

	ED(1)	O&M	DEBT SERVICE	TRANS	IMRF	CAP PROJECTS	WORKING CASH	TORT	FIRE	TOTAL
Beginning Balance	$2,837,403	$1,623,814	$125,142	$958,180	$319,453	$3,298,104	$1,104,064	$0	$0	$10,266,160
Revenues	29,557,234	5,708,764	486,930	1,241,933	888,730	243,659	0	0	0	38,127,250
Expenditures	29,550,959	2,330,391	2,364,165	922,769	742,957	3,529,143	0	0	0	39,440,384
Net Transfers	(711)	(1,881,225)	1,881,936	0	0	0	0	0	0	0
Other Sources (Uses)	0	0	0	0	0	0	0	0	0	0
Ending Balance, 6/30/20	$2,842,967	$3,120,962	$129,843	$1,277,344	$465,226	$12,620	$1,104,064	$0	$0	$8,953,026
Beginning Balance	$2,902,757(2)	$3,120,962	$129,843	$1,277,344	$465,226	$12,620	$1,104,064	$0	$0	$9,012,816
Revenues	30,190,970	6,018,117	491,599	1,020,866	910,489	183,707	0	0	0	38,815,748
Expenditures	34,226,118	2,753,061	2,135,410	883,992	833,022	2,270,831	0	0	0	43,102,434
Net Transfers	0	(4,085,030)	1,647,225	0	0	4,965,254	(2,527,449)	0	0	0
Other Sources (Uses)	0	0	0	0	0	0	2,527,449	0	0	2,527,449
Ending Balance, 6/30/21	$(1,132,391)	$2,300,988	$133,257	$1,414,218	$542,693	$2,890,750	$1,104,064	$0	$0	$7,253,579
Beginning Balance	$(1,132,391)	$2,300,988	$133,257	$1,414,218	$542,693	$2,890,750	$1,104,064	$0	$0	$7,253,579
Revenues	31,657,500	6,495,721	497,439	1,354,807	935,045	429,925	0	0	0	41,370,437
Expenditures	33,787,866	2,690,359	2,063,832	1,053,396	828,866	331,506	0	0	0	40,755,825
Net Transfers	0	(1,542,800)	1,542,800	0	0	0	0	0	0	0
Other Sources (Uses)	0	0	0	0	0	0	0	0	0	0
Ending Balance, 6/30/22	$(3,262,757)	$4,563,550	$109,664	$1,715,629	$648,872	$2,989,169	$1,104,064	$0	$0	$7,868,191
Beginning Balance	$(3,262,757)	$4,563,550	$109,664	$1,715,629	$648,872	$2,989,169	$1,104,064	$0	$0	$7,868,191
Revenues	34,673,925	4,591,540	516,972	1,342,652	952,735	303,173	0	0	0	42,380,997
Expenditures	36,026,743	2,898,087	2,079,439	1,133,290	836,962	1,428,568	0	0	0	44,403,089
Net Transfers	(40,273)	(1,538,925)	1,579,198	0	0	0	0	0	0	0
Other Sources (Uses)	148,637	0	0	0	0	0	0	0	0	148,637
Ending Balance, 6/30/23	$(4,507,211)	$4,718,078	$126,395	$1,924,991	$764,645	$1,863,774	$1,104,064	$0	$0	$5,994,736
Beginning Balance	$(4,507,211)	$4,718,078	$126,395	$1,924,991	$764,645	$1,863,774	$1,104,064	$0	$0	$5,994,736
Revenues	36,382,374	4,437,275	522,927	1,392,485	1,003,224	544,809	0	0	0	44,283,094
Expenditures	36,843,752	3,035,985	2,098,059	1,519,775	816,748	3,980,691	0	0	0	48,295,010
Net Transfers	(40,273)	(3,104,812)	1,577,448	0	0	1,567,637	0	0	0	0
Other Sources (Uses)	0	0	0	0	0	0	0	0	0	0
Ending Balance, 6/30/24	$(5,008,862)	$3,014,556	$128,711	$1,797,701	$951,121	$(4,471)	$1,104,064	$0	$0	$1,982,820

Source: The audited financial statements of the District for the fiscal years ended June 30, 2020 - June 30, 2024.
(1) Excludes "on-behalf" payments.
(2) Restated to include student activity funds.

EXHIBIT B — BUDGET, FISCAL YEAR ENDING JUNE 30, 2025

	ED[1]	O&M	DEBT SERVICE	TRANS	IMRF	CAP PROJECTS	WORKING CASH	TORT	FIRE	TOTAL
FUND BALANCE AS OF 7/1/24	$(4,928,662)	$3,089,204	$128,711	$2,070,781	$927,121	$0	$1,104,064	$0	$0	$2,391,219
ESTIMATED REVENUE	41,534,885	2,660,571	541,887	695,632	821,445	152,814	0	0	0	46,407,234
ESTIMATED EXPENDITURES	38,400,628	3,158,614	2,068,339	1,600,341	843,735	275,000	0	0	0	46,346,657
OTHER	0	(1,659,486)	1,537,300	0	0	122,186	0	0	0	0
ESTIMATED FUND BALANCE 6/30/25	$(1,794,405)	$931,675	$139,559	$1,166,072	$904,831	$0	$1,104,064	$0	$0	$2,451,796

Source: Budget for the District for the fiscal year ending June 30, 2025. The beginning fund balances were estimated by the District at the time the budget was adopted. Consequently, such balances may not match the ending fund balances set forth in the District's audited financial statements for the fiscal year ended June 30, 2024.

(1) Excludes "on-behalf" payments.

EXHIBIT C — GENERAL FUND REVENUE SOURCES, FISCAL YEARS ENDED JUNE 30, 2020-2024

	YEAR ENDED JUNE 30, 2020	YEAR ENDED JUNE 30, 2021	YEAR ENDED JUNE 30, 2022	YEAR ENDED JUNE 30, 2023	YEAR ENDED JUNE 30, 2024
Local Sources	81.94%	92.68%	92.90%	94.73%	95.31%
State Sources	10.17%	2.90%	2.75%	2.65%	2.61%
Federal Sources	7.89%	4.42%	4.35%	2.63%	2.09%
TOTAL	100.00%	100.00%	100.00%	100.00%	100.00%

Source: The audited financial statements of the District for the fiscal years ended June 30, 2020-June 30, 2024. For purposes of this Exhibit, the General Fund includes the Educational Fund and the Operations and Maintenance Fund. Excludes "on-behalf" payments.

APPENDIX A

AUDITED FINANCIAL STATEMENTS OF THE DISTRICT FOR THE FISCAL YEAR ENDED JUNE 30, 2024

The City of Lake Forest
School District No. 67

Lake Forest, Illinois

Annual Financial Report

Year Ended June 30, 2024

The City of Lake Forest School District No. 67

ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2024

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The City of Lake Forest School District No. 67

ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2024

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INDEPENDENT AUDITORS' REPORT

To the Members of the Board of Education
The City of Lake Forest School District No. 67
Lake Forest, Illinois

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities and each major fund of The City of Lake Forest School District No. 67 (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District, as of June 30, 2024, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of 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.

Responsibilities of Management for the Financial Statements

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

(Continued)

1751 Lake Cook Road, Suite 400, Deerfield, IL 60015 • 500 W. Madison Street, Suite 3300, Chicago, IL 60661 • 3010 Highland Parkway, Suite 100, Downers Grove, IL 60515 • 847.205.5000 • Fax 847.205.1400 • www.millercooper.com

Responsibilities of Management for the Financial Statements (Continued)

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

(Continued)

Required Supplementary Information

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

Supplementary Financial Information

Our audit for the year ended June 30, 2024 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary financial information, as listed in the table of contents, for the year ended June 30, 2024 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2024 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary financial information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2024.

(Continued)

Supplementary Financial Information (Continued)

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of District as of and for the year ended June 30, 2023 (not presented herein), and have issued our report thereon dated January 22, 2024 which contained unmodified opinions on the respective financial statements of the governmental activities and each major fund. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund with comparative actual amounts for the year ended June 30, 2023 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2023 basic financial statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for Capital Projects Fund and Debt Service Fund were subjected to the auditing procedures applied in the audit of the 2023 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2023.

Other Information

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

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

(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated December 20, 2024, on our consideration of 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 District's internal control over financial reporting and compliance.

MILLER, COOPER & CO., LTD.

Miller, Cooper & Co., LTD.

Certified Public Accountants

Deerfield, Illinois
December 20, 2024

The discussion and analysis of The City of Lake Forest School District No. 67's (the District) financial performance provides an overall review of the District's financial activities, for the year ended June 30, 2024. The management of the District encourages readers to consider the information presented herein in conjunction with the financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior year is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- In total, the net position of the District increased by $2,297,630. This represents a 16.1% increase from 2023 as revenues exceed expenses in fiscal year 2024.

- The District had $58,851,550 in expenses related to governmental activities, of which $19,604,855 of these expenses were offset by program-specific charges or grants.

- The District's total governmental fund revenues were $55,415,327, $4,011,857 less than the overall expenditures of $59,427,184.

- The total governmental fund balances of the District amount to $1,982,879. The fund balance was intentionally reduced below the Board of Education's policy range to finance the Cherokee addition project and several recent capital expenditures, including replacement of the Sheridan School's playground, the DPM chiller replacement, and an ADA-compliant door for the DPM cafeteria. The adoption of the K-8 Amplify CKLA & ELA curriculum, included an option for the District to make an upfront payment, saving the District approximately $200,000. The Administration and the Board of Education will restore the fund balances over the next five years.

Overview of the Financial Statements

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

- Government-wide financial statements,
- Fund financial statements, and
- Notes to the financial statements.

This report also contains required supplementary information, supplementary financial information, and other supplemental information in addition to the basic financial statements.

Government-wide financial statements

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

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

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

Overview of the Financial Statements (Continued)

Government-wide financial statements (Continued)

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

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are governmental funds. The District maintains no fiduciary funds that are required to be reported as fiduciary activities. The District maintains no proprietary funds.

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

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

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

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

Notes to the financial statements

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

Overview of the Financial Statements (Continued)

Other information

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

Government-Wide Financial Analysis

Net position increased by $2,297,630 or 16.1% in 2024. Summaries of each net position component and the current year change in net position are presented in Tables 1 and 2. Taxes accounted for most of the District's revenue, contributing 63.6%. Property tax revenue increased approximately 5.0%, primarily from standard CPI growth and new construction growth. The remainder of the District's revenue came from state and federal aid, fees charged for services, and miscellaneous sources. As noted on Table 2, the District's expenses are predominantly related to student instruction and support services.

Table 1
Condensed Statement of Net Position
(in millions of dollars)

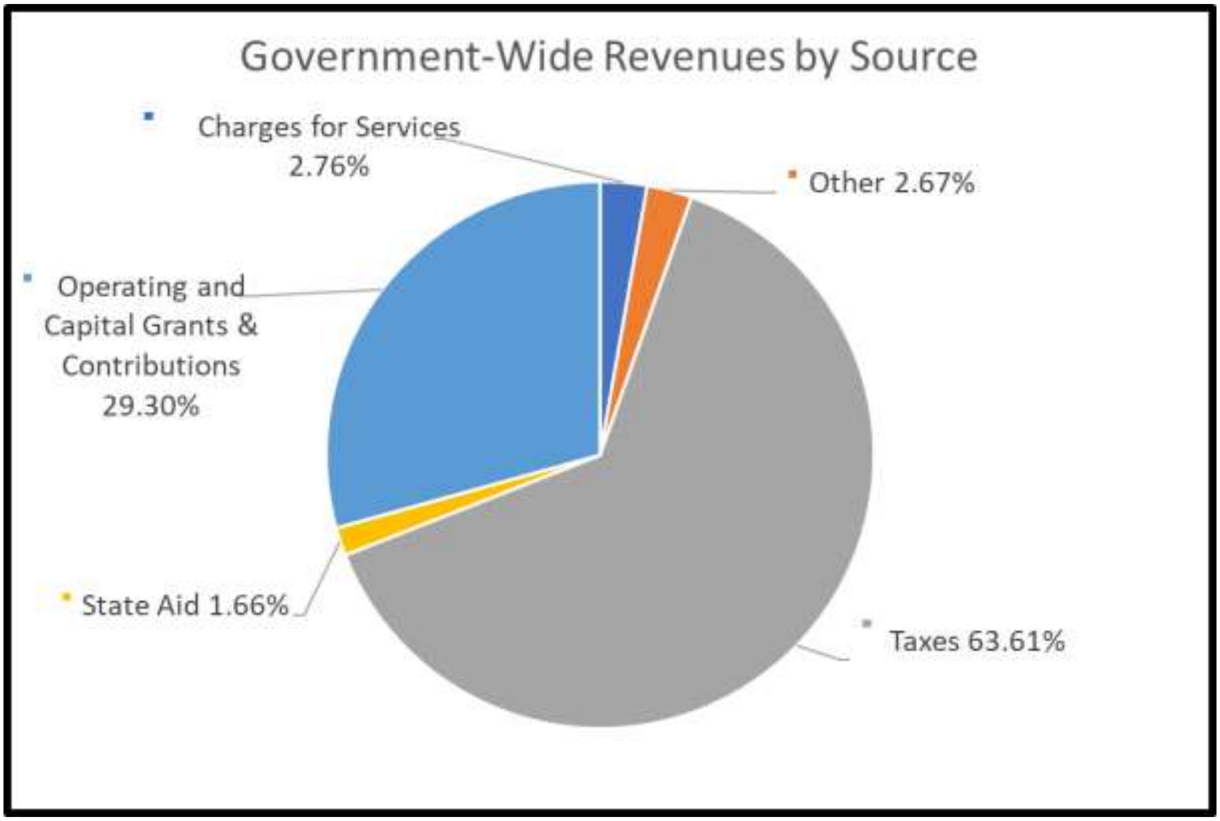
	2023	2024
Current and other assets	$ 51.19	$ 48.83
Capital assets	43.39	45.14
Total assets	94.58	93.97
Deferred outflow of resources	4.66	4.35
Long-term liabilities	20.05	17.61
Other liabilities	6.76	6.33
Total liabilities	26.81	23.94
Deferred inflow in resources	58.16	57.81
Net position:		
Net investment in capital assets	36.30	38.95
Restricted	9.40	5.89
Unrestricted	(31.43)	(28.27)
Total net position	$ 14.27	$ 16.57

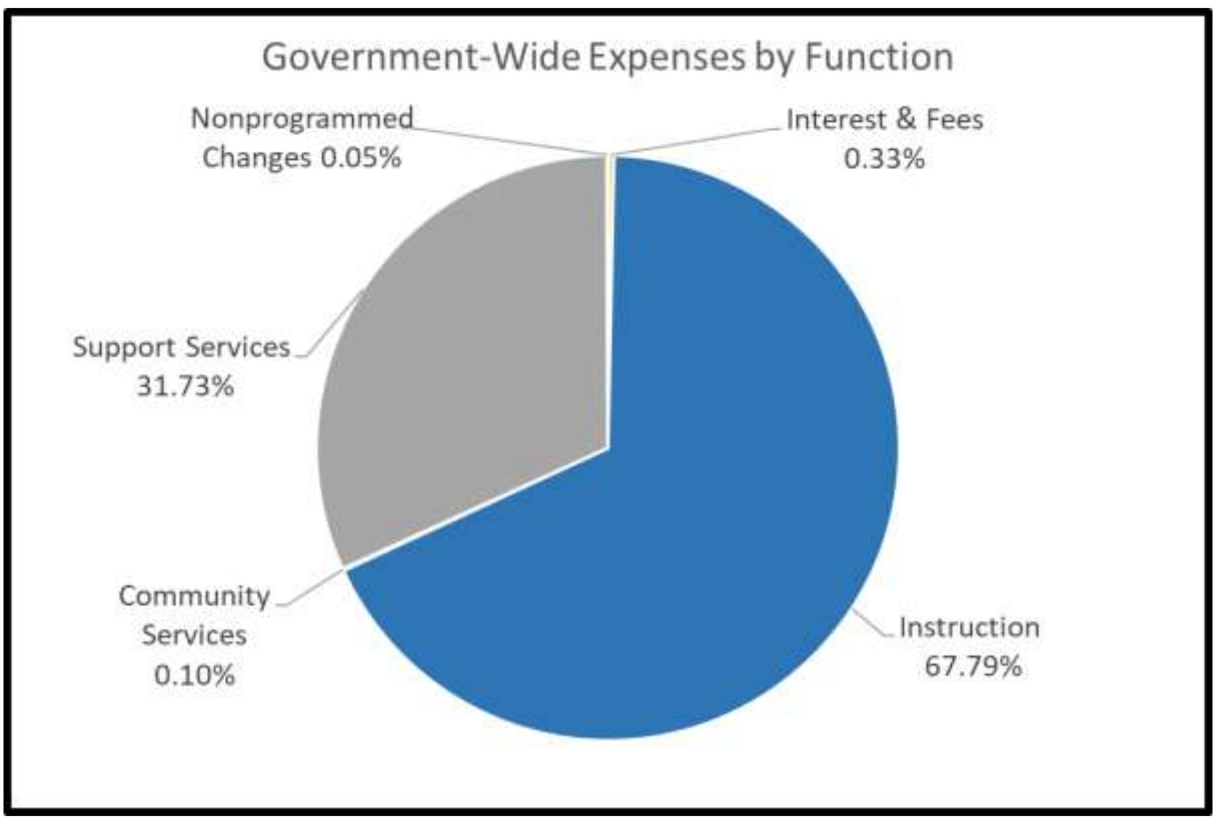
Government-Wide Financial Analysis (Continued)

Table 2
Changes in Net Position
(in millions of dollars)

	2023	2024
Revenues:		
Program revenues:		
Charges for services	$ 1.58	$ 1.68
Operating and capital grants and contributions	16.76	17.92
General revenues:		
Taxes	37.33	38.90
State aid – formula grants	1.01	1.02
Other	1.19	1.63
Total revenues	57.87	61.15
Expenses:		
Instruction	37.44	39.89
Support services	18.52	18.68
Community services	0.09	0.06
Nonprogrammed charges	0.01	0.03
Interest and fees	0.26	0.19
Total expenses	56.32	58.85
Increase in net position	$ 1.55	2.30

Government-Wide Financial Analysis (Continued)





Analysis of the District's Funds

The financial performance of the District's funds, as a whole, is reflected in the governmental funds statement of revenues, expenditures, and changes in fund balances (deficit). Total revenue in the governmental funds was $55,415,327, compared to $53,655,666 in the prior year, an increase of $1,759,661, or 3.28%. Total expenditures in the governmental funds were $59,427,184 compared to $55,677,758 in the prior year, an increase of $3,749,426 or 6.73%. Expenditures exceeded revenues and other financing sources (uses) by $4,011,857 for the current fiscal year. As a result, the fund balances in the governmental funds decreased from $5,994,736 in the prior year to $1,982,879, as of June 30, 2024.

General Fund: The state of Illinois makes employer pension and retiree health contributions on behalf of the District. These on-behalf payments must be recognized as revenue and expenditures within the General Fund. For fiscal year 2024, on-behalf payments totaled $11,132,233, a decrease of $142,436 from the prior year.

Total revenue of the General Fund increased by 3.41%, primarily due to property taxes, replacement taxes and an increase in interest income. The largest revenue source in the General Fund is property taxes at 67.19% of all revenue. State revenue sources represent 25.62% of all revenues in the General Fund.

Total expenditures of $47,975,985 in the General Fund represent an increase of $674,573 or 1.43% over the prior year. The increase is primarily due to ongoing support of special education programs. Overall, the fund balance decreased by $501,651 from the prior year.

Operations and Maintenance Fund: The revenue in the Operations and Maintenance Fund decreased by $154,265. Total expenditures increased by $137,839, while $3,104,812 was transferred out to the Debt Service Fund to pay principal and interest on the District's debt certificates. Overall, the fund balance decreased by $1,703,463 for an ending fund balance of $3,014,615.

Debt Service Fund: The revenue in the Debt Service Fund is derived from property taxes, while the expenditures are for the repayment of outstanding debt. Transfers from other funds assist in the repayment of debt. The fund balance increased by $2,316 in 2024 fiscal year for an ending balance of $128,711.

Transportation Fund: The revenue in the Transportation Fund increased by $49,833. Expenditures increased by $386,485 or 34.10% from the prior year. The majority of the overall increase in total expenditures is attributed to Special Education transportation. Additionally, transportation route costs rose by 6.01% compared to the previous year. Overall, the fund balance decreased by $127,290 ending with a fund balance of $1,797,701.

Municipal Retirement/Social Security Fund: The Municipal Retirement/Social Security Fund is solely funded by property taxes and replacement taxes. IMRF, Social Security, and Medicare contribution rates are fixed and the expenditures to the Fund are formula-based from salaries. For the 2024 fiscal year, revenue increased by $50,489 and expenditures decreased by $20,214. Overall, the fund balance increased by $186,476 ending with a fund balance of $951,121.

Capital Projects Fund: The ending fund balance for the Capital Projects Fund decreased by $1,868,245, ending with a fund deficit of $4,471. Revenue sources include impact fees, interest earnings and School Infrastructure Maintenance grant. The expenditures stem from the Cherokee addition project and several recent capital investments, including improvements to Sheridan School's playground, the replacement of the DPM chiller, and the installation of an ADA-compliant door in the DPM cafeteria.

General Fund Budgetary Highlights

The *General Fund*, for the purpose of this analysis, comprises the Educational Account, the principal operating account of the District, and the Working Cash Account. Over the course of the year, the District did not amend the annual operating budget; however, budget transfers were utilized, in accordance with the Illinois School Code, to allow for minor adjustments among individual line items.

The District's budget anticipated that revenues would fall short of expenditures by $264,747, in the General Fund. The actual results for the year show revenues falling short of expenditures and other financing sources and uses by $461,378. Actual revenues were $529,196 lower than anticipated. Actual expenditures were $332,565 less than expected, mainly due to the timing of technology equipment purchases.

Capital Asset and Debt Administration

Capital assets

By the end of 2024, the District had compiled a total investment of $92,929,861 ($45,136,831 net of accumulated depreciation) in a broad range of capital assets, including land, construction in progress, buildings, improvements other than buildings, land, equipment, and transportation equipment. Total depreciation and amortization expense for the year was $2,427,649. Additional details regarding capital assets can be found in Note D of the notes to the financial statements.

Table 3
Capital Assets (net of depreciation and amortization)
(in millions of dollars)

	2023	2024
Land	$ 0.31	$ 0.31
Construction in progress	1.04	0.14
Depreciable/amortizable buildings, property, and equipment	42.04	44.69
Total	$ 43.39	$ 45.14

Long-term liabilities

At year-end, the District had $17,614,889 in general obligation bonds, debt certificates, pension and other postemployment benefits liabilities and other long-term liabilities outstanding. As of the date of these financial statements, the District has no arbitrage rebate liability to the U.S. Treasury. More detailed information regarding long-term liabilities can be found in Note E of the notes to the financial statements.

