

**SPARTA COMMUNITY UNIT  
SCHOOL DISTRICT #140  
SPARTA, ILLINOIS**

**AUDITED FINANCIAL STATEMENTS  
ANNUAL FINANCIAL REPORT**

For the Year Ended June 30, 2025

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## INDEPENDENT AUDITORS' REPORT

To the Board of Education of  
Sparta Community Unit School District #140

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the accompanying modified cash basis financial statements of the governmental activities and each major fund of the Sparta Community Unit School District #140, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Sparta Community Unit School District #140's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above [present fairly], in all material respects, the respective modified cash basis financial position of the governmental activities and each major fund of the Sparta Community Unit School District #140, as of June 30, 2025, and the respective changes in modified cash basis financial position, and where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Sparta Community Unit School District #140, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### *Emphasis of Matter - Basis of Accounting*

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

#### *Responsibilities of Management for the Financial Statements*

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

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. 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 Sparta Community Unit School District #140'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 Sparta Community Unit School District #140'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.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sparta Community Unit School District #140's basic financial statement. The accompanying schedule of expenditures of federal awards and the consolidated year-end financial report, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards*, 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and the consolidated year-end financial report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the combining schedules of assets, liabilities and fund balances, the combining schedules of revenues received, expenditures disbursed, and changes in fund balances, and the budgetary comparison schedules and related notes but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 10, 2025, on our consideration of the Sparta Community Unit School District #140'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 Sparta Community Unit School District #140's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Sparta Community Unit School District #140's internal control over financial reporting and compliance.

*F.E.W. CPAs*

F.E.W. CPAs  
Columbia, Illinois  
October 10, 2025

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 STATEMENT OF NET POSITION - MODIFIED CASH BASIS  
 JUNE 30, 2025

	Governmental Activities
<b>ASSETS</b>	
Cash and cash equivalents	\$ 24,807,495
Investments	<u>102,221</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 24,909,716</u></b>
<b>LIABILITIES</b>	
None	<u>\$ -</u>
<b>TOTAL LIABILITIES</b>	<b><u>\$ -</u></b>
<b>NET POSITION</b>	
Restricted	
Student activity	\$ 254,017
Transportation	1,202,175
Municipal retirement and social security	1,645,913
Working cash	3,685,500
Debt service	2,072,225
Site construction	3,443,450
Fire and safety	2,276,745
Unrestricted	<u>10,329,691</u>
<b>TOTAL NET POSITION</b>	<b><u>\$ 24,909,716</u></b>

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

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS  
 FOR THE YEAR ENDED JUNE 30, 2025

FUNCTIONS/PROGRAMS Governmental activities:	Program Revenues				Capital Grants and Contributions	Governmental Activities
	Expenditures		Charges for Services and Sales	Operating Grants and Contributions		
	Charges for Services and Sales	Operating Grants and Contributions	Charges for Services and Sales	Operating Grants and Contributions		
Instruction	\$ 4,969,800	\$ 11,376	\$ 1,451,251	\$ 654,666	-	\$ (3,507,173)
Regular programs	2,009,818	-	-	-	-	(1,355,152)
Special education programs	1,492,247	320,054	-	-	-	(1,172,193)
Other instructional programs						
Support services						
Pupils	249,153	-	-	-	-	(249,153)
Instructional staff	290,281	-	-	-	-	(290,281)
General administration	681,619	-	-	-	-	(681,619)
School administration	917,506	-	-	-	-	(917,506)
Business services	10,113,257	888,064	732,197	-	-	(8,492,996)
Central services	295,607	-	-	-	-	(295,607)
Community services	42,270	-	-	-	-	(42,270)
Nonprogrammed charges	1,084,354	-	-	-	-	(1,084,354)
Debt service						
Interest and fiscal charges	1,079,022	-	-	-	-	(1,079,022)
Principal	5,785,000	-	-	-	-	(5,785,000)
Total governmental activities	<u>\$ 29,009,934</u>	<u>\$ 1,219,494</u>	<u>\$ 2,838,114</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(24,952,326)</u>
General revenues:						
Property taxes, levied for general purpose					4,825,280	
Property taxes, levied for debt service					994,165	
Replacement taxes					794,214	
Facility sales tax					949,011	
TIF revenue					435,459	
Interest income					991,911	
Grants and contributions not restricted to specific purposes					7,060,125	
Bond proceeds					13,550,000	
Premium on issuance					1,255,902	
Other					387,141	
Total general revenues					<u>31,243,208</u>	
Changes in net position					<u>6,290,882</u>	
Net position - beginning					<u>18,618,834</u>	
Net position - ending					<u><u>\$ 24,909,716</u></u>	

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

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 STATEMENT OF ASSETS, LIABILITIES AND  
 FUND BALANCES - MODIFIED CASH BASIS  
 GOVERNMENTAL FUNDS  
 JUNE 30, 2025

	Special Revenue Funds						Capital Projects Fund	Total
	Municipal	Transportation Fund	Working Fund	Cash Fund	Immunity Fund	Tort Fund		
ASSETS	General Fund	Retirement and Social Security Fund	Working Fund	Cash Fund	Immunity Fund	Tort Fund	Capital Projects Fund	Total
Cash and cash equivalents	\$ 10,481,487	\$ 1,202,175	\$ 1,645,913	\$ 3,685,500	\$ -	\$ 2,072,225	\$ 5,720,195	\$ 24,807,495
Investments	102,221	-	-	-	-	-	-	102,221
<b>TOTAL ASSETS</b>	<b>\$ 10,583,708</b>	<b>\$ 1,202,175</b>	<b>\$ 1,645,913</b>	<b>\$ 3,685,500</b>	<b>\$ -</b>	<b>\$ 2,072,225</b>	<b>\$ 5,720,195</b>	<b>\$ 24,909,716</b>
<b>LIABILITIES AND FUND BALANCES</b>								
LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
None								
Total liabilities	-	-	-	-	-	-	-	-
FUND BALANCES								
Restricted	254,017	1,202,175	1,645,913	3,685,500	-	2,072,225	5,720,195	14,580,025
Unassigned	10,329,691	-	-	-	-	-	-	10,329,691
Total fund balances	10,583,708	1,202,175	1,645,913	3,685,500	-	2,072,225	5,720,195	24,909,716
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 10,583,708</b>	<b>\$ 1,202,175</b>	<b>\$ 1,645,913</b>	<b>\$ 3,685,500</b>	<b>\$ -</b>	<b>\$ 2,072,225</b>	<b>\$ 5,720,195</b>	<b>\$ 24,909,716</b>

43 mil  
Prior Year

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
RECONCILIATION OF THE STATEMENT OF ASSETS, LIABILITIES  
AND FUND BALANCES - MODIFIED CASH BASIS - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION - MODIFIED CASH BASIS  
JUNE 30, 2025

Total fund balance - governmental funds \$ 24,909,716

Amounts reported for *governmental activities* in the statement of net position are different than amounts reported in the balance sheet for governmental funds due to the following items:

None

Net position of governmental activities \$ 24,909,716

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

STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES  
IN FUND BALANCES - MODIFIED CASH BASIS - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2025