Capital Asset and Debt Administration (Continued)

Long-term liabilities (Continued)

Table 4 presents a summary of changes in long-term liabilities for the year ended June 30, 2024.

Table 4
Outstanding Long-Term Liabilities
(in millions of dollars)

	2023	2024
General obligation bonds and debt certificates	$ 9.06	$ 7.29
Other long-term liabilities	10.99	10.32
Total	$ 20.05	$ 17.61

Factors Bearing on the District's Future

During the 2021-2022 school year, Lake Forest School District 67, in partnership with a team of 150 volunteer teachers, staff, students, administrators, and community members, embarked on the development of an updated and unified vision for Districts 65, 67, and 115. The result of these efforts is our new Portrait of a Learner, an articulation of the core competencies (adaptability, citizenship, communication, collaboration, critical thinking, and empathy) that, in addition to academic excellence, we hope to instill in students of the Lake Forest, Lake Bluff, and Knollwood communities. Our Districts share a common aspiration for all students to have an exceptional K-12 educational experience that prepares them to thrive in their future lives. The District is now in the process of developing strategic plans that will bring our Portrait of a Learner to life through our curriculum. In fiscal year 2024, the District completed an expansion project at Cherokee Elementary. This project encompasses ADA enhancements and the creation of instructional space dedicated to STEM and collaborative learning. Fiscal year 2024 was also the District's first year of the K-8 Amplify Core Knowledge Language Arts (CKLA) and English Language Arts (ELA) curriculum implementation. The diligent efforts of the faculty contributed significantly to the successful implementation, resulting in a positive impact on the students. The implementation of planned enhanced security initiatives commenced in Fiscal Year 2023, progressed through Fiscal Year 2024, and is scheduled to continue into Fiscal Year 2025.

The District also participates in a shared-services agreement with Lake Forest High School District 115, in an effort to provide a greater articulation in the curriculum, increase efficiencies, and reduce administrative costs. The District's enrollment is declining slightly, with a projected increase over the next couple of years. The District's labor force is steady with labor agreements in effect through fiscal year 2026 with the Lake Forest Education Association (LFEA), and 2027 with the Service Employees International Union (SEIU).

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, please contact the District's Chief Operating Officer (847) 235-9657.

BASIC FINANCIAL STATEMENTS

The City of Lake Forest School District No. 67

STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES

June 30, 2024

ASSETS		
Cash and investments	$	27,024,911
Receivables (net of allowance for uncollectibles)		
Property taxes		20,031,311
Replacement taxes		70,450
Intergovernmental		1,704,527
Capital assets:		
Land		312,145
Construction in progress		141,851
Depreciable buildings, property, and equipment, net of depreciation and amortization		44,682,835
Total assets		93,968,030
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions		1,604,017
Deferred outflows related to other postemployment benefits		2,744,822
Total deferred outflows		4,348,839
LIABILITIES		
Accounts payable		1,647,353
Salaries and wages payable		2,115,068
Payroll deductions payable		1,669,670
Claims payable		11,317
Other current liabilities		329,347
Unearned revenue		553,138
Long-term liabilities:		
Due within one year		2,022,150
Due after one year		15,592,739
Total liabilities		23,940,782
DEFERRED INFLOWS OF RESOURCES		
Property taxes levied for a future period		40,522,427
Deferred inflows related to pensions		208,920
Deferred inflows related to other postemployment benefits		17,074,736
Total deferred inflows		57,806,083
NET POSITION		
Net investment in capital assets		38,950,446
Restricted for:		
Operations and maintenance		3,014,615
Debt service		128,711
Retirement benefits		951,121
Student transportation		1,797,701
Unrestricted		(28,272,590)
Total net position	$	16,570,004

The accompanying notes are an integral part of this statement.

The City of Lake Forest School District No. 67

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2024

Functions / Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Net (Expenses) Revenue and Changes in Net Position
		PROGRAM REVENUES			
Governmental activities					
Instruction:					
Regular programs	$ 14,865,082	$ 524,128	$ 147,885	$ -	$ (14,193,069)
Special programs	6,825,440	-	662,661	-	(6,162,779)
Other instructional programs	1,335,282	-	8,241	-	(1,327,041)
State retirement contributions	16,866,086	-	16,866,086	-	-
Support services:					
Pupils	3,130,813	-	17,401	-	(3,113,412)
Instructional staff	2,823,661	-	24,096	-	(2,799,565)
General administration	1,167,793	-	-	-	(1,167,793)
School administration	1,690,454	-	-	-	(1,690,454)
Business	1,739,542	836,530	-	50,000	(853,012)
Transportation	1,519,775	299,866	143,298	-	(1,076,611)
Operations and maintenance	4,728,685	24,663	-	-	(4,704,022)
Central	1,874,768	-	-	-	(1,874,768)
Community services	61,566	-	-	-	(61,566)
Nonprogrammed charges	26,758	-	-	-	(26,758)
Interest and fees	195,845	-	-	-	(195,845)
Total governmental activities	$ 58,851,550	$ 1,685,187	$ 17,869,668	$ 50,000	(39,246,695)
General revenues:					
Taxes:					
Real estate taxes, levied for general purposes					31,925,918
Real estate taxes, levied for specific purposes					6,031,680
Real estate taxes, levied for debt service					522,927
Personal property replacement taxes					415,962
State aid-formula grants					1,016,144
Investment earnings					1,075,509
Miscellaneous					556,185
Total general revenues					41,544,325
Change in net position					2,297,630
Net position, beginning of year					14,272,374
Net position, end of year					$ 16,570,004

The accompanying notes are an integral part of this statement.

The City of Lake Forest School District No. 67

Governmental Funds
BALANCE SHEET
June 30, 2024

	General	Operations and Maintenance	Transportation
ASSETS			
Cash and investments	$ 18,717,690	$ 4,270,966	$ 2,199,909
Receivables (net of allowance for uncollectibles):			
Property taxes	18,099,227	1,155,244	126,058
Replacement taxes	46,450	-	-
Intergovernmental	1,704,527	-	-
Total assets	$ 38,567,894	$ 5,426,210	$ 2,325,967
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ 1,550,731	$ 74,589	$ 17,493
Salaries and wages payable	2,115,068	-	-
Payroll deductions payable	1,554,945	-	-
Claims payable	11,317	-	-
Other current liabilities	329,347	-	-
Unearned revenue	297,375	-	255,763
Total liabilities	5,858,783	74,589	273,256
DEFERRED INFLOWS			
Property taxes levied for a future period	36,613,909	2,337,006	255,010
Total deferred inflows	36,613,909	2,337,006	255,010
FUND BALANCES (DEFICIT)			
Restricted	-	3,014,615	1,797,701
Assigned	69,580	-	-
Unassigned	(3,974,378)	-	-
Total fund balances (deficit)	(3,904,798)	3,014,615	1,797,701
Total liabilities, deferred inflows, and fund balances (deficit)	$ 38,567,894	$ 5,426,210	$ 2,325,967

The accompanying notes are an integral part of this statement.

Municipal Retirement / Soc. Sec.	Debt Service	Capital Projects	Total
$ 1,438,288	$ 398,058	$ -	$ 27,024,911
387,479	263,303	-	20,031,311
24,000	-	-	70,450
-	-	-	1,704,527
$ 1,849,767	$ 661,361	$ -	$ 48,831,199
$ 69	$ -	$ 4,471	$ 1,647,353
-	-	-	2,115,068
114,725	-	-	1,669,670
-	-	-	11,317
-	-	-	329,347
-	-	-	553,138
114,794	-	4,471	6,325,893
783,852	532,650	-	40,522,427
783,852	532,650	-	40,522,427
951,121	128,711	-	5,892,148
-	-	-	69,580
-	-	(4,471)	(3,978,849)
951,121	128,711	(4,471)	1,982,879
$ 1,849,767	$ 661,361	$ -	$ 48,831,199

The City of Lake Forest School District No. 67

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
June 30, 2024

Total fund balances - total governmental funds		$ 1,982,879
Amounts reported for governmental activities in the statement of net position are different because:		
Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds.		45,136,831
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds:		
Deferred outflows of resources related to pensions		1,604,017
Deferred inflows of resources related to pensions		(208,920)
Deferred outflows and inflows of resources related to other postemployment benefit are applicable to future periods and, therefore, are not reported in the governmental funds:		
Deferred outflows of resources related to OPEB		2,744,822
Deferred inflows of resources related to OPEB		(17,074,736)
Long-term liabilities included in the statement of net position are not due and payable in the current period and, accordingly, are not reported in the governmental funds:		
General obligation bonds	$ (1,580,000)	
Debt certificates	(5,710,000)	
Unamortized bond premiums	(394,899)	
Leases liabilities	(77,015)	
Compensated absences	(139,270)	
IMRF net pension liability	(776,697)	
TRS net pension liability	(1,896,741)	
RHP total other postemployment benefit liability	(1,077,199)	
THIS net other postemployment benefit liability	(5,963,068)	(17,614,889)
Net position of governmental activities		$ 16,570,004

The accompanying notes are an integral part of this statement.

The City of Lake Forest School District No. 67

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT)

For the Year Ended June 30, 2024

	General	Operations and Maintenance	Transportation
Revenues			
Property taxes	$ 31,925,918	$ 4,103,135	$ 949,321
Replacement taxes	207,292	184,670	-
State aid	12,174,480	-	143,298
Federal aid	834,181	-	-
Interest	936,087	-	-
Other	1,436,649	149,470	299,866
Total revenues	47,514,607	4,437,275	1,392,485
Expenditures			
Current:			
Instruction:			
Regular programs	15,212,515	-	-
Special programs	5,620,921	-	-
Other instructional programs	1,336,954	-	-
State retirement contributions	11,132,233	-	-
Support services:			
Pupils	3,516,694	-	-
Instructional staff	2,923,539	-	-
General administration	1,176,309	-	-
School administration	1,709,756	-	-
Business	1,732,715	-	-
Transportation	-	-	1,519,775
Operations and maintenance	-	3,030,776	-
Central	1,905,242	-	-
Community services	61,566	-	-
Nonprogrammed charges	1,442,825	-	-
Debt service:			
Principal	-	-	-
Interest and other	-	-	-
Capital outlay	204,716	5,150	-
Total expenditures	47,975,985	3,035,926	1,519,775
Excess (deficiency) of revenues over expenditures	(461,378)	1,401,349	(127,290)
Other financing sources (uses)			
Transfer in	-	-	-
Transfer out	(40,273)	(3,104,812)	-
Total other financing sources (uses)	(40,273)	(3,104,812)	-
Net change in fund balance	(501,651)	(1,703,463)	(127,290)
Fund balance (deficit), beginning of year	(3,403,147)	4,718,078	1,924,991
Fund balance (deficit), end of year	$ (3,904,798)	$ 3,014,615	$ 1,797,701

The accompanying notes are an integral part of this statement.

Municipal Retirement / Soc. Sec.	Debt Service	Capital Projects	Total
$ 979,224	$ 522,927	$ -	$ 38,480,525
24,000	-	-	415,962
-	-	50,000	12,367,778
-	-	-	834,181
-	-	139,422	1,075,509
-	-	355,387	2,241,372
1,003,224	522,927	544,809	55,415,327
190,002	-	-	15,402,517
206,042	-	-	5,826,963
22,573	-	-	1,359,527
-	-	-	11,132,233
60,083	-	-	3,576,777
54,429	-	-	2,977,968
27,421	-	-	1,203,730
63,675	-	-	1,773,431
25,555	-	3,868,854	5,627,124
-	-	-	1,519,775
127,178	-	-	3,157,954
39,790	-	-	1,945,032
-	-	-	61,566
-	-	-	1,442,825
-	1,801,388	-	1,801,388
-	296,671	-	296,671
-	-	111,837	321,703
816,748	2,098,059	3,980,691	59,427,184
186,476	(1,575,132)	(3,435,882)	(4,011,857)
-	1,577,448	1,567,637	3,145,085
-	-	-	(3,145,085)
-	1,577,448	1,567,637	-
186,476	2,316	(1,868,245)	(4,011,857)
764,645	126,395	1,863,774	5,994,736
$ 951,121	$ 128,711	$ (4,471)	$ 1,982,879

The City of Lake Forest School District No. 67

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

For the Year Ended June 30, 2024

Net change in fund balances - total governmental funds.		$ (4,011,857)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense. This is the amount by which depreciation and amortization expense exceeds capital outlay in the current period.		
Capital outlay	$ 4,178,016	
Depreciation and amortization expense	(2,427,649)	1,750,367
Changes in deferred outflows and inflows of resources related to pensions are reported only in the statement of activities:		
Deferred outflows and inflows of resources related to IMRF pension		(600,287)
Deferred outflows and inflows of resources related to TRS pension		103,268
Changes in deferred outflows and inflows of resources related to other postemployment benefits are reported only in the statement of activities:		
Deferred outflows and inflows of resources related to RHP		(169,558)
Deferred outflows and inflows of resources related to THIS		2,787,791
Governmental funds report the effect of premiums and discounts when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year, net effect of these differences.		100,826
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. However, certain of these items are included in the governmental funds only to the extend that they require the expenditure of current financial resources:		
Principal repayments - general obligation bonds		
General obligation bonds	$ 500,000	
Debt certificates	1,265,000	
Lease liabilities repayments	36,388	
Compensated absences, net	11,819	
IMRF pension liability, net	979,554	
TRS pension liability, net	(69,356)	
RHP other postemployment benefit liability, net	28,487	
THIS other postemployment benefit liability, net	(414,812)	2,337,080
Change in net position of governmental activities		$ 2,297,630

The accompanying notes are an integral part of this statement.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of The City of Lake Forest School District No. 67 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

1. Reporting Entity

   The District is located in Lake County, Illinois. The District is governed by an elected Board of Education. The Board of Education maintains final responsibility for all personnel, budgetary, taxing, and debt matters.

   The District includes all funds of its operations that are controlled by or dependent upon the District, as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will, and fiscal dependency. The accompanying financial statements include only those funds of the District, as there are no organizations for which it has financial accountability.

   The District is not included as a component unit in any other governmental reporting entity, as defined by GASB pronouncements.

2. Fund Accounting

   The accounts of the District are organized 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 and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

   Governmental funds are used to account for all of the District's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the servicing of general long-term debt (debt service fund), and the acquisition or construction of major capital facilities (capital projects fund). The General Fund is used to account for all activities of the general government not accounted for in some other fund. The District considers all governmental funds to be major.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of interfund activity has been eliminated from these statements. Governmental activities normally are supported by taxes, intergovernmental grant revenues, and local fees.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) amounts paid by recipient of goods or services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

a. General Fund

The *General Fund* - includes the Educational Account and the Working Cash Account. The Educational Account is the District's primary operating account. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Working Cash Account is for the financial resources held by the District to be used as temporary interfund loans for working capital requirements. Money loaned by the Working Cash Fund to other funds must be repaid upon the collection of property taxes in the fund(s) loaned to. As allowed by the School Code of Illinois, this Fund may be permanently abolished and become part of the Educational Account or may be partially abated to any fund in need as long as the District maintains a balance in the Working Cash Account of at least .05% of the District's current equalized assessed valuation.

The Student Activity balance is accounted for in the Educational Account. The balance accounts for activities such as student yearbooks, student clubs and councils and convenience accounts.

b. Special Revenue Funds

The special revenue funds are used to account for and report the proceeds of specific revenue sources (other than those accounted for in the Debt Service or Capital Projects funds) that are legally restricted to expenditures for specified purposes.

Each of the District's special revenue funds has been established as a separate fund in accordance with the fund structure required by the state of Illinois for local educational agencies. These funds account for local property taxes restricted to specific purposes. A brief description of the District's special revenue funds is as follows:

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Government-Wide and Fund Financial Statements (Continued)

b. Special Revenue Funds (Continued)

Operations and Maintenance Fund - accounts for all revenues and expenditures made for operations, repair, and maintenance of the District's building and land. Revenues consist primarily of local property taxes and personal property replacement taxes.

Transportation Fund - accounts for all revenues and expenditures made for student transportation. Revenues are derived primarily from local property taxes and state reimbursement grants.

Municipal Retirement/Social Security Fund - accounts for the District's portion of pension contributions to the Illinois Municipal Retirement Fund, payments to Medicare, and payments to the Social Security System for noncertified employees. Revenues to finance contributions are derived primarily from local property taxes and personal property replacement taxes.

c. Debt Service Fund

Debt Service Fund - accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The primary revenue source is local property taxes levied specifically for debt service and transfers from other funds.

d. Capital Projects Fund

Capital Projects Fund - accounts for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from bond proceeds, transfers from other funds and other local sources.

4. Measurement Focus, Basis of Accounting, and Basis of Presentation

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., when they are both "measurable and available." "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers most revenues, other than property taxes, to be available if they are collected within 60 days of the end of the current fiscal period. Revenues that are paid to the District by the Illinois State Board of Education are considered available if vouchered by year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences, claims, and judgements, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes, personal property replacement taxes, interest, and intergovernmental revenues associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports unearned and unavailable revenue on its financial statements. Unearned and unavailable revenue arises when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability or deferred inflow of resources for unearned or unavailable revenue is removed from the balance sheet and revenue is recognized. Governmental funds also defer revenue recognition in connection with resources received, but not yet earned.

5. Deferred Outflows / Deferred Inflows

In addition to assets, the statement of net position and the governmental funds balance sheet may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period. At June 30, 2024, the District has deferred outflows of resources related to pension liabilities and other postemployment benefits. In addition to liabilities, the District may report deferred inflows of resources. Deferred inflows of resources represent the acquisition net assets that is applicable to a future reporting period. At June 30, 2024, the District reported deferred inflows related to pension liabilities, other postemployment benefits, and property taxes levied for a future period.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Budgetary Data

   Budgets are adopted on a basis consistent with generally accepted accounting principles, except that the District does not budget for "on-behalf" contributions from the state for the employer's share of the Teachers' Retirement System Pension and Teachers' Health Insurance Security Fund (see budgetary reconciliation in the notes to the required supplementary information). Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level. All annual budgets lapse at fiscal year-end.

7. Deposits and Investments

   Investments are stated at fair value. Changes in fair value are included in investment income.

8. Personal Property Replacement Taxes

   Personal property replacement tax revenues are first allocated to the Municipal Retirement/Social Security Fund with the balance allocated at the discretion of the District.

9. Capital Assets and Right to Use Assets

   Capital assets, which include land, construction in progress, buildings, improvements other than buildings, equipment, and transportation equipment are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual of more than $5,000 and an estimated useful life of one year or more. Such assets are recorded at historical cost or estimated historical cost at the date purchased or constructed. Donated capital assets are listed at acquisition value as of the date of donation.

   The District has recorded right to use assets for equipment. The District's right to use assets were initially recorded at an amount equal to the related lease liability. The right to use assets are amortized on a straight-line basis over the remaining term of the related lease.

   The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

9. Capital Assets and Right to Use Assets (Continued)

Depreciation of capital assets is provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Assets	Years
Buildings	50
Improvements other than buildings	20
Equipment	10
Transportation equipment	8

Construction in progress is stated at cost and includes engineering, design, material, and labor costs incurred for ongoing building improvements. No provision for depreciation is made on construction in progress until the asset is completed and placed in service.

10. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts and losses on refunding of bonds are deferred and amortized over the life of the applicable bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

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

11. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosure of contingent assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the date of the financial statements, and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. Compensated Absences

Full-time employees who work twelve calendar months per year earn vacation days as of the date of hire. These vacation days are advanced at the beginning of the fiscal year. If an employee leaves the District before the end of the fiscal year in which the vacation days were advanced, the number of vacation days shall be computed on a pro rata basis. Support staff employees shall have the right to carryover not more than ten vacation days at the end of the fiscal year. Administrative employees shall have the right to carryover unlimited vacation days to be used before August 31, unless restricted by contract. Any vacation carryover in excess of the limit requires the express written authorization from the Superintendent. Employees who work less than twelve calendar months per year do not earn vacation days.

Employees earn sick days as of the date of hire. These sick days are advanced at the beginning of the fiscal year. Unused sick leave days accumulate with no limit. When a certified employee resigns from the District, unused sick days are reported to the Teachers' Retirement System (TRS) for additional service credit. When a non-certified employee resigns from the District, unused sick days are reported to the Illinois Municipal Retirement Fund (IMRF) for additional service credit. Therefore, the District does not pay an employee for any unused sick days.

13. Pensions and Other Postemployment Benefits

For purposes of measuring the net pension and other postemployment benefits (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension/OPEB expense, information about the fiduciary net position of the pension/OPEB plan and additions to/deductions from the pension/OPEB plan's fiduciary net position have been determined on the same basis as they are reported by the pension/OPEB plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are stated at fair value.

14. Restricted Net Position

For the government-wide financial statements, net position is reported as restricted when constraints placed on net position are either: (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, (2) imposed by law through constitutional provisions, or (3) imposed by enabling legislation. The District's restricted net position was restricted as a result of enabling legislation.

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. Fund Balance

The governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items or inventories.

b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds, as well as debt service and capital projects funds, are by definition restricted for those specified purposes.

c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. The District had no committed fund balance at June 30, 2024.

d. *Assigned* - refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Board of Education or the individual the Board of Education delegated the authority to assign amounts to be used for specific purposes. The Board of Education has declared that the Chief Operating Officer K-12/CSBO may assign amounts for a specific purpose. The District student activity balance of $69,580 has been assigned at June 30, 2024.

e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the general fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally they act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified. The remaining restricted fund balances are for the purpose of the restricted funds as described in Note A-3.

NOTE B - DEPOSITS AND INVESTMENTS

The District's investment policy is in line with State Statutes. The investments that the District may purchase are limited by Illinois law to the following: (1) securities that are fully guaranteed by the U.S. government as to principal and interest; (2) certain U.S. government agency securities; (3) interest-bearing savings accounts, interest-bearing certificates of deposit or time deposits or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; (4) short-term discount obligations of corporations organized in the United States with assets exceeding $500,000,000; (5) interest-bearing bonds of any county, township, city, village, incorporated town, municipal corporation or school district; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

At June 30, 2024, the District's cash and investments consisted of the following:

		Total
Deposits with financial institutions*	$	27,002,473
Illinois School District Liquid Asset Fund Plus (ISDLAF+)		22,438
	$	27,024,911

*Includes accounts held in demand and savings accounts, but primarily consists of money market savings accounts, which are valued at cost.

1. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, a periodic review of the investment portfolio is performed to ensure performance is consistent with the safety, liquidity, rate of return, diversification and overall performance the District needs.

The following investment is measured at net asset value (NAV):

			Unfunded Commitments	Redemption Frequency	Redemption Notice Period
ISDLAF +	$	22,438	n/a	Daily	1 day

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

2. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs).

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is a not-for-profit pooled investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees, elected from participating members. The trust is not registered with the SEC as an investment company. Investments are rated AAA, and are valued at share price, which is the price for which the investment could be sold.

3. Concentration of Credit Risk

The District's investment policy requires diversification of the investment portfolio to minimize the risk of loss resulting from overconcentration in a particular type of security, risk factor, issuer, or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer, to meet the District's ongoing need for safety, liquidity, and rate of return.

4. Custodial Credit Risk

With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. At June 30, 2024, the bank balances of the District's deposits with financial institutions totaled $27,601,976 all of which was fully insured or collateralized.

With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy limits the exposure to investment custodial credit risk by requiring that all investments be in high quality investment pools and/or secured by private insurance or collateral.

NOTE C - PROPERTY TAXES RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The tax levy resolution was approved by the Board of Education on December 13, 2023. The District's property tax is levied each year on all taxable real property located in the District and becomes a lien on the property on January 1 of that year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year. The District's annual property tax levy is subject to two statutory limitations: individual fund rate ceilings and the Property Tax Extension Limitation Act (PTELA).

The County Clerk adds the Equalized Assessed Valuation of all real property in the District to the valuation of property assessed directly by the state (to which the Equalization Factor is not applied) to arrive at the base amount (the Assessment Base) used to calculate the annual tax rates, as described above. The Equalized Assessed Valuation for the extension for the 2023 tax levy was $2,453,489,267.

Property taxes are collected by the Lake County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two equal installments: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the District within 60 days of the respective installment dates.

The portion of the 2023 property tax levy not received by June 30 is recorded as a receivable, net of estimated uncollectible amounts of 0.50%. The District considers that the 2023 levy is to be used to finance operations in fiscal 2025. Therefore, the entire 2023 levy, including amounts collected in fiscal 2024, has been reported as deferred inflow of resources - property taxes levied for a future period.

NOTE D - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 was as follows:

	Balance July 1, 2023	Additions / Transfers	Deletions / Transfers	Balance June 30, 2024
Capital assets, not being depreciated				
Land	$ 312,145	$ -	$ -	$ 312,145
Construction in progress	1,041,864	3,704,749	4,604,762	141,851
Total capital assets not being depreciated	1,354,009	3,704,749	4,604,762	453,996
Capital assets, being depreciated and amortized				
Buildings	67,499,752	4,372,563	122,674	71,749,641
Improvements other than buildings	5,409,880	-	-	5,409,880
Equipment	14,346,469	705,466	162,288	14,889,647
Transportation equipment	278,060	-	-	278,060
Right to use leased equipment	148,637	-	-	148,637
Total capital assets being depreciated and amortized	87,682,798	5,078,029	284,962	92,475,865
Less accumulated depreciation and amortization for:				
Buildings	31,182,989	1,437,444	122,674	32,497,759
Improvements other than buildings	2,544,203	246,304	-	2,790,507
Equipment	11,717,143	684,862	162,288	12,239,717
Transportation equipment	168,844	21,875	-	190,719
Right to use leased equipment	37,164	37,164	-	74,328
Total accumulated depreciation and amortization	45,650,343	2,427,649	284,962	47,793,030
Total capital assets being depreciated and amortized, net	42,032,455	2,650,380	-	44,682,835
Governmental activities capital assets, net	$ 43,386,464	$ 6,355,129	$ 4,604,762	$ 45,136,831

NOTE D - CAPITAL ASSETS (Continued)

Depreciation and amortization expense was charged to functions/programs of the primary government as follows:

Governmental activities		
General Government		
Regular programs	$	670,517
Special education programs		4,127
Interscholastic programs		66,032
Instructional staff		18,936
General administration		26,947
School administration		54,865
Food services		25,733
Operations and maintenance		1,560,492
	$	2,427,649

NOTE E - LONG-TERM LIABILITIES

During the year ended June 30, 2024, changes in long-term liabilities were as follows:

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024
Bonds payable:				
General obligation bonds - direct placement	$ 2,080,000	$ -	$ 500,000	$ 1,580,000
Debt certificates	6,975,000	-	1,265,000	5,710,000
Unamortized premium	495,725	-	100,826	394,899
Lease liabilities	113,403	-	36,388	77,015
Compensated absences	151,089	346,681	358,500	139,270
IMRF net pension liability	1,756,251	2,135,277	3,114,831	776,697
TRS net pension liability	1,827,385	208,714	139,358	1,896,741
RHP total other postemployment benefit liability	1,105,686	268,337	296,824	1,077,199
THIS net other postemployment benefit liability	5,548,256	2,782,833	2,368,021	5,963,068
Total	$ 20,052,795	$ 5,741,842	$ 8,179,748	$ 17,614,889

NOTE E - LONG-TERM LIABILITIES (Continued)

Due within one year:

Bonds payable - direct placement	$	515,000
Debt certificates		1,330,000
Lease liabilities		37,880
Compensated absences		139,270
	$	2,022,150

1. General Obligation Bonds

The summary of activity in bonds payable (direct placement) for the year ended June 30, 2024 is as follows:

	Bonds Payable July 1, 2023	Debt Issued	Debt Retired	Bonds Payable June 30, 2024
$2,555,000 G.O. Limited Tax School Bonds Series 2021, due January 1, 2027; interest at 0.95%	$ 2,080,000	$ -	$ 500,000	$ 1,580,000

At June 30, 2024, the District's future cash flow requirements for retirement of bond principal and interest were as follows:

Year Ending June 30,	Direct Placement Principal	Direct Placement Interest	Total
2025	$ 515,000	$ 15,010	$ 530,010
2026	525,000	10,118	535,118
2027	540,000	5,130	545,130
Total	$ 1,580,000	$ 30,258	$ 1,610,258

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is $128,711 in the Debt Service Fund to service the outstanding bonds payable.

The District is subject to the Illinois School Code, which limits the bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2024, the statutory debt limit for the District was $169,290,759 of which $161,923,744 is fully available.

NOTE E - LONG-TERM LIABILITIES (Continued)

2. Debt Certificates

Debt certificates currently outstanding are as follows:

Purpose	Interest Rates	Amount
2018 G.O. Limited Tax Debt Certificates	3.00 - 5.00%	$ 5,710,000

At June 30, 2024, the District's future cash flow requirements for retirement of debt certificate principal and interest were as follows:

Year Ending June 30,	Principal	Interest	Total
2025	$ 1,330,000	$ 207,300	$ 1,537,300
2026	1,400,000	139,050	1,539,050
2027	1,465,000	74,750	1,539,750
2028	1,515,000	22,725	1,537,725
Total	$ 5,710,000	$ 443,825	$ 6,153,825

The obligations for these debt certificates will be repaid from the Debt Service Fund with funding provided by transfers from the Operations and Maintenance Fund.

3. Lease Liabilities

The District currently has a lease agreement for financing the acquisition of copiers and printers. The lease agreements qualify as other than short-term leases under GASB 87 and therefore have been recorded at the present value of the future minimum lease payments upon implementation of GASB 87. The leases require aggregate annual payments of $40,272, with terms of forty-eight consecutive months. The lease liability is measured at stated interest rate of 4.00%. The lease is also subject to certain variable charges based on usage. As a result of the lease, the District has recorded right to use assets with a net book value of $74,309 as of June 30, 2024. The obligations for these loans will be repaid from the Debt Service Fund with transfer from the General (Educational Account) Fund.

NOTE E - LONG-TERM LIABILITIES (Continued)

3. Lease Liabilities (Continued)

At June 30, 2024, the District's future cash flow requirements for retirement of lease principal and interest were as follows:

Year Ending June 30,	Principal	Interest	Total
2025	$ 37,880	$ 2,393	$ 40,273
2026	39,135	1,138	40,273
Total	$ 77,015	$ 3,531	$ 80,546

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS

1. Teachers' Retirement System of the State of Illinois

General Information about the Pension Plan

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

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

As a multi-employer cost sharing pension plan, TRS employs a methodology to allocate the pension liabilities to each individual district based off of the actual contributions a District makes to the plan in a fiscal year and is re-measured annually, and thus the timing of receipt of contribution payments from the District's or refunds made by TRS to the District can have a significant impact on the District's allocation of the net pension liability that may not be reflective of the District's portion of the total contractual contribution to the Plan. The net pension liability as a whole is a significant accounting estimate that takes into account several assumptions and allocations.

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

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

General Information about the Pension Plan (Continued)

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

Tier II members qualify for retirement benefits at age 67 with 10 years of service, or a discounted annuity can be paid at age 62 with 10 years of service. Creditable earnings for retirement purposes are capped and the final average salary is based on the highest consecutive eight years of creditable service rather than the highest four. Disability provisions for Tier II are identical to those of Tier I. Death benefits are payable under a formula that is different than Tier I.

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

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

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

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

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

General Information about the Pension Plan (Continued)

Contributions (Continued)
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, 2024, was 9.0 percent of creditable earnings. The member contribution, which may be paid on behalf of employees by the employer, is submitted to TRS by the employer.

On-behalf Contributions to TRS

The State of Illinois makes employer pension contributions on behalf of the employer. For the year ended June 30, 2024, State of Illinois contributions recognized by the District were based on the state's proportionate share of the collective net pension liability associated with the District, and the District recognized revenue and expenses of $13,792,418 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of $10,922,753 in the General Fund based on the current financial resources measurement basis.

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. The contribution rate is specified by statute. Contributions for the year ended June 30, 2024, were $134,998 and are deferred because they were paid after the June 30, 2023, measurement date.

Federal and Special Trust Fund Contributions

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

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

For the year ended June 30, 2024, the employer pension contribution was 10.60 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2024, there were no salaries paid from federal and special trust funds, and thus there were no required employer contributions.

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

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

General Information about the Pension Plan (Continued)

Contributions (Continued)
Early 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 District is required to make a one-time contribution to TRS for members granted salary increases over 6 percent if those salaries are used to calculate a retiree's final average salary.

A one-time contribution is also required for members granted sick leave days in excess of the normal annual allotment if those days are used as TRS service credit. For the year ended June 30, 2024, the District paid $1,446 to TRS for employer contributions due on salary increases in excess of 6 percent and $0 for sick leave days granted in excess of the normal annual allotment.

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

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 state pension support provided to the District. The state's support and total are for disclosure purposes only. The amount recognized by the District as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	$	1,896,741
State's proportionate share of the net pension liability associated with the District		163,689,683
Total	$	165,586,424

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023. 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, 2023, relative to the contributions of all participating TRS employers and the state during that period. At June 30, 2023, the District's proportion was 0.0022319695 percent, which was an increase of 0.0000523681 percent from its proportion measured as of June 30, 2022.

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

1. 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)

For the year ended June 30, 2024, the District recognized the following pension expense/expenditures and revenue pertaining to the District's employees:

	Governmental Activities	General Fund
State on-behalf contributions - revenue and expense/expenditure	$ 13,792,418	$ 10,922,753
District TRS pension expense	106,056	134,998
Total TRS expense/expenditure	$ 13,898,474	$ 11,057,751

At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 7,884	$ 7,646
Change of assumptions	6,470	1,669
Net difference between projected and actual earnings on pension plan investments	-	54
Changes in proportion and differences between District contributions and proportionate share of contributions	93,595	181,235
Total deferred amounts to be recognized in pension expense in future periods	107,949	190,604
District contributions subsequent to the measurement date	134,998	-
Total deferred amounts related to pensions	$ 242,947	$ 190,604

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

1. 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 District reported $134,998 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date, which will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows in these reporting years:

Year Ending June 30,	Net Deferred Inflows / (Outflows) of Resources
2025	40,616
2026	38,679
2027	(740)
2028	9,773
2029	(5,673)
Total	$ 82,655

Actuarial Assumptions

The total pension liability in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increases	varies by amount of service credit
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

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. In the June 30, 2022 actuarial valuation, mortality rates were based on the PubT-2010 White Collar Table with appropriate adjustments for TRS experience. The rates were used on a fully-generational basis using projection table MP-2020.

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

1. 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)

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	37.0 %	5.35 %
Private equity	15.0	8.03
Income	26.0	4.32
Real assets	18.0	4.60
Diversifying strategies	4.0	3.40
Total	100.0 %	

* Based on the 2023 Horizon Survey of Capital Market Assumptions and TRS's target asset allocation provided by RVK.

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

1. 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)

Discount Rate

At June 30, 2023, the discount rate used to measure the total pension liability was 7.00 percent, which was the same as the June 30, 2022 rate. The projection of cash flows used to determine the discount rate assumed that employee contributions, employer contributions and state contributions will be made at the current statutorily-required rates.

Based on those assumptions, TRS’s fiduciary net position at June 30, 2023 was projected to be available to make all projected future benefit payments of current active and inactive members and all benefit recipients. Tier I’s liability is partially funded by Tier II members, as the Tier II member contribution is higher than the cost of Tier II benefits. Due to this subsidy, contributions from future members in excess of the service cost are also included in the determination of the discount rate. All projected future payments were covered, so the long-term expected rate of return on TRS investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District’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 1iability calculated using the discount rate of 7.00 percent, 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 (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	$ 2,334,621	$ 1,896,741	$ 1,533,346

TRS Fiduciary Net Position

Detailed information about the TRS’s fiduciary net position as of June 30, 2023 is available in the separately issued TRS *Annual Comprehensive Financial Report.*

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

2. 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 District's plan is managed with the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the Benefits Provided section below. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report is available for download at www.imrf.org.

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP).

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

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

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Employees Covered by Benefit Terms

As of December 31, 2023, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	115
Inactive plan members entitled to but not yet receiving benefits	274
Active plan members	95
Total	484

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2023 was 5.70%. For the fiscal year ended June 30, 2024, the District contributed $255,046 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2023:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.75% to 13.75%
Investment Rate of Return	7.25%
Projected Retirement Age	Experience-based table of rates, specific to the type of eligibility condition. Last updated for the 2023 valuation pursuant to an experience study from years 2020 to 2022.

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

Mortality

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

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 as of December 31, 2023:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	34.50%	5.00%
International Equity	18.00%	6.35%
Fixed Income	24.50%	4.75%
Real Estate	10.50%	6.30%
Alternative Investments	11.50%	6.05% - 8.65%
Cash Equivalents	1.00%	3.80%
Total	100.00%	

Other information:

Notes

There were no benefit changes during the year.

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2023. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

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

For the purpose of the most recent valuation, the expected rate of return on pension plan investments is 7.25%, the municipal bond rate is 3.77% (based on the daily rate closest to but not later than the measurement date of the "20-Year Municipal GO AA Index"), and the resulting single discount rate is 7.25%.

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Changes in Net Pension Liability

The following table shows the components of the change in the District's net pension liability for the calendar year ended December 31, 2023:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2022	$ 21,121,952	$ 19,365,701	$ 1,756,251
Changes for the year:			
Service cost	386,559	-	386,559
Interest on the total pension liability	1,498,786	-	1,498,786
Difference between expected and actual experience of the total pension liability	249,932	-	249,932
Changes of assumptions	(39,196)	-	(39,196)
Contributions - employer	-	251,904	(251,904)
Contributions - employees	-	198,872	(198,872)
Net investment income	-	2,148,592	(2,148,592)
Benefit payments, including refunds of employee contributions	(1,284,647)	(1,284,647)	-
Other (net transfer)	-	476,267	(476,267)
Net changes	811,434	1,790,988	(979,554)
Balances at December 31, 2023	$ 21,933,386	$ 21,156,689	$ 776,697

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

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

	1% Lower (6.25%)	Current Discount Rate (7.25%)	1% Higher (8.25%)
Net pension liability (asset)	$ 2,935,924	$ 776,697	$ (1,022,365)

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Pension Income and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2024, the District recognized pension income of $124,278. At June 30, 2024, the District reported deferred outflows of resources and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	$ 116,791	$ -
Change in assumptions	-	18,316
Net difference between projected and actual earnings on pension plan investments	1,109,610	-
Total deferred amounts to be recognized in pension expense in future periods	1,226,401	18,316
Pension contributions made subsequent to the measurement date	134,669	-
Total deferred amounts related to pensions	$ 1,361,070	$ 18,316

The District reported $134,669 as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date which will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2025.

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Pension Income and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (income) in these reporting years:

Year Ending June 30,	Net Deferred (Inflows) / Outflows Resources
2025	$ 207,859
2026	377,263
2027	774,473
2028	(151,510)
2029	-
Thereafter	-
Total	$ 1,208,085

3. Summary of Pension Items

Below is a summary of the various pension items:

	TRS	IMRF	Total
Deferred outflows of resources:			
Employer contributions	$ 134,998	$ 134,669	$ 269,667
Experience	7,884	116,791	124,675
Assumptions	6,470	-	6,470
Proportionate share	93,595	-	93,595
Investments	-	1,109,610	1,109,610
	$ 242,947	$ 1,361,070	$ 1,604,017
Net pension liability	$ 1,896,741	$ 776,697	$ 2,673,438

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

3. Summary of Pension Items (Continued)

	TRS	IMRF	Total
Pension expense (income)	$ 13,898,474	$ (124,278)	$ 13,774,196
Deferred inflows of resources:			
Investments	$ 54	$ -	$ 54
Experience	7,646	-	7,646
Assumptions	1,669	18,316	19,985
Proportionate share	181,235	-	181,235
	$ 190,604	$ 18,316	$ 208,920

4. Social Security/Medicare

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "nonparticipating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security/Medicare. The District paid the total required contribution for the current fiscal year.

5. 457(b) Retirement Savings Plan

The Board of Education approved the establishment of a 457(b) Retirement Plan, which is a defined contribution plan, for District employees. The plan is held in a trust and administered by a third party serving as the plan's trustee. The number of employees participating in the plan on June 30, 2024 was 192. The plan allows for both employee and the District to make optional contributions to the plan. For the fiscal year ended June 30, 2024, the District made contributions of $57,586 to the plan.

6. 403(b) Retirement Plan

The District also has a 403(b) Salary Reduction plan, that also contains a Roth option, which is a defined contribution plan, for District employees. The plan is held in a trust and administered by a third party serving as the plan's trustee. The number of employees participating in the plan on June 30, 2024 was 65. The plan allows for both employee and the District to make contributions to the plan. For the fiscal year ended June 30, 2024, the District made contributions of $12,000 to the plan.

NOTE F - PENSION LIABILITIES AND OTHER RETIREMENT PLANS (Continued)

7. TRS Supplemental Savings Plan

Illinois Teachers' Retirement System established a Supplemental Savings Plan that is available to Illinois public school teachers employed outside the city of Chicago that was required to be adopted by all public-school districts in Illinois by September 30, 2022. The Board of Education voted to adopt this plan on September, 30, 2022. The Supplemental Savings Plan is a 457(b) Retirement Plan, which is a defined contribution plan. The plan assets are held in a trust and is administered by a third party serving as the plan's trustee. There were 6 employees participating in the plan as of June 30, 2024. The plan allows for both employee and the District to make contributions to the plan.

NOTE G - OTHER POSTEMPLOYMENT BENEFITS

1. Teachers' Health Insurance Security (THIS)

General Information about the Other Postemployment Plan

Plan Description
The District participates in the Teacher Health Insurance Security Fund (THIS), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago.

The 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.

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 reports are listed under "Central Management Services" (http://www.auditor.illinois.gov/Audit-Reports/CMS-THISF.asp).

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

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

General Information about the Other Postemployment Plan (Continued)

Contributions

On behalf contributions to the THIS Fund

The State of Illinois makes employer retiree health insurance contributions on behalf of the District. In the fund financial statements, the State contributions are intended to match contributions to the THIS Fund from active members, which were 0.90 percent of pay during the year ended June 30, 2024. In the government-wide financial statements, State of Illinois contributions also include a proportional allocation of the State's OPEB expense (based on the portion of the District's share of the expense compared to all School Districts in aggregate). For the year ended June 30, 2024, the District recognized an expense of $3,073,668 in the governmental activities based on the economic resources measurement basis and revenues and expenditures in the amount of $209,480 in the General Fund based on the current financial resources measurement basis for State of Illinois contributions on behalf of the District's employees.

District contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The District THIS Fund contribution was 0.67 percent during the year ended June 30, 2024. For the year ended June 30, 2024, the District paid $155,946 to the THIS Fund, which was 100 percent of the required contribution. These amounts are deferred because they were paid after the June 30, 2023, measurement date.

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

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

Other Postemployment Benefit (OPEB) Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2024, the District reported a liability for its proportionate share of the net OPEB liability (first amount shown below) that reflected a reduction for state OPEB support provided to the District. 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:

District's proportionate share of the net OPEB liability	$	5,963,068
State's estimated proportionate share of the net OPEB liability associated with the District*		8,063,968
Total	$	14,027,036

* The State's proportionate share of the net OPEB liability (NOL) associated with the District is not available in the actuarial report and therefore the amount reported above is an estimate calculated by allocating the State's total NOL for the entire plan (per the actuary) based on the District's proportionate share of the NOL to all the school districts participating in the Plan. Additionally, the amounts included below related to sensitivity of the healthcare rate, discount rate and amortization of deferred inflows and outflows are based on a similar allocation methodology.

The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2022, and rolled forward to June 30, 2023. The District's proportion of the net OPEB liability was based on the District's share of contributions to THIS for the measurement year ended June 30, 2023, relative to the projected contributions of all participating THIS employers and the state during that period. At June 30, 2023, the District's proportion was 0.083665 percent, which was an increase of 0.002606 percent from its proportion measured as of June 30, 2022.