	General Fund	Transportation Fund	Special Revenue Funds			Debt Service Fund	Capital Projects Fund	Total
			Municipal Retirement and Social Security Fund	Working Cash Fund	Tort Immunity Fund			
<b>REVENUES</b>								
Local sources								
Property taxes	\$ 3,592,556	\$ 384,399	\$ 677,466	\$ 29,779	\$ 12,124	\$ 994,165	\$ 138,556	\$ 5,189,445
Replacement tax	794,214	-	-	-	-	-	-	794,214
Facility sales tax	424,166	29,226	61,381	144,769	1,779	99,893	949,011	949,011
Interest earned	126,325	-	-	-	-	-	230,697	99,911
Food services	1,342,071	-	-	-	-	-	-	1,342,071
Other local	6,530,125	540,000	-	-	-	-	-	7,060,125
State sources	744,600	676,780	-	-	-	-	-	1,421,380
Unrestricted grants-in-aid								
Restricted grants-in-aid								
Federal sources								
Restrictive grants-in-aid								
Total direct revenues	1,990,432	-	1,630,405	739,247	174,548	13,903	1,094,058	1,990,432
15,524,489	1,630,405	739,247	174,548	13,903	1,094,058	1,318,264	20,494,914	20,494,914
Revenues for on-behalf sources	3,083,534	-	-	-	-	-	-	3,083,534
Total revenues	18,608,023	1,630,405	739,247	174,548	13,903	1,094,058	1,318,264	23,578,448
<b>EXPENDITURES</b>								
Instruction	4,907,447	-	62,353	-	-	-	-	4,969,800
Regular programs	1,894,127	-	115,691	-	-	-	-	2,009,818
Special education programs	1,453,501	-	38,646	-	-	-	-	1,492,247
Other instructional programs	8,235,173	-	216,690	-	-	-	-	8,471,465
Total instruction								
Support services								
Pupils	228,028	-	15,795	-	5,330	-	-	249,153
Instructional staff	289,984	-	297	-	50,066	-	-	290,181
General administration	602,484	-	29,069	-	-	-	-	68,1619
School administration	888,376	-	29,130	-	-	-	-	917,506
Business services	2,736,326	1,407,870	155,068	-	-	-	-	10,113,257
Central services	279,379	-	16,128	-	-	-	-	295,607
Total support services	5,024,677	1,407,870	245,487	-	55,396	-	-	12,547,323
Community services	41,504	-	766	-	-	-	-	42,270
Nonprogrammed charges	1,084,354	-	-	-	-	-	-	1,084,354
Debt service	-	-	-	-	-	-	-	6,377,153
Total direct expenditures	14,405,710	1,407,870	462,943	-	55,396	3,164,005	9,227,141	28,722,065
Disbursements for on-behalf payments	3,083,534	-	-	-	-	-	-	3,083,534
Total expenditures	17,489,244	1,407,870	462,943	-	55,396	3,164,005	9,227,141	31,806,599
Excess (deficiency) of revenues over expenditures	1,118,779	222,535	276,304	174,548	(41,493)	(2,069,947)	(7,908,877)	(8,228,151)
<b>OTHER FINANCING SOURCES (USES)</b>								
Bond proceeds	-	-	-	-	-	605,000	12,945,000	13,550,000
Premium on issuance	-	-	-	-	-	-	1,255,902	1,255,902
Bond issuance costs	-	-	-	-	-	(31,864)	(255,005)	(286,669)
Transfers	-	-	-	-	-	1,157,761	(1,157,761)	-
Total other financing sources (uses)						1,730,897	12,788,136	14,519,033
Net change in fund balances	1,118,779	222,535	276,304	174,548	(41,493)	(339,050)	4,879,259	6,290,882
Fund balances, beginning of year	9,464,929	979,640	1,369,609	3,510,952	41,493	2,411,275	840,936	18,618,834
Fund balances, end of year	\$ 10,583,708	\$ 1,202,175	\$ 1,645,913	\$ 3,685,510	\$ -	\$ 2,072,255	\$ 5,720,195	\$ 24,509,716

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

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
RECONCILIATION OF THE STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED  
AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS - GOVERNMENTAL  
FUNDS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS  
FOR THE YEAR ENDED JUNE 30, 2025

Net change in fund balances - governmental funds \$ 6,290,882

Amounts reported for *governmental activities* in the statement of activities are  
different because:

None

Change in net position of governmental activities \$ 6,290,882

increase  
in cash  
from prior  
year -  
Solar Project

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The District's accounting policies conform to the modified cash basis of accounting as described below. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

Entity

The Board of Education, comprised of seven elected individuals, is the primary governing authority for the District. As required under the modified cash basis of accounting, these financial statements present the results of the District's cash transactions.

The District has developed criteria to determine whether outside agencies with activities that benefit the District should be included within its financial reporting entity. The criteria for including organizations within the District, as set forth in GASB No. 14, "The Financial Reporting Entity," is financial accountability.

The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approved the budget, the issuance of debt or the levying of taxes. The District has no component units.

Government-Wide and Fund Financial Statements

The government-wide financial statements report financial information for the District as a whole excluding fiduciary activities of the District such as Student Activity Agency Funds. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers. The District does not maintain any business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) operating grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The District reports the following major governmental funds:

The General Fund is the District's main operating fund. The fund is used to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects that are legally restricted to cash disbursements for specified purposes. The major special revenue funds are the Transportation Fund, Municipal Retirement and Social Security Fund, Working Cash Fund, and Tort Immunity Fund.

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

The Debt Service Fund (Bond and Interest Fund) accounts for and reports financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds.

The Capital Projects Fund accounts for and reports financial resources to be used restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities. The capital project funds are the Fire Prevention and Life Safety Fund and the Site Construction Fund.

**Fund Accounting**

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

Funds are classified into one category: governmental.

Governmental Funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities (arising from cash transactions) are accounted for through governmental funds.

The General Fund, which consists of the Educational Fund and the Operations, Building and Maintenance Fund, is the main operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. The Special Education Levy, and Lease Levy are also included in these funds.

Special Revenue Funds, which include the Transportation Fund, Municipal Retirement and Social Security Fund, Working Cash Fund, and Tort Immunity Fund are used to account for cash received from specific sources (other than those accounted for in the Debt Service Fund, Capital Projects Fund or Fiduciary Funds) that are legally restricted to cash disbursements for specified purposes. The Working Cash Fund accounts for financial resources held by the District to be used for temporary loans to other funds.

The Debt Service Fund (Bond and Interest Fund) accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

The Capital Projects Fund, which includes the Site Construction Fund and Fire Prevention and Life Safety Fund, accounts for financial resources to be used for the acquisition or construction of major capital facilities.

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus. The government-wide financial statements are reported using the modified cash basis of accounting. The modifications to the cash basis are investments and unremitted withholdings. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants and donations. Revenue from property taxes, grants and donations are recognized when received consistent with the cash basis of accounting.

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified cash basis of accounting, which is described in the previous paragraph. Capital asset acquisitions are reported as expenditures in the governmental funds and the government-wide financial statements. Proceeds from long-term debt and finance lease are reported as other financial sources.

**Cash, Cash Equivalents and Investments**

The District's cash includes demand deposits. The District considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Short-term investments are reported at cost which approximates fair value. Cash deposits are reported at carrying amount, which reasonably estimates fair value.

Certificates of deposit held at local banks with an original maturity of more than three months are valued at cost and labeled as certificates of deposit in the financial statements.

Investments, including certificates of deposit held at brokerage firms are reported at fair value. Donated investments are recognized as contributions at their fair value on the date of donation.

**Use of Estimates**

The preparation of financial statements in conformity with the modified cash basis of accounting used by the District requires management to make estimates and assumptions that affect the reported amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Capital Assets**

Capital assets include property, plant, and equipment. Under the modified cash basis of accounting used by the District, capital acquisitions are not recorded as assets. At the time of purchase, assets are recorded as expenditures disbursed in the Governmental or Activity Funds. Depreciation accounting is not considered applicable (except to determine the per capita tuition charge).

**Compensated Absences**

Teachers and school building office personnel are paid only for the number of days they are required to work and do not receive paid vacations. Principals, administrative and maintenance personnel are granted vacation leave in varying amounts. Vacation pay is charged to operations when paid to the employees of the District.

Employees can accumulate unused sick leave. Accumulated sick leave is not reimbursable upon termination. Since the employees' accumulating rights to receive compensation for future absences are contingent upon the absences being caused by future illnesses, for which amounts cannot be reasonably estimated, a liability for unused sick leave has not been calculated.

**Common Bank Account**

Separate bank accounts are not maintained for all District funds, instead, certain funds maintain their uninvested cash balances in a common checking account with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Occasionally, certain funds participating in the common bank account will incur overdrafts (deficits) in the account. The overdrafts result from expenditures, which have been approved by the School Board. As of June 30, 2025, there are no such overdrafts.

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Long-Term Obligations**

In the government-wide financial statements and the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as 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 issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. The Education Fund is also used to liquidate long-term liabilities.

**Fund Balance**

Fund balance is the difference between assets and liabilities in a Governmental Fund. In accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Government Fund Type Definitions, the following types of fund balances are presented in the Governmental Funds Balance Sheet:

Restricted - the portion of a Governmental Fund's balance that is subject to external enforceable legal restrictions. The following fund balances are restricted by Tax Levy and grant funding: General for Student Activity, Debt Service, Transportation, Municipal Retirement and Social Security, Capital Projects, and Working Cash.

Unassigned - available expendable financial resources in a governmental fund that are not designated for a specific purpose. The following fund comprises the unassigned fund balance: General.

The District uses restricted amounts first when both restricted and unassigned fund balances are available, unless there are legal contracts that prohibit doing this.

**Net Position**

Net Position represents the difference between assets and liabilities. Net investment in capital assets represents the cost of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. All other net position is reported as unrestricted.