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

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

For the year ended June 30, 2024, the District recognized the following for OPEB expense/expenditure and revenue pertaining to the District's employees:

	Governmental Activities	General Fund
State on-behalf contributions - OPEB revenue and expense/expenditure	$ 3,073,668	$ 209,480
District OPEB pension expense (benefit)	(2,211,277)	155,946
Total OPEB expense/expenditure	$ 862,391	$ 365,426

At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 3,329,903
Change of assumptions	79,038	11,720,655
Net difference between projected and actual earnings on OPEB plan investments	2,374	-
Changes in proportion and differences between District contributions and proportionate share of contributions	2,402,888	1,204,470
Total deferred amounts to be recognized in OPEB expense in future periods	2,484,300	16,255,028
District contributions subsequent to the measurement date	155,946	-
Total deferred amounts related to OPEB	$ 2,640,246	$ 16,255,028

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

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

The District reported $155,946 as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date that will be recognized as a reduction of the net OPEB liability in the reporting year ended June 30, 2025. Other amounts reported as deferred inflows of resources and deferred outflows of resources related to OPEB will be recognized in OPEB expense in these reporting years:

Year Ending June 30,		Net Deferred Inflows of Resources
2025	$	2,520,513
2026		2,257,729
2027		2,142,931
2028		2,097,230
2029		1,908,633
Thereafter		2,843,692
Total	$	13,770,728

Actuarial Assumptions

The total OPEB liability and contributions in the June 30, 2023, actuarial valuation were determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB Liability
Contribution Policy	Benefits are financed on a pay-as-you-go basis. Contribution rates are defined by statute. For fiscal year end June 30, 2023, contribution rates are 0.90% of pay for active members, 0.67% of pay for school districts, and 0.90% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

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

Actuarial Assumptions (Continued)

Asset Valuation Method	Market value
Investment rate of return	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Inflation	2.25%
Ultimate Salary increases	3.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2021 actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: PubT-2010 Retiree Mortality Table, adjusted for TRS experience. Disabled Annuitants: PubNS-2010 Non-Safety Disabled Retiree Table. Pre-Retirement: PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.
Healthcare Trend Rate	Trend rates for plan year 2024 are based on actual premium increases. For non-Medicare costs, trend rates start at 8.00% for plan year 2025 and decrease gradually to an ultimate rate of 4.25% in 2040. For MAPD costs, trend rates are 0% in 2024 to 2028, 19.42% in 2029 to 2033 and 6.08% in 2034, declining gradually to an ultimate rate of 4.25% in 2040.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

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

Discount Rate

The State, school districts and active members contribute 0.90 percent, 0.67 percent, 0.90 percent of pay, respectively for fiscal year 2023. Retirees contribute a percentage of the premium rate. The State also contributes an additional amount to cover plan costs in excess of contributions and investment income. Because plan benefits are financed on a pay-as-you-go basis, the single discount rate is based on a tax-exempt municipal bond rate index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. A single discount rate of 3.69 percent at June 30, 2022, and 3.86 percent at June 30, 2023, was used to measure the total OPEB liability. The increase in the single discount rate, from 3.69 percent to 3.86 percent, caused the total OPEB liability to decrease by approximately $137 million as of June 30, 2023.

Investment Return

During plan year end June 30, 2023, the trust earned $2,704,000 in interest, and the market value of assets at June 30, 2023, is $472.25 million. The long-term investment return was assumed to be 2.75 percent.

Money-Weighted Rate of Return

The annual money-weighted rate of return was estimated based on monthly investment performance, net of investment expenses, adjusted for changing amounts actually invested. The annual money-weighted rate of return was 1.376 percent for plan year end June 30, 2023, and 0.304 percent for plan year end June 30, 2022.

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

The following presents the District's proportionate share of the net OPEB liability as of June 30, 2023, using the discount rate of 3.86 percent and sensitivity single discount rates that are either one percentage point higher or lower:

	1% Decrease (2.86)%	Current Discount Rate (3.86)%	1% Increase (4.86)%
District's proportionate share of the net OPEB liability	$ 6,658,456	$ 5,963,068	$ 5,349,653

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

1. Teachers' Health Insurance Security (THIS) (Continued)

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

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Healthcare Trend Rate

The following table shows the plan's net OPEB liability as of June 30, 2023, using current trend rates and sensitivity trend rates that are either one percentage point higher or lower.

	1% Decrease**	Current Healthcare Trend Rate*	1% Increase ***
District's proportionate share of the net OPEB liability	$ 5,075,409	$ 5,963,068	$ 7,050,572

*Pre-Medicare per capita costs: 6.00% in 2024, 8.00% in 2025, decreasing by 0.25% per year to an ultimate rate of 4.25% in 2040. Post-Medicare per capita costs: 0.00% from 2024 to 2028, 19.42% from 2029 to 2033, 6.08% in 2034 decreasing ratably to an ultimate trend rate of 4.25% in 2040.

**One percentage point decrease in healthcare trend rates - Pre-Medicare per capita costs: 5.00% in 2024, 7.00% in 2025, decreasing by 0.25% per year to an ultimate rate of 3.25% in 2040. Post-Medicare per capita costs: 0.00% from 2024 to 2028, 18.42% from 2029 to 2033, 5.08% in 2034 decreasing ratably to an ultimate trend rate of 3.25% in 2040.

*** One percentage point increase in healthcare trend rates - Pre-Medicare per capita costs: 7.00% in 2024, 9.00% in 2025, decreasing by 0.25% per year to an ultimate rate of 5.25% in 2040. Post-Medicare per capita costs: 0.00% from 2024 to 2028, 20.42% from 2029 to 2033, 7.08% in 2034 decreasing ratably to an ultimate trend rate of 5.25% in 2040.

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP)

Plan Description

The District administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The benefits, benefit levels, employee contributions and employer contributions are governed by the District and may be amended by the District through its employment contracts. The plan does not issue a separate financial report.

Benefits Provided

The plan provides the ability for retirees and their spouses to access the District's group health insurance plan during retirement, provided they are on the group health insurance plan at the time of retirement. Full time certified teachers and non-certified teaching assistants receive $2,500 per year toward single hospital and medical insurance coverage for up to 10 years after retirement, or until the retiree is eligible for Medicare, whichever occurs first. Non-certified support staff receive $2,250 per year toward single hospital and medical insurance coverage for up to 10 years after retirement, or until the retiree is eligible for Medicare, whichever occurs first. For a retired former Superintendent, the District pays $300 per month for 10 years towards any health insurance plan of the Superintendent's choice.

Employees Covered by Benefit Terms

As of June 30, 2024, the following employees were covered by the benefit terms:

Active employees	335
Inactive employees entitled to but not yet receiving benefits	-
Inactive employees currently receiving benefits	13
Total	348

Contributions

Retirees under the age of 65 contribute the full active employee equivalent rate. Premiums for the plan are set by the Board of Education. Currently, the District contributes 0 percent to 100 percent to postemployment benefits, which varies for different employee groups.

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

Total OPEB Liability

The total OPEB liability was determined by an actuarial valuation performed as of July 1, 2023 using the following actuarial methods and assumptions:

Actuarial valuation date	July 1, 2023
Measurement date	June 30, 2024
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Inflation rate	3.00%
Discount rate*	4.21%
Salary rate increase	4.00%
Healthcare trend rate	7.00% initial 4.50% ultimate (reached in fiscal year 2040)
Mortality rates	IMRF Employees and Retirees: Rates from the December 31, 2023 IMRF Actuarial Valuation Report. Active Employees - PubG.H-2010(B) Mortality Table - General (below-medium income) with future mortality improvement Scale MP-2021. Retirees - PubG.H-2010(B) Mortality Table - General (below-median income), Male adjusted 108% and Female adjusted 106.4% tables, with future mortality improvement using scale MP-2021. TRS Employees and Retirees: Rates from the June 30, 2023 Teachers' Retirement System Actuarial Valuation Report. Active Employees - PubT-2010 Employee Mortality Table projected generationally with Scale MP-2020, with female and male rates multiplied by 90% for all ages. Retirees - PubT-2010 Retiree Mortality Table projected generationally with Scale MP-2020, with female rates multiplied by 91% for ages under 75 and 109% for ages 75 and older, and male rates multiplied by 105% for ages under 85 and 115% for ages 85 and older.

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

Total OPEB Liability (Continued)

Election at retirement	Non-Certified Employees Leave for Stipend: 100% will elect the stipend. Non Eligible for Stipend: 20% will elect the District plan on a pay-all basis. Certified Employees and Administrators: 100% of will elect the subsidy for TRIP coverage.
Marital status	50% of employees electing coverage are assumed to be married and to elect spousal coverage with males three years older than females. Actual spouse data was used for current retirees.

* In 2024, changes in assumptions related to the discount rate were made (4.13% to 4.21%).

Discount Rate

There are no assets accumulated in a trust or equivalent arrangement to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). A rate of 4.21% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of June 30, 2024.

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

Changes in the Total OPEB Liability

The following table shows the components of the change in the District's net OPEB liability for the fiscal year ended June 30, 2024, based from the actuarial valuation performed July 1, 2023 to the fiscal year end:

	Total OPEB Liability (A)	Plan Fiduciary Net Position (B)	Net OPEB Liability (A) - (B)
Balances at July 1, 2023	$ 1,105,686	$ -	$ 1,105,686
Changes for the year:			
Service cost	49,241	-	49,241
Interest on the total OPEB liability	44,860	-	44,860
Changes in benefit terms	174,236	-	174,236
Difference between expected and actual experience of the total OPEB liability	(7,865)	-	(7,865)
Changes of assumptions and other inputs	(249,970)	-	(249,970)
Benefit payments, including the implicit rate subsidy	(38,989)	-	(38,989)
Other changes	-	-	-
Net changes	(28,487)	-	(28,487)
Balances at June 30, 2024	$ 1,077,199	$ -	$ 1,077,199

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the plan’s total OPEB 1iability, calculated using a Single Discount Rate of 4.21%, as well as what the plan's total OPEB liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher than the current rate:

	1% Lower (3.21%)	Current Discount Rate (4.21%)	1% Higher (5.21%)
Total OPEB liability	$ 1,142,843	$ 1,077,199	$ 1,014,691

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Trend Rate

The following presents the plan's net OPEB 1iability, calculated using a Healthcare Trend Rate of 4.50%, as well as what the plan's net OPEB liability would be if it were calculated using a Healthcare Trend Rate range that is 1% lower or 1% higher than the current range:

	1% Lower	Current Healthcare Rate	1% Higher
Total OPEB liability	$ 1,075,952	$ 1,077,199	$ 1,078,668

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

For the year ended June 30, 2024 the District recognized OPEB expense of $179,448. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in OPEB Expense in Future Periods		
Differences between expected and actual experience	$ -	$ 220,439
Change of assumptions	104,576	599,269
Total deferred amounts to be recognized in OPEB expense in the future periods	$ 104,576	$ 819,708

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

2. Retiree Health Plan (RHP) (Continued)

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

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows in these reporting years:

Year Ending June 30,	Net Deferred Inflows of Resources
2025	$ 88,888
2026	88,888
2027	83,673
2028	80,954
2029	77,411
Thereafter	295,318
Total	$ 715,132

3. Summary of OPEB Items

Below is a summary of the various OPEB items at June 30, 2024:

	THIS	RHP	Total
Deferred outflows of resources:			
Employer contributions	$ 155,946	$ -	$ 155,946
Experience	-	-	-
Assumptions	79,038	104,576	183,614
Investments	2,374	-	2,374
Proportionate share	2,402,888	-	2,402,888
	$ 2,640,246	$ 104,576	$ 2,744,822
OPEB liability	$ 5,963,068	$ 1,077,199	$ 7,040,267
OPEB expense	$ 862,391	$ 179,448	$ 1,041,839

NOTE G - OTHER POSTEMPLOYMENT BENEFITS (Continued)

3. Summary of OPEB Items (Continued)

	THIS	RHP	Total
Deferred inflows of resources:			
Assumptions	$ 11,720,655	$ 599,269	$ 12,319,924
Experience	3,329,903	220,439	3,550,342
Proportionate share	1,204,470	-	1,204,470
	$ 16,255,028	$ 819,708	$ 17,074,736

NOTE H - INTERFUND TRANSFERS

The District transferred $1,537,175 from the Operations and Maintenance Fund to the Debt Service Fund. The amount transferred represents payment of principal and interest on the District's debt certificates.

The District transferred $40,273 from the General (Educational Account) Fund to the Debt Service Fund. The amount transferred represents payment of principal and interest on lease liabilities.

The District transferred $1,567,637 from the Operations and Maintenance Fund to the Capital Projects Fund. The amount transferred represents payment of capital projects.

NOTE I - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The District purchases coverage against such risks. To protect the District from such risks, the District participates in the Collective Liability Insurance Cooperative (CLIC) public entity risk pool for property damage, injury claims, and workers' compensation. The District participates in the Northern Illinois Health Insurance Pool (NIHIP) for employee health benefits. CLIC and NIHIP are organizations of school districts in Illinois that have formed an association under the Illinois Intergovernmental Cooperation's Statute to pool their risk management needs. The arrangements with the pool provide that the pool will be self-sustaining through member premiums, and will reinsure through commercial companies for claims in excess of certain levels established by the pool. Settlements have not exceeded coverages for each of the past three fiscal years. Complete financial statements for CLIC can be obtained from their respective Treasurers.

The District continues to carry commercial insurance for all other risks of loss, including torts and professional liability insurance. There have been no significant reductions in insurance coverage from coverage in the prior years. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE I - RISK MANAGEMENT (Continued)

The District is self-insured for dental coverage that is provided to District personnel. A third-party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third-party administrator for payment of employee dental claims and administration fees. The District's liability will not exceed $897,000, as there were 598 covered participants at year-end and each participants' individual annual limit is $1,500.

At June 30, 2024, total unpaid claims, including an estimate of claims that have been incurred but not reported to the administrative agent, totaled $11,317. These estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other nonincremental costs to the claims liability.

Balance of claims liability at June 30, 2024 and 2023, is as follows:

	2024	2023
Unpaid claims, beginning of fiscal year	$ 16,065	$ 15,632
Incurred claims (including IBNRs)	286,334	263,938
Claim payments	(291,082)	(263,505)
Unpaid claims, end of fiscal year	$ 11,317	$ 16,065

NOTE J - CONTINGENCIES

1. Litigation

   The District, in the normal course of business, is subject to various general litigation. With regard to any pending matters, the eventual outcome and related liability, if any, is not determinable at this time. No provision has been made in the accompanying financial statements.

2. 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.

NOTE K - JOINT AGREEMENT

The District is a member of the TrueNorth Educational Cooperative 804, a joint agreement that provides certain special education services to residents of many school districts. It is also a member of the risk management pools listed in Note I. The District believes that, because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, these are not included as component units of the District.

NOTE L - CONSTRUCTION COMMITMENTS

As of June 30, 2024, the District is committed to approximately $68,000 in expenditures, in the upcoming year, for construction projects. These expenditures will be paid through the available fund balances.

NOTE M - DEFICIT FUND BALANCE

At June 30, 2024, the Capital Projects Fund has a deficit fund balance of $4,471. District management expects to fund this deficit through future transfers.

NOTE N - SHARED SERVICE AGREEMENT

The City of Lake Forest School District No. 67 has a shared service agreement with Lake Forest Community High School District, under which the Districts share some personnel as well as a common administrative center and related expenses. This shared services agreement requires annual payments to settle the portion due to/from the other School District, as both Districts bill each other for the other District's portion of expenses incurred. At June 30, 2024, the City of Lake Forest School District No. 67 reported receivables of $1,482,538 and payables of $1,475,221 as allowed under the shared services agreement.

NOTE O - SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 20, 2024, the date that these financial statements were available to be issued. Management has determined that no events or transactions, have occurred subsequent to the statement of net position/balance sheet date that require disclosure in the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

The City of Lake Forest School District No. 67

MUTLIYEAR SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS

Illinois Municipal Retirement Fund

Ten Most Recent Fiscal Years

	2024	2023	2022	2021
Total pension liability				
Service cost	$ 386,559	$ 340,716	$ 334,861	$ 327,348
Interest on the total pension liability	1,498,786	1,423,184	1,377,920	1,337,194
Difference between expected and actual experience of the total pension liability	249,933	518,892	90,067	97,449
Transfer liability	-	-	-	-
Assumption changes	(39,196)	-	-	(120,519)
Benefit payments and refunds	(1,284,648)	(1,241,218)	(1,121,653)	(1,045,344)
Net change in total pension liability	811,434	1,041,574	681,195	596,128
Total pension liability, beginning	21,121,952	20,080,378	19,399,183	18,803,055
Total pension liability, ending	$ 21,933,386	$ 21,121,952	$ 20,080,378	$ 19,399,183
Plan fiduciary net position				
Contributions, employer	$ 251,904	$ 295,254	$ 332,924	$ 324,045
Contributions, employee	198,872	172,327	156,867	156,380
Net investment income	2,148,592	(2,987,127)	3,428,397	2,643,829
Benefit payments, including refunds of employee contributions	(1,284,647)	(1,241,218)	(1,121,653)	(1,045,344)
Other (net transfer)	476,267	161,383	(83,559)	(203,292)
Net change in plan fiduciary net position	1,790,988	(3,599,381)	2,712,976	1,875,618
Plan fiduciary net position, beginning	19,365,701	22,965,082	20,252,106	18,376,488
Plan fiduciary net position, ending	$ 21,156,689	$ 19,365,701	$ 22,965,082	$ 20,252,106
Net pension liability (asset)	$ 776,697	$ 1,756,251	$ (2,884,704)	$ (852,923)
Plan fiduciary net position as a percentage of the total pension liability	96.46 %	91.69 %	114.37 %	104.40
Covered Valuation Payroll	$ 4,419,370	$ 3,829,487	$ 3,471,571	$ 3,263,298
Net pension liability (asset) as a percentage of covered valuation payroll	17.57 %	45.86 %	(83.10) %	(26.14)

* As of December 31, 2014, the District was part of a retirement fund that included regular employees from the City of Lake Forest (city and library employees). Effective January 1, 2016, the District formed its own IMRF plan, therefore there are no beginning balances as of December 31, 2014.

Note 1: Actuarial valuations are as of December 31, which is six months prior to the end of the fiscal year.

N/A: Information not available.

2020	2019	2018	2017	2016*	2015
$ 339,582	$ 305,335	$ 311,940	$ 311,139	$ -	N/A
1,294,334	1,257,806	1,217,577	1,208,229	-	N/A
(19,232)	27,076	521,586	(484,521)	-	N/A
-	-	-	-	16,404,283	N/A
-	453,353	(552,061)	(35,712)	35,397	N/A
(989,439)	(967,679)	(951,027)	(884,911)	-	N/A
625,245	1,075,891	548,015	114,224	16,439,680	N/A
18,177,810	17,101,919	16,553,904	16,439,680	-	N/A
$ 18,803,055	$ 18,177,810	$ 17,101,919	$ 16,553,904	$ 16,439,680	N/A
$ 255,374	$ 310,834	$ 385,989	$ 316,465	$ -	N/A
142,578	141,862	128,305	125,629	-	N/A
3,046,072	(1,016,867)	2,722,269	1,023,046	-	N/A
(989,439)	(967,679)	(951,027)	(884,911)	-	N/A
82,733	189,357	(111,899)	(329,930)	14,757,727	N/A
2,537,318	(1,342,493)	2,173,637	250,299	14,757,727	N/A
15,839,170	17,181,663	15,008,026	14,757,727	-	-
$ 18,376,488	$ 15,839,170	$ 17,181,663	$ 15,008,026	$ 14,757,727	N/A
$ 426,567	$ 2,338,640	$ (79,744)	$ 1,545,878	$ 1,681,953	N/A
97.73 %	87.13 %	100.47 %	90.66 %	89.77 %	N/A
$ 3,168,403	$ 3,152,487	$ 2,799,743	$ 2,744,705	$ 2,683,211	N/A
13.46 %	74.18 %	(2.85) %	56.32 %	62.68 %	N/A

The City of Lake Forest School District No. 67

MULTIYEAR SCHEDULE OF CONTRIBUTIONS

Illinois Municipal Retirement Fund

Ten Most Recent Fiscal Years

Year	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2024	$ 251,904 *	$ 251,904	$ -	$ 4,419,370	5.70 %
2023	295,253	295,254	(1)	3,829,487	7.71
2022	332,924	332,924	-	3,471,571	9.59
2021	324,045	324,045	-	3,263,298	9.93
2020	255,373	255,374	(1)	3,168,403	8.06
2019	310,835	310,834	1	3,152,487	9.86
2018	228,739	385,989	(157,250)	2,799,743	13.79
2017	-	316,465	(316,465)	2,744,705	11.53
2016**	-	-	-	2,683,211	-
2015	N/A	N/A	N/A	N/A	N/A

* Estimated based on contribution rate of 5.70% and covered valuation payroll of $4,419,370.

** As of December 31, 2014, the District was part of a retirement fund that included regular employees from the City of Lake Forest (city and library employees). Effective January 1, 2016, the District formed its own IMRF plan.

N/A: Information not available.

The City of Lake Forest School District No. 67

MULTIYEAR SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
Teachers' Retirement System of the State of Illinois
Ten Most Recent Fiscal Years

	2024	2023	2022	2021
District's proportion of the net pension liability	0.0022319695 %	0.0021796014 %	0.0024657842 %	0.0023159222 %
District's proportionate share of the net pension liability	$ 1,896,741	$ 1,827,385	$ 1,923,590	$ 1,996,678
State's proportionate share of the net pension liability associated with the District	163,689,683	158,513,549	161,217,299	156,390,214
Total	$ 165,586,424	$ 160,340,934	$ 163,140,889	$ 158,386,892
District's covered-employee payroll	$ 22,535,552	$ 22,367,162	$ 22,097,103	$ 19,500,173
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	8.42 %	8.17 %	8.71 %	10.24 %
Plan fiduciary net position as a percentage of the total pension liability	43.90 %	42.80 %	45.10 %	37.80 %

Note 1: Actuarial valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net pension liability is reported.

	2020		2019		2018		2017		2016		2015	
	0.0024174901	%	0.0025691259	%	0.0025815270	%	0.0026370408	%	0.0028485628	%	0.0026865535	%
$	1,960,782		2,002,501	$	1,972,239	$	2,081,576	$	1,866,096	$	1,634,990	
	139,546,704		137,179,713		135,772,962		139,760,722		111,430,369		101,959,614	
$	141,507,486	$	139,182,214	$	137,745,201	$	141,842,298	$	113,296,465	$	103,594,604	
$	18,947,004	$	18,416,823	$	18,324,591	$	17,607,854	$	17,208,546	$	16,542,752	
	10.35	%	10.87	%	10.76	%	11.82	%	10.84	%	9.88	%
	39.60	%	40.00	%	39.30	%	36.40	%	41.50	%	43.00	%

The City of Lake Forest School District No. 67

MULTIYEAR SCHEDULE OF DISTRICT CONTRIBUTIONS

Teachers' Retirement System of the State of Illinois

Ten Most Recent Fiscal Years

	2024	2023	2022	2021
Contractually required contribution	$ 130,706	$ 129,729	$ 128,163	$ 113,101
Contributions in relation to the contractually required contribution	135,677	129,347	128,270	112,899
Contribution deficiency (excess)	$ (4,971)	$ 382	$ (107)	$ 202
District's covered-employee payroll	$ 23,275,534	$ 22,535,552	$ 22,367,162	$ 22,097,103
Contributions as a percentage of covered-employee payroll	0.58 %	0.57 %	0.57 %	0.51 %

Note 1: Actuarial valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net pension liability is reported.

	2020	2019	2018	2017	2016	2015
	$ 109,893	$ 106,818	$ 106,283	$ 102,126	$ 99,810	$ 95,948
	109,483	106,745	106,358	102,125	99,813	95,855
	$ 410	$ 73	$ (75)	$ 1	$ (3)	$ 93
	$ 19,500,173	$ 18,947,004	$ 18,416,823	$ 18,324,591	$ 17,607,854	$ 17,208,546
	0.56 %	0.56 %	0.58 %	0.56 %	0.57 %	0.56 %

The City of Lake Forest School District No. 67

MULTIYEAR SCHEDULE OF CHANGES IN TOTAL OTHER POSTRETIREMENT BENEFITS (OPEB) LIABILITY AND RELATED RATIOS

Retiree Health Plan

Seven Most Recent Fiscal Years

	2024	2023	2022
Total OPEB liability			
Service cost	$ 49,241	$ 79,636	$ 100,180
Interest on the total OPEB liability	44,860	41,410	32,490
Changes of benefit terms	174,236	-	-
Difference between expected and actual experience of the total OPEB liability	(7,865)	-	(188,368)
Changes of assumptions and other inputs	(249,970)	(3,079)	(380,682)
Benefit payments, including the implicit rate subsidy	(38,989)	(49,496)	(33,600)
Other changes			-
Net change in total OPEB liability	(28,487)	68,471	(469,980)
Total OPEB liability, beginning	1,105,686	1,037,215	1,507,195
Total OPEB liability, ending	$ 1,077,199	$ 1,105,686	$ 1,037,215
Plan fiduciary net position			
Contributions, employer	$ -	$ -	$ -
Contributions, employee	-	-	-
Net investment income	-	-	-
Benefit payments, including refunds of employee contributions	-	-	-
Other (net transfer)	-	-	-
Net change in plan fiduciary net position	-	-	-
Plan fiduciary net position, beginning	-	-	-
Plan fiduciary net position, ending	$ -	$ -	$ -
Net OPEB liability	1,077,199	$ 1,105,686	$ 1,037,215
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%
Covered Valuation Payroll	$ 25,431,774	$ 19,112,991	$ 19,112,991
Net OPEB liability as a percentage of covered valuation payroll	4.24%	5.78%	5.43%

Note: The District implemented GASB 75 beginning with its fiscal year ended June 30, 2018 therefore 10 years of information is not available.

2021	2020	2019	2018
$ 94,466	$ 92,286	$ 69,271	$ 72,193
36,741	41,180	44,552	46,071
-	-	-	15,749
-	(119,597)	-	(65,027)
43,300	49,771	14,321	(21,472)
(97,086)	(108,577)	(127,324)	(119,918)
-	(55,580)	(29,231)	25,145
77,421	(100,517)	(28,411)	(47,259)
1,429,774	1,530,291	1,558,702	1,605,961
$ 1,507,195	$ 1,429,774	$ 1,530,291	$ 1,558,702
$ -	$ -	$ -	$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
$ -	$ -	$ -	$ -
$ 1,507,195	$ 1,429,774	$ 1,530,291	$ 1,558,702
0.00%	0.00%	0.00%	0.00%
$ 18,209,790	$ 18,209,790	$ 18,467,903	$ 18,467,903
8.28%	7.85%	8.29%	8.44%

The City of Lake Forest School District No. 67

SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET OTHER POSTEMPLOYMENT BENEFIT (OPEB) LIABILITY
Teachers' Health Insurance Security Fund
Seven Most Recent Fiscal Years

	2024	2023	2022	2021
District's proportion of the net OPEB liability	0.083665 %	0.081059 %	0.085213 %	0.077008 %
District's proportionate share of the net OPEB liability	$ 5,963,068	$ 5,548,256	$ 18,794,075	$ 20,588,697
State's proportionate share of the net OPEB liability associated with the District	8,063,968	7,547,856	25,482,023	27,892,077
Total	$ 14,027,036	$ 13,096,112	$ 44,276,098	$ 48,480,774
District's covered-employee payroll	$ 22,535,552	$ 22,367,162	$ 22,097,103	$ 19,500,173
District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	26.46%	24.81%	85.05%	105.58%
Plan fiduciary net position as a percentage of the total OPEB liability	6.21%	5.24%	1.40%	0.70%

Note 1: Actuarial valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net OPEB liability is

Note 2: The District implemented GASB 75 beginning with its fiscal year ended June 30, 2018 therefore 10 years of information is not available.

	2020	2019	2018
	0.077032 %	0.077640 %	0.079716 %
	$ 21,320,574	$ 20,455,023	$ 20,686,140
	28,870,777	27,466,685	27,166,042
	$ 50,191,351	$ 47,921,708	$ 47,852,182
	$ 18,947,004	$ 18,416,823	$ 18,342,591
	112.53%	111.07%	112.89%
	0.25%	-0.07%	-0.17%

The City of Lake Forest School District No. 67

SCHEDULE OF DISTRICT CONTRIBUTIONS

Teachers' Health Insurance Security Fund

Seven Most Recent Fiscal Years

	2024	2023	2022
Contractually required contribution	$ 150,988	$ 149,860	$ 203,293
Contributions in relation to the contractually required contribution	156,743	149,893	203,489
Contribution excess	$ 5,755	$ 33	$ 196
District's covered-employee payroll	$ 23,275,534	$ 22,535,552	$ 22,367,162
Contributions as a percentage of covered-employee payroll	0.67%	0.67%	0.91%

Note 1: Actuarial valuations are as of June 30 of the fiscal year prior to the fiscal year in which the net OPEB liability is reported.

Note 2: The District implemented GASB 75 beginning with its fiscal year ended June 30, 2018 therefore 10 years of information is not available.

2021	2020	2019	2018
$ 179,402	$ 174,312	$ 162,068	$ 153,927
179,221	174,186	161,967	154,043
$ (181)	$ (126)	$ (101)	$ 116
$ 22,097,103	$ 19,500,173	$ 18,947,004	$ 18,416,823
0.81%	0.89%	0.85%	0.84%

The City of Lake Forest School District No. 67

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
For the Year Ended June 30, 2024
With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Revenues				
Local sources				
General levy	$ 32,635,354	$ 31,925,918	$ (709,436)	$ 30,400,218
Corporate personal property replacement taxes	166,782	207,292	40,510	166,816
Interest on investments	1,000,000	936,087	(63,913)	683,722
Sales to pupils - lunch	750,000	833,064	83,064	699,993
Sales to adults	2,000	1,038	(962)	1,835
Other food service	2,500	2,428	(72)	2,508
Admissions - athletic	4,000	3,700	(300)	2,808
Other district/school activity revenue	169,000	116,744	(52,256)	118,558
Student Activity Fund Revenues	-	116,739	116,739	154,705
Rentals - regular textbook	275,000	286,945	11,945	288,080
Rentals	-	-	-	2,575
Refund of prior years' expenditures	-	8,093	8,093	33,643
Other	80,000	67,898	(12,102)	47,519
Total local sources	35,084,636	34,505,946	(578,690)	32,602,980
State sources				
Evidence Based Funding Formula	1,014,838	1,016,144	1,306	1,014,840
Special Education - Private Facility Tuition	23,400	24,732	1,332	23,366
Other restricted revenue from state sources	1,371	1,371	-	1,402
Total state sources	1,039,609	1,042,247	2,638	1,039,608
Federal sources				
Title I - Low Income	58,546	143,529	84,983	66,942
Title IV - Student Support & Academic Enrichment Grant	10,000	17,401	7,401	8,386
Federal Special Education - Preschool Flow-Through	20,000	17,893	(2,107)	12,746
Federal Special Education - IDEA Flow Through	500,000	588,103	88,103	496,768
Title III - Instruction for English Learners & Immigrant Students	8,200	8,200	-	14,433
Title III - English Language Acquisition	7,500	41	(7,459)	12,319

(Continued)

The City of Lake Forest School District No. 67

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,

AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL

For the Year Ended June 30, 2024

With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Title II - Teacher Quality	$ 24,808	$ 22,725	$ (2,083)	$ 38,440
Administrative Outreach	20,000	25,872	5,872	-
Medicaid Matching Funds -				
Fee-For-Service Program	10,000	6,061	(3,939)	1,704
Other Restricted Grants Received from Federal Government	128,271	4,356	(123,915)	379,599
Total federal sources	787,325	834,181	46,856	1,031,337
Total revenues	36,911,570	36,382,374	(529,196)	34,673,925
Expenditures				
Instruction				
Regular programs				
Salaries	13,041,674	12,881,945	159,729	12,837,446
Employee benefits	1,304,746	1,527,585	(222,839)	1,262,559
Purchased services	29,975	44,243	(14,268)	18,831
Supplies and materials	677,032	544,404	132,628	1,061,723
Capital outlay	-	114,173	(114,173)	327,888
Termination benefits	30,274	30,273	1	29,549
Total	15,083,701	15,142,623	(58,922)	15,537,996
Special education programs				
Salaries	3,689,285	3,464,960	224,325	3,209,932
Employee benefits	563,980	613,278	(49,298)	483,263
Purchased services	164,000	382,786	(218,786)	3,013
Supplies and materials	54,800	38,868	15,932	86,982
Capital outlay	38,000	21,566	16,434	-
Total	4,510,065	4,521,458	(11,393)	3,783,190
Special education programs pre-K				
Salaries	156,188	250,608	(94,420)	148,742
Employee benefits	36,399	48,618	(12,219)	32,094
Purchased services	8,530	-	8,530	-
Supplies and materials	17,748	10,085	7,663	21,693
Total	218,865	309,311	(90,446)	202,529

(Continued)

The City of Lake Forest School District No. 67

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
For the Year Ended June 30, 2024
With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Remedial and Supplemental programs K-12				
Salaries	$ 752,596	$ 726,186	$ 26,410	$ 723,067
Employee benefits	103,773	85,532	18,241	94,206
Termination benefits	-	-	-	30,000
Total	856,369	811,718	44,651	847,273
Interscholastic programs				
Salaries	240,000	234,067	5,933	226,645
Employee benefits	44,513	33,615	10,898	34,817
Purchased services	10,700	8,483	2,217	7,377
Supplies and materials	10,575	12,695	(2,120)	6,060
Capital outlay	4,000	-	4,000	9,122
Total	309,788	288,860	20,928	284,021
Summer school programs				
Salaries	98,000	35,635	62,365	36,272
Employee benefits	1,436	680	756	1,544
Purchased services	-	6,571	(6,571)	-
Total	99,436	42,886	56,550	37,816
Gifted programs				
Salaries	530,285	740,940	(210,655)	904,528
Employee benefits	75,296	35,430	39,866	71,857
Supplies and materials	-	16	(16)	-
Termination benefits	20,360	20,360	-	-
Total	625,941	796,746	(170,805)	976,385
Bilingual programs				
Salaries	116,011	175,341	(59,330)	68,289
Employee benefits	13,416	32,839	(19,423)	12,819
Supplies and materials	13,000	282	12,718	508
Total	142,427	208,462	(66,035)	81,616
Student Activity Fund Expenditures	-	184,065	(184,065)	108,987
Total instruction	21,846,592	22,306,129	(459,537)	21,859,813

(Continued)

The City of Lake Forest School District No. 67

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
For the Year Ended June 30, 2024
With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Support services				
Pupils				
Attendance and social work services				
Salaries	$ 1,294,811	$ 844,736	$ 450,075	$ 806,426
Employee benefits	102,217	90,258	11,959	84,147
Supplies and materials	800	297	503	237
Total	1,397,828	935,291	462,537	890,810
Health services				
Salaries	344,046	415,162	(71,116)	360,845
Employee benefits	58,416	40,094	18,322	46,275
Purchased services	4,000	504	3,496	4,211
Supplies and materials	25,500	24,075	1,425	11,909
Capital outlay	-	-	-	11,750
Total	431,962	479,835	(47,873)	434,990
Psychological services				
Salaries	433,550	438,603	(5,053)	439,710
Employee benefits	58,633	59,874	(1,241)	49,576
Purchased services	45,753	228,983	(183,230)	49,850
Supplies and materials	8,000	5,429	2,571	4,314
Total	545,936	732,889	(186,953)	543,450
Speech pathology and audiology services				
Salaries	560,781	538,881	21,900	497,596
Employee benefits	53,734	67,393	(13,659)	46,241
Purchased services	139,554	248,387	(108,833)	173,014
Supplies and materials	-	2,538	(2,538)	-
Total	754,069	857,199	(103,130)	716,851
Other support services - pupils				
Salaries	172,500	222,886	(50,386)	233,126
Employee benefits	144,023	165,136	(21,113)	112,388
Purchased services	211,678	120,387	91,291	115,613
Supplies and materials	4,000	3,071	929	2,596
Total	532,201	511,480	20,721	463,723
Total pupils	3,661,996	3,516,694	145,302	3,049,824

(Continued)

The City of Lake Forest School District No. 67

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
For the Year Ended June 30, 2024
With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Instructional staff				
Improvement of instruction services				
Salaries	$ 1,299,300	$ 1,430,438	$ (131,138)	$ 1,427,206
Employee benefits	324,731	306,973	17,758	310,090
Purchased services	253,375	282,625	(29,250)	269,887
Supplies and materials	35,200	33,329	1,871	57,088
Termination benefits	-	-	-	8,273
Total	1,912,606	2,053,365	(140,759)	2,072,544
Educational media services				
Salaries	310,305	642,637	(332,332)	753,030
Employee benefits	84,970	59,487	25,483	70,705
Supplies and materials	44,256	41,477	2,779	40,907
Termination benefits	5,915	5,915	-	29,500
Total	445,446	749,516	(304,070)	894,142
Assessment and testing				
Salaries	36,646	36,336	310	31,463
Employee benefits	706	1,316	(610)	473
Purchased services	80,500	78,449	2,051	77,336
Supplies and materials	5,000	4,557	443	4,676
Total	122,852	120,658	2,194	113,948
Total instructional staff	2,480,904	2,923,539	(442,635)	3,080,634
General administration				
Board of education services				
Purchased services	369,020	405,376	(36,356)	336,382
Supplies and materials	18,750	13,626	5,124	20,853
Capital outlay	5,000	-	5,000	5,670
Other objects	20,000	16,938	3,062	13,710
Total	412,770	435,940	(23,170)	376,615
Executive administration services				
Salaries	250,121	221,640	28,481	235,183
Employee benefits	58,708	20,246	38,462	27,377
Purchased services	97,750	6,291	91,459	52,527
Supplies and materials	4,500	3,014	1,486	3,426
Other objects	20,000	11,024	8,976	13,845
Total	431,079	262,215	168,864	332,358

(Continued)

The City of Lake Forest School District No. 67

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
For the Year Ended June 30, 2024
With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Special area administrative services				
Salaries	$ 435,509	$ 406,271	$ 29,238	$ 432,430
Employee benefits	61,486	31,717	29,769	72,938
Purchased services	98,500	19,518	78,982	39,402
Supplies and materials	22,500	15,593	6,907	16,249
Capital outlay	1,660	-	1,660	-
Other objects	5,600	5,055	545	4,602
Total	625,255	478,154	147,101	565,621
Total general administration	1,469,104	1,176,309	292,795	1,274,594
School administration				
Office of the principal services				
Salaries	1,507,827	1,456,163	51,664	1,507,744
Employee benefits	206,657	208,879	(2,222)	172,687
Purchased services	21,042	10,116	10,926	4,404
Supplies and materials	44,983	33,567	11,416	31,673
Other objects	3,000	1,481	1,519	2,660
Total school administration	1,783,509	1,710,206	73,303	1,719,168
Business				
Direction of business support services				
Salaries	156,165	119,615	36,550	120,556
Employee benefits	68,829	45,048	23,781	49,336
Purchased services	5,400	5,039	361	4,362
Supplies and materials	-	248	(248)	212
Other objects	-	83	(83)	175
Total	230,394	170,033	60,361	174,641
Fiscal services				
Salaries	217,325	181,317	36,008	187,875
Employee benefits	48,963	22,323	26,640	17,836
Purchased services	580,900	490,859	90,041	543,035
Supplies and materials	46,500	42,787	3,713	41,332
Capital outlay	-	3,026	(3,026)	-
Other objects	-	267	(267)	1,973
Total	893,688	740,579	153,109	792,051

(Continued)

The City of Lake Forest School District No. 67

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,

AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL

For the Year Ended June 30, 2024

With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Food services				
Purchased services	$ 850,000	$ 817,628	$ 32,372	$ 767,096
Supplies and materials	27,500	4,025	23,475	4,314
Capital outlay	35,000	-	35,000	27,458
Total	912,500	821,653	90,847	798,868
Total business	2,036,582	1,732,265	304,317	1,765,560
Central				
Planning, research, development and evaluation services				
Purchased services	82,000	73,754	8,246	34,473
Total	82,000	73,754	8,246	34,473
Information services				
Salaries	85,253	81,056	4,197	93,582
Employee benefits	19,182	4,637	14,545	6,660
Purchased services	287,579	113,995	173,584	138,762
Supplies and materials	5,500	12,413	(6,913)	24,087
Other objects	1,533	788	745	-
Total	399,047	212,889	186,158	263,091
Staff services				
Salaries	199,735	246,077	(46,342)	116,279
Employee benefits	83,590	41,067	42,523	31,988
Purchased services	177,000	384,034	(207,034)	360,738
Supplies and materials	5,000	3,670	1,330	7,555
Other objects	1,000	925	75	1,632
Total	466,325	675,773	(209,448)	518,192

(Continued)

The City of Lake Forest School District No. 67

General Fund - Budgetary Basis
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
For the Year Ended June 30, 2024
With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Data processing services				
Salaries	$ 144,932	$ 157,788	$ (12,856)	$ 195,574
Employee benefits	29,020	12,614	16,406	14,478
Purchased services	785,500	752,893	32,607	674,278
Supplies and materials	-	19,531	(19,531)	10,360
Capital outlay	435,000	68,977	366,023	341,722
Total	1,394,452	1,011,803	382,649	1,236,412
Total central	2,341,824	1,974,219	367,605	2,052,168
Other supporting services				
Supplies and materials	-	-	-	922
Total	-	-	-	922
Total support services	13,773,919	13,033,232	740,687	12,942,870
Community services				
Purchased services	71,605	40,221	31,384	80,793
Supplies and materials	721	16,345	(15,624)	6,581
Other objects	5,000	5,000	-	5,000
Total community services	77,326	61,566	15,760	92,374
Payments to other districts and government units				
Payments for special education programs				
Purchased services	809,493	954,045	(144,552)	799,445
Other objects	658,749	488,780	169,969	332,241
Total	1,468,242	1,442,825	25,417	1,131,686
Other payments to in-state governmental units				
Other objects	10,238	-	10,238	-
Total	10,238	-	10,238	-
Total payments to other districts and other government units	1,478,480	1,442,825	35,655	1,131,686
Total expenditures	37,176,317	36,843,752	332,565	36,026,743

(Continued)

The City of Lake Forest School District No. 67

General Fund - Budgetary Basis

SCHEDULE OF REVENUES, EXPENDITURES,

AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL

For the Year Ended June 30, 2024

With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Deficiency of revenues over expenditures	$ (264,747)	$ (461,378)	$ (196,631)	$ (1,352,818)
Other financing sources (uses)				
Lease liability issued	-	-	-	148,637
Transfer to debt service fund for principal on leases	-	(36,388)	(36,388)	(35,234)
Transfer to debt service fund for interest on leases	-	(3,885)	(3,885)	(5,039)
Total other financing sources (uses)	-	(40,273)	(40,273)	108,364
Net change to fund balance	$ (264,747)	(501,651)	$ (236,904)	(1,244,454)
Fund balance (deficit), beginning of year		(3,403,147)		(2,158,693)
Fund balance (deficit), end of year		$ (3,904,798)		$ (3,403,147)

(Concluded)

The City of Lake Forest School District No. 67

Operations and Maintenance Fund

SCHEDULE OF REVENUES, EXPENDITURES,

AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2024

With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Revenues				
Local sources				
General levy	$ 4,205,340	$ 4,103,135	$ (102,205)	$ 3,891,584
Corporate personal property replacement taxes	300,634	184,670	(115,964)	499,485
Rentals	25,000	24,663	(337)	28,373
Refund of prior years' expenditures	-	2,330	2,330	-
Payments of surplus moneys from TIF districts	147,636	118,665	(28,971)	147,636
Other	5,000	3,812	(1,188)	24,462
Total local sources	4,683,610	4,437,275	(246,335)	4,591,540
Total revenues	4,683,610	4,437,275	(246,335)	4,591,540
Expenditures				
Support services				
Operation and maintenance of plant services				
Salaries	1,008,496	987,445	21,051	874,609
Employee benefits	110,789	115,433	(4,644)	101,244
Purchased services	1,242,700	1,192,448	50,252	1,094,338
Supplies and materials	771,200	735,450	35,750	684,378
Capital outlay	-	5,150	(5,150)	143,518
Total	3,133,185	3,035,926	97,259	2,898,087
Total business	3,133,185	3,035,926	97,259	2,898,087
Total support services	3,133,185	3,035,926	97,259	2,898,087

(Continued)

The City of Lake Forest School District No. 67

Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2024
With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Other payments to in-state governmental units				
Other objects	$ 26,612	$ -	$ 26,612	$ -
Total	26,612	-	26,612	-
Total expenditures	3,159,797	3,035,926	123,871	2,898,087
Excess of revenues over expenditures	1,523,813	1,401,349	(122,464)	1,693,453
Other financing uses				
Transfer to debt service fund for principal on debt certificates	(1,265,000)	(1,265,000)	-	(1,205,000)
Transfer to debt service fund for interest on debt certificates	(272,175)	(272,175)	-	(333,925)
Transfer to capital projects fund	(2,625,000)	(1,567,637)	1,057,363	-
Total other financing uses	(4,162,175)	(3,104,812)	1,057,363	(1,538,925)
Net change in fund balance	$ (2,638,362)	(1,703,463)	$ 934,899	154,528
Fund balance, beginning of year		4,718,078		4,563,550
Fund balance, end of year		$ 3,014,615		$ 4,718,078

(Concluded)

The City of Lake Forest School District No. 67

Transportation Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2024
With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Revenues				
Local sources				
General levy	$ 972,967	$ 949,321	$ (23,646)	$ 900,363
Regular transportation fees from pupils or parents - in state	290,000	299,866	9,866	279,047
Total local sources	1,262,967	1,249,187	(13,780)	1,179,410
State sources				
Transportation - Regular and Vocational	13,187	14,222	1,035	13,205
Transportation - Special Education	150,036	129,076	(20,960)	150,037
Total state sources	163,223	143,298	(19,925)	163,242
Total revenues	1,426,190	1,392,485	(33,705)	1,342,652
Expenditures				
Support services				
Business				
Pupil transportation services				
Purchased services	1,253,876	1,519,775	(265,899)	1,133,290
Supplies and materials	2,900	-	2,900	-
Total support services	1,256,776	1,519,775	(262,999)	1,133,290
Total expenditures	1,256,776	1,519,775	(262,999)	1,133,290
Excess (deficiency) of revenues over expenditures	$ 169,414	(127,290)	$ (296,704)	209,362
Fund balance, beginning of year		1,924,991		1,715,629
Fund balance, end of year		$1,797,701		$ 1,924,991

The City of Lake Forest School District No. 67

Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2024
With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Revenues				
Local sources				
General levy	$ 416,130	$ 406,017	$ (10,113)	$ 385,078
Social security/Medicare only levy	587,485	573,207	(14,278)	543,657
Corporate personal property replacement taxes	24,000	24,000	-	24,000
Total local sources	1,027,615	1,003,224	(24,391)	952,735
Total revenues	1,027,615	1,003,224	(24,391)	952,735
Expenditures				
Instruction				
Regular programs	174,230	190,002	(15,772)	200,942
Special education programs	171,824	192,599	(20,775)	180,894
Special education programs pre-K	1,837	3,407	(1,570)	1,969
Remedial and supplemental programs K-12	9,842	10,036	(194)	10,435
Interscholastic programs	10,734	7,560	3,174	9,802
Summer school programs	1,039	1,994	(955)	2,525
Gifted programs	10,971	9,659	1,312	12,251
Bilingual programs	781	3,360	(2,579)	868
Total instruction	381,258	418,617	(37,359)	419,686

(Continued)

The City of Lake Forest School District No. 67

Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2024
With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Support services				
Pupils				
Attendance and social work services	$ 10,708	$ 11,742	$ (1,034)	$ 11,126
Health services	24,994	30,096	(5,102)	26,265
Psychological services	6,008	6,091	(83)	6,164
Speech pathology and audiology services	6,637	7,402	(765)	6,953
Other support services -pupils	4,463	4,752	(289)	4,464
Total pupils	52,810	60,083	(7,273)	54,972
Instructional staff				
Improvement of instruction services	26,111	29,940	(3,829)	23,164
Educational media services	37,194	23,962	13,232	39,217
Assessment and testing	537	527	10	456
Total instructional staff	63,842	54,429	9,413	62,837
General administration				
Executive administration services	22,593	9,764	12,829	10,497
Special area administrative services	20,196	17,657	2,539	19,051
Total general administration	42,789	27,421	15,368	29,548
School administration				
Office of the principal services	73,550	63,675	9,875	73,136
Total school administration	73,550	63,675	9,875	73,136

(Continued)

The City of Lake Forest School District No. 67

Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2024
With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Business				
Direction of business support services	$ 4,860	$ 1,845	$ 3,015	$ 2,422
Fiscal services	52,912	23,710	29,202	25,934
Operation and maintenance of plant services	135,173	127,178	7,995	118,003
Total business	192,945	152,733	40,212	146,359
Central				
Information services	27,863	10,718	17,145	13,248
Staff services	23,812	9,340	14,472	8,916
Data processing services	44,959	19,732	25,227	28,260
Total central	96,634	39,790	56,844	50,424
Total support services	522,570	398,131	124,439	417,276
Total expenditures	903,828	816,748	87,080	836,962
Excess of revenues over expenditures	$ 123,787	186,476	$ 62,689	115,773
Fund balance, beginning of year		764,645		648,872
Fund balance, end of year		$ 951,121		$ 764,645

(Concluded)

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

Budgets are adopted on a basis consistent with generally accepted accounting principles, except that the District does not budget for "on-behalf" contributions from the State for the employer's share of the Teachers' Retirement System (TRS) and the Teachers' Health Insurance Security Fund (THIS). Annual budgets are adopted at the fund level for the governmental funds. The annual budget is legally enacted and provides for a legal level of control at the fund level.