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

**NOTE 2 - OTHER POST-EMPLOYMENT BENEFITS**

The District has evaluated its potential other post-employment benefits liability. Former employees who choose to retain their rights to health insurance through the District are required to pay 100% of the current premium. One former employee has chosen to stay in the District's health insurance plan. The implicit subsidy calculated in accordance with *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* is immaterial. Additionally, the District had no former employees for which the District was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the District has not recorded any post-employment benefit liability as of June 30, 2025.

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

**NOTE 3 - PROPERTY TAXES**

The District's property tax is levied each year on or before the last Tuesday in December on all taxable real property located in the District. The levy was passed by the Board in December 2024. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments, generally July and September. The District begins receiving distributions of tax receipts approximately one month after these due dates. Taxes recorded in these financial statements include the 2023 tax levy and prior tax levies.

The following are the tax rate limits permitted by the School Code and by local referendum and the actual rates levied per \$100.00 of assessed valuation:

	<u>Limit</u>	<u>2023 Levy</u>
Educational	4.0000	1.87000
Bond and Interest	As needed	0.68334
Building	0.7500	0.66469
Municipal Retirement	As needed	0.20145
Transportation	As needed	0.27743
Working Cash	0.0500	0.02149
Fire Prevention and Safety	0.1000	0.10000
Special Education	0.8000	0.03951
Tort Immunity	As needed	0.00875
Social Security	As needed	0.28778
Lease	0.1000	0.00000
		<u>4.15444</u>
Assessed Valuation		<u>\$ 157,375,505</u>

**NOTE 4 - RISK MANAGEMENT - INSURANCE**

The District purchases commercial general liability, workers' compensation, auto, accident and sickness, and property insurance through a local insurance broker for all risks. There has been no significant reduction in coverage from the prior year.

The District, therefore, retains no significant amount of risk. The District is liable for any claims in excess of its coverage liability. Claims have not exceeded coverage during the past three years.

**NOTE 5 - DEPOSITS**

The District is authorized by state statute to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the United States of America, insured credit union shares, money market funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool. The District does not enter into any reverse repurchase agreements.

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

**NOTE 5 - DEPOSITS (continued)**

The District's policy states that all amounts deposited or investments with financial institutions in excess of any insurance limit shall be collateralized and the preferred method for safekeeping is to have securities registered in the District's name and held by a third-party custodian.

Deposits

At year-end, the carrying amount of the District's deposits totaled \$24,909,716 (including \$102,221 in investments) and bank balances totaled \$25,369,163.

Illinois Funds - The District participates in The Illinois Funds external investment pool, which is available to Custodians of Public Funds, as defined by the Illinois Municipal Code (30 ILCS 235/1). The pool is not registered with the SEC. It is the policy of the Treasurer of the State of Illinois to invest funds pooled by local governments in the Money Market Fund within Illinois Funds in a manner which will provide the highest investment return using authorized instruments, while meeting the daily cash flow demands of participants and conforming to all state statutes governing the investment of public funds. It is the policy of Illinois Funds to operate in a manner consistent with SEC Rule 2a7. The fair value of the position in the pool is the same value as the pool shares.

Illinois School District Liquid Assets Funds Plus - The District participates in the Illinois School District Liquid Assets Funds Plus external investment pool, which is available to Illinois Township Treasurers or School Treasurers acting on behalf of School Districts, Community College Districts, and Educational Service Regions. The pool is not registered with the SEC. The Fund invests in high-quality, short-term debt instruments guaranteed by the full faith and credit of the United States, certain US government agency obligations, commercial paper, bank obligations, and other obligations permitted by Illinois law. The fair value of the position in the pool is the same value as the pool shares.

Custodial Credit Risk - Deposits - For a deposit, 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 does not include custodial credit risk requirements. The deposits were not exposed to custodial credit risk for the year ended June 30, 2025.

**NOTE 6 - INVESTMENTS**

Custodial Credit Risk - Investments - Cash, certificates of deposit, and investments held at brokerage firms, including mutual funds and brokered CDs, are not covered by the Securities Investor Protection Corporation (SIPC) for governmental entities. Protection of these funds is provided through the brokerage firm's internal controls, contractual arrangements, and adherence to the District's investment policy, which limits risk by requiring diversification, high-quality investments, and monitoring of custodial and credit risk.

Investment Interest Rate Risk - The District has no policy in place to minimize the risk that the fair value of securities in the portfolio will fall due to changes in general interest rates by structuring the investments portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by investing operating funds primarily in shorter-term securities.

Fair Value Measurements

Financial Accounting Standards Board Statements related to *Fair Value Measurements*, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities and the lowest priority to unobservable inputs.

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

**NOTE 6 - INVESTMENTS (continued)**

The three levels of the fair value hierarchy under GASB 72, *Fair Value Measurement and Application*, are described as follows:

*Level 1*- Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the District has the ability to access.

*Level 2*- Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

*Level 3*- Inputs to the valuation methodology are unobservable and significant to the fair value measurement

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2025.

**Mutual funds:** Mutual funds are measured at fair value, which is determined based on the closing prices of the underlying securities reported on active markets. Because these prices are readily observable, the funds are classified within Level 1 of the fair value hierarchy.

**Certificates of deposit:** Brokered certificates of deposit are measured at estimated fair value using observable market inputs, including interest rates and prices of comparable instruments. These investments are classified within Level 2 of the fair value hierarchy, reflecting inputs that are either directly or indirectly observable in the marketplace.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the District believes its valuation methods are appropriate and consistent, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the District's brokered assets at fair value as of June 30, 2025:

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Mutual funds	\$ 12,915	\$ -	\$ -	\$ 12,915
Certificates of deposit	-	89,306	-	89,306
<b>Total at fair value</b>	<b>\$ 12,915</b>	<b>\$ 89,306</b>	<b>\$ -</b>	<b>\$ 102,221</b>

**NOTE 7 - CONTINGENCIES**

Grants

The District has received funding from state and federal grants in the current and prior years, which are subject to audits by the granting agencies. The School Board believes any adjustments that may arise from those audits will not be significant to District operations.

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

**NOTE 7 - CONTINGENCIES (continued)**

Litigation

As of June 30, 2025, the District was not aware of any pending litigation. Management is of the opinion that any potential exposure to loss from unforeseen claims or future litigation would not have a material effect on the District's financial statements.

**NOTE 8 - RETIREMENT FUND COMMITMENTS**

Teacher's Retirement System of the State of Illinois

The employer 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 non-annuitants who are employed by a TRS-covered employer to provide services for which teacher licensure is required. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The TRS Board of Trustees is responsible for the System's administration. TRS issues a publicly available financial report that can be obtained at <https://www.trsil.org/financial/acfrs>; by writing to TRS at 2815 W. Washington, PO Box 19253, Springfield, IL 62794; or by calling (888)678-3675.

TRS members are required to contribute 9.0% of their annual covered salary and the state makes employer contributions on behalf of the employer. The contribution requirements of members and the District are established and may be amended by the TRS Board of Trustees. The District's contributions to TRS for the years ending June 30, 2025, 2024 and 2023 were \$718,293, \$609,110 and \$597,009, respectively, equal to the required contributions.

Illinois Municipal Retirement Fund

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

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 2024 was 6.08%. The District's contributions to IMRF for the calendar year ending December 31, 2024, 2023 and 2022 were \$167,149, \$149,534 and \$183,407, respectively, equal to the required contributions.

Social Security

Employees not qualifying for coverage under the Illinois Teacher's Retirement System, or the Illinois Municipal Retirement Fund are considered "non-participating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The District paid \$165,935, the total required contribution for the current fiscal year.

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

**NOTE 9 - TAX INCREMENT FINANCING**

The District receives Tax Increment Financing (TIF) monies to supplement the Operations, Building and Maintenance Fund. During the fiscal year ended June 30, 2025, the District received \$435,459.

**NOTE 10 - COMMITMENTS**

Under the modified cash basis of accounting, long-term debt is not recorded as a liability of the District. Therefore, the debt commitments detailed below are not included in the financial statements.