The Board of Education follows these procedures in establishing the budgetary data reflected in the financial statements:

a) The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.

b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.

c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December each year, a tax levy resolution is filed with the County Clerk to obtain tax revenues.

d) Management is authorized to transfer budget amounts, provided that funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.

e) Formal budgetary integration is employed as a management control device during the year, for the governmental funds.

f) The budget amounts shown in the financial statements are as originally adopted by the Board of Education on September 26, 2023.

g) All budgets lapse at the end of the fiscal year.

2. EXPENDITURES IN EXCESS OF BUDGETS

The following funds had expenditures in excess of budgets at June 30, 2024:

Fund	Amount
Transportation	$ 262,999
Debt Service	39,499

3. BUDGET RECONCILIATION

The Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds (GAAP basis) includes "on-behalf" payments received and made for the amounts contributed by the state of Illinois for the employer's share of the Teachers' Retirement System pension and Teachers Health Insurance Security Fund OPEB. The District does not budget for these amounts. The differences between the budget and GAAP basis are as follows:

	Revenues	Expenditures
General fund - budgetary basis	$ 36,382,374	$ 36,843,752
On-behalf payments received	11,132,233	-
On-behalf payments made	-	11,132,233
General fund - GAAP basis	$ 47,514,607	$ 47,975,985

4. CHANGES OF ASSUMPTIONS - TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

For the 2023 and 2022 measurement year, the assumed investment rate of return was 7.00 percent, including an inflation rate of 2.50 percent and a real return of 4.50 percent. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated August 12, 2021.

For the 2021 measurement year, the assumed investment rate of return was 7.00 percent, including an inflation rate of 2.25 percent and real return of 4.75 percent. Salary increases were assumed to vary by service credit. These actuarial assumptions were based on an experience study dated August 12, 2021.

For the 2020 - 2016 measurement year, the assumed investment rate of return was 7.00 percent, including an inflation rate of 2.25 percent and a real return of 4.75 percent. 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 30, 2018 and August 13, 2015, respectively.

For the 2015 measurement year, the assumed investment rate of return was 7.50 percent, including an inflation rate of 3.00 percent and real return of 4.50 percent. Salary increases were assumed to vary by service credit. Various other changes in assumptions were adopted based on the experience analysis for the three-year period ending June 30, 2014.

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2023 IMRF CONTRIBUTION RATE*

Valuation Date:

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

Methods and Assumptions Used to Determine the 2023 Contribution Rate:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, and ECO groups): 20-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 15 years for most employers (five employers were financed over 16 years; one employer was financed over 17 years; two employers were financed over 18 years; one employer was financed over 21 years; three employers were financed over 24 years; four employers were financed over 25 years and one employer was financed over 26 years).
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	2.75%
Price Inflation	2.25%
Salary Increases	2.75% to 13.75%, including inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 calculation pursuant to an experience study of the period 2017-2019.

5. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2023 IMRF CONTRIBUTION RATE* (Continued)

Methods and Assumptions Used to Determine the 2023 Contribution Rate: (Continued)

Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

Other Information:

Notes:	There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2021 actuarial valuation.

Changes in Assumptions:

For the 2023 and 2022 measurement years, the assumed investment rate of return was 7.25 percent, including an inflation rate of 2.25 percent and a real return of 5.00 percent.

For the 2021, 2020, 2019 and 2018 measurement years, the assumed investment rate of return was 7.25 percent, including an inflation rate of 2.50 percent and a real return of 4.75 percent.

For the 2017, 2016, 2015 and 2014 measurement years, the assumed investment rate of return was 7.50 percent, including an inflation rate of 2.50 percent and a real return of 5.00 percent.

6. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2023 THIS CONTRIBUTION RATE

Valuation Date:

Notes	Actuarially determined contribution rates are calculated as of June 30 each year, 12 months prior to the fiscal year in which contributions are reported.
Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Fiscal Year End	June 30, 2024

Methods and Assumptions Used to Determine the 2023 Contribution Rate:

Actuarial Cost Method	Entry Age Normal, used to measure the Total OPEB liability
Contribution Policy	Benefits are financed on a pay-as-you-go basis. Contribution rates are defined by statute. For fiscal year end June 30, 2023, contribution rates are 0.90% of pay for active members, 0.67% of pay for school districts, and 0.90% of pay for the State. Retired members contribute a percentage of premium rates. The goal of the policy is to finance current year costs plus a margin for incurred but not paid plan costs.
Asset Valuation Method	Market value
Investment Rate of Return	2.75%, net of OPEB plan investment expense, including inflation, for all plan years.
Single equivalent discount rate	3.86%
Price Inflation	2.25%
Salary Increases	Depends on service and ranges from 8.50% at 1 year of service to 3.50% at 20 or more years of service.
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the June 30, 2021, actuarial valuation.
Mortality	Retirement and Beneficiary Annuitants: PubT-2010 Retiree Mortality Table, adjusted for TRS experience. Disabled Annuitants: PubNS-2010 Non-Safety Disabled Retiree Table. Pre-Retirement: PubT-2010 Employee Mortality Table. All tables reflect future mortality improvements using Projection Scale MP-2020.

6. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2022 THIS CONTRIBUTION RATE (Continued)

Methods and Assumptions Used to Determine the 2023 Contribution Rate: (Continued)

Healthcare Cost Trend Rates	Trend rates for plan year 2024 are based on actual premium increases. For non-medicare costs, trend rates start at 8.00% for plan year 2025 and decrease gradually to an ultimate rate of 4.25% in 2040. For Medicare Advantage Prescription Drug (MAPD) costs, trend rates are 0% in 2024 to 2028, 19.42% in 2029 to 2033 and 6.08% in 2034, declining gradually to an ultimate rate of 4.25% in 2040.
Aging Factors	Based on the 2013 SOA Study "Health Care Costs - From Birth to Death".
Expenses	Health administrative expenses are included in the development of the per capita claims costs. Operating expenses are included as a component of the Annual OPEB Expense.

Change in Assumptions:

The Discount Rate was changed from 3.69% used in the Fiscal Year 2023 valuation to 3.86%, which is the Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's“20-Year Municipal GO AA Index".

The Discount Rate was changed from 1.92% used in the Fiscal Year 2022 valuation to 3.69%, which is the Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's“20-Year Municipal GO AA Index".

The Discount Rate was changed from 2.45% used in the Fiscal Year 2021 valuation to 1.92%, which is the Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's“20-Year Municipal GO AA Index".

The Discount Rate was changed from 3.13% used in the Fiscal Year 2020 valuation to 2.45%, which is the Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's“20-Year Municipal GO AA Index".

The Discount Rate was changed from 3.62% used in the Fiscal Year 2019 valuation to 3.13%, which is the Fixed income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

The Discount Rate was changed from 3.56% used in the Fiscal Year 2018 valuation to 3.62%, which is the Fixed income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

SUPPLEMENTARY FINANCIAL INFORMATION

The City of Lake Forest School District No. 67

General Fund

COMBINING BALANCE SHEET

June 30, 2024

	Educational Account	Working Cash Account	Total
ASSETS			
Cash and investments	$ 17,613,626	$ 1,104,064	$ 18,717,690
Receivables (net of allowance for uncollectibles):			
Property taxes	18,099,227	-	18,099,227
Replacement taxes	46,450	-	46,450
Intergovernmental	1,704,527	-	1,704,527
Total assets	$ 37,463,830	$ 1,104,064	$ 38,567,894
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ 1,550,731	$ -	$ 1,550,731
Salaries and wages payable	2,115,068	-	2,115,068
Payroll deductions payable	1,554,945	-	1,554,945
Claims payable	11,317	-	11,317
Other current liabilities	329,347	-	329,347
Unearned revenue	297,375	-	297,375
Total liabilities	5,858,783	-	5,858,783
DEFERRED INFLOWS			
Property taxes levied for a future period	36,613,909	-	36,613,909
Total deferred inflows	36,613,909	-	36,613,909
FUND BALANCES			
Assigned	69,580	-	69,580
Unassigned	(5,078,442)	1,104,064	(3,974,378)
Total fund balance	(5,008,862)	1,104,064	(3,904,798)
Total liabilities, deferred inflows, and fund balance	$ 37,463,830	$ 1,104,064	$ 38,567,894

The City of Lake Forest School District No. 67

General Fund

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT)

For the Year Ended June 30, 2024

	Educational Account	Working Cash Account	Total
Revenues			
Property taxes	$ 31,925,918	$ -	$ 31,925,918
Replacement taxes	207,292	-	207,292
State aid	12,174,480	-	12,174,480
Federal aid	834,181	-	834,181
Interest	936,087	-	936,087
Other	1,436,649	-	1,436,649
Total revenues	47,514,607	-	47,514,607
Expenditures			
Current:			
Instruction:			
Regular programs	15,212,515	-	15,212,515
Special programs	5,620,921	-	5,620,921
Other instructional programs	1,336,954	-	1,336,954
State retirement contributions	11,132,233	-	11,132,233
Support services:			
Pupils	3,516,694	-	3,516,694
Instructional staff	2,923,539	-	2,923,539
General administration	1,176,309	-	1,176,309
School administration	1,709,756	-	1,709,756
Business	1,732,715	-	1,732,715
Central	1,905,242	-	1,905,242
Community services	61,566	-	61,566
Nonprogrammed charges	1,442,825	-	1,442,825
Capital outlay	204,716	-	204,716
Total expenditures	47,975,985	-	47,975,985
Excess (deficiency) of revenues over expenditures	(461,378)	-	(461,378)
Other financing (uses)			
Transfers out	(40,273)	-	(40,273)
Net change in fund balance	(501,651)	-	(501,651)
Fund balance (deficit), beginning of year,	(4,507,211)	1,104,064	(3,403,147)
Fund balance (deficit), end of year	$ (5,008,862)	$ 1,104,064	$ (3,904,798)

The City of Lake Forest School District No. 67

Debt Service Fund

SCHEDULE OF REVENUES, EXPENDITURES,

AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2024

With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Revenues				
Local sources				
General levy	$ 535,952	$ 522,927	$ (13,025)	$ 516,972
Total local sources	535,952	522,927	(13,025)	516,972
Total revenues	535,952	522,927	(13,025)	516,972
Expenditures				
Debt service				
Bonds and other - interest	289,560	293,445	(3,885)	360,980
Total debt service - interest	289,560	293,445	(3,885)	360,980
Principal payments on long-term debt	1,765,000	1,801,388	(36,388)	1,715,234
Other debt service				
Purchased services	4,000	3,226	774	3,225
Total	4,000	3,226	774	3,225
Total debt service	2,058,560	2,098,059	(39,499)	2,079,439
Total expenditures	2,058,560	2,098,059	(39,499)	2,079,439
Deficiency of revenues over expenditures	(1,522,608)	(1,575,132)	(52,524)	(1,562,467)

(Continued)

The City of Lake Forest School District No. 67

Debt Service Fund

SCHEDULE OF REVENUES, EXPENDITURES,

AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

For the Year Ended June 30, 2024

With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Other financing sources				
Transfer to pay principal on leases	$ -	$ 36,388	$ 36,388	$ 35,234
Transfer to pay interest on leases	-	3,885	3,885	5,039
Transfer to pay principal on debt certificates	1,265,000	1,265,000	-	1,205,000
Transfer to pay interest on debt certificates	272,175	272,175	-	333,925
Total other financing sources	1,537,175	1,577,448	40,273	1,579,198
Net change in fund balance	$ 14,567	2,316	$ (12,251)	16,731
Fund balance, beginning of year		126,395		109,664
Fund balance, end of year		$ 128,711		$ 126,395

(Concluded)

The City of Lake Forest School District No. 67

Capital Projects Fund

SCHEDULE OF REVENUES, EXPENDITURES,

AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL

For the Year Ended June 30, 2024

With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Revenues				
Local sources				
Other payments in lieu of taxes	$ 146,520	$ -	$ (146,520)	$ -
Interest on investments	105,750	139,422	33,672	107,818
Contributions and donations from private sources	-	271,471	271,471	-
Impact fees from municipal or county governments	-	83,916	83,916	145,355
Total local sources	252,270	494,809	242,539	253,173
State sources				
School Infrastructure - Maintenance Projects	50,000	50,000	-	50,000
Total state sources	50,000	50,000	-	50,000
Total revenues	302,270	544,809	242,539	303,173
Expenditures				
Support services				
Facilities acquisition and construction services				
Purchased services	325,000	4,471	320,529	229,236
Capital outlay	4,522,223	3,976,220	546,003	1,199,332
Total	4,847,223	3,980,691	866,532	1,428,568
Total expenditures	4,847,223	3,980,691	866,532	1,428,568
Deficiency of revenues over expenditures	(4,544,953)	(3,435,882)	1,109,071	(1,125,395)

(Continued)

The City of Lake Forest School District No. 67

Capital Projects Fund

SCHEDULE OF REVENUES, EXPENDITURES,

AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL

For the Year Ended June 30, 2024

With Comparative Actual Amounts for the Year Ended June 30, 2023

	2024			
	Original and Final Budget	Actual	Variance From Final Budget	2023 Actual
Other financing sources				
Permanent transfer to capital projects fund	$ 2,625,000	$ 1,567,637	$ (1,057,363)	$ -
Total other financing sources	2,625,000	1,567,637	(1,057,363)	-
Net change in fund balance	$ (1,919,953)	(1,868,245)	$ 51,708	(1,125,395)
Fund balance, beginning of year		1,863,774		2,989,169
Fund balance (deficit), end of year		$ (4,471)		$ 1,863,774

(Concluded)

OTHER SUPPLEMENTAL INFORMATION
(Unaudited)

The City of Lake Forest School District No. 67

PROPERTY TAX RATES - LEVIES AND COLLECTIONS

LAST TEN TAX LEVY YEARS

	2023	2022	2021	2020
Rates Extended				
Educational	1.494	1.364	1.321	1.201
PTAB/CE Recapture	0.006	0.007	0.012	-
Operations and Maintenance	0.096	0.176	0.171	0.251
Transportation	0.010	0.041	0.039	0.038
Municipal Retirement/Social Security	0.032	0.042	0.041	0.039
Debt Service	0.022	0.022	0.023	0.022
Total rates extended	1.660	1.652	1.607	1.551
Levies Extended				
Educational	$ 36,655,817	$ 31,887,187	$ 30,266,291	$ 27,733,438
PTAB/CE Recapture	142,082	164,106	276,576	-
Operations and Maintenance	2,348,750	4,119,248	3,909,845	5,794,388
Transportation	256,291	953,049	904,588	887,411
Municipal Retirement/Social Security	787,790	983,069	933,093	915,381
Debt Service	535,327	524,980	519,399	499,807
Total levies extended	$ 40,726,057	$ 38,631,639	$ 36,809,792	$ 35,830,425
Total collections	$ 20,491,116	$ 38,480,524	$ 36,637,872	$ 35,660,674
Percentage of extensions collected	50.31%	99.61%	99.53%	99.53%

Note: Tax rates are expressed in dollars per $100 of assessed valuation.

2019	2018	2017	2016	2015	2014
1.139	1.076	0.989	1.019	1.066	1.086
-	-	-	-	-	-
0.238	0.225	0.279	0.261	0.273	0.275
0.036	0.034	0.034	0.034	0.035	0.036
0.038	0.036	0.034	0.035	0.036	0.036
0.021	0.020	0.019	0.018	0.019	0.019
1.472	1.391	1.355	1.367	1.429	1.452
$ 27,005,934	$ 26,282,951	$ 24,190,564	$ 24,045,947	$ 23,745,092	$ 23,571,057
-	-	-	-	-	-
5,642,378	5,491,311	6,816,042	6,152,517	6,075,536	5,968,069
864,134	840,991	820,667	799,255	789,240	775,868
891,347	867,463	846,455	824,371	814,058	785,851
494,292	488,471	479,389	419,165	419,171	419,616
$ 34,898,085	$ 33,971,187	$ 33,153,117	$ 32,241,255	$ 31,843,097	$ 31,520,461
$ 34,707,852	$ 33,862,413	$ 33,043,462	$ 32,092,626	$ 31,790,372	$ 31,470,582
99.45%	99.68%	99.67%	99.54%	99.83%	99.84%

Appendix B

Proposed Form of Opinion of Bond Counsel

[Letterhead of Chapman and Cutler LLP]

[To be dated Closing Date]

Lake Forest School District Number 67
Lake County, Illinois

We hereby certify that we have examined certified copy of the proceedings (the *"Proceedings"*) of the Board of Education of Lake Forest School District Number 67, Lake County, Illinois (the *"District"*), passed preliminary to the issue by the District of its fully registered General Obligation School Bonds, Series 2025A (the *"Bonds"*), to the amount of $__________, dated ____________, 2025, due serially on January 1 of the years and in the amounts and bearing interest as follows:

2027	$	%
2028		%
2029		%
2030		%
2031		%
2032		%
2033		%
2034		%
2035		%
2036		%

the Bonds due on or after January 1, 20__, being subject to redemption prior to maturity at the option of the District as a whole or in part in any order of their maturity as determined by the District (less than all of the Bonds of a single maturity to be selected by the Bond Registrar), on January 1, 20__, or on any date thereafter, at the redemption price of par plus accrued interest to the redemption date, as provided in the Proceedings, and we are of the opinion that the Proceedings show lawful authority for said issue under the laws of the State of Illinois now in force.

We further certify that we have examined the form of bond prescribed for said issue and find the same in due form of law, and in our opinion said issue, to the amount named, is valid and legally binding upon the District and is payable from any funds of the District legally available for such purpose, and all taxable property in the District is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion.

It is our opinion that, subject to the District's compliance with certain covenants, under present law, interest on the Bonds is excludible from gross income of the owners thereof for federal income tax purposes and is not includible as an item of tax preference in computing the alternative minimum tax for individuals under the Internal Revenue Code of 1986, as amended. Interest on the Bonds may affect the corporate alternative minimum tax for certain corporations. Failure to comply with certain of such District covenants could cause interest on the Bonds to be includible in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds. Ownership of the Bonds may result in other federal tax consequences to certain taxpayers, and we express no opinion regarding any such collateral consequences arising with respect to the Bonds.

We express no opinion herein as to the accuracy, adequacy or completeness of any information furnished to any person in connection with any offer or sale of the Bonds.

In rendering this opinion, we have relied upon certifications of the District with respect to certain material facts within the District's knowledge. Our opinion represents our legal judgment based upon our review of the law and the facts that we deem relevant to render such opinion and is not a guarantee of a result. This opinion is given as of the date hereof and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

APPENDIX C

PROPOSED FORM OF
CONTINUING DISCLOSURE UNDERTAKING
FOR THE PURPOSE OF PROVIDING
CONTINUING DISCLOSURE INFORMATION
UNDER SECTION (b)(5) OF RULE 15c2-12

This Continuing Disclosure Undertaking (this *"Agreement"*) is executed and delivered by Lake Forest School District Number 67, Lake County, Illinois (the *"District"*), in connection with the issuance of $__________ General Obligation School Bonds, Series 2025A (the *"Bonds"*). The Bonds are being issued pursuant to a resolution adopted by the Board of Education of the District on the 22nd day of April, 2025 (as supplemented by a notification of sale, the *"Resolution"*).

In consideration of the issuance of the Bonds by the District and the purchase of such Bonds by the beneficial owners thereof, the District covenants and agrees as follows:

1. PURPOSE OF THIS AGREEMENT. This Agreement is executed and delivered by the District as of the date set forth below, for the benefit of the beneficial owners of the Bonds and in order to assist the Participating Underwriters in complying with the requirements of the Rule (as defined below). The District represents that it will be the only obligated person with respect to the Bonds at the time the Bonds are delivered to the Participating Underwriters and that no other person is expected to become so committed at any time after issuance of the Bonds.

2. DEFINITIONS. The terms set forth below shall have the following meanings in this Agreement, unless the context clearly otherwise requires.