Governmental Activities	Balance			Balance June 30, 2025	Due Within One Year
	June 30, 2024	Additions	Reductions		
Bonded indebtedness	\$ 12,020,000	\$ 13,550,000	5,785,000	\$ 19,785,000	\$ 1,080,000
	<u>\$ 12,020,000</u>	<u>\$ 13,550,000</u>	<u>\$ 5,785,000</u>	<u>\$ 19,785,000</u>	<u>\$ 1,080,000</u>

Bond payable consists of the following at June 30, 2025:

	Original Issue Amount	Maturity Date	Interest Rates	Balance at June 30, 2025
Series 2015	\$ 7,730,000	2027	3.25% - 4.00%	\$ 740,000
Series 2017	3,635,000	2026	1.70% - 3.25%	1,120,000
Series 2021	5,630,000	2033	3.00%	4,375,000
Series 2024A	605,000	2034	5.00%	605,000
Series 2024B	5,365,000	2040	5.00%	5,365,000
Series 2024C	<u>7,580,000</u>	2043	5.00%	<u>7,580,000</u>
	<u>\$ 30,545,000</u>			<u>\$ 19,785,000</u>

**Debt Service Requirements to Maturity**

The annual debt service requirements to retire bonded indebtedness are as follows as of June 30, 2025:

Year Ending June 30,	Principal	Interest	Total
2026	\$ 1,080,000	\$ 847,164	\$ 1,927,164
2027	990,000	808,819	1,798,819
2028	960,000	775,713	1,735,713
2029	1,005,000	742,538	1,747,538
2030	1,050,000	707,531	1,757,531
2031-2035	6,060,000	2,881,550	8,941,550
2036-2040	7,170,000	1,226,000	8,396,000
2041-2043	<u>1,470,000</u>	<u>83,000</u>	<u>1,553,000</u>
	<u>\$ 19,785,000</u>	<u>\$ 8,072,315</u>	<u>\$ 27,857,315</u>

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025

**NOTE 10 - COMMITMENTS** (continued)

Legal Debt Margin

At June 30, 2025, the legal debt margin of the District excludes the 2015 General Obligation School Capital Appreciation Limited - Alternative Revenue Bonds. The legal debt margin was as follows:

ASSESSED VALUATION - 2023 LEVY	\$ 157,375,505
Statutory debt limitation	\$ 21,717,820
13.8% of assessed valuation	
Plus: 2015 General Obligation School Capital Appreciation Bond	740,000
Less: Total bonded debt	(19,785,000)
LEGAL DEBT MARGIN	<u>\$ 2,672,820</u>

**NOTE 11 - FUND BALANCE TRANSFERS**

During the year, the Site Construction Fund transferred \$695,875 and the Fire Prevention and Life Safety Fund transferred \$461,886 to the Debt Service Fund. These transfers were made to provide the Debt Service Fund with resources for the payment of debt obligations in accordance with the District's debt service requirements related to bond issuances 2024B and 2024C.

**NOTE 12 - SUBSEQUENT EVENTS**

Management has evaluated subsequent events through October 10, 2025, the date which the financial statements were available for issue, and no reportable events were noted.

## **Other Information**

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 COMBINING SCHEDULE OF ASSETS, LIABILITIES AND  
 FUND BALANCES - MODIFIED CASH BASIS  
 MAJOR GOVERNMENTAL FUNDS - GENERAL FUND  
 JUNE 30, 2025

		Operations, Building and		
		Educational Fund	Maintenance Fund	Total
<b>ASSETS</b>				
Cash and cash equivalents	\$ 8,356,639	\$ 2,124,848	\$ 10,481,487	
Investments	102,221	-	102,221	
<b>TOTAL ASSETS</b>	<b>\$ 8,458,860</b>	<b>\$ 2,124,848</b>	<b>\$ 10,583,708</b>	
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>	\$ -	\$ -	\$ -	
None	-	-	-	
Total liabilities				
<b>FUND BALANCES</b>				
Restricted	254,017	-	254,017	
Unassigned	8,204,843	2,124,848	10,329,691	
Total fund balances	<b>8,458,860</b>	<b>2,124,848</b>	<b>10,583,708</b>	
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 8,458,860</b>	<b>\$ 2,124,848</b>	<b>\$ 10,583,708</b>	

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 COMBINING SCHEDULE OF ASSETS, LIABILITIES AND  
 FUND BALANCES - MODIFIED CASH BASIS  
 MAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUND  
 JUNE 30, 2025

	Site Construction	Fire Prevention and Life Safety	Total
<b>ASSETS</b>			
Cash and cash equivalents	<u>\$ 3,443,450</u>	<u>\$ 2,276,745</u>	<u>\$ 5,720,195</u>
<b>TOTAL ASSETS</b>	<u>\$ 3,443,450</u>	<u>\$ 2,276,745</u>	<u>\$ 5,720,195</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
None	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>			
Restricted	<u>3,443,450</u>	<u>2,276,745</u>	<u>5,720,195</u>
Total fund balances	<u>3,443,450</u>	<u>2,276,745</u>	<u>5,720,195</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 3,443,450</u>	<u>\$ 2,276,745</u>	<u>\$ 5,720,195</u>

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 COMBINING SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED  
 AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS  
 MAJOR GOVERNMENTAL FUNDS - GENERAL FUND  
 FOR THE YEAR ENDED JUNE 30, 2025

	Educational Fund	Operations, Building and Maintenance Fund	Total
<b>REVENUES</b>			
Local sources	\$ 4,702,422	\$ 1,566,910	\$ 6,269,332
State sources	6,601,980	662,745	7,264,725
Federal sources	1,990,432	-	1,990,432
Total direct revenues	<u>13,294,834</u>	<u>2,229,655</u>	<u>15,524,489</u>
Revenues for on-behalf sources	<u>3,083,534</u>	<u>-</u>	<u>3,083,534</u>
Total revenues	<u>16,378,368</u>	<u>2,229,655</u>	<u>18,608,023</u>
<b>EXPENDITURES</b>			
Instruction			
Regular programs	4,907,447	-	4,907,447
Special education programs	1,894,127	-	1,894,127
Other instructional programs	1,453,601	-	1,453,601
Total instruction	<u>8,255,175</u>	<u>-</u>	<u>8,255,175</u>
Support services			
Pupils	228,028	-	228,028
Instructional staff	289,984	-	289,984
General administration	602,484	-	602,484
School administration	888,376	-	888,376
Business services	970,536	1,765,790	2,736,326
Central services	279,479	-	279,479
Total support services	<u>3,258,887</u>	<u>1,765,790</u>	<u>5,024,677</u>
Community services	<u>41,504</u>	<u>-</u>	<u>41,504</u>
Nonprogrammed charges	<u>1,084,354</u>	<u>-</u>	<u>1,084,354</u>
Total direct expenditures	<u>12,639,920</u>	<u>1,765,790</u>	<u>14,405,710</u>
Disbursements for on-behalf payments	<u>3,083,534</u>	<u>-</u>	<u>3,083,534</u>
Total expenditures	<u>15,723,454</u>	<u>1,765,790</u>	<u>17,489,244</u>
Excess (deficiency) of revenues over expenditures	654,914	463,865	1,118,779
Fund balances, beginning of year	<u>7,803,946</u>	<u>1,660,983</u>	<u>9,464,929</u>
Fund balances, end of year	<u>\$ 8,458,860</u>	<u>\$ 2,124,848</u>	<u>\$ 10,583,708</u>

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 COMBINING SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED  
 AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS  
 MAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUND  
 FOR THE YEAR ENDED JUNE 30, 2025

	Site Construction	Fire Prevention and Life Safety	Total
<b>REVENUES</b>			
Local sources	\$ 1,071,787	\$ 246,477	\$ 1,318,264
Total revenues	<u>1,071,787</u>	<u>246,477</u>	<u>1,318,264</u>
<b>EXPENDITURES</b>			
Support services			
Business services	2,197,025	3,616,968	5,813,993
Total support services	<u>2,197,025</u>	<u>3,616,968</u>	<u>5,813,993</u>
Debt service	3,413,148	-	3,413,148
Total debt service	<u>3,413,148</u>	<u>-</u>	<u>3,413,148</u>
Total expenditures	<u>5,610,173</u>	<u>3,616,968</u>	<u>9,227,141</u>
Excess (deficiency) of revenues over expenditures	(4,538,386)	(3,370,491)	(7,908,877)
<b>OTHER FINANCING SOURCES (USES)</b>			
Bond proceeds	7,580,000	5,365,000	12,945,000
Premium on issuance	701,334	554,568	1,255,902
Bond issuance costs	(145,053)	(109,952)	(255,005)
Transfers	(695,875)	(461,886)	(1,157,761)
Total other financing sources (uses)	<u>7,440,406</u>	<u>5,347,730</u>	<u>12,788,136</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	2,902,020	1,977,239	4,879,259
Fund balances, beginning of year	<u>541,430</u>	<u>299,506</u>	<u>840,936</u>
Fund balances, end of year	<u>\$ 3,443,450</u>	<u>\$ 2,276,745</u>	<u>\$ 5,720,195</u>

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND  
 BALANCE - MODIFIED CASH BASIS - BUDGET (MODIFIED CASH BASIS) AND ACTUAL -  
 EDUCATION FUND  
 FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>REVENUES</b>				
Local sources				
Property taxes				
Regular levy	\$ 2,577,681	\$ 2,591,034	\$ 2,591,034	\$ -
Mobile home tax	17,000	15,795	15,795	-
Replacement tax	807,014	794,214	794,214	-
Interest earned	300,000	361,000	364,293	3,293
Tuition	8,657	11,376	11,376	-
Food services	135,574	125,236	126,325	1,089
Pupil activities	182,285	197,243	370,826	173,583
Textbooks	24,166	22,156	22,100	(56)
Other	295,650	393,679	406,459	12,780
Total local sources	4,348,027	4,511,733	4,702,422	190,689
State sources				
Unrestricted grants-in-aid				
General state aid	5,910,125	6,150,125	5,907,380	(242,745)
Restricted grants-in-aid				
Special education	98,289	246,275	280,510	34,235
Career and technical education	11,617	11,756	12,628	872
School lunch program	10,000	11,109	11,109	-
Drivers education	10,000	9,486	12,088	2,602
Early childhood block grant	257,146	257,146	257,146	-
Other state source	113,747	125,350	121,119	(4,231)
Total state sources	6,410,924	6,811,247	6,601,980	(209,267)
Federal sources				
Other restricted grants-in-aid				
School lunch and breakfast	670,000	598,987	671,088	72,101
Title I	621,851	760,760	762,677	1,917
Title IV	-	-	992	992
Title V	42,895	42,895	37,878	(5,017)
IDEA Flow Through	384,040	393,367	386,781	(6,586)
Title II - Teach Quality	-	2,190	2,580	390
Medicaid matching funds	58,000	35,375	35,376	1
Other federal source	198,310	88,594	93,060	4,466
Total federal sources	1,975,096	1,922,168	1,990,432	68,264
Total direct revenues	12,734,047	13,245,148	13,294,834	49,686
Revenues for on-behalf sources	-	2,320,875	3,083,534	762,659
Total revenues	12,734,047	15,566,023	16,378,368	812,345

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SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND  
 BALANCE - MODIFIED CASH BASIS - BUDGET (MODIFIED CASH BASIS) AND ACTUAL -  
 EDUCATION FUND  
 FOR THE YEAR ENDED JUNE 30, 2025

EXPENDITURES	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
Instruction				
Regular programs				
Salaries	3,975,473	3,979,542	3,848,125	131,417
Employee benefits	821,883	836,959	769,692	67,267
Purchased services	80,779	86,977	79,953	7,024
Supplies and materials	229,883	237,242	204,240	33,002
Capital outlay	-	218,778	-	218,778
Other objects	4,600	16,811	5,437	11,374
Total regular programs	5,112,618	5,376,309	4,907,447	468,862
Special education programs				
Salaries	1,517,997	1,522,174	1,415,091	107,083
Employee benefits	126,002	249,857	229,486	20,371
Purchased services	315,560	293,557	245,475	48,082
Supplies and materials	4,375	4,147	4,075	72
Total special education programs	1,963,934	2,069,735	1,894,127	175,608
Other instructional programs				
Salaries	879,148	902,511	853,554	48,957
Employee benefits	128,471	152,757	153,048	(291)
Purchased services	53,100	54,248	49,558	4,690
Supplies and materials	36,123	39,452	32,250	7,202
Capital outlay	10,700	10,849	9,867	982
Other objects	29,066	24,616	355,324	(330,708)
Total other instructional programs	1,136,608	1,184,433	1,453,601	(269,168)
Total instruction	8,213,160	8,630,477	8,255,175	375,302
Support services				
Support services - pupils				
Salaries	192,393	192,985	184,378	8,607
Employee benefits	42,271	42,861	40,529	2,332
Purchased services	50	145	95	50
Supplies and materials	3,450	3,450	3,026	424
Total support services - pupils	238,164	239,441	228,028	11,413
Support services - instructional staff				
Salaries	4,500	20,502	18,857	1,645
Employee benefits	19,082	45,099	32,963	12,136
Purchased services	173,385	268,106	224,706	43,400
Supplies and materials	9,062	20,426	13,458	6,968
Other objects	6,846	-	-	-
Total support services - instructional staff	212,875	354,133	289,984	64,149
Support services - general administration				
Salaries	287,022	334,207	312,824	21,383
Employee benefits	73,408	79,921	78,474	1,447
Purchased services	116,846	166,145	161,348	4,797
Supplies and materials	24,770	17,500	19,215	(1,715)
Other objects	346,500	28,872	30,623	(1,751)
Total support services - general administration	848,546	626,645	602,484	24,161

(continued on next page)

**SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140**  
**SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND**  
**BALANCE - MODIFIED CASH BASIS - BUDGET (MODIFIED CASH BASIS) AND ACTUAL -**  
**EDUCATION FUND**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	<b>Budgeted Amounts</b>			<b>Variance Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>EXPENDITURES (continued)</b>				
Support services (continued)				
Support services - school administration				
Salaries	636,128	644,887	648,104	(3,217)
Employee benefits	185,240	185,542	182,814	2,728
Purchased services	42,150	36,404	38,401	(1,997)
Supplies and materials	23,129	23,498	16,469	7,029
Other objects	-	2,700	2,588	112
Total support services - school administration	886,647	893,031	888,376	4,655
Support services - business services				
Salaries	431,168	464,423	433,023	31,400
Employee benefits	61,562	66,332	53,408	12,924
Purchased services	88,400	106,855	89,786	17,069
Supplies and materials	395,229	380,067	391,819	(11,752)
Capital outlay	-	5,000	2,500	2,500
Total support services - business services	976,359	1,022,677	970,536	52,141
Support services - central services				
Salaries	115,152	115,152	115,152	-
Employee benefits	25,950	25,950	24,305	1,645
Purchased services	17,140	10,676	10,366	310
Supplies and materials	100,000	142,750	129,656	13,094
Total support services - central services	258,242	294,528	279,479	15,049
Total support services	3,420,833	3,430,455	3,258,887	171,568
Community services	21,336	47,810	41,504	6,306
Nonprogrammed charges				
Purchased services	442,197	445,789	436,163	9,626
Other objects	185,000	126,580	36,058	90,522
Tuition	765,000	740,000	612,133	127,867
Total nonprogrammed charges	1,392,197	1,312,369	1,084,354	228,015
Provision for contingencies	10,000	10,000	-	10,000
Total direct expenditures	13,057,526	13,431,111	12,639,920	791,191
Disbursements for on-behalf payments	-	2,320,875	3,083,534	(762,659)
Total expenditures	13,057,526	15,751,986	15,723,454	28,532
Excess (deficiency) of revenues over expenditures	\$ (323,479)	\$ (185,963)	654,914	\$ 840,877
Fund balance, beginning of year			7,803,946	
Fund balance, end of year			\$ 8,458,860	

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND  
 BALANCE - MODIFIED CASH BASIS - BUDGET (MODIFIED CASH BASIS) AND ACTUAL -  
 OPERATIONS, BUILDING AND MAINTENANCE FUND  
 FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>REVENUES</b>				
Local sources				
Property taxes				
Regular levy	\$ 923,893	\$ 920,981	\$ 920,981	\$ -
Special education levy	51,643	54,746	54,746	-
Interest earned	40,000	56,500	59,873	3,373
TIF revenue	405,000	435,459	435,459	-
Other	40,000	95,447	95,851	404
Total local sources	<u>1,460,536</u>	<u>1,563,133</u>	<u>1,566,910</u>	<u>3,777</u>
State sources				
Unrestricted grants-in-aid				
General state aid	800,000	400,000	612,745	212,745
Restricted grants-in-aid				
Maintenance grant	50,000	50,000	50,000	-
Total state sources	<u>850,000</u>	<u>450,000</u>	<u>662,745</u>	<u>212,745</u>
Total revenues	<u>2,310,536</u>	<u>2,013,133</u>	<u>2,229,655</u>	<u>216,522</u>
<b>EXPENDITURES</b>				
Support services				
Support services - business services				
Salaries	702,336	702,336	668,606	33,730
Employee benefits	118,914	118,914	103,907	15,007
Purchased services	596,200	643,950	510,307	133,643
Supplies and materials	504,476	480,476	415,836	64,640
Capital outlay	300,000	46,235	52,134	(5,899)
Other objects	15,000	20,000	15,000	5,000
Total support services	<u>2,236,926</u>	<u>2,011,911</u>	<u>1,765,790</u>	<u>246,121</u>
Provision for contingencies	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total expenditures	<u>2,241,926</u>	<u>2,016,911</u>	<u>1,765,790</u>	<u>251,121</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 68,610</u>	<u>\$ (3,778)</u>	<u>463,865</u>	<u>\$ 467,643</u>
Fund balance, beginning of year			<u>1,660,983</u>	
Fund balance, end of year			<u>\$ 2,124,848</u>	