Annual Financial Information means information of the type contained under the following headings and subheadings of, and in the following appendices and exhibits to, the Official Statement:

FINANCIAL INFORMATION AND ECONOMIC CHARACTERISTICS OF THE DISTRICT
—Direct General Obligation Bonds (Principal Only)
—Direct General Obligation Bonds (Principal and Interest)
—Debt Certificates (Principal Only)
—Selected Financial Information (only as it relates to direct debt)
—Composition of EAV
—Trend of EAV
—Taxes Extended and Collected
—School District Tax Rates by Purpose
WORKING CASH FUND—Working Cash Fund Summary
Exhibit A—Combined Statement of Revenues, Expenditures and Changes in Fund Balance
Exhibit B—Budget
Exhibit C—General Fund Revenue Sources

Annual Financial Information Disclosure means the dissemination of disclosure concerning Annual Financial Information and the dissemination of the Audited Financial Statements as set forth in Section 4.

Audited Financial Statements means the audited financial statements of the District prepared pursuant to the principles and as described in *Exhibit I*.

Commission means the Securities and Exchange Commission.

Dissemination Agent means any agent designated as such in writing by the District and which has filed with the District a written acceptance of such designation, and such agent's successors and assigns.

EMMA means the MSRB through its Electronic Municipal Market Access system for municipal securities disclosure or through any other electronic format or system prescribed by the MSRB for purposes of the Rule.

Exchange Act means the Securities Exchange Act of 1934, as amended.

Financial Obligation of the District means a (a) debt obligation; (b) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (c) guarantee of a debt obligation or any such derivative instrument; provided that "financial obligation" shall not include municipal securities as to which a final official statement (as defined in the Rule) has been provided to the MSRB consistent with the Rule.

MSRB means the Municipal Securities Rulemaking Board.

Official Statement means the Final Official Statement, dated _________, 2025, and relating to the Bonds.

Participating Underwriter means each broker, dealer or municipal securities dealer acting as an underwriter in the primary offering of the Bonds.

Reportable Event means the occurrence of any of the Events with respect to the Bonds set forth in *Exhibit II*.

Reportable Events Disclosure means dissemination of a notice of a Reportable Event as set forth in Section 5.

Rule means Rule 15c2-12 adopted by the Commission under the Exchange Act, as the same may be amended from time to time.

State means the State of Illinois.

Undertaking means the obligations of the District pursuant to Sections 4 and 5.

3. CUSIP NUMBERS. The CUSIP Numbers of the Bonds are set forth in *Exhibit III*. All filings required under this Agreement will be filed on EMMA under these CUSIP Numbers. If the Bonds are refunded after the date hereof, the District will also make all filings required under this Agreement under any new CUSIP Numbers assigned to the Bonds as a result of such refunding, to the extent the District remains legally liable for the payment of such Bonds; provided, however, that the District will not be required to make such filings under new CUSIP Numbers unless the District has been notified in writing by the Participating Underwriter or the District's financial advisor that new CUSIP Numbers have been assigned to the Bonds. The District will not make any filings pursuant to this Agreement under new CUSIP Numbers assigned to any of the Bonds after the date hereof for any reason other than a refunding, as described in the previous sentence, including, but not limited to, new CUSIP Numbers assigned to the Bonds as a result of a holder of the Bonds obtaining a bond insurance policy or other credit enhancement with respect to some or all of the outstanding Bonds in the secondary market.

4. ANNUAL FINANCIAL INFORMATION DISCLOSURE. Subject to Section 8 of this Agreement, the District hereby covenants that it will disseminate its Annual Financial Information and its Audited Financial Statements (in the form and by the dates set forth in *Exhibit I*) to EMMA in such manner and format and accompanied by identifying information as is prescribed by the MSRB or the Commission at the time of delivery of such information and by such time so that such entities receive the information by the dates specified. MSRB Rule G-32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents to be filed with EMMA, including financial statements and other externally prepared reports.

If any part of the Annual Financial Information can no longer be generated because the operations to which it is related have been materially changed or discontinued, the District will disseminate a statement to such effect as part of its Annual Financial Information for the year in which such event first occurs.

If any amendment or waiver is made to this Agreement, the Annual Financial Information for the year in which such amendment or waiver is made (or in any notice or supplement provided to EMMA) shall contain a narrative description of the reasons for such amendment or waiver and its impact on the type of information being provided.

5. REPORTABLE EVENTS DISCLOSURE. Subject to Section 8 of this Agreement, the District hereby covenants that it will disseminate in a timely manner (not in excess of ten business days after the occurrence of the Reportable Event) Reportable Events Disclosure to EMMA in such manner and format and accompanied by identifying information as is prescribed by the MSRB or the Commission at the time of delivery of such information. References to "material" in *Exhibit II* refer to materiality as it is interpreted under the Exchange Act. MSRB Rule G-32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents to be filed with EMMA, including financial statements and other externally prepared reports. Notwithstanding the foregoing, notice of optional or unscheduled redemption of any Bonds or defeasance of any Bonds need not be given under this Agreement any earlier than the notice (if any) of such redemption or defeasance is given to the Bondholders pursuant to the Resolution.

6. CONSEQUENCES OF FAILURE OF THE DISTRICT TO PROVIDE INFORMATION. The District shall give notice in a timely manner to EMMA of any failure to provide Annual Financial Information Disclosure when the same is due hereunder.

In the event of a failure of the District to comply with any provision of this Agreement, the beneficial owner of any Bond may seek mandamus or specific performance by court order, to cause the District to comply with its obligations under this Agreement. A default under this Agreement shall not be deemed a default under the Resolution, and the sole remedy under this Agreement in the event of any failure of the District to comply with this Agreement shall be an action to compel performance.

7. AMENDMENTS; WAIVER. Notwithstanding any other provision of this Agreement, the District by resolution authorizing such amendment or waiver, may amend this Agreement, and any provision of this Agreement may be waived, if:

(a) (i) The amendment or waiver is made in connection with a change in circumstances that arises from a change in legal requirements, including without limitation, pursuant to a "no-action" letter issued by the Commission, a change in law, or a change in the identity, nature, or status of the District, or type of business conducted; or

(ii) This Agreement, as amended, or the provision, as waived, would have complied with the requirements of the Rule at the time of the primary offering, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(b) The amendment or waiver does not materially impair the interests of the beneficial owners of the Bonds, as determined by parties unaffiliated with the District (such as Bond Counsel).

In the event that the Commission or the MSRB or other regulatory authority shall approve or require Annual Financial Information Disclosure or Reportable Events Disclosure to be made to a central post office, governmental agency or similar entity other than EMMA or in lieu of EMMA, the District shall, if required, make such dissemination to such central post office, governmental agency or similar entity without the necessity of amending this Agreement.

8. TERMINATION OF UNDERTAKING. The Undertaking of the District shall be terminated hereunder if the District shall no longer have any legal liability for any obligation on or relating to repayment of the Bonds under the Resolution.

9. FUTURE CHANGES TO THE RULE. As set forth in Section 1 of this Agreement, the District has executed and delivered this Agreement solely and only to assist the Participating Underwriters in complying with the requirements of the Rule. Therefore, notwithstanding anything in this Agreement to the contrary, in the event the Commission, the MSRB or other regulatory authority shall approve or require changes to the requirements of the Rule, the District shall be permitted, but shall not be required, to unilaterally modify the covenants in this Agreement, without complying with the requirements of Section 7 of this Agreement, in order to

comply with, or conform to, such changes. In the event of any such modification of this Agreement, the District shall file a copy of this Agreement, as revised, on EMMA in a timely manner.

10. DISSEMINATION AGENT. The District may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Agreement, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent.

11. ADDITIONAL INFORMATION. Nothing in this Agreement shall be deemed to prevent the District from disseminating any other information, using the means of dissemination set forth in this Agreement or any other means of communication, or including any other information in any Annual Financial Information Disclosure or notice of occurrence of a Reportable Event, in addition to that which is required by this Agreement. If the District chooses to include any information from any document or notice of occurrence of a Reportable Event in addition to that which is specifically required by this Agreement, the District shall have no obligation under this Agreement to update such information or include it in any future disclosure or notice of occurrence of a Reportable Event.

12. BENEFICIARIES. This Agreement has been executed in order to assist the Participating Underwriters in complying with the Rule; however, this Agreement shall inure solely to the benefit of the District, the Dissemination Agent, if any, and the beneficial owners of the Bonds, and shall create no rights in any other person or entity.

13. RECORDKEEPING. The District shall maintain records of all Annual Financial Information Disclosure and Reportable Events Disclosure, including the content of such disclosure, the names of the entities with whom such disclosure was filed and the date of filing such disclosure.

14. ASSIGNMENT. The District shall not transfer its obligations under the Resolution unless the transferee agrees to assume all obligations of the District under this Agreement or to execute an Undertaking under the Rule.

15. GOVERNING LAW. This Agreement shall be governed by the laws of the State.

LAKE FOREST SCHOOL DISTRICT NUMBER 67,
LAKE COUNTY, ILLINOIS

By: ___________________________________
President, Board of Education

Date: ________________, 2025

EXHIBIT I

ANNUAL FINANCIAL INFORMATION AND TIMING AND AUDITED FINANCIAL STATEMENTS

All or a portion of the Annual Financial Information and the Audited Financial Statements as set forth below may be included by reference to other documents which have been submitted to EMMA or filed with the Commission. If the information included by reference is contained in a Final Official Statement, the Final Official Statement must be available on EMMA; the Final Official Statement need not be available from the Commission. The District shall clearly identify each such item of information included by reference.

Annual Financial Information exclusive of Audited Financial Statements will be submitted to EMMA by 210 days after the last day of the District's fiscal year (currently June 30), beginning with the fiscal year ending June 30, 2025. Audited Financial Statements as described below should be filed at the same time as the Annual Financial Information. If Audited Financial Statements are not available when the Annual Financial Information is filed, Audited Financial Statements will be submitted to EMMA within 30 days after availability to the District.

Audited Financial Statements will be prepared in accordance with accounting principles generally accepted in the United States of America.

If any change is made to the Annual Financial Information as permitted by Section 4 of the Agreement, the District will disseminate a notice of such change as required by Section 4.

EXHIBIT II
EVENTS WITH RESPECT TO THE BONDS FOR WHICH REPORTABLE EVENTS DISCLOSURE IS REQUIRED

1. Principal and interest payment delinquencies
2. Non-payment related defaults, if material
3. Unscheduled draws on debt service reserves reflecting financial difficulties
4. Unscheduled draws on credit enhancements reflecting financial difficulties
5. Substitution of credit or liquidity providers, or their failure to perform
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security
7. Modifications to the rights of security holders, if material
8. Bond calls, if material, and tender offers
9. Defeasances
10. Release, substitution or sale of property securing repayment of the securities, if material
11. Rating changes
12. Bankruptcy, insolvency, receivership or similar event of the District*
13. The consummation of a merger, consolidation, or acquisition involving the District or the sale of all or substantially all of the assets of the District, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material
15. Incurrence of a Financial Obligation, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation, any of which affect security holders, if material
16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation, any of which reflect financial difficulties

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* This event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the District in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the District, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the District.

EXHIBIT III
CUSIP NUMBERS

YEAR OF MATURITY	CUSIP NUMBER (508732)
2027	
2028	
2029	
2030	
2031	
2032	
2033	
2034	
2035	
2036	

APPENDIX D

NOTICE OF SALE

OFFICIAL NOTICE OF SALE

$9,805,000* GENERAL OBLIGATION SCHOOL BONDS, SERIES 2025A

LAKE FOREST SCHOOL DISTRICT NUMBER 67
LAKE COUNTY, ILLINOIS

SALE DATE AND TIME: MAY 5, 2025; UNTIL 10:00 A.M. CENTRAL TIME

NOTICE IS HEREBY GIVEN that the Board of Education (the *"Board"*) of Lake Forest School District Number 67, Lake County, Illinois (the *"District"*), will receive all-or-none bids electronically via **Parity®** in the manner described below *until 10:00 A.M. Central Time on May 5, 2025* (the *"Sale Date"*), for the purchase of the District's General Obligation School Bonds, Series 2025A (the *"Bonds"*).

DESCRIPTION OF THE BONDS

The Bonds are being issued pursuant to the School Code of the State of Illinois, the Local Government Debt Reform Act of the State of Illinois (the *"Debt Reform Act"*), and all laws amendatory thereof and supplementary thereto, and a bond resolution adopted by the Board on the 22nd day of April, 2025, as supplemented by a notification of sale (together, the *"Bond Resolution"*).

Proceeds of the Bonds will be used to (a) construct fire prevention and life safety improvements to the existing school buildings of the District, (b) pay capitalized interest on the Bonds, and (c) pay costs associated with the issuance of the Bonds.

In the opinion of Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel (*"Bond Counsel"*), the Bonds are valid and legally binding upon the District and are payable from any funds of the District legally available for such purpose, and all taxable property in the District is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion. See "SECURITY" in the Preliminary Official Statement, dated April 28, 2025, relating to the Bonds (the *"Preliminary Official Statement"*).

The Bonds will be dated the date of issuance thereof and will mature on January 1 of the years and in the amounts as follows:

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* Preliminary, subject to change.

MATURITY	AMOUNT*
2027	$ 780,000
2028	820,000
2029	860,000
2030	900,000
2031	950,000
2032	995,000
2033	1,045,000
2034	1,095,000
2035	1,150,000
2036	1,210,000

The Bonds will be in fully registered form, without coupons, and will be in denominations of $5,000 or any integral multiple thereof under a book-entry only system operated by The Depository Trust Company, New York, New York (*"DTC"*). Principal of and interest on the Bonds will be payable by Amalgamated Bank of Chicago, Chicago, Illinois (the *"Registrar"*). DTC will act as securities depository for the Bonds. Individual purchases of the Bonds will be made in book-entry form only, in the principal amount of $5,000 and any integral multiple thereof. Purchasers will not receive certificates representing their interest in the Bonds purchased unless the book-entry system is discontinued. See "BOOK-ENTRY ONLY SYSTEM" in the Preliminary Official Statement.

Interest on the Bonds will be payable each January 1 and July 1, commencing January 1, 2026.

The Bonds due on or after January 1, 2035, are subject to redemption prior to maturity at the option of the District, as a whole or in part, on any date on or after January 1, 2034, at the redemption price of par plus accrued interest to the redemption date.

BIDDING INSTRUCTIONS

Bids for the Bonds shall be submitted electronically via PARITY pursuant to this Official Notice of Sale until the time set for the sale of the Bonds as specified above, but no bid will be received after the respective time set as specified above for receiving bids for the Bonds. **Any prospective bidder that intends to submit a bid must submit its bid through PARITY. No in-person or faxed bids will be accepted.** Subscription to i-Deal's PARITY Competitive Bidding System is required in order to submit an electronic bid. The District will neither confirm any subscription nor be responsible for the failure of any prospective bidder to subscribe.

* The District reserves the right to increase or decrease the principal amount of each maturity of the Bonds on the Sale Date. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per $5,000 bond.

An electronic bid made through the facilities of PARITY shall be deemed to incorporate the provisions of this Official Notice of Sale and the Official Bid Form for the Bonds. Any such electronic bid shall be deemed to constitute an irrevocable offer to purchase the Bonds on the terms provided herein and shall be binding upon the Winning Bidder (as hereinafter defined). Bids submitted for the purchase of the Bonds will be accepted or rejected by the District on the Sale Date. The District shall not be responsible for any malfunction or mistake made by, or as a result of the use of, the facilities of PARITY, the use of such facilities being the sole risk of the prospective bidder.

Each proposal must be submitted on the Official Bid Form without alteration or change until 10:00 A.M. Central Time via Parity® in accordance with this Official Notice of Sale. If any provisions of this Official Notice of Sale shall conflict with any instructions or directions set forth in PARITY, the terms of this Official Notice of Sale shall control. For further information about PARITY, potential bidders may contact the Municipal Advisor or Ipreo at 1359 Broadway, 2nd Floor, New York, New York 10018, and by telephone at (212) 849-5021. All costs and expenses incurred by potential bidders in connection with their registration and submission of bids via PARITY (including any legal expenses) are the sole responsibility of the bidders, and the District is not responsible, directly or indirectly, for any of such costs or expenses.

DETERMINATION OF WINNING BID

The Bonds will be awarded to the single and best bidder (the *"Winning Bidder"*) whose bid will be determined upon the basis of the lowest True Interest Cost (*"TIC"*) at the rates designated in said bid from the dated date to the respective maturity dates after deducting the bid premium or adding the bid discount, if any. The TIC will be calculated as the rate which, when used in computing the present value of all payments of principal of and interest to be paid on the Bonds (commencing January 1, 2026, and semiannually on each January 1 and July 1 thereafter), produces an amount on the date of the Bonds (expected to be May 22, 2025) equal to the purchase price set forth in the bid. In the event of more than one proposal specifying the lowest TIC, the Bonds will be awarded to the bidder whose proposal is selected by lot from among all such proposals.

The District reserves the right to reject any or all bids. The District may also, at its sole discretion, waive any irregularity or informality in any bid.

BIDDING PARAMETERS

Each bid shall provide a schedule of interest rates on the Official Bid Form for the Bonds, as specified below. The bids shall state the rate or rates at which the Bonds shall bear interest in multiples of 1/8 or 1/20 of 1% or both. Bonds maturing in any one year must carry the same interest rate. For the Bonds, zero interest rates or rates higher than 5.00% are not permitted. Contingent bids are not permitted. The bid may provide for term bonds with sinking fund payments, with the maturities indicated on the Official Bid Form constituting sinking fund and respective final term maturity payments, at a redemption price of 100% of the principal amount thereof.

Each bid, to be considered, must contain a bid for all of the Bonds. **The minimum bid price for the Bonds is $10,000,000.00.** See "PROCEDURES RELATING TO DELIVERY OF THE BONDS" below. If the Bonds will be reoffered, the bids must also state the prices (exclusive of accrued interest) at which the bidder reasonably expects that the Bonds of each maturity initially shall be offered to the public (the *"Expected Initial Offering Price"*). Any Official Bid Form which is not fully completed and signed may be rejected at the option of the District.

The District reserves the right to adjust maturities and the aggregate principal amount of the Bonds. If the District elects to do so, it will notify the Winning Bidder of its intention within 60 minutes of the verbal award of the Bonds. The Winning Bidder's spread, in dollars per Bond, will be maintained and principal amounts will be adjusted.

Attorneys' fees, Rating Agency fees, Municipal Advisor fees, the cost of preparing and printing the Bonds, the fees of the Registrar, the cost of distributing the Official Notice of Sale, the Preliminary Official Statement and the Official Statement and miscellaneous expenses of the District incurred in connection with the offering and delivery of the Bonds shall all be the obligation of the District. The costs of issuance of the Bonds may be distributed by the Winning Bidder on behalf of the District from proceeds of the Bonds, and by submitting this bid, the Winning Bidder agrees to send (an) additional wire(s) at closing to distribute such costs if so requested by the District.

GOOD FAITH DEPOSIT

Although a good faith deposit is not required to submit a bid, the Winning Bidder is required to submit a certified or cashier's check on a solvent bank or trust company or a wire transfer (instructions for such a wire transfer will be provided by the District at the time of the award) for TWO PERCENT OF PAR payable to the School Treasurer who receives the taxes of the District as evidence of good faith of the Winning Bidder (the *"Deposit"*) not later than 3:30 P.M. Central Time on the next business day following the award. The Deposit of the Winning Bidder will be retained by the District pending delivery of the Bonds. The District may hold the proceeds of the Deposit or invest the same (at the District's risk) in obligations that mature at or before the delivery of the Bonds, until applied as follows: (a) at the delivery of the Bonds and upon compliance with the Winning Bidder's obligation to take up and pay for the Bonds, the full amount of the Deposit held by the District, without adjustment for interest, shall be applied toward the purchase price of the Bonds at that time, and the full amount of any interest earnings thereon shall be retained by the District and (b) if the Winning Bidder fails to take up and pay for the Bonds when tendered, the full amount of the Deposit plus any interest earnings thereon will be forfeited to the District as liquidated damages.

ESTABLISHMENT OF ISSUE PRICE

(a) The Winning Bidder shall assist the District in establishing the issue price of the Bonds and shall execute and deliver to the District at the closing of the Bonds an "issue price" or similar certificate setting forth the Expected Initial Offering Prices to the Public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications, substantially in the form attached hereto as *Exhibit A*, with such modifications as may be appropriate or necessary, in the reasonable judgment of the Winning Bidder, the District and Bond Counsel. All actions to be taken by the District under this Official Notice of Sale to establish the issue price of the Bonds may be taken on behalf of the District by the District's Municipal Advisor identified herein and any notice or report to be provided to the District may be provided to the District's Municipal Advisor. Within one hour of the award, the Winning Bidder will confirm to the District the Expected Initial Offering Prices of the Bonds which the Winning Bidder used in formulating its bid.

(b) The District intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the *"Competitive Sale Requirements"*) because:

(1) the District shall disseminate this Official Notice of Sale to potential Underwriters in a manner that is reasonably designed to reach potential Underwriters;

(2) all bidders shall have an equal opportunity to bid;

(3) the District may receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and

(4) the District anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest True Interest Cost), as set forth in this Official Notice of Sale.

Any bid submitted pursuant to this Official Notice of Sale shall be considered a firm offer for the purchase of the Bonds, as specified in the bid.

(c) In the event that the Competitive Sale Requirements are not satisfied, the District shall so advise the Winning Bidder. In such event, any bid proposal will not be subject to cancellation or withdrawal, and the District agrees to use the rules selected by the Winning Bidder on its bid form to determine the issue price for the Bonds. On the bid form, each bidder must select one of the following rules to establish the issue price of the Bonds: (i) the "10% Test" which will establish the issue price of a maturity of the Bonds as the first price at which 10% of a maturity of the Bonds is sold to the Public or (ii) the "Hold-the-Offering-Price Rule" which will establish the issue price of a maturity of the Bonds as the initial offering price to the Public as of the Sale Date of that maturity, in each case applied on a maturity-by-maturity basis. If the Winning Bidder selects the Hold-the-Offering-Price Rule, the Winning Bidder shall promptly advise the District, at or before the time of award of the Bonds, which maturities of the Bonds have not satisfied the 10% Test and will be subject to the Hold-the-Offering-Price Rule. *Bidders should prepare their bids on the assumption that some or all of the maturities of the Bonds will be subject to the Hold-the-Offering-Price Rule or the 10% Test as selected on the bid form, in order to establish the issue price of the Bonds.*

(d) *If the Competitive Sale Requirements are not satisfied and the Winning Bidder selects the Hold-the-Offering Price Rule*, then the Winning Bidder shall (i) confirm that the Underwriters have offered or will offer the Bonds to the Public on or before the date of award at the offering price or prices (the *"Initial Offering Price"*), or at the corresponding yield or yields, set forth in the bid submitted by the Winning Bidder, and (ii) agree, on behalf of the Underwriters participating in the purchase of the Bonds, that the Underwriters will neither offer nor sell unsold Bonds of any maturity to which the Hold-the-Offering-Price Rule shall apply to any person at a price that is higher than the Initial Offering Price to the Public during the period starting on the Sale Date (as hereinafter defined) and ending on the earlier of the following:

(1) the close of the fifth business day after the Sale Date; or

(2) the date on which the Underwriters have sold at least 10% of that maturity of the Bonds to the Public at a price that is no higher than the Initial Offering Price to the Public.