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND  
 BALANCE - MODIFIED CASH BASIS - BUDGET (MODIFIED CASH BASIS) AND ACTUAL -  
 MAJOR SPECIAL REVENUE FUND - TRANSPORTATION FUND  
 FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>REVENUES</b>				
Local sources				
Property taxes	\$ 385,617	\$ 384,399	\$ 384,399	\$ -
Interest earned	32,000	29,000	29,226	226
Total local sources	<u>417,617</u>	<u>413,399</u>	<u>413,625</u>	<u>226</u>
State sources				
Unrestricted grants-in-aid				
General state aid	350,000	540,000	540,000	-
Restricted grants-in-aid				
Transportation - regular	806,565	359,678	359,678	-
Transportation - special education	274,578	317,102	317,102	-
Total state sources	<u>1,431,143</u>	<u>1,216,780</u>	<u>1,216,780</u>	<u>-</u>
Total revenues	<u>1,848,760</u>	<u>1,630,179</u>	<u>1,630,405</u>	<u>226</u>
<b>EXPENDITURES</b>				
Support services				
Support services - business services				
Salaries	6,275	6,275	5,875	400
Employee benefits	807	807	769	38
Purchased services	1,255,060	1,382,436	1,207,700	174,736
Supplies and materials	120,500	120,500	107,495	13,005
Capital outlay	125,000	86,031	86,031	-
Total support services	<u>1,507,642</u>	<u>1,596,049</u>	<u>1,407,870</u>	<u>188,179</u>
Total expenditures	<u>1,507,642</u>	<u>1,596,049</u>	<u>1,407,870</u>	<u>188,179</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 341,118</u>	<u>\$ 34,130</u>	<u>\$ 222,535</u>	<u>\$ 188,405</u>
Fund balance, beginning of year			<u>979,640</u>	
Fund balance, end of year			<u>\$ 1,202,175</u>	

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND  
 BALANCE - MODIFIED CASH BASIS - BUDGET (MODIFIED CASH BASIS) AND ACTUAL -  
 MAJOR SPECIAL REVENUE FUND - MUNICIPAL RETIREMENT AND SOCIAL SECURITY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>REVENUES</b>				
Local sources				
Property taxes	\$ 680,009	\$ 677,867	\$ 677,866	\$ (1)
Interest earned	45,000	60,000	61,381	1,381
Total local sources	<u>725,009</u>	<u>737,867</u>	<u>739,247</u>	<u>1,380</u>
Total revenues	<u>725,009</u>	<u>737,867</u>	<u>739,247</u>	<u>1,380</u>
<b>EXPENDITURES</b>				
Instruction				
Regular programs				
Employee benefits	63,765	67,390	62,353	5,037
Special education programs				
Employee benefits	99,831	120,413	115,691	4,722
Other instruction programs				
Employee benefits	40,611	41,375	38,646	2,729
Total instruction	<u>204,207</u>	<u>229,178</u>	<u>216,690</u>	<u>12,488</u>
Support services				
Support services - pupils				
Employee benefits	14,100	15,116	15,795	(679)
Support services - instructional staff				
Employee benefits	485	485	297	188
Support services - general administration				
Employee benefits	28,061	28,061	29,069	(1,008)
Support services - school administration				
Employee benefits	31,713	31,713	29,130	2,583
Support services - business services				
Employee benefits	144,340	148,224	155,068	(6,844)
Support services - central services				
Employee benefits	16,834	17,209	16,128	1,081
Total support services	<u>235,533</u>	<u>240,808</u>	<u>245,487</u>	<u>(4,679)</u>
Community services				
	783	783	766	17
Total expenditures	<u>440,523</u>	<u>470,769</u>	<u>462,943</u>	<u>7,826</u>
Excess (deficiency) of revenues over expenditures	\$ 284,486	\$ 267,098	\$ 276,304	\$ 9,206
Fund balance, beginning of year				1,369,609
Fund balance, end of year				<u>\$ 1,645,913</u>

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND  
 BALANCE - MODIFIED CASH BASIS - BUDGET (MODIFIED CASH BASIS) AND  
 ACTUAL - MAJOR SPECIAL REVENUE FUND - WORKING CASH FUND  
 FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>REVENUES</b>				
Local sources				
Property taxes	\$ 29,870	\$ 29,779	\$ 29,779	\$ -
Interest earned	168,000	144,000	144,769	769
Total local sources	<u>197,870</u>	<u>173,779</u>	<u>174,548</u>	<u>769</u>
Total revenues	<u>197,870</u>	<u>173,779</u>	<u>174,548</u>	<u>769</u>
<b>EXPENDITURES</b>				
None	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	\$ 197,870	\$ 173,779	174,548	\$ 769
Fund balance, beginning of year				<u>3,510,952</u>
Fund balance, end of year				<u>\$ 3,685,500</u>

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND  
 BALANCE - MODIFIED CASH BASIS - BUDGET (MODIFIED CASH BASIS) AND ACTUAL -  
 MAJOR SPECIAL REVENUE FUND - TORT IMMUNITY FUND  
 FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>REVENUES</b>				
Local sources				
Property taxes	\$ 12,162	\$ 12,124	\$ 12,124	\$ -
Interest earned	3,200	1,800	1,779	(21)
Total local sources	<u>15,362</u>	<u>13,924</u>	<u>13,903</u>	<u>(21)</u>
Total revenues	<u>15,362</u>	<u>13,924</u>	<u>13,903</u>	<u>(21)</u>
<b>EXPENDITURES</b>				
Support services				
Support services - pupils				
Purchased services	6,700	5,200	5,330	(130)
Total support services - pupils	<u>6,700</u>	<u>5,200</u>	<u>5,330</u>	<u>(130)</u>
Support services - general administration				
Purchased services	50,000	50,207	50,066	141
Total support services - general administration	<u>50,000</u>	<u>50,207</u>	<u>50,066</u>	<u>141</u>
Total support services	<u>56,700</u>	<u>55,407</u>	<u>55,396</u>	<u>11</u>
Total expenditures	<u>56,700</u>	<u>55,407</u>	<u>55,396</u>	<u>11</u>
Excess (deficiency) of revenues over expenditures	\$ <u>(41,338)</u>	\$ <u>(41,483)</u>	\$ <u>(41,493)</u>	\$ <u>(10)</u>
Fund balance, beginning of year				<u>41,493</u>
Fund balance, end of year			\$ <u>-</u>	

**SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140**  
**SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND**  
**BALANCE - MODIFIED CASH BASIS - BUDGET (MODIFIED CASH BASIS) AND**  
**ACTUAL - BOND AND INTEREST LEVY**  
**MAJOR GOVERNMENTAL FUND - DEBT SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>			<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>REVENUES</b>				
Local sources				
Property taxes	\$ 997,310	\$ 994,165	\$ 994,165	\$ -
Interest earned	72,000	100,000	99,893	(107)
Total local sources	<u>1,069,310</u>	<u>1,094,165</u>	<u>1,094,058</u>	<u>(107)</u>
Total revenues	<u>1,069,310</u>	<u>1,094,165</u>	<u>1,094,058</u>	<u>(107)</u>
<b>EXPENDITURES</b>				
Debt service				
Agent fees	-	1,454	2,156	(702)
Interest on long-term debt	373,078	764,735	789,997	(25,262)
Principal on long-term debt	1,980,000	1,806,775	2,371,852	(565,077)
Total debt service	<u>2,353,078</u>	<u>2,572,964</u>	<u>3,164,005</u>	<u>(591,041)</u>
Total expenditures	<u>2,353,078</u>	<u>2,572,964</u>	<u>3,164,005</u>	<u>(591,041)</u>
Excess (deficiency) of revenues over expenditures	(1,283,768)	(1,478,799)	(2,069,947)	(591,148)
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond proceeds	461,886	719,037	605,000	(114,037)
Bond issuance costs	-	-	(31,864)	(31,864)
Transfers	653,063	719,037	1,157,761	438,724
Total other financing sources (uses)	<u>1,114,949</u>	<u>1,438,074</u>	<u>1,730,897</u>	<u>292,823</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ (168,819)</u>	<u>\$ (40,725)</u>	<u>(339,050)</u>	<u>\$ (298,325)</u>
Fund balance, beginning of year			<u>2,411,275</u>	
Fund balance, end of year			<u>\$ 2,072,225</u>	

**SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140**  
**SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND**  
**BALANCE - MODIFIED CASH BASIS - BUDGET (MODIFIED CASH BASIS) AND**  
**ACTUAL - SITE CONSTRUCTION**  
**MAJOR GOVERNMENTAL FUND - CAPITAL PROJECTS FUND**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>REVENUES</b>				
Local sources				
School facility occupation tax proceeds	\$ 920,000	\$ 947,429	\$ 949,011	\$ 1,582
Interest earned	150,000	106,000	122,776	16,776
Total local sources	<u>1,070,000</u>	<u>1,053,429</u>	<u>1,071,787</u>	<u>18,358</u>
Total revenues	<u>1,070,000</u>	<u>1,053,429</u>	<u>1,071,787</u>	<u>18,358</u>
<b>EXPENDITURES</b>				
Support services				
Support services - business				
Purchased services	58,000	4,444,336	2,197,025	2,247,311
Capital outlay	4,921,995	316,053	-	316,053
Total support services	<u>4,979,995</u>	<u>4,760,389</u>	<u>2,197,025</u>	<u>2,563,364</u>
Debt service				
Principal on long-term debt	-	-	3,413,148	(3,413,148)
Total debt service	-	-	3,413,148	(3,413,148)
Total expenditures	<u>4,979,995</u>	<u>4,760,389</u>	<u>5,610,173</u>	<u>(849,784)</u>
Excess (deficiency) of revenues over expenditures	(3,909,995)	(3,706,960)	(4,538,386)	(831,426)
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond proceeds	4,723,133	4,004,096	7,580,000	3,575,904
Premium on issuance	-	-	701,334	701,334
Bond issuance costs	-	-	(145,053)	(145,053)
Transfers	(653,063)	(719,037)	(695,875)	23,162
Total other financing sources (uses)	<u>4,070,070</u>	<u>3,285,059</u>	<u>7,440,406</u>	<u>4,155,347</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ 160,075</u>	<u>\$ (421,901)</u>	<u>2,902,020</u>	<u>\$ 3,323,921</u>
Fund balance, beginning of year			<u>541,430</u>	
Fund balance, end of year			<u>\$ 3,443,450</u>	

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED AND CHANGES IN FUND  
 BALANCE - MODIFIED CASH BASIS - BUDGET (MODIFIED CASH BASIS) AND  
 ACTUAL - FIRE PREVENTION AND LIFE SAFETY  
 MAJOR GOVERNMENTAL FUND - CAPITAL PROJECTS FUND  
 FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>REVENUES</b>				
Local sources				
Property taxes	\$ 138,996	\$ 138,556	\$ 138,556	\$ -
Interest earned	130,000	105,000	107,921	2,921
Total local sources	<u>268,996</u>	<u>243,556</u>	<u>246,477</u>	<u>2,921</u>
Total revenues	<u>268,996</u>	<u>243,556</u>	<u>246,477</u>	<u>2,921</u>
<b>EXPENDITURES</b>				
Support services				
Support services - business				
Purchased services	5,345,125	4,697,502	3,616,968	1,080,534
Total support services	<u>5,345,125</u>	<u>4,697,502</u>	<u>3,616,968</u>	<u>1,080,534</u>
Total expenditures	<u>5,345,125</u>	<u>4,697,502</u>	<u>3,616,968</u>	<u>1,080,534</u>
Excess (deficiency) of revenues over expenditures	(5,076,129)	(4,453,946)	(3,370,491)	1,083,455
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond proceeds	5,347,729	5,347,729	5,365,000	17,271
Premium on issuance	-	-	554,568	554,568
Bond issuance costs	-	-	(109,952)	(109,952)
Transfers	-	-	(461,886)	(461,886)
Total other financing sources (uses)	<u>5,347,729</u>	<u>5,347,729</u>	<u>5,347,730</u>	<u>1</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ 271,600</u>	<u>\$ 893,783</u>	<u>1,977,239</u>	<u>\$ 1,083,456</u>
Fund balance, beginning of year			299,506	
Fund balance, end of year			<u>\$ 2,276,745</u>	

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO OTHER INFORMATION  
JUNE 30, 2025

**NOTE 1 - BUDGETS AND BUDGETARY ACCOUNTING**

The budget for all governmental fund types is prepared on the modified cash basis of accounting which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts.

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

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

1. Prior to July 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures disbursed and the means of financing them.
2. The Board of Education conducts a budget review session.
3. A public hearing is conducted to obtain taxpayer comments.
4. The Board of Education does formal adoption of the budget.
5. Formal budgetary integration is employed as a management control device during the year.
6. The Board of Education may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such fund as set forth in the budget.
7. The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption. The budget was amended during fiscal 2025.

**NOTE 2 - EXPENDITURES IN EXCESS OF BUDGET**

The following funds had expenditures in excess of the budgeted amount:

Fund	Budget	Actual
Debt Service	\$ 2,572,964	\$ 3,195,869
Site Construction	\$ 4,760,389	\$ 5,755,226