The Winning Bidder will advise the District promptly after the close of the fifth (5th) business day after the Sale Date whether it has sold 10% of that maturity of the Bonds to the Public at a price that is no higher than the Initial Offering Price to the Public. Within one hour of the award, the Winning Bidder will inform the District of the Initial Offering Price for each maturity of the Bonds.

(e) *If the Competitive Sale Requirements are not satisfied and the Winning Bidder selects the 10% Test*, until the 10% Test has been satisfied as to each maturity of the Bonds, the Winning Bidder agrees to promptly report to the District the prices at which the unsold Bonds of that maturity have been sold to the Public. That reporting obligation shall continue, whether or not the closing date has occurred, until either (i) all Bonds of that maturity have been sold to the Public or (ii) the 10% Test has been satisfied as to the Bonds of that maturity, provided that, the Winning Bidder's reporting obligation after the closing date may be at reasonable periodic intervals or otherwise upon request of the District or Bond Counsel. In addition, if the 10% Test has not been satisfied with respect to any maturity of the Bonds prior to closing, then the Winning Bidder shall provide the District with a representation as to the price or prices as of the date of closing at which the Winning Bidder reasonably expects to sell the remaining Bonds of such maturity.

(f) The District acknowledges that, in making the representations set forth above, the Winning Bidder will rely on (i) the agreement of each Underwriter to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Bonds, as set forth in an agreement among Underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Bonds to the Public, the agreement of each dealer who is a member of the selling group to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Bonds, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an Underwriter or dealer who is a member of the selling group is a party to a third-party distribution agreement that was employed in connection with the initial sale of the Bonds to the Public, the agreement of each broker-dealer that is a party to such agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Bonds, as set forth in the third-party distribution agreement and the related pricing wires. The District further acknowledges that each Underwriter shall be solely liable for its failure to comply with its agreement regarding the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Bonds, and that no Underwriter shall be liable for the failure of any other Underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Bonds.

(g) By submitting a bid, each bidder confirms that: (i) any agreement among Underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such third-party distribution agreement, as applicable, (A)(i) to report the prices at which it sells to the Public the unsold Bonds of each maturity allocated to it, whether or not the closing date has occurred, until either all Bonds of that maturity allocated to it have been sold to the Public or it is notified by the Winning Bidder that the 10% Test has been satisfied as to the Bonds of that maturity, provided that, the reporting obligation after the closing date may be at reasonable periodic intervals or otherwise upon request of the Winning Bidder and (ii) comply with the Hold-the-Offering-Price Rule, if applicable, if and for so long as directed by the Winning Bidder and as set forth in the related pricing wires, which shall be until the 10% Test has been satisfied as to the Bonds of that maturity or until the close of business on the fifth (5th) business day following the award; (B) to promptly notify the Winning Bidder of any sales of Bonds that, to its knowledge, are made to a purchaser who is a Related Party to an Underwriter participating in the initial sale of the Bonds to the Public (each such term being used as defined below); and (C) to acknowledge that, unless otherwise advised by the Underwriter, dealer or broker-dealer, the Winning Bidder shall assume that each order submitted by the Underwriter, dealer or broker-dealer is a sale to the Public, and (ii) any agreement among Underwriters or selling group agreement relating to the initial sale of the Bonds to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter or dealer that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Bonds to the Public to require each broker-dealer that is a party to such third-party distribution agreement to (A) report the prices at which it sells to the Public the unsold Bonds of each maturity allocated to it, whether or not the closing date has occurred, until either all Bonds of that maturity allocated to it have been sold or it is notified by the Winning Bidder or such Underwriter that the 10% Test has been satisfied as to the Bonds of that maturity, provided that the reporting obligation after the closing date may be at reasonable periodic intervals or otherwise upon request of the Winning Bidder or such Underwriter, and (B) comply with the Hold-the-Offering-Price Rule, if applicable, if and for so long as directed by the Winning Bidder or the Underwriter and as set forth in the related pricing wires, which shall be at least until the 10% Test has been satisfied as to the Bonds of that maturity or until the close of business on the fifth (5th) business day following the date of the award.

(h) Sales of any Bonds to any person that is a Related Party to an Underwriter participating in the initial sale of the Bonds to the Public shall not constitute sales to the Public for purposes of this Official Notice of Sale. Further, for purposes of the language under this caption of this Official Notice of Sale, titled "ESTABLISHMENT OF ISSUE PRICE":

(i) "Public" means any person other than an Underwriter or a Related Party,

(ii) a purchaser of any of the Bonds is a "Related Party" to an Underwriter if the Underwriter and the purchaser/Winning Bidder are subject, directly or indirectly, to (A) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (B) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (C) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other),

(iii) "Sale Date" means the date the Bonds are awarded by the District to the Winning Bidder, such date with respect to the Bonds being May 5, 2025, and

(iv) "Underwriter" means (A) any person that agrees pursuant to a written contract with the District (or with the lead Underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public).

TAX EXEMPTION AND CLOSING TRANSCRIPT

At the time of delivery of the Bonds, Bond Counsel will furnish to the Winning Bidder its approving legal opinion that, subject to compliance by the District with certain covenants, under present law, in the opinion of Bond Counsel, interest on the Bonds is excludible from gross income of the owners thereof for federal income tax purposes and is not includible as an item of tax preference in computing the federal alternative minimum tax for individuals, as more fully discussed under the heading "TAX EXEMPTION" in the Preliminary Official Statement. Interest on the Bonds may affect the corporate alternative minimum tax for certain corporations. Interest on the Bonds is not exempt from present State of Illinois income taxes. The proposed form of opinion of Bond Counsel is set forth in Appendix B to the Preliminary Official Statement.

Bond Counsel will also furnish to the Winning Bidder a complete, certified transcript of all proceedings in connection with the issuance of the Bonds, which shall include a non-litigation certificate of the District affirming that there is no litigation pending or threatened as to the validity of or security for the Bonds.

BOND RATING

Moody's Investors Service, New York, New York, has assigned the Bonds a rating of "Aaa."

BOOK-ENTRY ONLY

The Bonds will be issued as fully-registered Bonds without coupons and, when issued, will be registered in the name of Cede & Co., as nominee for DTC. DTC will act as securities depository for the Bonds. A single Bond certificate for each maturity of the Bonds will be issued to DTC and immobilized in its custody. Individual purchases may be made in book-entry-only form only through DTC participants, in the principal amount of $5,000 and integral multiples thereof. Individual purchasers will not receive certificates evidencing their ownership of the Bonds purchased. The Winning Bidder shall be required to deposit the Bond certificates with DTC as a condition to delivery of the Bonds. The District will make payments of principal and interest on the Bonds to DTC or its nominee as registered owner of the Bonds in same-day funds. Transfer of those payments to participants of DTC will be the responsibility of DTC; transfer of the payments to beneficial owners by DTC participants will be the responsibility of such participants and other nominees of beneficial owners all as required by DTC rules and procedures. No assurance can be given by the District that DTC, its participants and other nominees of beneficial owners will make prompt transfer of the payments as required by DTC rules and procedures. The District assumes no liability for failures of DTC, its participants or other nominees to promptly transfer payments to beneficial owners of the Bonds.

In the event that the securities depository relationship with DTC for the Bonds is terminated and the District does not appoint a successor depository, the District will prepare, authenticate and deliver, at its expense, fully-registered Bond certificates in the denomination of $5,000 or an integral multiple thereof in the aggregate principal amount of the Bonds of the same maturities then outstanding to the beneficial owners of the Bonds.

CUSIP NUMBERS

It is intended that CUSIP numbers will be printed on the Bonds, but neither the failure to print or type such number on any Bonds nor any error with respect thereto shall constitute cause for a failure or refusal by the Winning Bidder to accept delivery of and make payment for the Bonds. The Municipal Advisor shall request assignment of CUSIP numbers, and all expenses related to the assignment or printing of CUSIP numbers, including CUSIP Service Bureau charges for the assignment of said numbers, shall be the responsibility of and shall be paid by the Winning Bidder.

CONTINUING DISCLOSURE

The District covenants and agrees to enter into a written agreement or contract constituting an undertaking (the *"Undertaking"*) to provide ongoing disclosure about the District for the benefit of the beneficial owners of the Bonds on or before the date of delivery of the Bonds as required under Section (b)(5) of Rule 15c2-12 (the *"Rule"*) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934. The Undertaking shall be as described in the Preliminary Official Statement, with such changes as may be agreed to in writing by the Winning Bidder. The District has not failed to comply in all material respects with each and every undertaking previously entered into by it pursuant to the Rule. The Winning Bidder's obligation to purchase the Bonds shall be conditional upon the District delivering the Undertaking on or before the date of delivery of the Bonds.

OFFICIAL STATEMENT

The District certifies that the Preliminary Official Statement was final as of the date thereof for purposes of the Rule, except for the omission of the offering prices or yields, the interest rates, any other terms or provisions required by the District specified in the bid, ratings, other terms of the Bonds depending on such matters, and the identity of the Winning Bidder. Upon the sale of the Bonds, the District will publish an Official Statement in substantially the same form as the Preliminary Official Statement, subject to minor additions, deletions and revisions as required to complete the Preliminary Official Statement. By submission of its bid, the Winning Bidder will be deemed to have certified that it has obtained and reviewed the Preliminary Official Statement. Promptly after the Sale Date, but in no event later than seven business days after the Sale Date, the District will provide the Winning Bidder with an electronic copy of the final Official Statement. The Winning Bidder agrees to supply to the District all information necessary to complete the Official Statement within 48 hours after the award.

MISCELLANEOUS ITEMS

The District reserves the right to reject any or all bids and to determine the best bid in its sole discretion, and to waive any informality in any bid. Additionally, the District reserves the right to modify or amend this Official Notice of Sale; however, any such modification or amendment shall, to the extent practicable, not be made less than twenty-four (24) hours prior to the date and time for receipt of bids on the Bonds and any such modification or amendment will be announced on the Amendments Page of the Parity® webpage.

By submitting a bid, each bidder makes the representation that it understands that Chapman and Cutler LLP, Chicago, Illinois (*"Chapman"*), serving as Bond Counsel and as Disclosure Counsel to the District, represents the District in the Bond transaction and, if such bidder has retained Chapman in an unrelated matter, such bidder represents that the signatory to the bid is duly authorized to, and does consent to and waive for and on behalf of such bidder any conflict of interest of Chapman arising from any adverse position to the District in this matter; such consent and waiver shall supersede any formalities otherwise required in any separate understandings, guidelines or contractual arrangements between the bidder and Chapman.

The Bonds will be delivered to the Winning Bidder against full payment in immediately available funds as soon as they can be prepared and executed, which is expected to be May 22, 2025. Should delivery, however, be delayed beyond forty-five (45) days from the Sale Date for any reason beyond the control of the District except failure of performance by the Winning Bidder, the District may cancel the award or the Winning Bidder may withdraw the Deposit and thereafter the Winning Bidder's interest in and liability for the Bonds will cease.

ADDITIONAL INFORMATION

The Preliminary Official Statement and the Official Bid Form, together with other pertinent information and the Bond Resolution, may be obtained from the District or from Raymond James & Associates, Inc., Municipal Advisor to the District: Elizabeth Hennessy at (312) 612-7641 or Elizabeth.Hennessy@RaymondJames.com.

BY ORDER OF THE BOARD OF EDUCATION OF LAKE FOREST SCHOOL DISTRICT NUMBER 67, LAKE COUNTY, ILLINOIS, dated this 28th day of April, 2025.

/s/ Dr. Jennifer Hermes
Chief Operating Officer/CSBO, Lake Forest School District Number 67, Lake County, Illinois

Raymond James & Associates, Inc.
550 West Washington Street, Suite 1650
Chicago, IL 60661-2511
Attention: Elizabeth Hennessy
TELEPHONE: (312) 612-7641

EXHIBIT A

FORM OF CERTIFICATE OF PURCHASER

(To be provided by the District for execution and delivery by the Winning Bidder prior to closing)

STATE OF _______)
) SS
COUNTY OF ______)

CERTIFICATE OF PURCHASER

The undersigned, on behalf of _________________ (the *"Purchaser"*), hereby certifies as set forth below with respect to the sale and issuance of the $_________ General Obligation School Bonds, Series 2025A (the *"Bonds"*), of Lake Forest School District Number 67, Lake County, Illinois (the *"District"*).

I. GENERAL

On the Sale Date, the Purchaser purchased the Bonds from the District by submitting electronically an "Official Bid Form" responsive to an "Official Notice of Sale" and having its bid accepted by the District. The Purchaser has not modified the terms of the purchase since the Sale Date.

II. PRICE

Competitive Sale – 3 Bids Received

Reasonably Expected Initial Offering Price.

(a) As of the Sale Date, the reasonably expected initial offering prices of the Bonds to the Public by the Purchaser are the prices listed in *Exhibit A* (the *"Expected Offering Prices"*). The Expected Offering Prices are the prices for the Maturities of the Bonds used by the Purchaser in formulating its bid to purchase the Bonds. Attached as *Exhibit B* is a true and correct copy of the bid provided by the Purchaser to purchase the Bonds.

(b) The Purchaser was not given the opportunity to review other bids prior to submitting its bid.

(c) The bid submitted by the Purchaser constituted a firm offer to purchase the Bonds.

3 Bids Not Received – At Least 10% of Each Maturity Sold by Closing

As of the date of this Bond, for each Maturity of the Bonds, the first price at which at least 10% of such Maturity of the Bonds was sold to the Public is the respective price listed in *Exhibit A* (the *"First Sale Price"*).

3 Bids Not Received – At Least 10% of Certain Maturities Not Sold by Closing; Expected First Sale Price

1. As of the date of this certificate, for each of the ___________ Maturities of the Bonds, the first price at which at least 10% of such Maturity of the Bonds was sold to the Public is the respective price listed in *Exhibit A* (the *"First Sale Price"*).

2. Expected First Sale Price.

With respect to each of the ____________ Maturities of the Bonds:

(a) As of the date of this certificate, the Purchaser has not sold at least 10% of the Bonds of this Maturity at any price.

(b) As of the date of this certificate, the Purchaser reasonably expects that the first sale to the Public of an amount of Bonds of this Maturity equal to 10% or more of this Maturity will be at or below the Expected Sale Price listed on the attached *Exhibit A* (the *"Expected First Sale Price"*).

3 Bids Not Received – At Least 10% of Certain Maturities Not Sold by Closing; Hold-the-Offering-Price Rule

1. As of the date of this certificate, for each of the General Rule Maturities, the first price at which at least 10% of such Maturity of the Bonds was sold to the Public is the respective price listed in *Exhibit A* (the *"First Sale Price"*).

2. (a) The Purchaser offered the Hold-the-Offering-Price Maturities to the Public for purchase at the respective initial offering prices listed in *Exhibit A* (the *"Initial Offering Prices"*) on or before the Sale Date. A copy of the pricing wire or equivalent communication for the Bonds is attached to this certificate as *Exhibit B*.

(b) As set forth in the Official Notice of Sale and the Official Bid Form, the Purchaser has agreed in writing that, (i) for each Maturity of the Hold-the-Offering-Price Maturities, it would neither offer nor sell any of the Bonds of such Maturity to any person at a price that is higher than the Initial Offering Price for such Maturity during the Holding Period for such Maturity (the *"Hold-the-Offering-Price Rule"*), and (ii) any selling group agreement would contain the agreement of each dealer who is a member of the selling group, and any third-party distribution agreement would contain the agreement of each broker-dealer who is a party to the third-party distribution agreement, to comply with the Hold-the-Offering-Price Rule.

(c) No Underwriter (as defined below) has offered or sold any Bonds of any Maturity of the Hold-the-Offering-Price Maturities at a price that is higher than the respective Initial Offering Price for that Maturity during the Holding Period.

III. DEFINED TERMS

[1. *"General Rule Maturities"* means those Maturities of the Bonds not listed in *Exhibit A* hereto as the "Hold-the-Offering-Price Maturities."]

[2. *"Hold-the-Offering-Price Maturities"* means those Maturities of the Bonds listed in *Exhibit A* hereto as the "Hold-the-Offering-Price Maturities."]

[3. *"Holding Period"* means, with respect to a Hold-the-Offering-Price Maturity, the period starting on the Sale Date and ending on the earlier of (i) the close of the fifth business day after the Sale Date (said fifth business day being ___________, 2025), or (ii) the date on which the Purchaser has sold at least 10% of such Hold-the-Offering-Price Maturity to the Public at prices that are no higher than the Initial Offering Price for such Hold-the-Offering-Price Maturity.]

4. *"Maturity"* means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate maturities.

5. *"Public"* means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a Related Party to an Underwriter.

6. A person is a *"Related Party"* to an Underwriter if the Underwriter and the person are subject, directly or indirectly, to (i) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other).

7. *"Sale Date"* means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is May 5, 2025.

8. "*Underwriter"* means (i) any person that agrees pursuant to a written contract with the District (or with the Underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents the Purchaser's interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the District with respect to certain of the representations set forth in its documents and with respect to compliance with the federal income tax rules affecting the Bonds, and by Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel, in connection with rendering its opinion concerning interest on the Bonds, the preparation of Internal Revenue Service Form 8038-G, and other federal income tax advice it may give to the District from time to time relating to the Bonds.

IN WITNESS WHEREOF, I hereunto affix my signature, this ____ day of __________, 2025.

________________________,
___________, __________

By:__________________________________
Title:______________________________

EXHIBIT A

The Bonds are dated ________, 2025, and are due on the dates and in the amounts, bear interest at the rates and were sold and offered to the Public as described in the attached Certificate of Purchaser at the prices, in percentages and dollars, as follows:

HOLD-THE-OFFERING-PRICE MATURITY IF MARKED (*)	MATURITY DATE	PRINCIPAL AMOUNT ($)	INTEREST RATE (%)	[[EXPECTED OFFERING] [INITIAL OFFERING] [EXPECTED FIRST SALE] PRICE (% OF PAR)]	[[EXPECTED OFFERING] [INITIAL OFFERING] [EXPECTED FIRST SALE] PRICE ($)]	[FIRST SALE PRICE OF AT LEAST 10% (% OF PAR)]	[FIRST SALE PRICE OF AT LEAST 10% ($)]	TOTAL ISSUE PRICE ($)
	Total							

[EXHIBIT B

[PURCHASER'S BID][PRICING WIRE]]

OFFICIAL BID FORM

Board of Education
Lake Forest School District Number 67, Lake County, Illinois

Sale Date and Time: May 5, 2025
10:00 A.M. Central Time

Ladies and Gentlemen:

For the principal amount of $9,805,000* General Obligation School Bonds, Series 2025A (the *"Bonds"*), of Lake Forest School District Number 67, Lake County, Illinois (the *"District"*), legally issued and as described in the Official Notice of Sale, we will pay the District $___________ (no less than $10,000,000.00), based on the total principal of $9,805,000,* provided the Bonds bear the following interest rates (not in excess of 5.00%). In making this offer, we accept the terms and conditions set forth in the Official Notice of Sale, dated April 28, 2025.

HOLD-THE-OFFERING-PRICE MATURITY IF MARKED (*)	MATURITY DATE (JANUARY 1)	PRINCIPAL AMOUNT*	RATE	EXPECTED INITIAL OFFERING PRICE/YIELD
	2027	$ 780,000	%	%
	2028	820,000	%	%
	2029	860,000	%	%
	2030	900,000	%	%
	2031	950,000	%	%
	2032	995,000	%	%
	2033	1,045,000	%	%
	2034	1,095,000	%	%
	2035	1,150,000	%	%
	2036	1,210,000	%	%

The Bonds due on or after January 1, 2035, are subject to redemption prior to maturity at the option of the District, as a whole or in part, on any date on or after January 1, 2034, at the redemption price of par plus accrued interest to the redemption date.

We hereby specify that the following Bonds be designated and aggregated into term bonds maturing on January 1 of the following years and in the following amounts (leave blank if no term bonds are specified):

MATURITIES DESIGNATED AND AGGREGATED	YEAR OF TERM BOND MATURITY	PRINCIPAL AMOUNT
20__ through 20__	____	$____________
20__ through 20__	____	____________
(add additional term bonds as appropriate)		

This bid is a firm offer for the purchase of the Bonds identified in the Official Notice of Sale, on the terms set forth in this bid form and the Official Notice of Sale, and is not subject to any conditions, except as permitted by the Official Notice of Sale. By submitting this bid, we confirm that we have an established industry reputation for underwriting new issuances of municipal bonds. If the Competitive Sale Requirements are not met, we select the following rule to establish the issue price of the maturities of the Bonds for which 10% is not sold to the Public on the date hereof, applied on a maturity-by-maturity basis:

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* The District reserves the right to increase or decrease the principal amount of each maturity of the Bonds on the Sale Date. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per $5,000 bond.

_______ 10% Test: the first price at which 10% of a maturity of the Bonds is sold to the Public for the following maturities: ____________________________

_______ Hold-the-Offering-Price Rule: the Initial Offering Price of that maturity for the following maturities: ____________________________

The Bonds are to be accompanied by the unqualified approving legal opinions of Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel, and a certificate evidencing that no litigation is pending against the District which will affect the validity or security of the Bonds. Attorneys' fees, Rating Agency fees, Municipal Advisor fees, the cost of preparing and printing the Bonds, the fees of the Registrar, the cost of distributing the Official Notice of Sale, the Preliminary Official Statement and the Official Statement and miscellaneous expenses of the District incurred in connection with the offering and delivery of the Bonds shall all be the obligation of the District. The costs of issuance of the Bonds may be distributed by the Winning Bidder on behalf of the District from proceeds of the Bonds and by submitting this bid, we agree to send (an) additional wire(s) at closing to distribute such costs if so requested by the District.

NOT PART OF THE BID:
Explanatory Note: According to our computation, this bid involves the following:

Par Amount	$____________*
Reoffering Premium	____________
Original Issue Discount	(_________)
Underwriter's Discount	(_________)
Price for Bonds	$__________

TIC: ___________%
True Interest Cost (from May 22, 2025)

Respectfully submitted,

Account Manager
(A list of account members is attached.)

By_____________________________________
Signature: ______________________________
Print Name: _____________________________
Telephone: ______________________________
Fax: ___________________________________
Email: __________________________________

****

The foregoing offer is hereby accepted this 5th day of May, 2025, by the Board of Education of Lake Forest School District Number 67, Lake County, Illinois, and in recognition thereof is signed by the official of the District empowered and authorized to make such acceptance.

____
Chief Operating Officer/CSBO, Lake Forest School District Number 67, Lake County, Illinois