## **Supplementary Information**

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number (A)	ISBE Project # (1st 8 digits) or Contract # (B)	Receipts/Revenues Year 7/1/23-6/30/24 (D)	Year 7/1/24-6/30/25 (D)	Year 7/1/23-6/30/24 (F)	Year 7/1/24-6/30/25 (F)	Expenses/Disbursements Year 7/1/23-6/30/25 (E)	Obligations/ Encumbrances (G)	Final Status (H)	Budget (I)
<b>US DEPARTMENT OF EDUCATION PASSED THROUGH ILLINOIS STATE</b>										
BOARD OF EDUCATION										
Title I - Low Income - FY23	84.010A	23-4300-00	136,533	-	34,272	-	-	-	34,272	564,324
Title I - Low Income - FY24	84.010A	24-4300-00	377,219	276,858	637,451	16,626	-	-	654,077	654,077
Title I - Low Income - FY25	84.010A	25-4300-00	-	480,974	-	623,560	-	623,560	-	696,536
Title I - School Improvement - FY25	84.010A	25-4331-00	-	4,845	-	4,845	-	4,845	-	10,000
IDEA Flow through FY24 Q	84.027A	24-4620-00	377,050	-	377,050	-	-	-	377,050	384,040
IDEA Flow through FY25 Q	84.027A	25-4620-00	-	364,531	-	364,531	-	364,531	-	385,711
IDEA Pre-School Flow through FY24 Q	84.173A	24-4600-00	9,327	-	9,327	-	-	-	9,327	9,327
IDEA Pre-School Flow through FY25 Q	84.173A	25-4600-00	-	9,625	-	9,625	-	9,625	-	9,625
Title V - Rural Education Initiative - FY25	84.338A	25-4107-00	-	37,878	-	37,878	-	37,878	-	37,878
Title II - Teacher Quality - FY23	84.367A	23-4912-00	8,279	-	-	-	-	-	-	8,279
Title II - Teacher Quality - FY24	84.367A	24-4912-00	23,126	2,190	25,316	-	-	-	25,316	25,316
Title II - Teacher Quality - FY25	84.367A	25-4912-00	-	390	-	2,420	-	2,420	-	2,420
Title IV - Student Support - FY23	84.424A	23-4400-00	8,966	-	-	-	-	-	-	8,966
Title IV - Student Support - FY24	84.424A	24-4400-00	39,299	-	39,299	-	-	-	39,299	39,299
Title IV - Student Support - FY25	84.424A	25-4400-00	-	992	-	2,966	-	2,966	-	2,966
Elementary and Secondary Education Emergency Relief - COV ID-19	84.425A	22-4998-00	5,630	-	-	-	-	-	-	3,906,115
Elementary and Secondary Education Emergency Relief - COV ID-19	84.425A	23-4998-00	112,580	-	61,000	-	-	-	61,000	162,365
Elementary and Secondary Education Emergency Relief - COV ID-19	84.425A	24-4998-00	21,619	11,192	33,566	1,000	-	-	34,566	38,681
Elementary and Secondary Education Emergency Relief - COV ID-19	84.425A	25-4998-00	-	84,801	-	85,126	-	85,126	-	198,310
<b>TOTAL US DEPARTMENT OF EDUCATION PASSED THROUGH ILLINOIS</b>										
STATE BOARD OF EDUCATION			1,119,628	1,214,216	1,214,281	1,148,577	-	-	-	-
<b>STATE OF ILLINOIS HEALTHCARE AND FAMILY SERVICES</b>										
Medicaid Administrative Fees - FY24	93.778	24-4991-00	29,268	-	29,268	-	-	-	29,268	n/a
Medicaid Administrative Fees - FY25	93.778	25-4991-00	-	38,379	-	38,379	-	38,379	-	n/a
<b>TOTAL STATE OF ILLINOIS HEALTHCARE AND FAMILY SERVICES</b>										
<b>US DEPARTMENT OF AGRICULTURE PASS THROUGH ILLINOIS STATE</b>										
National School Lunch Program - FY23 *	10.555	23-4210-00	92,114	-	92,114	-	-	-	-	n/a
National School Lunch Program - FY24 * (m)	10.555	24-4210-00	433,569	95,156	433,569	95,156	-	-	528,725	n/a
National School Lunch Program - FY25 * (m)	10.555	25-4210-00	-	392,164	-	392,164	-	-	392,164	n/a
School Breakfast Program - FY23 *	10.553	23-4220-00	29,584	-	29,584	-	-	-	29,584	n/a
School Breakfast Program - FY24 * (m)	10.553	24-4220-00	144,311	34,263	144,311	34,263	-	-	178,574	n/a
School Breakfast Program - FY25 * (m)	10.553	25-4220-00	-	149,505	-	149,505	-	-	149,505	n/a
<b>TOTAL US DEPARTMENT OF AGRICULTURE PASS THROUGH ILLINOIS</b>										
STATE BOARD OF EDUCATION			699,578	671,088	699,578	671,088	-	-	-	-
<b>TOTAL FEDERAL FINANCIAL ASSISTANCE - CASH</b>										
NON-CASH FEDERAL FINANCIAL ASSISTANCE			1,848,474	1,983,743	1,946,127	1,858,044	-	-	-	-
Food Distribution Program - Commodities at Market Value - FY24 *	10.555		96,499	-	96,499	-	-	-	-	-
Food Distribution Program - Commodities at Market Value - FY25 * (m)	10.555		-	59,305	-	59,305	-	-	59,305	-
Department of Defense Fresh Fruits and Vegetables - FY24 *	10.555		32,803	-	32,803	-	-	-	32,803	-
Department of Defense Fresh Fruits and Vegetables - FY25 * (m)	10.555		-	73,558	-	73,558	-	-	73,558	-
TOAL FEDERAL FINANCIAL ASSISTANCE - NON-CASH			129,302	132,863	129,302	132,863	-	-	-	-
TOTAL FEDERAL FINANCIAL ASSISTANCE - CASH AND NONCASH			1,977,776	2,116,666	2,075,429	1,950,907	-	-	-	-

(m) Audited as major

\* Special Education Cluster Total = \$374,156

\* Child Nutrition Cluster Totals = \$803,951

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
JUNE 30, 2025

**NOTE 1 - REPORTING DISTRICT'S BASIS OF PRESENTATION AND ACCOUNTING**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Sparta Community Unit School District #140 and is presented on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE 2 - SUBRECIPIENTS**

None of the federal expenditures presented in the schedule were provided to sub-recipients.

**NOTE 3 - DESCRIPTIONS OF MAJOR FEDERAL PROGRAM**

The Child Nutrition Cluster programs provide funds for nutritious and well-balanced lunches and breakfasts to children.

**NOTE 4 - NON-CASH ASSISTANCE**

Nonmonetary assistance is reported in the schedule at the fair value of the commodities received and disbursed. At June 30, 2025, the District received food commodities totaling \$59,305 from the US Department of Agriculture and \$73,558 from the Department of Defense Fresh Fruits and Vegetables program. These programs are part of the Federal Child Nutrition Cluster.

**NOTE 5 - INSURANCE**

The federal programs presented in the previous schedule did not have separate program specific insurance policies.

**NOTE 6 - LOANS/LOAN GUARANTEES/INTEREST SUBSIDIES**

The federal programs presented in the previous schedule did not have any loans, loan guarantees, or interest subsidies associated with them.

**NOTE 7 - DE MINIMIS COST RATE**

The District has not elected to use the 15% de minimis indirect cost rate.

**NOTE 8 - DONATED PERSONAL PROTECTIVE EQUIPMENT**

The District did not receive any donated personal protective equipment during the year ended June 30, 2025.

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
 CONSOLIDATED YEAR-END FINANCIAL REPORT  
 FOR THE YEAR ENDED JUNE 30, 2025

Program Name	CSFA #	State	Federal	Other	Total
Medical Assistance Program	478-00-0251	\$ -	\$ 38,379	\$ -	\$ 38,379
School Breakfast Program	586-18-0406	-	183,768	-	183,768
National School Lunch Program	586-18-0407	-	487,320	-	487,320
Non-Cash Commodity Value	586-18-2330	-	132,863	-	132,863
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	586-64-0417	-	364,531	-	364,531
Fed. - Sp. Ed. - Pre-School Flow Through	586-57-0420	-	9,625	-	9,625
Title I - Low Income	586-62-0414	-	640,186	-	640,186
Title I - School Improvement	586-73-1082	-	4,845	-	4,845
Federal Programs - Elementary and Secondary School Emergency Relief Grant	586-62-2402	-	86,126	-	86,126
Title IV - Student Support and Academic Enrichment	586-62-1588	-	2,966	-	2,966
Title II - Part A	586-62-0430	-	2,420	-	2,420
Title V - Rural Education	586-13-0427	-	37,878	-	37,878
Agricultural Education	586-00-1581	12,628	-	-	12,628
Early Childhood Block	586-18-0868	244,411	-	-	244,411
All other costs not allocated		-	-	26,761,988	26,761,988
<b>Total Expenses</b>		<b>\$ 257,039</b>	<b>\$ 1,990,907</b>	<b>\$ 26,761,988</b>	<b>\$ 29,009,934</b>

**Federal Compliance  
Section**

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

To the Board of Education  
Sparta Community Unit School District #140

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Sparta Community Unit School District #140 (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 10, 2025.

### **Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

## **Report on Compliance and Other Matters**

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

### **Purpose of this Report**

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

*F.E.W. CPAs*

F.E.W. CPAs  
Columbia, Illinois  
October 10, 2025

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## INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Education  
Sparta Community Unit School District #140

### **Report on Compliance for Each Major Federal Program**

#### ***Opinion on Each Major Federal Program***

We have audited Sparta Community Unit School District #140's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Sparta Community Unit School District #140's major federal programs for the year ended June 30, 2025. Sparta Community Unit School District #140's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Sparta Community Unit School District #140 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

#### ***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Sparta Community Unit School District #140 and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of Sparta Community Unit School District #140's compliance with the compliance requirements referred to above.

#### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Sparta Community Unit School District #140's federal programs.

#### ***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Sparta Community Unit School District #140's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists.

The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Sparta Community Unit School District #140's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Sparta Community Unit School District #140's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Sparta Community Unit School District #140's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Sparta Community Unit School District #140's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

#### **Report on Internal Control over Compliance**

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*F.E.W. CPAs*

F.E.W. CPAs  
Columbia, Illinois  
October 10, 2025

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2025

**Section I - Summary of Auditors' Results**

**Financial Statements**

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weaknesses identified	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Significant deficiencies identified that are not considered to be material weaknesses	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Noncompliance material to financial statements noted?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

**Federal Awards**

Internal control over major programs:

Material weaknesses identified?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Significant deficiencies identified that are not considered to be material weaknesses	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance 2 CFR 200.516(A)  Yes  No

**Identification of major programs:**

**CFDA Numbers**      **Name of Federal Program or Cluster**

10.553 & 10.555      Child Nutrition Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$ 750,000

Auditee qualified as low risk auditee?  Yes  No

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2025

**Section II - Financial Statement Findings**

There are no findings required to be reported under *Government Auditing Standards*.

**Section III - Federal Award Findings**

There are no federal award findings to disclose.

SPARTA COMMUNITY UNIT SCHOOL DISTRICT #140  
SCHEDULE OF RESOLUTION OF PRIOR YEAR AUDIT FINDINGS  
JUNE 30, 2025

There were no prior year audit findings.